COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2009

CITY OF LAS CRUCES
NEW MEXICO

STATE OF NEW MEXICO

CITY OF LAS CRUCES

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2009

Prepared by
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City of Las Cruces

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City of Las Cruces

City of Las Cruces®

December 1, 2009

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

We are pleased to submit the Comprehensive Annual Financial Report for the City of Las Cruces (City), New Mexico, for the fiscal year ended June 30, 2009, in accordance with Article V, Section 5.09, of the City Charter. Responsibility for the accuracy of the presented data and the completeness and fairness of presentation, including all disclosures, rests with the City. We believe the data, as presented, are accurate in all material respects and are presented in a manner that fairly sets forth the financial position and results of operations of the City. Furthermore, we believe that all disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

In the Financial Section of this report, the independent auditor's report is immediately followed by Management's Discussion & Analysis (MD&A). The MD&A provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of the City

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

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

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

Honorable Mayor and City Council,
City of Las Cruces, New Mexico
12/01/2009

Economic Condition and Outlook

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

The City of Las Cruces has not been immune from national and international economic conditions. The construction industry has shown a sharp drop in fiscal year 2009. Gross receipts tax (GRT) and lodging tax receipts are down from the preceding year as well. The local labor market has also experienced job loss and a rising level of unemployment.

For fiscal year 2009/2010 the economic assumptions anticipate slow economic activity as the economy begins to heal. The City's largest revenue source is the gross receipts tax. The recent past has seen exceptional growth from this source fueled by rapid construction activity centered on residential housing. This changed in fiscal year 2008 and fell further in fiscal year 2009. Single family permits fell by almost one fifth. Total valuation, while down, was buoyed in part by commercial activity and construction of multiple family housing.

The City continues to benefit from its geographical location and environmental qualities. The outlook calls for overall construction activity to bottom out in 2009, striking a level that is more sustainable and in balance with population growth. A countervailing factor to the slowdown is the on going construction of a number of relatively large public projects by the City, Federal Government and the Las Cruces Public School district. While these projects are currently scheduled to be completed by the end of fiscal year 2011, they will generate added revenues over the construction period.

The local economy, in spite of current conditions, should continue to outpace New Mexico as a whole. Las Cruces is well positioned to benefit when the economy returns to expansionary mode over the next 5 years. Growth in health care, an emerging renewable energy industry, plus the traditional City strength of being a regional service and government center, while possessing a large state university will all contribute to the expansion of the Las Cruces economy. Tourism and retirement are also areas that will add momentum to the expected recovery.

Long Term Plans and Major Initiatives

The City is working cooperatively with Dona Ana County and New Mexico State University to finalize and implement Vision 2040, a regional growth management planning initiative. The regional approach to long range planning will result in better intergovernmental cooperation, greater efficiency in analysis and public involvement, and more effective regional response to issues related to growth, economy, environment, and transportation. Products will include a Regional Vision document and updates to the City and County Comprehensive Plans. Ultimately, the plan will guide the strategic decisions within the region, enhancing synergistic opportunities among the participating governmental units.

The City has invested large sums of money into recreational and cultural facilities, including a new city hall, convention center, wastewater reclamation facility, and aquatic center. Long range plans will continue the effort to provide utility services, public safety, and recreational facilities in newly developing areas.

The City was awarded stimulus funding during fiscal year 2009, which includes $8,097,163 for the airport; $1,713,911 for the transit system; $1,996,654 for police; $2,000,000 for public works; $269,562 for community development; and $888,000 for public services. The total of stimulus awards for the year was $14,935,290. The airport project began in fiscal year 2009. Other projects will begin next year.

Internal Control Framework

Integrated within the business systems of the City are the policies and procedures over accounting and financial reporting that make up the internal control framework. The internal control framework provides assurance that the accounting systems and underlying data are reliable. There are certain limitations inherent in the internal control framework. Management may choose to accept certain risks because the cost to prevent all risks is not reasonable. Additionally, while management is responsible for establishing and maintaining effective internal controls, the authority to override controls is retained within management. Although some level of risk within the internal control framework is unavoidable, the City's management maintains an attitude of supporting strong and effective internal controls.

Financial Information, Management and Control

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

Budgetary Control

In New Mexico, state statutes mandate that municipalities operate within the confines of a balanced budget. If a fund is not overspent, it is in compliance with state law. Annual budgets are adopted for all funds. All unexpended appropriations lapse at the end of the fiscal year. The City Manager is responsible for presenting an annual budget to the City Council. The Council sets hearings for annual budget review and approves the final budget. The final budget is then submitted to the New Mexico Department of Finance and Administration, Local Government Division. The Local Government Division must then approve and certify the City's operating budget.

Budget adjustments requested throughout the fiscal year that increase fund expenditures must be reviewed and approved by the City Council. The adopted budget becomes a document that details a clear and precise picture of the cost of public services that will be provided. The budget is controlled through an on-line accounting system to assure effective fiscal management and accountability. Local Government Division approval must be obtained on budget increases and budget transfers between funds. The 2008/2009 budget was legally amended.

Taxes

The allocation of the property tax for fiscal year 2009 and the two preceding years is based on the mill levy below:

Purpose	2009	2008	2007
Operational mill levy:			
Residential	6.136	5.960	5.879
Non-residential	7.120	7.120	7.120

The City has no outstanding general obligation bonds. Therefore, the debt service levy for all three years is zero.

The gross receipts tax rate on receipts within the City was 7.375% at June 30, 2009. The breakdown and sources of the gross receipts tax rate at June 30, 2009 includes:

	Tax Rate	**Percent of Total Rate**
State General Fund	3.7750%	51.2%
State shared-municipal distribution	1.2250%	16.6%
Municipal GRT- general purpose	1.2500%	16.9%
Municipal GRT-infrastructure	0.1250%	1.7%
Municipal GRT-public safety	0.1250%	1.7%
Municipal Environmental GRT	0.0625%	0.9%
Dona Ana County-local option taxes	0.8125%	11.0%
	7.3750%	100.0%

Debt Administration

The City has significant capacity for future capital and infrastructure acquisitions, should the need arise. The City's current unused general obligation (G. O.) bond capacity is in excess of $50 million. The City currently has no outstanding G.O. bonds.

The City had nine bond issues outstanding at June 30, 2009. Three issues are Joint Utilities Revenue Bonds. Gas tax revenues secure one issue and gross receipts tax revenues finance the other five bond issues outstanding. The amount of bonds outstanding at June 30, 2009 was $93,585,000. In addition, the City has nineteen loans outstanding from New Mexico Finance Authority totaling $76,489,916.

In March 2009 Moody's Investors Service upgraded the City's bond rating on Joint Utility Revenue Bonds from Aa3 to A1. According to Moody's, "The rating actions reflect the City's healthy economic growth and customer base expansion, strong financial performance resulting in favorable debt service coverage calculations, and favorable system liquidity." In August 2009 Fitch Ratings followed with an upgrade to the City's bond rating on state-shared GRT bond issues from A+ to AA- citing "very healthy operating reserves, a moderate debt burden, a diverse area economy and high debt service coverage from pledged revenues."

Cash Management

The City's investment policy allows for the investment of cash balances over amounts required to meet current financial obligations to achieve the highest rate of return consistent with the primary objectives of preservation of principal and maintenance of adequate safety, liquidity, legality and yield. As of June 30, 2009, deposits were either insured by federal depository insurance or collateralized by pledged securities of U.S. government agencies. A pledging financial institution's trust department held all collateral in the City's name.

Risk Management

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

Independent Audit

New Mexico State law requires that an annual audit of a governmental unit's financial statements be performed by independent public accountants. Federal law requires that a single audit be performed for federal grant funds as required by the Single Audit Act Amendments of 1996 Office of Management and Budget Circular A-133. Additionally, the City Charter requires an annual audit of all accounts of the City by an independent certified public accountant.

The independent auditor's reports on the financial statements, required supplementary information, and other supplementary information are included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

The independent firm of certified public accountants, REDW, LLP, has audited the financial statements and related notes.

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

GFOA Awards

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 Las Cruces for the comprehensive annual financial report for the fiscal year ended June 30, 2008 This was the fifth consecutive year that the City has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

Honorable Mayor and City Council,
City of Las Cruces, New Mexico
12/01/2009

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

In addition, the City also received the GFOA Award for Distinguished Budget Presentation for its annual appropriated budget for the fiscal year 2009. In order to receive this award, a governmental unit must publish a budget document that meets program criteria as a policy document, an operations guide, a financial plan, and a communications medium.

These awards represent the highest form of recognition in governmental accounting, financial reporting, and budget presentation. These are outstanding accomplishments that demonstrate the professionalism residing in the Financial Services Department.

Acknowledgments

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

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

Respectfully submitted,

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

City of Las Cruces
June 30, 2009

LIST OF PRINCIPAL OFFICIALS

Councilors

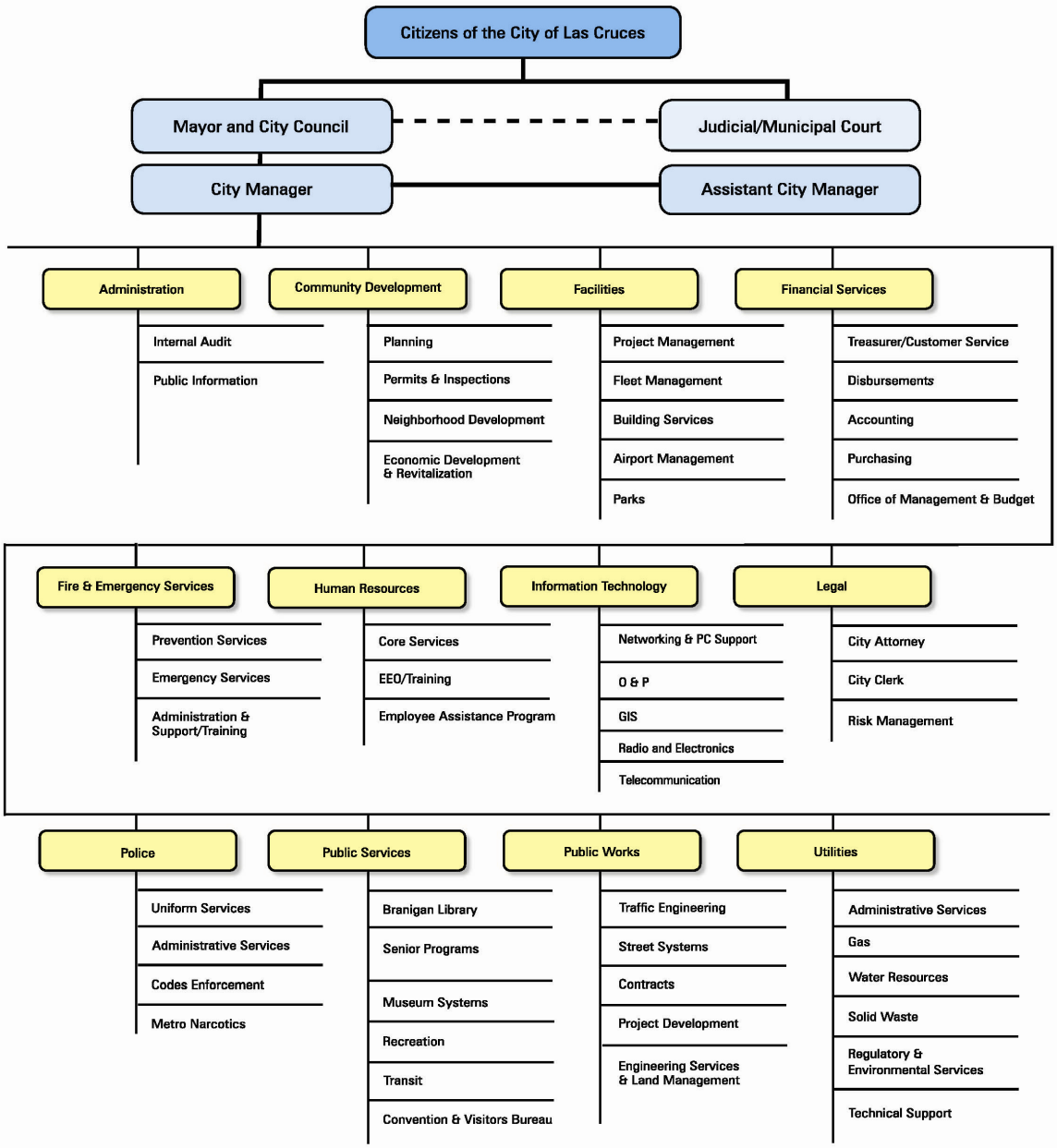
Ken Miyagishima	Mayor
Dolores C. Archuleta	Mayor Pro-Tem
Miguel Silva	Councilor
Dolores Connor	Councilor
Nathan P. Small	Councilor
Gil Jones	Councilor
Sharon Thomas	Councilor

Other officials

Terrence Moore	City Manager
Robert Garza, P.E.	Assistant City Manager
Mark D. Sutter, CPA, Ph.D.	Financial Services Director

City of Las Cruces

City Government Organization Chart: FY 2008-2009



City of Las Cruces®

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Presented to

City of Las Cruces
New Mexico

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2008

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

President

Executive Director

City of Las Cruces

Independent Auditors' Report

Mr. Hector H. Balderas, New Mexico State Auditor
and the Honorable Mayor and City Council Members
of the City of Las Cruces

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund and the aggregate remaining fund information of the City of Las Cruces, New Mexico (the "City"), as of and for the year ended June 30, 2009, which collectively comprise the City's basic financial statements as listed in the table of contents. We have also audited the financial statements of each of the City's nonmajor governmental, nonmajor enterprise, internal service and fiduciary funds presented in the accompanying combining financial statements and the budgetary comparison schedules as of and for the year ended June 30, 2009, as listed in the table of contents. These financial statements and schedules are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements and schedules based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements and schedules are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements and schedules. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Las Cruces, New Mexico, as of June 30, 2009, and the respective changes in financial position and cash flows, where applicable, thereof, and the general fund and major special revenue funds budgetary comparisons where applicable, thereof, for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements and schedules referred to above present fairly, in all material respects, the respective financial position of each nonmajor

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governmental, nonmajor enterprise, internal service and fiduciary fund of the City of Las Cruces, New Mexico as of June 30, 2009, and the respective changes in financial position, cash flows, and budgetary comparisons, where applicable, thereof, and the budgetary comparisons of each major debt service fund and major capital projects fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 16, 2009, on our consideration of the City of Las Cruces, New Mexico's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements and the combining and individual fund financial statements and respective budgetary comparisons. The accompanying information identified in the table of contents as supplementary information is presented for purposes of additional analysis and to meet the requirements of the State of New Mexico and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole. Other data included in this report, listed in the accompanying table of contents as the introductory section and the statistical section, are also not required parts of the basic financial statements and have not been subjected to the auditing procedures applied by us in the audit of the basic financial statements and, accordingly, we express no opinion on them.

REDW LLC

November 16, 2009

Management's Discussion and Analysis

The Management Discussion and Analysis presents an overview of the City's financial activities for the fiscal year ended June 30, 2009. It is intended to be read in conjunction with the Letter of Transmittal and the City's financial statements. In accordance with Governmental Accounting Standards Board standards, comparisons to prior-year balances and activity are presented.

Overview of the Financial Statements

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

Government-wide Financial Statements

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

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

The *Statement of Activities* presents information showing how the government's net assets changed during fiscal year 2009. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned, but unused, vacation leave). Both of these financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City include General Government, Facilities, Police, Fire, Community Development, Public Services, and Public Works. The business-type activities of the City include Gas, Water, Waste Water, Solid Waste, Transit, and Alternative Fuels.

The government-wide financial statements include not only the City itself (known as the *primary government*), but also the following legally separate component units: Public Housing Authority (PHA), South Central Solid Waste Authority (SCSWA), and the Las Cruces Downtown Tax Increment Development District (TIDD). PHA and SCSWA are discretely presented component units and the financial information for these component units is reported separately from primary government itself. The TIDD is a blended component unit of the City, whose Board is comprised of the members of the City Council. The financial information for the TIDD is presented as a special revenue fund in the financial information of the primary government.

Fund Financial Statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources,* as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund Balance Sheet and the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances provide reconciliations to facilitate this comparison between *governmental funds* and *governmental activities*.

The City maintains one hundred twenty-one individual governmental funds, ten of which combine into the General Fund. Information is presented separately in the Governmental Funds Balance Sheet and in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances for the funds that comprise the General Fund, which is considered to be a major fund. Three other governmental funds, Sonoma Ranch, the 2005 Gross Receipts Tax-City Hall, and the Las Cruces Convention Center fund are also reported as major funds. The remaining one hundred eight governmental funds combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* in the supplementary information section of this report.

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

Proprietary Funds

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

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

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside of the primary government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support the City's own programs. The Statement of Fiduciary Assets and Liabilities for the agency funds is presented in the basic financial statements section of this report.

Notes to the Financial Statements

The Notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The Notes follow the financial statements, and are an integral part of the financial statements.

Other Information

The combining statements of the non-major governmental funds, non-major enterprise funds, and internal service funds are presented in the supplementary information section of this report.

Statistics

The statistical section provides statistical data on financial trends, revenue and debt capacity, demographic and economic data, and operating information.

Government-wide Financial Analysis

At the end of fiscal year 2009, the City reports positive balances in all three categories of net assets, including the government-wide, governmental activities, and business-type activities. Comparative information is presented for fiscal years 2009, 2008, and 2007.

Net Assets **(in 000's)**

	Governmental Activities			Business - type Activities			Total		
	2009	2008	2007	2009	2008	2007	2009	2008	2007
Current and Other Assets	155,593	189,948	162,817	83,075	104,132	90,149	238,668	294,080	252,965
Capital Assets	298,331	255,052	227,452	$198,544	179,866	159,682	496,875	434,919	387,134
Total Assets	453,924	445,000	390,268	281,619	283,999	249,831	735,543	728,999	640,099
Current and Other Liabilities	34,948	37,187	35,809	10,009	12,570	7,251	44,957	49,757	43,060
Long-term Liabilities	103,754	101,801	75,136	70,976	77,014	58,452	174,730	178,815	133,588
Total Liabilities	138,702	138,988	110,945	80,985	89,584	65,703	219,686	228,572	176,648
Net Assets:									
Invested in Capital Assets, net of related debt	199,706	146,327	141,038	126,330	103,498	105,556	326,036	249,826	246,594
Restricted Net Assets	32,625	32,766	34,371	30,498	49,376	34,894	63,123	82,142	69,265
Unrestricted Net Assets	82,891	126,919	103,914	43,806	41,540	43,678	126,698	168,459	147,592
Total Net Assets	315,222	306,012	279,323	200,634	194,415	184,128	515,857	500,427	463,451
Total Liabilities and Net Assets	453,924	445,000	390,268	281,619	283,999	249,831	735,543	728,999	640,099

Sixty-three percent of the City's net assets are investment in capital assets (i.e., land, land improvements, buildings, equipment, utility infrastructure), net of any related outstanding debt used to acquire those assets. This compares with fifty percent in fiscal year 2008. The City uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Twelve percent of the City's net assets are resources that are subject to external restrictions on how they may be used. This amount is down from the sixteen percent of restricted net assets reported for fiscal year 2008. The remaining balance of *unrestricted net* assets $126,697,842 may be used to meet the government's ongoing obligations to citizens and creditors.

Changes in net assets during 2009 and comparative amounts for 2008 and 2007 were:

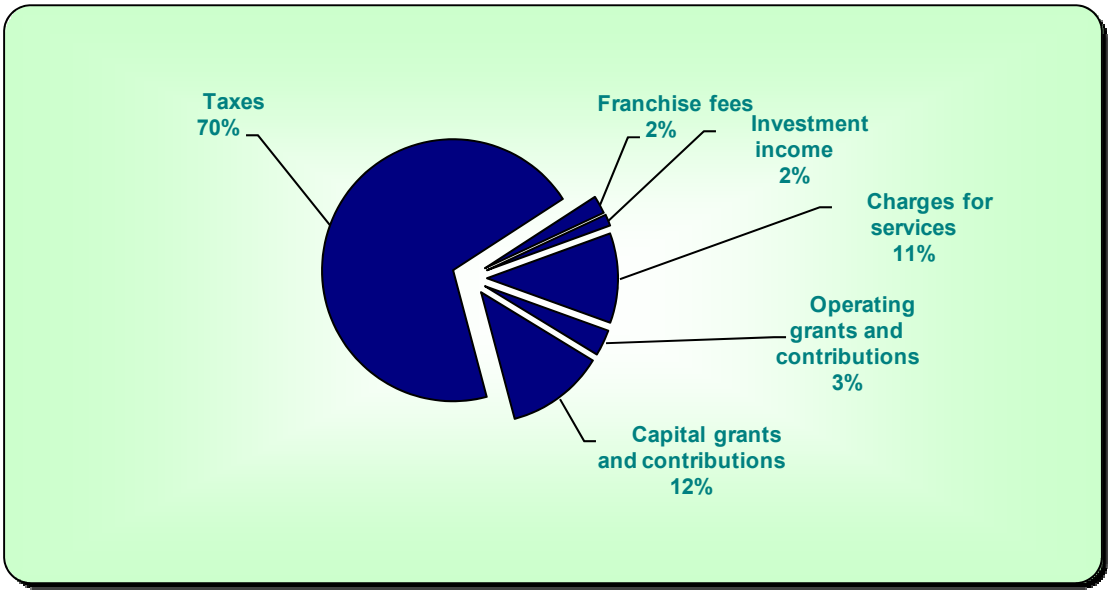
Summary of Changes in Net Assets (in 000's)

	Governmental Activities			Business - type Activities			Total		
	2009	2008	2007	2009	2008	2007	2009	2008	2007
Revenues:									
Program Revenues:									
Charges for services	$ 13,545	$ 16,714	$ 17,723	$ 58,542	$ 67,362	$ 69,242	$ 72,087	$ 84,076	$ 86,965
Operating grants and contributions	3,932	6,332	5,218	1,522	1,188	1,135	5,454	7,520	6,353
Capital grants and contributions	14,865	14,039	15,310	5,951	3,642	3,888	20,816	17,681	19,199
General Revenue:									
Taxes	85,674	87,970	82,242				85,674	87,970	82,242
Franchise fees	2,699	2,985	2,999				2,699	2,985	2,999
Investment income	(1,720)	3,842	5,902	1,517	3,408	3,854	(203)	7,250	9,757
Telshor Faciltiy income	278	267	2,973				278	267	2,973
Miscellaneous	3,091	2,835	2,456	25	40	239	3,116	2,875	2,695
Total Revenue	122,364	134,984	134,824	67,557	75,640	78,359	189,921	210,624	213,182
Expenses:									
General Government	30,359	16,560	25,894				30,359	16,560	25,894
Facilities	9,518	9,857	9,648				9,518	9,857	9,648
Police	26,944	23,814	21,426				26,944	23,814	21,426
Fire	10,611	11,290	10,346				10,611	11,290	10,346
Community Development	4,574	5,047	4,641				4,574	5,047	4,641
Public Services	11,524	12,525	11,774				11,524	12,525	11,774
Public Works	11,083	19,728	16,756				11,083	19,728	16,756
Gas	-	-		25,096	30,504	30,002	25,096	30,504	30,002
Water	-	-		14,787	13,561	13,668	14,787	13,561	13,668
Waste water	-	-		10,878	10,234	9,657	10,878	10,234	9,657
Solid waste	-	-		10,534	10,953	9,181	10,535	10,953	9,181
Other	-	-		4,274	4,185	3,801	4,275	4,185	3,801
Interest on long-term debt	4,305	4,003	3,148	-	-	-	4,307	4,003	3,148
Total Expenses	108,918	102,824	103,633	65,569	69,437	66,308	174,491	172,261	169,941
Increase in net assets before transfers	13,446	32,159	31,191	1,988	6,204	12,051	15,434	38,363	43,242
Transfers	(4,232)	(4,083)	(4,434)	4,232	4,083	4,434	-	-	
Change in Net Assets	9,211	28,076	26,756	6,220	10,287	16,485	15,430	38,363	43,242
Net Assets - beginning	306,012	277,936	252,567	194,415	184,128	167,642	500,427	462,063	420,209
Net Assets - ending	315,222	306,012	279,323	200,634	194,415	184,128	515,857	500,427	463,451

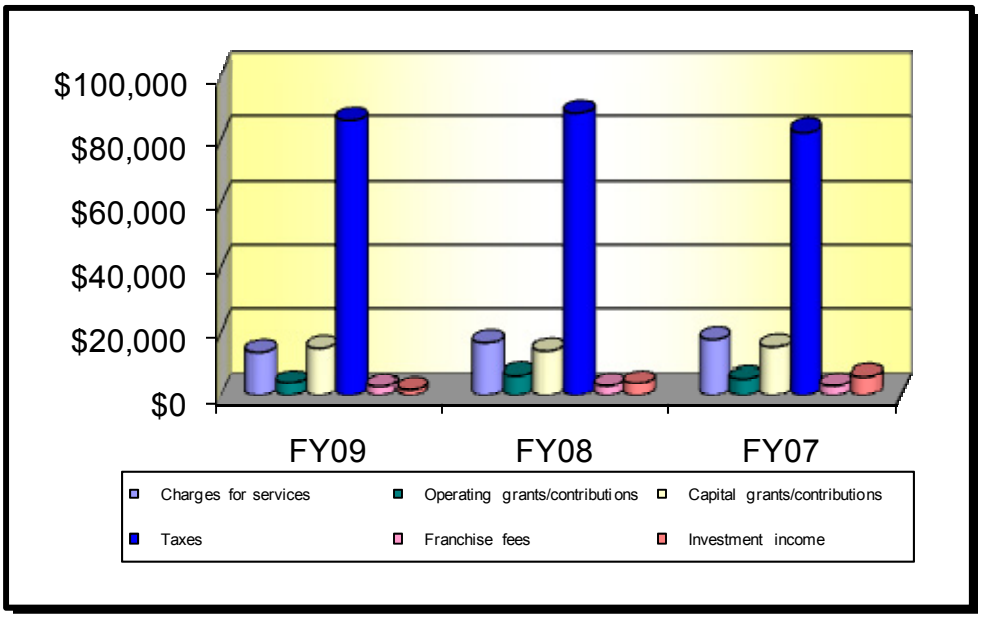
Governmental Activities

Governmental activities increased the City's net assets during the current fiscal year by $9.2 million. Gross receipts tax, property tax, and franchise fees fell from $91 million in fiscal year 2008 to $88 million in fiscal year 2009. The taxes and franchise fees contributed a significant amount for covering the $76.6 million net program expense associated with general governmental activities.

Governmental Revenues



Revenue by Source – Governmental Activities

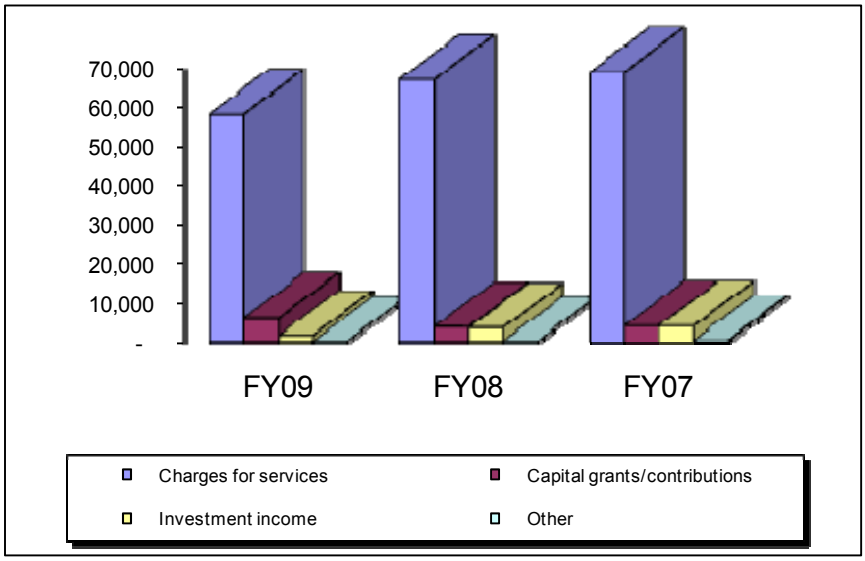


Expenses of the City's governmental activities increased from $102.8 million in fiscal year 2008 to $108.9 million in 2009. The increase resulted primarily from controlled spending in the general government.

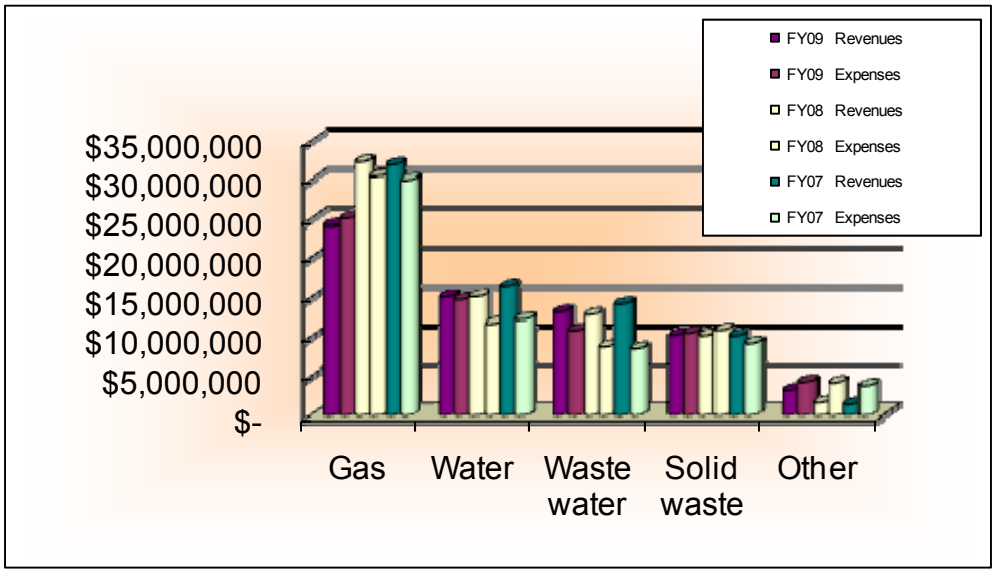
Business-type Activities

Business-type activities increased the City's net assets during the current fiscal year by $6.2 million. Charges from services dropped from $67.4 million in fiscal year 2008 to $57.9 million in fiscal year 2009. Expenses decreased from $69.4 million in 2008 to $65.1 million in 2009, with the Gas fund showing the largest decrease overall of approximately $5.4 million. The Water fund showed an increase in operating expenses of approximately $1.2 million.

Revenues by Source – Business-type Activities



Expenses and Program Revenues – Business-type Activities



Financial Analysis of the City's Funds

The national economic slowdown is reflected in a decreased level of construction activity in the local area. Gross receipts taxes have declined 4.6% from 2008. A decrease in lodgers' tax receipts reflect the cutback in travel and discretionary spending as a result of pervasive job losses throughout the country.

Capital grants increased by $826 thousand from 2008, and public works continued to make improvements on streets, facilities, and infrastructure. The repair and rehabilitation of public facilities and maintenance of public parks continues according to the City's master plan.

Governmental Funds

The focus of the City's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable resources*. Such information is useful in assessing the City's financing requirements. In particular, U*nreserved Fund Balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of fiscal year 2009, the City's governmental funds reported combined ending fund balances of $118,606,853, a decrease of $32,847,438 from the prior year. The General Fund, Sonoma Ranch, the 2005 Gross Receipts Tax-City Hall, and Las Cruces Convention Center funds are reported as major governmental funds. The unreserved fund balance in the General Fund is $30 million. The remainder of the General Fund balance is *reserved* to indicate inventories of $933,966 are not available to be spent. Fund balances of other major governmental funds are unreserved and reported in Sonoma Ranch $49,980, the 2005 Gross Receipts Tax-City Hall fund $708,250, and the Las Cruces Convention Center $24,305,042. All other funds are combined and reported as non-major governmental funds. Reserved fund balances are reported in other special revenue funds $30,309,728, in other capital project funds $24,531,635, and debt service $7,844,924.

General Fund

The General Fund is the chief operating fund of the City. At the end of fiscal year 2009, unreserved fund balance of the general fund was $29,923,328, while total fund balance was $30,857,294. Of the $29.9 million in unreserved fund balance, $10.5 million are amounts recorded as receivables from the State, primarily for taxes that will be collected in the ordinary course of business in the next fiscal year. Reducing the $29.9 million in unreserved fund balance by this amount leaves approximately $19.5 million in readily available resources that are not part of budgeted inflows for the upcoming year. This amount is 25.9% of General Fund expenditures for the year, and is one measure of liquidity of the General Fund.

The fund balance of the City's General Fund decreased $6,364,883 during the current fiscal year, attributed primarily to a decrease in gross receipts taxes, licenses/permits, fees/fines, and investment income.

The difference between the original budget and the final amended budget for revenues is a decrease of approximately $1,182,000 for the year. The budget for gross receipts taxes decreased $1,565,000 from the original budget to the final budget. The budget for property tax revenues increased $400,000, while the budget for licenses and permits decreased by $531,393 due to the continued decline in new construction.

Actual revenues for the fiscal year were approximately $1.3 million more than the final budget. There were three significant variances between the budgeted revenues and actual revenues by category. These variances were due to:

- Actual revenues from gross receipts tax slightly exceeded the final budget by approximately $946 thousand.
- Actual revenues from fines and fees exceeded budgeted revenues by approximately $982 thousand.
- Actual revenues from operating grants and contributions exceeded budgeted revenues by $22 thousand.

Differences between the original expenditures budget and the final amended expenditures budget totaled approximately $1.9 million and can be briefly summarized as follows:

- The City reduced the budget for salary reserves for general government by $1.4 million, distributing the budget for salary reserves among the appropriate functions.
- The City decreased the budget for police and fire by $426 thousand.
- The City reduced the budget for public services by $297 thousand.

Actual expenditures were approximately $1.5 million less than the final expenditures budget. These variances can be briefly summarized as follows:

- Actual expenditures were $685 thousand less than budget as public works projects were delayed.
- The general government actual expenditures were approximately $1.2 million less than the final budget. Activities less than budget within general government include: $371 thousand for personnel expenditures and $545 thousand for operating costs.
- The actual expenditures for public services were approximately $571 thousand less than actual expenditures due to reduced operating costs in the library of $137 thousand, recreation of $258 thousand, senior programs of $68 thousand, and $116 thousand in general administration costs.

2005 Gross Receipts Tax Fund for City Hall

In September 2005, the City issued gross receipts tax bonds in the amount of $33 million to fund public improvements and the construction of a new City Hall. The City Hall fund is reported as a major fund in the current year. The project is in the construction stage, with construction costs of $21.2 million paid during the year. Groundbreaking took place on March 20, 2008. Construction is expected to be completed in December 2009. City offices are expected to begin relocating to the new building in February 2010.

Las Cruces Convention Center

In October 2007, the City secured a loan from New Mexico Finance Authority in the amount of $27,361,565 to design and construct a convention center to meet the growing demands of the community. The convention center fund is reported as a major fund in the current year. The project is in the preliminary stages, with architectural and engineering services of $1.4 million paid during the year. Groundbreaking took place on June 29, 2009. The Center will be 55,000

square feet with just over 30,000 square feet of meeting space. The facility will feature a 15,000 square foot exhibition hall as well as a 9,000 square foot ballroom. There will be 6 break-out rooms totaling over 3,000 square feet. Additionally, there will be over 5,000 square feet of outdoor space and 2,000 square feet of indoor pre-function space. It is expected to be completed by the end of 2010.

Sonoma Ranch

The Sonoma Ranch fund is major fund in fiscal year 2009. The fund was established to account for the reimbursement to the City, through certain assessments, for construction of public works projects in this area. The City secured a $9.9 million loan from NMFA to finance public works projects. A municipal lien has been recorded on the property that directly benefits from these projects until such time as the amounts due to the City are paid.

Proprietary Funds

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

Unrestricted net assets of proprietary funds at the end of the year amounted to $41,668,340.

Gas Utility

The original revenue budget decreased $10.4 million during the fiscal year due primarily to a lower cost of gas and mild winter season. Gas sales were $155,134 less than the final budget. Additionally, the City is the operator for the Rio Grande Natural Gas Association (RGNGA). During fiscal year 2009, the Gas fund was reimbursed $2.4 million for operational and capital services provided to RGNGA. Total revenues for the year were approximately $23,095 above the final budget

The original expense budget was reduced by $9.8 million. Of this amount, $9.7 was attributable to the decrease in the cost of gas.

Actual expenses were approximately $1.5 million less than the final amended expenses budget.

These variances can be summarized as follows:

- The budget for customer services was $766,922 more than actual due to vacancies in shared services and the delay of budgeted projects.

- The budget for payment in lieu of taxes was $211,455 higher than actual expenses. Payment in lieu of taxes is related to revenue and as the gas revenues decrease, the payment in lieu of tax decreases.

- The budget for repairs and maintenance was $131,311 more than actual expenses due to postponed rehabilitation projects.

Water Utility

The original revenue budget remained unchanged throughout the fiscal year. Actual Water sales were $866,666 less than the final budget, due primarily to lower sales because of a slowdown in housing starts and the sluggish economy during fiscal year 2009.

Other revenue was $341,828 above final budget due mainly to the allocation of the revenue from shared services.

The budget for operating expenses in Water reflects an overall increase of $372 thousand from the original budget to the final budget. This is mainly due to an increase of $87 thousand in supplies, $65 thousand in professional services, and $172 thousand in various other expenses.

Actual expenses were $2.5 million less than the final expense budget. These variances can be summarized as follows:

- Professional services were below budget by $877,103, which was due primarily to lower consulting and legal expenses.

- Depreciation was under budget by $683,982 because the water department acquired fewer capital assets than expected.

- The budget for customer services was $520,958 more than actual due to personnel vacancies and deferred projects.

Wastewater Utility

The revenues budget remained unchanged throughout the fiscal year. Actual revenues for the fiscal year were $7,909 less than the final budget.

The expense budget increased from the original budget to the final budget by $141,019. Of this amount, the depreciation and amortization budget increased $159,508. Other budget reductions offset the large increase.

Actual expenses were approximately $1.9 million less than the final expenditures budget. These variances can be summarized as follows:

- Depreciation was under budget by $887,475 due to the wastewater department acquiring fewer assets than expected.

- The budget for customer services was $324,171 more than actual due to personnel vacancies and deferred projects.

- Professional services were lower than budget by $254,758, due largely to la reduced number of engineering services and feasibility studies during the year.

- The budget for supplies was $226,086 more than actual, attributed to lower prices on chemicals and field supplies used at the treatment plant.

Solid Waste Utility

The original revenue budget remained unchanged during the fiscal year. Actual Solid Waste sales were $197,910 less than the final budget.

Budgeted expenses in Solid Waste increased $1,349,658 from the original budget to the final budget, which included an increase in repairs and maintenance of $430,000 and professional services of $877,737.

Actual expenditures were $2.8 million less than the final budget. The major variances include:

- Professional services were lower than budget by $2.6 million. This is mainly attributed to a delay in the completion of the landfill closure activity, which was not completed as planned. Construction at the site was budgeted, but not spent.

- The budget for customer services was $371 thousand more than actual due to personnel vacancies and deferred projects.

Debt Service

Long-term Debt

At the end of fiscal year 2009, the City had total long-term debt outstanding of $170,464,972 in bonds, notes and leases, a net decrease of $2,892,142 over the prior year. During the year, the City had borrowings from NMFA totaling $11,272,474. Decreases to long-term liabilities include lease principal payments of $238,349 and bond debt service payments of $10,740,000.

Outstanding Bonds and Liabilities to Financial Institutions 2009

	Governmental			Business-type			Total		
	2009	2008	Change	2009	2008	Change	2009	2008	Change
Revenue Bonds: Outstandin	48,950,000	54,125,000	(5,175,000)	44,635,000	50,200,000	(5,565,000)	93,585,000	104,325,000	(10,740,000)
Notes Payable: Outstanding	49,003,451	42,333,919	6,669,532	27,486,465	26,069,790	1,416,675	76,489,916	68,403,709	8,086,207
Capital Leases: Outstanding	324,909	554,258	(229,349)	65,147	74,147	(9,000)	390,056	628,405	(238,349)
Total Outstanding	**98,278,360**	**97,013,177**	**1,265,183**	**72,186,612**	**76,343,937**	**(4,157,325)**	**170,464,972**	**173,357,114**	**(2,892,142)**

At the end of fiscal year 2008, the City had total long-term debt outstanding $173,357,114 in bonds, notes, and leases, a net increase of 47,564,625 over the prior year. During the year, the City had borrowings from NMFA totaling $57,368,807. Decreases to long-term liabilities include lease principal payments of $226,221 and bond debt service payments of $7,285,000.

Outstanding Bonds and Liabilities to Financial Institutions 2008

	Governmental			Business-type			Total		
	2008	2007	Change	2008	2007	Change	2008	2007	Change
Revenue Bonds	54,125,000	59,080,000	(4,955,000)	50,200,000	52,530,000	(2,330,000)	104,325,000	111,610,000	(7,285,000)
Notes Payable	42,333,919	12,298,853	30,035,066	26,069,790	1,029,010	25,040,780	68,403,709	13,327,863	55,075,846
Capital Leases	554,258	770,645	(216,387)	74,147	83,981	(9,834)	628,405	854,626	(226,221)
Total	97,013,177	72,149,498	24,863,679	76,343,937	53,642,991	22,700,946	173,357,114	125,792,489	47,564,625

Additional information on the City's debt can be found in Note 7.

Capital Assets

The City's investment in capital assets for its governmental and business-type activities as of June 30, 2009 amounts to $496,875,225, net of accumulated depreciation. This investment in capital assets includes land, buildings, land and building improvements, leasehold improvements, equipment, infrastructure, and construction in progress. The total increase in the City's investment in capital assets for the current fiscal year, net of accumulated depreciation, was 25.3 percent (a 14.5 percent increase for governmental activities and a 10.8 percent increase for business-type activities).

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

- Completion of several of the City's public works and facilities projects and additional equipment increased the City of Las Cruces capital assets by $32.9 million, which includes capital assets contributed by developers of $5.6 million.
- The retirement of capital assets was $1.7 million. This includes equipment sold at public auction and infrastructure retirements.
- Construction continued on several of the City's utility projects as $15.2 million was added in utility infrastructure systems and equipment.
- Retirement of utility capital assets totaled $5.6 million this year.

Additional information on the City's capital assets can be found in Note 4.

Economic Outlook

The City of Las Cruces, while still faring better than the nation, has not been immune from the recession which started in December 2007. A table containing an array of economic indicators clearly shows the mixed performance made by the City during the last twenty four months. The trends show growth only in population. The construction industry has shown a continued drop in fiscal year 2009 and lodging tax receipts reflect the cutback in discretionary spending as a result of pervasive job losses in most states, including New Mexico.

Las Cruces Economic Indicators				
	Fiscal Year		Change	
Item	**2009**	2008	Number	Percent
Total Employment (MSA)*	**68,808**	69,075	(267)	-0.4%
Lodging Tax Receipts	**$1,663,616**	$1,785,109	$ (121,493)	-6.8%
Gross Receipts Tax	**$70,169,219**	$72,665,014	$ (2,495,795)	-3.4%
Single Family Building Permits	**562**	675	(113)	-16.7%
Total Permit Valuation (Millions)	**$182.1**	$184.9	$ (2.8)	-1.5%
Population Estimate**	**91,865**	89,722	2,143	2.4%

* Preliminary - Data for Metropolitan Statistical Area

** Census Bureau Estimates as of July 1

For fiscal year 2009/2010, the City anticipates a slow turn around as the national economy begins to recover. The past two fiscal years have seen the gross receipts tax fall as construction activity centered on single family housing continued to decline. Total valuation, while down, was buoyed in part by commercial activity.

The other significant tax used for funding City government is the property tax. This revenue source, while showing the effects of rapid construction adding to the base value, is more modest in its gains. The State of New Mexico controls the rate of property tax increase allowed based on formulas tied to inflation. One formula controls the rate of increase in the mill levy and another controls the rate of increase in the assessed value of residential property. While new construction is added to the base, revenue increases on existing properties are subjected to the formula. By limiting gains in assessed value tax gains that would result from increased values on existing property are also limited. The result is property tax growth that is moderated and relatively stable.

One financial indicator of the City's financial health is change in fund balance for the General Fund. Since this fund is the main source for providing city services, growth in fund balance reflects financial management practices that, while mindful of meeting increasing demands, demonstrate prudent fiscal management grounded in a long run perspective.

While the General Fund balances are anticipated to ebb slightly over the time horizon, the City can continue to provide its citizens services and employees competitive wages because of a healthy fund balance. This ability is a dividend of the City's prudent fiscal management practice and is allowing the City to navigate the recession while maintaining services.

The economy should, however, continue to outpace New Mexico as a whole and Las Cruces is well positioned to benefit when the economy returns to expansionary mode over the next five years.

Requests for Information

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

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

Government-Wide Financial Statements

City of Las Cruces

City of Las Cruces
Statement of Net Assets
June 30, 2009

	Primary Government			Component Units	
	Governmental Activities	Business-Type Activities	Total	Public Housing Authority	South Central Solid Waste
Assets					
Cash and investments	$ 74,475,374	$ 42,364,901	$ 116,840,275	$ 2,965,133	$ 7,122,270
Receivables, net	11,466,507	5,265,504	16,732,011	640,060	236,536
Other assets	1,852,786	2,492,912	4,345,698	1,006,073	6,277
Due from other governmental units	24,322,412	337,870	24,660,282	1,290,974	-
Due from South Central Solid Waste	4,312,000	-	4,312,000	-	-
Notes receivable	-	2,116,597	2,116,597	-	-
Restricted cash and investments	39,163,715	30,497,532	69,661,247	1,435,602	1,949,641
Capital assets					
Land and construction in progress	58,375,421	19,177,889	77,553,310	5,354,447	2,738,049
Other capital assets, net of depreciation	239,955,667	179,366,248	419,321,915	20,613,610	5,937,945
Total capital assets	298,331,088	198,544,137	496,875,225	25,968,057	8,675,994
Total assets	453,923,882	281,619,453	735,543,335	33,305,899	17,990,718
Liabilities					
Accounts payable and accrued liabilities	8,357,025	2,112,016	10,469,041	533,489	78,915
Customer deposits	-	1,540,178	1,540,178	150,022	-
Unearned revenue	16,786,531	493,310	17,279,841	-	-
Other liabilities	-	-	-	2,765,285	-
Long-term liabilities					
Due within one year	9,804,740	5,863,025	15,667,765	1,088,320	677,052
Due in more than one year	103,753,241	70,976,627	174,729,868	9,089,512	5,471,090
Total liabilities	138,701,537	80,985,156	219,686,693	13,626,628	6,227,057
Net Assets					
Invested in capital assets, net of related debt	199,706,049	126,330,154	326,036,203	13,731,860	4,363,994
Restricted for					
Housing	-	-	-	502,637	-
Community development	62,823	-	62,823	-	-
Debt service	7,844,924	28,957,354	36,802,278	-	-
Capital projects	24,717,350	-	24,717,350	-	-
Customer deposits	-	1,540,178	1,540,178	-	-
Closure/post-closure	-	-	-	-	1,949,641
Unrestricted	82,891,199	43,806,611	126,697,810	5,444,774	5,450,026
Total net assets	$ 315,222,345	$ 200,634,297	$ 515,856,642	$ 19,679,271	$ 11,763,661

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

City of Las Cruces
Statement of Activities
For the Year Ended June 30, 2009

		Program Revenues		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Functions/Programs				
Primary government				
Governmental activities				
General government	$ 30,358,757	$ 2,041,908	$ 29,446	$ 3,349,863
Facilities	9,518,472	339,838	-	-
Police	26,944,282	4,638,721	955,478	-
Fire	10,610,957	-	381,453	-
Community development	4,573,918	2,618,030	1,369,051	-
Public services	11,524,067	1,919,636	1,196,764	-
Public works	11,083,338	1,986,789	-	11,515,313
Interest on long-term debt	4,307,153	-	-	-
Total governmental activities	108,920,944	13,544,922	3,932,192	14,865,176
Business-type activities				
Gas	25,095,939	23,880,090	-	333,176
Water	14,786,653	13,181,528	-	1,967,973
Waste water	10,877,773	10,792,925	-	2,382,453
Solid waste	10,534,729	10,267,228	-	-
Transit	4,167,484	420,444	1,522,231	1,267,256
Alternative fuel	107,254	-	-	-
Total business-type activities	65,569,832	58,542,215	1,522,231	5,950,858
Total primary government	$ 174,490,776	$ 72,087,137	$ 5,454,423	$ 20,816,034
Component units				
Solid waste	$ 3,626,351	$ 4,598,827	$ -	$ -
Housing	8,484,482	2,319,582	5,438,623	470,471
Total component unit	$ 12,110,833	$ 6,918,409	$ 5,438,623	$ 470,471
General revenues				
Taxes				
Gross receipts				
Property				
Franchise				
Investment income (loss)				
Telshor Facility income				
Other				
Transfers				
Total general revenues and transfers				
Change in net assets				
Net assets, beginning of year				
Net assets, end of year				

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

Net (Expense) Revenue and Changes in Net Assets				
Primary Government			Component Units	
Governmental Activities	Business-type Activities	Total	Public Housing Authority	South Central Solid Waste Authority
$ (24,937,540)		$ (24,937,540)		
(9,178,634)		(9,178,634)		
(21,350,083)		(21,350,083)		
(10,229,504)		(10,229,504)		
(586,837)		(586,837)		
(8,407,667)		(8,407,667)		
2,418,764		2,418,764		
(4,307,153)		(4,307,153)		
(76,578,654)		(76,578,654)		
-	$ (882,673)	(882,673)		
-	362,848	362,848		
-	2,297,605	2,297,605		
-	(267,501)	(267,501)		
-	(957,553)	(957,553)		
-	(107,254)	(107,254)		
-	445,472	445,472		
(76,578,654)	445,472	(76,133,182)		
			$ -	$ 972,476
			(255,806)	-
			(255,806)	972,476
73,505,547	-	73,505,547	-	-
12,168,305	-	12,168,305	-	-
2,698,501	-	2,698,501	-	-
(1,720,066)	1,517,197	(202,869)	36,191	231,502
277,967	-	277,967	-	-
3,090,660	25,169	3,115,829	33,407	-
(4,231,688)	4,231,688	-	-	-
85,789,226	5,774,054	91,563,280	69,598	231,502
9,210,572	6,219,526	15,430,098	(186,208)	1,203,978
306,011,773	194,414,771	500,426,544	19,865,479	10,559,683
$ 315,222,345	$ 200,634,297	$ 515,856,642	$ 19,679,271	$ 11,763,661

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

City of Las Cruces
Balance Sheet—*Governmental Funds*
June 30, 2009

	General Fund	Sonoma Ranch	2005 Gross Receipts Tax-City Hall
Assets			
Pooled cash and investments	$ 16,462,888	$ 49,980	$ 709,324
Restricted cash and investments	-	-	-
Receivables, net	747,118	7,891,641	687
Due from other funds	7,052,110	-	-
Due from other governmental units	10,412,780	-	-
Inventories	933,966	-	-
Total assets	$ 35,608,862	$ 7,941,621	$ 710,011
Liabilities and Fund Balances			
Liabilities			
Accounts and contracts payable	$ 2,419,840	$ -	$ 1,761
Due to other governments	2,861	-	-
Due to other funds	-	-	-
Accrued liabilities	2,029,983	-	-
Deferred revenue	298,884	7,891,641	-
Total liabilities	4,751,568	7,891,641	1,761
Fund balances			
Reserved for			
Inventories	933,966	-	-
Health care related programs	-	-	-
Unreserved, reported in			
General fund	29,923,328	-	-
Special revenue funds	-	49,980	-
Debt service funds	-	-	-
Capital projects funds	-	-	708,250
Total fund balances	30,857,294	49,980	708,250
Total liabilities and fund balances	$ 35,608,862	$ 7,941,621	$ 710,011

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

Las Cruces Convention Center	Other Governmental Funds	Total Governmental Funds
$ -	$ 49,127,377	$ 66,349,569
25,199,028	13,964,687	39,163,715
-	2,798,169	11,437,615
-	-	7,052,110
-	13,909,632	24,322,412
-	-	933,966
$ 25,199,028	$ 79,799,865	$ 149,259,387
$ 92,650	$ 3,480,856	$ 5,995,107
-	-	2,861
801,336	6,250,774	7,052,110
-	117,958	2,147,941
-	7,078,275	15,268,800
893,986	16,927,863	30,466,819
-	-	933,966
-	20,317,288	20,317,288
-	-	29,923,328
-	9,992,440	10,042,420
-	7,844,924	7,844,924
24,305,042	24,717,350	49,730,642
24,305,042	62,872,002	118,792,568
$ 25,199,028	$ 79,799,865	$ 149,259,387

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

City of Las Cruces

City of Las Cruces
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Assets
June 30, 2009

Total fund balances for governmental funds	$ 118,792,568
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	297,431,705
The amount due from South Central Solid Waste Authority is not available to pay for current-period expenditures and is, therefore, not reported in the funds.	4,312,000
Bond issuance costs of $695,936 are expensed for fund financial statements versus capitalized for government-wide financial statements (less accumulated amortization of $59,027).	636,909
A portion of the assets (including capital assets $899,383) and liabilities (including long-term debt of $5,175,179) of internal service funds are included in governmental activities in the statement of net assets.	3,946,619
Telshor facility lease payments received are deferred in the statement of net assets and recognized over the lease term.	(1,514,654)
Some liabilities, including long-term obligations, applicable to the City's governmental activities are not due and payable in the current period and, accordingly, are not reported in the funds.	(108,382,802)
Net assets of governmental activities	$ 315,222,345

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

City of Las Cruces

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

For the Year Ended June 30, 2009

	General Fund	Sonoma Ranch	2005 Gross Receipts Tax-City Hall
Revenues			
Taxes	$ 69,252,935	$ -	$ -
Charges for services	1,500,865	-	-
Fees and fines	1,287,875	-	-
Franchise fees	2,772,546	-	-
Investment income (loss)	635,442	1,230	(213,616)
Licenses and permits	1,339,091	-	-
Intergovernmental	24,270	-	-
Other	3,972,422	-	-
Total revenues	80,785,446	1,230	(213,616)
Expenditures			
Current			
General government	13,686,074	-	-
Facilities	9,090,348	-	-
Police	20,422,717	-	-
Fire	9,249,207	-	-
Community development	3,062,325	-	-
Public services	7,616,571	-	-
Public works	9,459,917	-	-
Capital outlay	2,474,132	-	21,189,007
Debt service			
Principal	229,349	-	-
Interest and other charges	-	-	-
Total expenditures	75,290,640	-	21,189,007
Revenues over (under) expenditures	5,494,806	1,230	(21,402,623)
Other Financing Sources (Uses)			
Issuance of debt	-	-	-
Sale of capital assets	-	-	-
Transfers in	1,283,309	-	-
Transfers out	(13,142,998)	-	-
Total other financing sources (uses)	(11,859,689)	-	-
Net change in fund balances	(6,364,883)	1,230	(21,402,623)
Fund balances, beginning of year	37,222,177	48,750	22,110,873
Fund balances, end of year	$ 30,857,294	$ 49,980	$ 708,250

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

Las Cruces Convention Center	Other Governmental Funds	Total Governmental Funds
$ -	$ 19,119,418	$ 88,372,353
-	537,362	2,038,227
-	1,688,045	2,975,920
-	-	2,772,546
182,017	(2,514,563)	(1,909,490)
-	1,749	1,340,840
-	13,059,726	13,083,996
-	3,833,243	7,805,665
182,017	35,724,980	116,480,057
-	2,107,797	15,793,871
-	476,779	9,567,127
-	6,508,234	26,930,951
-	1,362,675	10,611,882
-	1,511,940	4,574,265
-	3,908,190	11,524,761
2,848	1,621,232	11,083,997
1,354,803	27,059,002	52,076,944
-	8,069,188	8,298,537
-	4,307,153	4,307,153
1,357,651	56,932,190	154,769,488
(1,175,634)	(21,207,210)	(38,289,431)
-	9,749,434	9,749,434
-	587,667	587,667
-	19,804,881	21,088,190
-	(12,654,585)	(25,797,583)
-	17,487,397	5,627,708
(1,175,634)	(3,719,813)	(32,661,723)
25,480,676	66,591,815	151,454,291
$ 24,305,042	$ 62,872,002	$ 118,792,568

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

City of Las Cruces

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance of Governmental Funds to the Statement of Activities For the Year Ended June 30, 2009

Net change in fund balances—governmental funds	$ (32,661,723)
Amounts reported for *governmental activities* in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays of $51,637,585 exceeded depreciation expense of $13,757,342 and sale of capital assets of $259,853 .	37,620,390
Bond issuance costs are amortized to interest expense over the life of the bond in the statement of activities. This is the current year amortization.	(15,067)
Proceeds from the issuance of long-term obligations provide current financial resources to governmental funds and increase long-term liabilities in the statement of net assets. Repayment of debt principal is an expenditure in the governmental funds, but the current year principal repayment reduces long-term liabilities in the statement of net assets. This is the amount by which proceeds of $9,749,434 exceeded repayments of $8,298,537 and the change in bond premium/discount of $47,961.	(1,402,936)
Principal payments by South Central Solid Waste to the City's debt service fund are reported as revenue in the debt service fund but reduce assets on the statement of net assets.	(640,000)
The change in the liability for compensated absences affects expenses reported in the statement of activities but does not require the use of current financial resources and is therefore not reported as expenditures in governmental funds.	(91,658)
Revenues from donated capital assets are reported in the statement of activities, but do not provide current financial resources and are not reported as revenues in the governmental funds.	5,737,642
Payments received related to the Telshor facility lease are recognized over the term of the lease in the statement of net assets, but not in the funds. This is the amount recognized in the current year.	277,967
Internal service funds are used by management to charge the costs of certain activities, such as insurance and telecommunications, to individual funds. A portion of the change in net assets of internal service funds is reported with governmental activities.	385,957
Change in net assets of governmental activities	$ 9,210,572

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

City of Las Cruces

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

General Fund

For the Year Ended June 30, 2009

(With Comparative Actual Amounts for the Year Ended June 30, 2008)

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Local taxes					
Gross receipts	$ 59,564,000	$ 57,999,000	**$ 58,944,548**	$ 945,548	$ 62,489,662
Property	8,043,741	8,443,741	**8,727,273**	283,532	7,777,195
Utility franchise	1,271,250	1,254,250	**1,034,885**	(219,365)	1,199,817
Total local taxes	68,878,991	67,696,991	**68,706,706**	1,009,715	71,466,674
State-shared taxes	580,723	597,141	**546,229**	(50,912)	577,065
Charges for services	1,108,383	1,255,683	**1,500,865**	245,182	1,104,486
Fees and fines	1,240,091	1,321,969	**1,287,875**	(34,094)	1,295,959
Franchise fees	2,884,311	2,761,175	**2,772,546**	11,371	2,677,024
Investment income	874,923	547,662	**635,442**	87,780	1,065,656
Licenses and permits	2,141,021	1,609,628	**1,339,091**	(270,537)	1,941,912
Operating grants and contributions	3,050	1,550	**24,270**	22,720	1,323
Other	3,738,572	3,683,999	**3,972,422**	288,423	4,409,260
	12,571,074	11,778,807	**12,078,740**	299,933	13,072,685
Total revenues	81,450,065	79,475,798	**80,785,446**	1,309,648	84,539,359
Expenditures					
Current					
General government	15,987,511	14,861,752	**13,686,074**	1,175,678	12,667,402
Facilities	9,869,730	9,685,046	**9,090,348**	594,698	9,028,708
Police	19,499,142	19,210,981	**20,422,717**	(1,211,736)	19,114,476
Fire	9,481,166	9,342,936	**9,249,207**	93,729	9,145,102
Community development	3,146,732	3,104,231	**3,062,325**	41,906	2,731,683
Public services	8,485,071	8,188,293	**7,616,571**	571,722	7,379,389
Public works	9,865,742	10,145,123	**9,459,917**	685,206	8,707,086
Capital outlay	2,050,905	1,992,788	**2,474,132**	(481,344)	1,918,748
Debt service					
Principal	263,000	263,000	**229,349**	33,651	216,387
Interest	-	-	**-**	-	46,162
Total expenditures	78,648,999	76,794,150	**75,290,640**	1,503,510	70,955,143
Revenues over expenditures	2,801,066	2,681,648	**5,494,806**	2,813,158	13,584,216
Other Financing Sources (Uses)					
Transfers in	1,331,357	1,265,668	**1,283,309**	17,641	1,354,930
Transfers out	(10,783,131)	(13,374,545)	**(13,142,998)**	231,547	(14,307,705)
Total other financing sources (uses)	(9,451,774)	(12,108,877)	**(11,859,689)**	249,188	(12,952,775)
Net change in fund balance	(6,650,708)	(9,427,229)	**(6,364,883)**	3,062,346	631,441
Fund balance, beginning of year	37,222,177	37,222,177	**37,222,177**	-	36,590,736
Fund balance, end of year	$ 30,571,469	$ 27,794,948	**$ 30,857,294**	$ 3,062,346	$ 37,222,177

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

City of Las Cruces

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

Sonoma Ranch

For the Year Ended June 30, 2009

(With Comparative Actual Amounts for the Year Ended June 30, 2008)

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income (expense)	$ -	$ -	**$ 1,230**	$ 1,230	$ 104,668
Other	-	-	**-**	-	1,711,712
Total revenues	-	-	**1,230**	1,230	1,816,380
Other Financing Sources (Uses)					
Transfers out	-	-	**-**	-	(1,768,010)
Total other financing sources (uses)	-	-	**-**	-	(1,768,010)
Net change in fund balance	-	-	**1,230**	1,230	48,370
Fund balance, beginning of year	48,750	48,750	**48,750**	-	380
Fund balance, end of year	$ 48,750	$ 48,750	**$ 49,980**	$ 1,230	$ 48,750

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

City of Las Cruces

City of Las Cruces
Statement of Net Assets—*Proprietary Funds*
June 30, 2009

	Gas	Water	Waste Water
Assets			
Current assets			
Cash and investments	$ 8,191,580	$ 8,938,860	$ 15,816,561
Accounts receivable, net of allowance for uncollectible accounts	2,380,734	1,192,895	797,737
Due from other governments	-	9,756	310,893
Inventories	679,712	567,087	146,087
Total current assets	11,252,026	10,708,598	17,071,278
Noncurrent assets			
Restricted cash and investments	532,960	19,315,487	7,754,828
Notes receivable	-	1,477,852	638,745
Advance to other funds	947,500	-	1,310,947
Other	-	484,810	292,988
Capital assets	54,467,331	109,904,549	111,664,682
Less accumulated depreciation	(26,428,853)	(28,022,121)	(31,052,015)
Net capital assets	28,038,478	81,882,428	80,612,667
Total noncurrent assets	29,518,938	103,160,577	90,610,175
Total assets	40,770,964	113,869,175	107,681,453

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

Enterprise Funds			
Solid Waste	Other Enterprise Funds	Totals	Internal Service Funds
$ 5,384,226	$ 701,666	$ 39,032,893	$ 11,457,813
868,972	4,882	5,245,220	49,175
-	17,221	337,870	-
-	-	1,392,886	552,762
6,253,198	723,769	46,008,869	12,059,750
2,894,257	-	30,497,532	-
-	-	2,116,597	-
-	-	2,258,447	-
-	51,377	829,175	-
10,350,072	7,558,589	293,945,223	10,408,941
(7,188,917)	(3,572,389)	(96,264,295)	(8,646,349)
3,161,155	3,986,200	197,680,928	1,762,592
6,055,412	4,037,577	233,382,679	1,762,592
12,308,610	4,761,346	279,391,548	13,822,342

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

City of Las Cruces
Statement of Net Assets—*Proprietary Funds*
June 30, 2009

	Gas	Water	Waste Water
Liabilities			
Current liabilities			
Accounts and contracts payable	496,658	378,120	67,290
Accrued liabilities	175,029	360,293	279,533
Deferred revenue	44,628	448,474	-
Current portion of noncurrent liabilities	45,143	2,108,110	1,521,355
Total current liabilities	761,458	3,294,997	1,868,178
Noncurrent liabilities			
Customer deposits	532,960	481,207	472,639
Revenue bonds payable	-	22,469,721	18,782,653
Notes payable	-	14,878,923	9,960,614
Compensated absences	180,571	158,750	133,213
Claims	-	-	-
Accrued landfill closure cost	-	-	-
Advance from other funds	-	2,045,947	-
Total noncurrent liabilities	713,531	40,034,548	29,349,119
Total liabilities	1,474,989	43,329,545	31,217,297
Net Assets			
Invested in capital assets, net of related debt	28,038,477	42,465,361	50,381,348
Restricted for customer deposits	532,960	481,207	472,639
Restricted for debt service	-	18,834,280	7,282,189
Unrestricted	10,724,538	8,758,782	18,327,980
Total net assets	$ 39,295,975	$ 70,539,630	$ 76,464,156

Net assets of business-type activities in the statement of net assets are different because a portion of the assets (including capital assets of $863,209) and liabilities (including long-term debt of $1,922,414) of internal service funds are included in business-type activities on the statement of net assets

Net assets of business-type activities

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

continued

Enterprise Funds			
Solid Waste	Other Enterprise Funds	Totals	Internal Service Funds
8,538	4,288	954,894	261,342
130,319	71,599	1,016,773	93,218
-	-	493,102	-
1,653,115	24,232	5,351,955	1,896,853
1,791,972	100,119	7,816,724	2,251,413
53,372	-	1,540,178	-
-	-	41,252,374	-
2,206,767	-	27,046,304	-
89,143	96,928	658,605	144,891
-	-	-	5,056,038
608,000	-	608,000	-
212,500	-	2,258,447	-
3,169,782	96,928	73,363,908	5,200,929
4,961,754	197,047	81,180,632	7,452,342
595,559	3,986,200	125,466,945	1,762,592
53,372	-	1,540,178	-
2,840,885	-	28,957,354	-
3,857,040	578,099	42,246,439	4,607,408
$ 7,346,856	$ 4,564,299	198,210,916	$ 6,370,000
		2,423,381	
		$ 200,634,297	

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

City of Las Cruces

Statement of Revenues, Expenses and Changes in Fund Net Assets

Proprietary Funds

For the Year Ended June 30, 2009

	Gas	Water	Waste Water
Operating Revenues			
Sales/charges	$ 21,407,966	$ 12,728,241	$ 10,642,521
Provision for uncollectible accounts	(410,953)	(166,157)	(147,813)
Net sales/charges	20,997,013	12,562,084	10,494,708
Utility extension/service fee	177,621	104,796	-
Rentals	-	12,495	-
Other	2,705,456	502,153	298,217
Total operating revenues	23,880,090	13,181,528	10,792,925
Operating Expenses			
Personnel services	3,591,805	2,491,493	2,564,807
Cost of gas purchased	13,647,130	-	-
Supplies	241,782	442,910	608,064
Utilities	27,767	1,784,093	746,673
Professional services	444,064	1,884,837	711,625
Motor pool charges	-	-	-
Motor fuel	-	-	-
Repairs and maintenance	909,825	990,493	552,259
Rent	5,696	25,825	11,725
Depreciation and amortization	1,877,364	2,018,618	2,430,031
Payment in lieu of taxes	550,380	424,454	390,091
Administrative charges from other funds	526,637	532,129	505,032
Customer service	3,017,541	1,757,602	723,253
Accrued post closure costs	-	-	-
Claims and judgments	-	-	-
Insurance	151,060	88,235	50,420
Other	45,536	110,549	9,338
Total operating expenses	25,036,587	12,551,238	9,303,318
Operating income (loss)	(1,156,497)	630,290	1,489,607
Nonoperating Revenues (Expenses)			
Gain on sale of capital assets	9,119	8,488	-
Investment income	281,364	467,082	525,132
Grants and contributions	333,176	1,967,973	2,382,453
Interest expense	(26,118)	(2,131,025)	(1,474,886)
Total nonoperating revenue (expense)	597,541	312,518	1,432,699
Income (loss) before transfers	(558,956)	942,808	2,922,306

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

Enterprise Funds			
Solid Waste	Other Enterprise Funds	Totals	Internal Service Funds
$ 10,386,120	$ 402,715	$ 55,567,563	$ 10,948,053
(153,368)	-	(878,291)	-
10,232,752	402,715	54,689,272	10,948,053
-	-	282,417	-
11,981	-	24,476	781,542
22,495	17,729	3,546,050	-
10,267,228	420,444	58,542,215	11,729,595
2,715,998	2,689,761	14,053,864	3,530,859
-	-	13,647,130	-
382,009	87,241	1,762,006	3,080,831
25,075	40,081	2,623,689	346,055
2,659,583	122,744	5,822,853	665,228
-	433,815	433,815	22,007
-	259,245	259,245	-
1,366,404	117,886	3,936,867	603,441
52,950	-	96,196	204,666
668,866	498,450	7,493,329	574,954
231,636	-	1,596,561	-
220,211	-	1,784,009	-
1,489,943	-	6,988,339	-
477,713	-	477,713	-
-	-	-	3,082,250
103,605	23,300	416,620	119,873
8,743	5,000	179,166	30,928
10,402,736	4,277,523	61,571,402	12,261,092
(135,508)	(3,857,079)	(3,029,187)	(531,497)
16,875	-	34,482	-
167,968	-	1,441,546	265,076
-	2,789,487	7,473,089	-
(125,394)	-	(3,757,423)	-
59,449	2,789,487	5,191,694	265,076
(76,059)	(1,067,592)	2,162,507	(266,421)

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

City of Las Cruces

Statement of Revenues, Expenses and Changes in Fund Net Assets

Proprietary Funds

For the Year Ended June 30, 2009

	Gas	Water	Waste Water
Transfers			
Transfers in	-	420,582	1,116,360
Transfers out	(54,400)	(672,793)	(420,582)
Change in fund net assets	(613,356)	690,597	3,618,084
Fund net assets, beginning of year	39,909,331	69,849,033	72,846,072
Fund net assets, end of year	$ 39,295,975	$ 70,539,630	$ 76,464,156

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

Change in net assets of business-type activities

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

continued

Enterprise Funds			
Solid Waste	Other Enterprise Funds	Totals	Internal Service Funds
1,000,000	2,630,152	5,167,094	709,552
-	(15,500)	(1,163,275)	(3,978)
923,941	1,547,060	6,166,326	439,153
6,422,915	3,017,239	192,044,590	5,930,847
$ 7,346,856	$ 4,564,299		$ 6,370,000
		53,196	
		$ 6,219,522	

City of Las Cruces
Statement of Cash Flows—*Proprietary Funds*
For the Year Ended June 30, 2009

	Gas	Water	Waste Water
Cash flows from operating activities			
Cash received from customers (including other funds)	$ 21,872,672	$ 12,691,813	$ 10,406,377
Cash paid to suppliers	(20,187,428)	(8,345,186)	(5,698,079)
Cash paid to employees	(3,628,669)	(2,781,217)	(2,743,935)
Claims paid	-	-	-
Other receipts	2,705,456	502,153	298,217
Net cash provided (used) by operating activities	762,031	2,067,563	2,262,580
Cash flows from noncapital financing activities			
Grants and contributions	333,176	1,967,973	2,624,591
Transfers in	-	420,582	1,116,360
Transfers out	(54,400)	(672,793)	(420,582)
Loans for development impact fees	-	237,157	96,544
Advance to other funds	(947,500)	2,045,947	(1,310,947)
Net cash provided (used) by noncapital financing activities	(668,724)	3,998,866	2,105,966
Cash flows from capital and related financing activities			
Purchase of capital assets	(2,082,766)	(10,247,499)	(11,498,790)
Proceeds from sale of capital assets	-	8,488	-
Acquisition of other assets	-	-	(36,353)
Proceeds from revenue bonds and notes payable	-	-	-
Principal paid: revenue bonds/lease purchase/advances	-	(3,282,547)	(2,221,311)
Interest paid: revenue bonds/lease purchase/advances	(26,118)	(2,131,025)	(1,474,886)
Net cash provided (used) by capital and related financing activities	(2,108,884)	(15,652,583)	(15,231,340)
Cash flows from investing activities			
Interest received	281,364	467,082	525,132
Net cash provided by investing activities	281,364	467,082	525,132
Net increase (decrease) in pooled cash and investments	(1,734,213)	(9,119,072)	(10,337,662)
Cash and investments, beginning of year	10,458,753	37,373,419	33,909,051
Cash and investments, end of year	$ 8,724,540	$ 28,254,347	$ 23,571,389

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

Enterprise Funds			
Solid Waste	Other Enterprise Funds	Totals	Internal Service Funds
$ 10,101,693	$ 403,069	$ 55,475,624	$ 13,822,280
(7,927,871)	(1,229,279)	(43,387,843)	(7,770,141)
(2,720,038)	(2,662,799)	(14,536,658)	(3,433,492)
-	-	-	(2,513,467)
22,495	17,729	3,546,050	-
(523,721)	(3,471,280)	1,097,173	105,180
-	2,908,783	7,834,523	-
1,000,000	2,630,152	5,167,094	709,552
-	(15,500)	(1,163,275)	(3,978)
-	-	333,701	-
-	-	(212,500)	-
1,000,000	5,523,435	11,959,543	705,574
(638,583)	(1,832,107)	(26,299,745)	(420,304)
16,875	-	25,363	-
-	-	(36,353)	-
1,610,060	-	1,610,060	-
(139,932)	-	(5,643,790)	-
(125,394)	-	(3,757,423)	-
723,026	(1,832,107)	(34,101,888)	(420,304)
167,968	-	1,441,546	265,076
167,968	-	1,441,546	265,076
1,367,273	220,048	(19,603,626)	655,526
6,911,210	481,618	89,134,051	10,802,287
$ 8,278,483	$ 701,666	$ 69,530,425	$ 11,457,813

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

City of Las Cruces
Statement of Cash Flows—*Proprietary Funds*
For the Year Ended June 30, 2009

	Gas	Water	Waste Water
Reconciliation of operating income (loss) to net cash provided (used) by operating activities			
Operating income (loss)	$ (1,156,497)	$ 630,290	$ 1,489,607
Adjustments to reconcile operating income to net cash provided by operating activities			
Depreciation and amortization	1,877,364	2,018,618	2,430,031
Provision for uncollectible accounts	410,953	166,157	147,813
Decrease in estimated landfill postclosure costs	-	-	-
Change in assets and liabilities			
Accounts receivable	242,514	13,283	(96,611)
Inventories	70,716	(10,512)	6,054
Due from other governmental agencies	-	89	-
Accounts and contracts payable	(690,726)	(459,793)	(1,543,466)
Estimated liability for insurance claims	-	-	-
Wages payable and accrued liabilities	(36,864)	(302,724)	(179,128)
Deferred revenue	44,628	13,000	-
Customer deposits	(57)	(845)	8,280
Total adjustments	1,918,528	1,437,273	772,973
Net cash provided (used) by operating activities	$ 762,031	$ 2,067,563	$ 2,262,580
Cash and investments at June 30 consisted of:			
Current assets			
Cash and investments	$ 8,191,580	$ 8,938,860	$ 15,816,561
Noncurrent assets			
Restricted cash and investments	532,960	19,315,487	7,754,828
Total cash and investments, June 30	$ 8,724,540	$ 28,254,347	$ 23,571,389

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

continued

Enterprise Funds			
Solid Waste	Other Enterprise Funds	Totals	Internal Service Funds
$ (135,508)	$ (3,857,079)	$ (3,029,187)	$ (531,497)
668,866	498,450	7,493,329	574,954
153,368	-	878,291	-
(1,032,231)	-	(1,032,231)	-
(146,919)	354	12,621	(3,835)
-	-	66,258	114,144
212,500	-	212,589	20,288
(243,636)	(139,966)	(3,077,587)	(563,251)
-	-	-	568,783
(4,040)	26,961	(495,795)	(74,406)
-	-	57,628	-
3,879	-	11,257	-
(388,213)	385,799	4,126,360	636,677
$ (523,721)	$ (3,471,280)	$ 1,097,173	$ 105,180
$ 5,384,226	$ 701,666	$ 39,032,893	$ 11,457,813
2,894,257	-	30,497,532	-
$ 8,278,483	$ 701,666	$ 69,530,425	$ 11,457,813

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

City of Las Cruces

Statement of Fiduciary Assets and Liabilities

Agency Funds

June 30, 2009

Assets	
Pooled cash and investments	$ 6,142,382
Accounts receivable	6,454
Due from other governments	264,683
Total assets	$ 6,413,519
Liabilities	
Due to fiscal agent	$ 35,833
Accounts and contracts payable	124,122
Accrued wages payable	184,056
Funds held for others	6,069,508
Total liabilities	$ 6,413,519

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

City of Las Cruces
Notes to Basic Financial Statements
June 30, 2009

1) Description and Reporting Entity

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

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

Component Unit	Included in the Reporting Entity Because:	Separate Financial Statements
City of Las Cruces Public Housing Authority (PHA)	City appoints and may remove the Board, which allows the City to impose its will.	Available at PHA offices at 926 S. San Pedro, Las Cruces, New Mexico 88001
South Central Solid Waste Authority (SCSWA)	In accordance with the joint powers agreement (JPA), SCSWA revenues are the primary source of debt service for City bonds issued to construct a regional landfill and transfer station.	Separate financial statements are available for SCSWA at 200 N. Church St., Las Cruces, New Mexico 88001.
Tax Increment Development District (TIDD)	The Board members for the TIDD are also the board members for the City of Las Cruces, which allows the City to impose its will.	Separate financial statements are available for TIDD at 200 N. Church St., Las Cruces, New Mexico 88001.

PHA and SCSWA are reported as discrete component units in the accompanying financial statements. The TIDD is reported as a blended component unit in the accompanying financial statements.

2) Basis of Presentation, Basis of Accounting

Basis of Presentation

Government-Wide Statements—The statement of net assets and the statement of activities display information about the primary government (the "City") and its component units. These statements include the financial activities of the overall government, except for

2) Basis of Presentation, Basis of Accounting — continued

Basis of Presentation — continued

fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish between the governmental and business-type activities of the City. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

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

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

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

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

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

The City reports the following as major governmental funds:

- The general fund is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

2) Basis of Presentation, Basis of Accounting — continued

Basis of Presentation — continued

- The Las Cruces Convention Center fund accounts for the receipt of the convention center fees paid to support the debt service payments for the convention center.
- The 2005 gross receipts tax city hall fund accounts for the resources accumulated and payments made for the construction of the new city hall.
- The Sonoma Ranch fund accounts for the reimbursements from local developers to the City for debt service on special roadway/utility projects.

The City reports the following major enterprise funds:

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

The City also reports the following fund types:

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

2) Basis of Presentation, Basis of Accounting — continued

Measurement Focus, Basis of Accounting

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

Nonexchange transactions, in which the City gives (or receives) value without directly receiving (or giving) equal value in exchange, include gross receipts and property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenues from gross receipts taxes are recognized when the underlying transaction takes place. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

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

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

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements. Actual results could differ from those estimates.

2) Basis of Presentation, Basis of Accounting — continued

Fair Value of Financial Instruments

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

Assets, Liabilities and Equity

Cash Equivalents and Investments

The City pools idle cash from all funds for the purpose of increasing income through investment activities. A "Pooled Cash" concept is used in maintaining the cash and investment accounts in the accounting records. Under this method, all cash is pooled for investment purposes and each fund has equity in the pooled amount. All amounts included in pooled cash and investments with an original maturity of 90 days or less are considered to be cash equivalents for the purposes of the statement of cash flows.

Investments are stated at fair value.

Restricted Cash and Investments

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

Receivables

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

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

2) Basis of Presentation, Basis of Accounting — continued

Assets, Liabilities and Equity — continued

Inventories and Prepaid Items

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

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

Capital Assets

Capital assets are defined as assets with an initial individual cost or fair value of more than $5,000 and an estimated useful life in excess of one year. Purchased and constructed capital assets are reported at cost or estimated historical cost. Donated capital assets are recorded at their estimated fair value at the date of donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Major general infrastructure assets acquired prior to July 1, 2001, are the road network and the flood control network. The City has retroactively reported all major general infrastructure in the financial statements as of June 30, 2008.

The initial purchase of software meeting the City's capital asset definition is capitalized; however, periodic costs for software upgrades are not capitalized due to the rapid change in technology.

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

Construction period interest on the City's proprietary fund capital projects is not capitalized due to the nature of the projects, which may not be continuous in nature and there may be lapses in the construction period.

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

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

2) Basis of Presentation, Basis of Accounting — continued

Assets, Liabilities and Equity — continued

Compensated Absences

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

Pollution Remediation

The City has elected to implement the provisions of Government Accounting Standards Board Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation,* obligations. Accordingly, liabilities are accrued in government-wide and proprietary fund financial statements when certain obligating events occur. Accrued pollution remediation costs are expensed unless they meet the criteria for capitalization in GASB Statement No. 49.

Budgets

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

New Mexico State law prohibits a municipality from making an expenditure in excess of approved appropriations. If a fund is not overspent, it is in compliance with state law. The budget may be amended by the City Council; however, DFA approval must be obtained on budget increases and budget transfers between funds. The 2007/2008 budget has been legally amended.

New Accounting Pronouncements

The following accounting pronouncements have been recently issued, but not yet adopted by the City. Management anticipates that, upon adoption by the City, none of these statements will have a significant impact on the City's financial position or results of operations.

2) Basis of Presentation, Basis of Accounting — continued

New Accounting Pronouncements — continued

GASB 51, *Accounting and Financial Reporting for Intangible Assets*, requires that all intangible assets not specifically excluded by its scope provisions be classified as capital assets. The statement also provides authoritative guidance on the nature of these intangible assets. The requirements of this statement are effective for financial statements for periods beginning after June 15, 2009. The provisions of this Statement generally are required to be applied retroactively.

GASB 53, *Accounting and Financial Reporting for Derivative Instruments*, requires governments measure most derivative instruments at fair value in their financial statements and provides specific criteria that governments will use to determine whether a derivative instrument will result in an effective hedge. The statement also provides guidance of disclosures to provide a summary of the derivative instrument activity and objectives for derivative instruments, their significant terms, and the associated risks. The requirements of this statement are effective for financial statements for periods beginning after June 15, 2009, with earlier application encouraged.

3) Cash and Investments

Cash and investments of the City and South Central Solid Waste Authority (SCSWA) are pooled, except for restricted funds generally held by outside custodians and certain special revenue, debt service reserve, and capital projects funds. The pooled investment account is not reported as a trust and agency fund. Each fund's equity in the pooled account is included in cash and investments on its balance sheet or statement of net assets. Cash and investments of the city and SCSWA at June 30, 2009, were:

Cash and investments	
Governmental activities	$ 74,475,374
Business-type activities	42,364,901
Total primary government	116,840,275
South Central Solid Waste Authority	7,122,270
Restricted cash and investments	
Governmental activities - restricted cash and investments	39,163,715
Business-type activities - restricted cash and investments	30,497,532
Total primary government	69,661,247
Fiduciary fund	6,142,382
South Central Solid Waste Authority	1,949,641
Total cash and investments	$ 201,715,815

These cash and investments were comprised of the following:

	Pooled Cash & Investments	Other Cash & Investments	Total
Bank deposits	$ (3,805,499)	$ 213,906	$ (3,591,593)
Investments	110,719,136	94,227,419	204,946,555
Cash with fiscal agent	-	39,656	39,656
Cash on hand	-	7,635	7,635
Accrued interest	313,562	-	313,562
Total cash and investments	$ 107,227,199	$ 94,488,616	$ 201,715,815

Bank Balance of Deposits

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The City's investment

3) Cash and Investments — continued

Bank Balance of Deposits
ordinance requires collateralization of 50% of the uninsured portion of the City's deposits with financial institutions. Securities pledged by financial institutions are accepted at market value, except obligations of the state of New Mexico and its subdivisions, which are accepted at par value. As of June 30, 2009, the City's deposits, totaling $375,766, was 100% insured by FDIC, and thus was not exposed to custodial credit risk.

Investments
The City's investment policy allows investment in: a) U.S. Treasury obligations; b) U.S. government agency and instrumentality obligations; c) repurchase agreements whose underlying securities and/or collateral consist of allowed investments described in (a) or (b) above; d) commercial paper rated not less than A-1, P-1, F-1, or equivalent by a nationally recognized rating agency; e) pooled funds maintained by the State Treasurer; and f) mutual funds whose portfolios consist solely of allowed investments. In addition, the City may invest money identified as long-term in the pools of the New Mexico State Investment Council subject to annual review and approval by the City Council.

Also, the City may invest money identified as long-term in the pools of the New Mexico State Investment Council (SIC) subject to annual review and approval by the City Council. The SIC is a component unit of the primary government of the State of New Mexico. Fair value of the City's position in the SIC pools is the same as the value of the pool shares.

As of June 30, 2009, the City had the following investments:

Investment Type	Fair Value	Weighted Avg Maturity (Yrs)
Pooled Investments		
Money market funds	$ 13,870,209	0.08
Commercial paper	6,986,440	0.19
U.S. agency discount notes	70,529,770	0.42
U.S. agency coupon bonds	3,014,700	1.81
Collateralized mortgage obligations	3,160,887	0.92
U.S. Treasury notes	13,157,130	0.51
Total pooled investments	110,719,136	0.43
Telshor Facility Fund		
Money market funds	124,072	0.02
U.S. agency discount notes	11,084,700	0.41
Subtotal fixed income investments	11,208,772	0.40
External investment equity pool	9,049,519	N/A
Total Telshor Facility Fund	20,258,291	

3) Cash and Investments — continued

Investments — continued

Investment Type	Fair Value	Weighted Avg Maturity (Yrs)
Debt Service Fund		
Money market funds	3,899,416	0.13
U.S. Treasury strips	502,788	1.87
U.S. Treasury bonds	777,083	6.88
Total Debt Service Fund	5,179,287	1.32
2005 GRT City Hall Fund		
Money market funds	655,607	0.13
Convention Century Project Funds		
Money market funds	25,199,028	0.13
Nonmajor Capital Projects Funds		
Money market funds	13,213,246	0.13
Water and Wastewater Funds		
Money market funds	24,355,429	0.13
U.S. Treasury bond	1,751,079	0.77
Flexible repurchase agreements	878,450	0.92
Total Water and Wastewater Funds	26,984,958	0.77
Solid Waste fund		
Money market funds	1,714,041	0.13
U.S. Treasury notes	1,022,961	0.79
Total Solid Waste Funds	2,737,002	0.38
Total investments	$ 204,946,555	

Interest Rate Risk. The City's general investment policy is to apply the prudent investor rule to manage its exposure to declines in fair value. One of the ways that the City manages its exposure to interest rate risk is by purchasing a combination of relatively shorter term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations.

Credit Risk. The City's investment policy lists the criteria for selecting investments and the order of priority as follows: 1) safety; 2) liquidity; and 3) yield. As of June 30, 2009, the City's investments in the senior unsecured debt and short-term discount notes of U.S. agencies were rated AAA and A-1+, respectively, by Standard & Poor's and Aaa and P-1

3) Cash and Investments — continued

Investments — continued

by Moody's Investors Service. Mortgage-backed securities issued by U.S. agencies were rated AAA by Standard & Poor's and Aaa by Moody's. Positions in commercial paper were rated P-1 by Moody's and A-1 or A-1+ by Standard & Poor's. The City's money market fund investments were rated AAAm by Standard & Poor's and/or Aaa by Moody's. The external investment pools of the NM State Investment Council are not rated.

The City invests in the New Mexico State Treasurer's Local Government Investment Pool (LGIP). LGIP operates as a money market fund, maintaining a $1.00 per share net asset value. On September 16, 2008 LGIP held investments in the Reserve Primary Fund, which was downgraded from "AAA" to "D." The amounts and timing of future distributions from the Reserve Primary Fund are uncertain. LGIP provided for its potential loss in that Fund by transferring proportionate amounts of the City's investments in LGIP as of September 16, 2008 to a Reserve Contingency Fund, a non-performing fund that represents claims against future distributions of principal from the Reserve Primary Fund. As of June 30, 2009, $734,328 of the City's investments in LGIP was in the Reserve Contingency Fund and was written down to a fair value of $0.00. On October 7, 2009, the City recovered $138,668 of the amount written off for fiscal year 2009.

The City requires the balance in flexible repurchase agreements to be collateralized at 104% for direct obligations of the U.S. Government or the Government National Mortgage Association and at 105% for other U.S. agency obligations.

Custodial Credit Risk. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's investment policy requires that securities held in street name with a broker or dealer be insured, and that all other securities be held by the City or a third-party safekeeping financial institution acting as trustee for the City. As of June 30, 2009, all of the City's securities are held by a third-party financial institution in the City's name.

Concentration of Credit Risk. The City's formal investment policy places no limit on the amount the City may invest in any one issuer. As of June 30, 2009, 25% of the City's investment pool was in Federal Home Loan Bank (FHLB), 27% in Federal Home Loan Mortgage Corporation (FHLMC), and 17% in Federal National Mortgage Association (FNMA). Of the Telshor Facility Fund portfolio, 23% was in FHLMC, 10% in FHLB, and 22% in FNMA.

4) Capital Assets

Primary Government

Capital asset activity for the City's primary government for the year ended June 30, 2009, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities				
Capital assets not being depreciated				
Land and land rights	$ 13,386,419	$ -	$ -	$ 13,386,419
Land improvements	19,137,374	-	-	19,137,374
Construction in progress	1,184,256	24,667,372	-	25,851,628
Total capital assets not being depreciated	33,708,049	24,667,372	-	58,375,421
Other capital assets				
Buildings and building improvements	46,074,850	3,612,217	(34,112)	49,652,955
Leasehold improvements	3,124,131	-	-	3,124,131
Airport runways	11,749,939	-	-	11,749,939
Park improvements	11,752,765	4,805,959	-	16,558,724
Machinery and equipment	34,799,097	3,259,624	(1,537,819)	36,520,902
Roads network	248,410,229	17,579,709	(112,872)	265,877,066
Flood control network	20,200,344	3,693,878	(10,928)	23,883,294
Total other capital assets at cost	376,111,355	32,951,387	(1,695,731)	407,367,011
Less accumulated depreciation for				
Buildings and building improvements	(13,972,723)	(1,390,298)	-	(15,363,021)
Leasehold improvements	(991,475)	(90,018)	-	(1,081,493)
Airport runway	(4,762,381)	(376,041)	-	(5,138,422)
Park improvements	(1,000,988)	(398,523)	-	(1,399,511)
Machinery and equipment	(23,722,750)	(3,342,853)	1,405,864	(25,659,739)
Roads network	(105,212,278)	(7,895,732)	-	(113,108,010)
Flood control network	(5,104,609)	(556,539)	-	(5,661,148)
Total accumulated depreciation	(154,767,204)	(14,050,004)	1,405,864	(167,411,344)
Total other capital assets at historic cost, net	221,344,151	18,901,383	(289,867)	239,955,667
Governmental activities capital assets, net	$ 255,052,200	$ 43,568,755	$ (289,867)	$ 298,331,088

4) Capital Assets — continued

Primary Government — continued

	Beginning Balance	Increases	Decreases	Ending Balance
Business type activities				
Capital assets not being depreciated				
Land and land rights	$ 5,498,539	$ 61,080	$ -	$ 5,559,619
Construction in progress	2,192,101	11,432,482	(6,313)	13,618,270
Total capital assets not being depreciated	7,690,640	11,493,562	(6,313)	19,177,889
Other capital assets				
Buildings and building improvements	4,543,302	-	-	4,543,302
Land improvements	77,703	18,952	-	96,655
Distribution and collection system	64,914,211	3,145,842	-	68,060,053
Utilities transmission	171,468,638	9,304,756	(872,916)	179,900,478
Machinery and equipment	29,236,964	2,762,935	(4,857,979)	27,141,920
Total other capital assets at cost	270,240,818	15,232,485	(5,730,895)	279,742,408
Less accumulated depreciation for				
Buildings and building improvements	(2,462,382)	(194,500)	-	(2,656,882)
Land improvements	(33,663)	(4,487)	-	(38,150)
Distribution and collection system	(27,082,978)	(1,330,857)	-	(28,413,835)
Utilities transmission	(47,468,265)	(4,286,251)	793,931	(50,960,585)
Machinery and equipment	(21,017,699)	(1,959,527)	4,670,518	(18,306,708)
Total accumulated depreciation	(98,064,987)	(7,775,622)	5,464,449	(100,376,160)
Total other capital assets at cost, net	172,175,831	7,456,863	(266,446)	179,366,248
Business type activities capital assets, net	$ 179,866,471	$ 18,950,425	$ (272,759)	$ 198,544,137

Certain amounts in the prior year financial statements footnotes have been reclassified to conform to current year presentation.

4) Capital Assets — continued

Primary Government — continued

Depreciation expense was charged to functions as follows:

	Governmental Activities	Business-Type Activities
General government	$ 313,823	$ -
Facilities	853,655	-
Police	1,167,306	-
Fire	650,294	-
Community development	30,588	-
Public services	1,272,619	-
Public works	9,469,058	-
Gas	-	1,877,364
Water	-	2,018,618
Waste water	-	2,430,031
Solid waste	-	668,867
Other	-	498,449
In addition, depreciation on capital assets held by the City's internal service funds is charged to the various functions based on their usage of the assets	292,661	282,293
Total depreciation expense	$ 14,050,004	$ 7,775,622

4) Capital Assets — continued

Component Units

Capital asset activity for the Housing Authority for the year ended June 30, 2009, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets not being depreciated				
Land	$ 4,542,935	$ 306,964	$ (45,027)	$ 4,804,872
Construction in progress	114,422	435,153	-	549,575
Total capital assets not being depreciated	4,657,357	742,117	(45,027)	5,354,447
Other capital assets				
Site improvements	4,795,509	103,265	(53,195)	4,845,579
Structures and improvements	25,171,880	161,998	(456,539)	24,877,339
Equipment	973,494	7,211	(75,273)	905,432
Total other capital assets at cost	30,940,883	272,474	(585,007)	30,628,350
Less accumulated depreciation for				
Site improvements	(2,011,371)	(138,583)	89,013	(2,060,941)
Structures	(6,823,846)	(870,843)	83,547	(7,611,142)
Equipment	(322,679)	(19,978)	-	(342,657)
Total accumulated depreciation	(9,157,896)	(1,029,404)	172,560	(10,014,740)
Total other capital assets at cost, net	21,782,987	(756,930)	(412,447)	20,613,610
Total capital assets, net	$ 26,440,344	$ (14,813)	$ (457,474)	$ 25,968,057

4) Capital Assets — continued

Component Units — continued

Capital asset activity for SCSWA for the year ended June 30, 2009, was as follows:

	Beginning Balance	Increases	Ending Balance
Capital assets not being depreciated			
Land	$ 807,276	$ -	$ 807,276
Landfill cell/site - construction in progress	1,805,235	125,538	1,930,773
Total capital assets not being depreciated	2,612,511	125,538	2,738,049
Other capital assets			
Buildings	4,133,043	108,205	4,241,248
Equipment	4,969,912	1,171,882	6,141,794
Infrastructure	1,056,988	-	1,056,988
Landfill cell/site	4,523,315	-	4,523,315
Total other capital assets at cost	14,683,258	1,280,087	15,963,345
Less accumulated depreciation for			
Buildings	1,542,536	152,110	1,694,646
Equipment	3,179,641	653,274	3,832,915
Landfill cell/site	4,086,660	94,082	4,180,742
Infrastructure	290,672	26,425	317,097
Total accumulated depreciation	9,099,509	925,891	10,025,400
Total other capital assets at cost, net	5,583,749	354,196	5,937,945
Total capital assets, net	$ 8,196,260	$ 479,734	$ 8,675,994

5) Receivables and Payables

Governmental activities receivables are as follows at June 30, 2009:

	General Fund	Sonoma Ranch	2005 Gross Receipts Tax-City Hall	Las Cruces Convention Center	Other Governmental Funds	Internal Service Funds	Total Governmental Activities
Accounts	$ 478,796	$ -	$ -	$ -	$ 884,709	$ 28,892	$ 1,392,397
Dockets	6,028,322	-	-	-	-	-	6,028,322
Interest	-	-	687	-	7,488	-	8,175
Contracts	-	-	-	-	1,060,170	-	1,060,170
Special assessments	-	7,891,641	-	-	845,802	-	8,737,443
Less: allowance for doubtful accounts	(5,760,000)	-	-	-	-	-	(5,760,000)
Total governmental receivables	$ 747,118	$ 7,891,641	$ 687	$ -	$ 2,798,169	$ 28,892	$ 11,466,507

5) Receivables and Payables — continued

Special assessments receivables represent amounts due from local developers to reimburse the City for the construction of subdivisions or other improvements for residential development. Though a majority of special assessments are not scheduled for collections within the next fiscal year, the amounts are expected to be fully collected.

Business-type activities receivables are as follows at June 30, 2009:

	Accounts Receivable	Allowance for Doubtful Accounts	Accounts Receivable, Net
Gas	$ 3,421,714	$(1,040,980)	$ 2,380,734
Water	1,716,645	(523,750)	1,192,895
Wastewater	1,257,153	(459,416)	797,737
Solid waste	1,332,330	(463,358)	868,972
Other enterprise funds	4,882	-	4,882
Internal service funds	20,284	-	20,284
Total business-type activities receivables	$ 7,753,008	$(2,487,504)	$ 5,265,504

Governmental activities accounts and contracts payable and accrued liabilities at June 30, 2009, were as follows:

	Vendors	Salaries and Benefits	Total Accounts Payables and Accrued Liabilities
General Fund	$ 2,419,840	$ 2,029,983	$ 4,449,823
2005 Gross Receipts Tax-City Hall	1,761	-	1,761
Las Cruces Convention Center	92,650	-	92,650
Other governmental	3,295,141	303,673	3,598,814
Internal service funds	165,501	48,476	213,977
Total governmental activities payables and accrued liabilities	$ 5,974,893	$ 2,382,132	$ 8,357,025

5) Receivables and Payables — continued

Business-type activities accounts and contracts payable and accrued liabilities at June 30, 2009, were as follows:

	Vendors	Salaries and Benefits	Accrued Interest	Taxes Payable	Total Accounts Payables and Accrued Liabilities
Business-type activities					
Gas	$ 496,658	$ 125,057	$ -	$ 49,972	$ 671,687
Water	378,120	107,362	184,698	68,233	738,413
Wastewater	67,290	107,840	135,008	36,685	346,823
Solid waste	8,538	73,685	14,387	42,247	138,857
Other enterprise funds	4,288	68,762	-	2,837	75,887
Internal service funds	95,873	44,476	-	-	140,349
Total business-type activities payables and accrued liabilities	$ 1,050,767	$ 527,182	$ 334,093	$ 199,974	$ 2,112,016

6) Risk Management

The City is exposed to various risks of loss related to torts and civil rights claims (including law enforcement and employment related exposures); theft, damage and destruction of its real and personal assets; workers' compensation losses; errors and omissions of City officers and officials; and natural disasters. The City uses the insurance fund (an internal service fund) to account for and finance its uninsured risks of loss. At various periods in past years, certain risk exposures were insured and the City continues to benefit from case coverage on claims that were incurred during those claim years.

The insurance fund tracks claims on a fund by fund basis and assesses charges to each fund based on historical claims experience and the need to establish a reserve for unanticipated catastrophic losses. The claims liabilities reported in the insurance fund are based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

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

6) Risk Management — continued

Self-insurance premiums and program costs (claims, fees, and transfers to other funds, less reimbursed expenses) were:

	2009	2008
Health program costs	$ 58,814	$ 35,976
Workers' compensation premiums	(3,106,599)	(2,262,939)
Workers' compensation program costs	2,313,978	2,156,630
Liability insurance premiums	(1,019,751)	(1,136,836)
Liability program costs	1,187,645	1,184,940
Unemployment insurance premiums	(160,272)	(60,000)
Unemployment program costs	116,357	50,260
Judgments insurance premiums	(400,000)	(400,000)
Judgments program costs	484,813	142,495
Total premiums	$ (4,686,622)	$ (3,859,775)
Total program costs	$ 4,161,607	$ 3,570,301

Changes in the insurance fund's claims liabilities were:

	2009	2008
Claims liabilities, beginning of year	$ 6,349,019	$ 5,828,491
Current year claims and changes in estimates	4,161,607	3,570,301
Payment of claims liabilities	(3,592,824)	(3,049,773)
Claims liabilities, end of year	$ 6,917,802	$ 6,349,019

7) Long–Term Liabilities

Primary Government

Changes in long-term liabilities are as follows:

	Primary Government				
	Beginning Balance	Increases	Decreases	Ending Balance	Amount Due Within One Year
Governmental activities					
Sales tax revenue bonds	$ 54,125,000	$ -	$ (5,175,000)	$ 48,950,000	$ 4,805,000
Unamortized discount/ premiums on bonds/notes	208,925	185,715	(47,961)	346,679	47,961
Notes payable	42,333,919	9,563,719	(2,894,187)	49,003,451	2,749,567
Capital lease	554,258	-	(229,349)	324,909	243,087
Pollution remediation obligation see (Note 10)	6,890,106	-	-	6,890,106	-
Claims and judgments	4,612,577	470,812	-	5,083,389	1,367,699
Compensated absences	3,007,509	3,554,641	(3,602,703)	2,959,447	591,426
	111,732,294	13,774,887	(11,949,200)	113,557,981	9,804,740
Business-type activities					
Utility revenue bonds	50,200,000	17,575,000	(23,140,000)	44,635,000	3,410,000
Unamortized discount/premium on utility revenue bonds	(99,490)	175,471	(48,606)	27,375	-
Capital leases	74,147	-	(9,000)	65,147	65,147
Claims and judgments	1,601,951	232,267	-	1,834,218	493,876
Notes payable	26,069,790	1,708,755	(292,080)	27,486,465	440,159
Estimated post closure costs	2,912,231	-	(1,032,231)	1,880,000	1,272,000
Compensated absences	1,003,383	1,062,507	(1,154,443)	911,447	181,843
	81,762,012	20,754,000	(25,676,360)	76,839,652	5,863,025
Total long-term liabilities	$ 193,494,306	$ 34,528,887	$(37,625,560)	$ 190,397,633	$ 15,667,765

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

Description of Bonds

Gross Receipts Tax and Gasoline Tax Revenue Bonds—In 1999, the City issued the Gross Receipts Tax Revenue Bonds, Series A, for street projects and to refund 1991 Sales Tax Revenue Bonds (for interest savings). The City also issued Gross Receipts Tax Revenue Bonds, Series B, for flood control projects. These bonds are secured by a pledge of certain future gross receipts tax through maturity. For the current year, such pledged revenues totaled $12.3 million while principal and interest paid were $1,350,000 and $272,295 for Series A and $510,000 and $171,695 for Series B, respectively.

7) Long–Term Liabilities — continued

Description of Bonds — continued

In 2000, Gasoline Tax Revenue Bonds, Series A, were issued to fund various street projects. The bonds are payable from gasoline tax revenues distributed monthly by the State of New Mexico to the City and are secured by such revenues through maturity. Such revenues totaled $1,500,597 in 2009. Principal and interest paid on the bonds for the current year were $345,000 and $176,398.

Gross Receipts Tax Refunding and Improvement Revenue Bonds, Series 2003, were issued to fund facilities and park improvement projects, acquire street lighting systems, and refinance the outstanding Gross Receipts Tax Refunding Revenue Bond, series 1992. These bonds are secured through maturity by state shared gross receipts tax revenues. Such revenues were $30.8 million in 2009. For the current year, principal and interest paid on the bonds were $1,115,000 and 253,860, respectively.

In 2004, the City issued the South Central Solid Waste Authority Environmental Gross Receipts Tax/Project Revenue Bonds with the purpose of refunding the outstanding 1995 Series. The bond is payable from and secured through maturity by a portion of the Authority net revenues which totaled $1.5 million in 2009. The bond issue is secondarily secured by the environmental gross receipts tax of the City. For the current year, such pledged revenues totaled $1,519,556 while principal and interest paid were $640,000 and $198,766.

Gross Receipts Tax Revenue Bonds, Series 2005, were issued to fund public parks and recreational facilities, improve streets, acquire public buildings, construct and furnish public buildings, and fund the environmental remediation of public property. These bonds are secured by certain gross receipts tax revenues through maturity. Such revenues were $6,075,852 in 2009. For the current year, principal and interest paid on the bonds were $1,215,000 and $1,307,005, respectively.

7) Long–Term Liabilities — continued

Description of Bonds — continued

Bonds payable are summarized as follows:

Type	Purpose	Date	Original Due	Issue	Balance Outstanding	Rates
Gross receipts tax revenue	Street projects and refunding	07/15/99	2014	$ 10,075,000	$ 4,085,000	4.25–5.05
Gross receipts tax revenue	Flood control	07/15/99	2014	7,040,000	2,955,000	4.25–5.0
Gasoline tax revenue	Street projects	12/04/00	2016	5,110,000	2,990,000	4.8–5.5
Component unit revenue and environmental gross receipts tax	Construction of South Central Solid Waste Facilities	09/14/04	2016	7,980,000	5,110,000	3.0–4.0
Gross receipts tax refunding and improvement revenue	Facilities and park improvements and refunding recreational facilities and improve streets	05/29/2003	2018	12,800,000	4,985,000	2.0–5.0
Gross receipts tax revenue		09/14/2005	2035	33,000,000	28,825,000	3.5–4.5
				$ 76,005,000	$ 48,950,000	

Debt Service Requirements

Future debt service requirements for governmental activities revenue bonds are:

Year Ending June 30,	Principal	Interest
2010	$ 4,805,000	$ 2,150,279
2011	4,485,000	1,944,401
2012	4,710,000	1,753,657
2013	4,255,000	1,551,603
2014	4,200,000	1,364,486
2015 - 2019	10,950,000	4,352,532
2020 - 2035	15,545,000	6,513,489
	$ 48,950,000	$ 19,630,447

Defeased Bonds

During prior fiscal years, the City entered into various advance refunding transactions related to certain of its bonded debt. A portion of the proceeds of the refunding issues was placed in trust and used to purchase securities of the U.S. government and related agencies at various interest rates and maturities sufficient to meet all debt service requirements of the refunded debt. The assets are administered by trustees and are

7) Long–Term Liabilities — continued

Defeased Bonds — continued
restricted for retirement of refunded debt. The liability for the refunded bonds and the related securities and escrow accounts are not included in the accompanying financial statements since the City defeased its obligation for the payment of the refunded bonded debt upon completion of the refunding transactions.

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

Joint utility revenue, series 1992	$ 1,670,000
Sales tax, series 1991	1,215,000
Sales tax, series 1995	39,085,000
Joint utility revenue, series 1997A	18,700,000
	$ 60,670,000

Nonrecourse (Conduit) Debt
The City has issued Industrial Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on underlying mortgage loans. The City is not obligated for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of June 30, 2009, there were five series of Industrial Revenue Bonds outstanding, with an aggregate principal amount payable of $39,960,457.

Arbitrage
Under U.S. Treasury Department regulations, all governmental tax-exempt debt issued after August 31, 1986, is subject to arbitrage rebate requirements. The requirements stipulate, in general, that the earnings from the investment of tax-exempt bond proceeds, which exceed related interest expenditures on the bonds, must be remitted to the federal government on every fifth anniversary of each bond issue. The City periodically engages an independent consultant to determine whether the City has an arbitrage liability. No arbitrage liability is reported in the financial statements as of June 30, 2009.

7) Long–Term Liabilities — continued

Governmental Activities Notes Payable
Details of governmental activities notes payable are:

Type	Purpose	Original Date	Balance Due	Issue	Outstanding	Rates
2006 NMFA Note	Street and arroyo improvements	12/16/2006	2021	$ 9,985,448	$ 8,637,379	3.56–4.10%
2006 NMFA Note	Public works equipment	11/10/2006	2014	1,865,251	1,313,462	3.31–3.51%
2006 NMFA Note	Fire apparatus	11/10/2006	2014	816,777	574,799	3.31–3.51%
2007 NMFA Note	Convention center	10/19/2007	2032	27,361,565	26,356,189	3.7-4.1%
2007 NMFA Note	Street improvements	11/16/2007	2017	3,590,000	1,730,000	3.69-4.02%
2007 NMFA Note	Patch and bucket truck	11/16/2007	2015	336,232	274,629	3.66%
2007 NMFA Note	Fire pumper truck	11/16/2007	2016	896,598	798,271	3.67-3.91%
2008 NMFA Note	Flood control	12/23/2008	2016	4,563,829	4,318,832	3.197
2009 NMFA Note	Parking deck	1/23/2009	2021	4,999,890	4,999,890	4.829
				$54,415,590	$49,003,451	

2007 NMFA – Fire Truck and 2007 NMFA Convention Center are secured through maturity by fire protection fund revenues and convention center customer fee and lodgers tax revenues, respectively, which totaled $2.8 million in 2009. Principal and interest paid for the current year were $426,967 and $766,105, respectively. The remaining notes payable in the table above are secured through maturity by a certain gross receipts tax revenues which generated $12.3 million in 2009, $6.1 million from 1980 Gross Receipt Tax and $6.2 million from 1990 Gross Receipt Tax at a percentage of ¼. Principal and interest paid on the notes in the current year were $2,117,522 and $654,004, respectively.

7) Long–Term Liabilities — continued

Debt Service Requirements
Future debt service requirements for governmental activities notes payable are:

Year Ending June 30,	Principal	Interest
2010	$ 2,749,567	$ 2,033,175
2011	3,158,485	1,938,838
2012	3,237,924	1,829,583
2013	3,327,341	1,709,205
2014	3,421,796	1,581,206
2015-2019	12,948,789	6,096,568
2020-2032	20,159,549	6,461,605
	$ 49,003,451	$ 21,650,180

Joint Utility Revenue Bonds
In 2005, the City issued $11.05 million in joint utility revenue bonds (Series 2005) to provide funds for water expansion projects.

In 2006, the City issued $17,575,000, in joint utility revenue bonds (Series 2006). Certain proceeds of this issuance were deposited in the Acquisition Fund and used to finance the acquisition, installation, and construction of water and waste water capital improvements. Additionally, certain proceeds were used to fund the Reserve Requirement and pay costs of issuance relating to these Bonds.

In 2009, the City issued $17.6 million in joint utility refunding revenue bonds (Series 2009), with an average interest rate of 2.82%, to defease $18.2 million of outstanding 1997 Series bonds and refund $2.0 million of outstanding 2000 Series bonds. The 2009 Series bonds are secured by, and payable exclusively from, the net revenues of the utility system. Bond proceeds of $17.7 million plus an additional $5.1 million of 1997 and 2000 sinking fund monies were used to purchase U.S. government securities to defease $18.7 million of the 1997 Series bonds and to advance refund $2.0 million of the 2000 Series bonds. These monies contemporaneously funded a reserve account for the Series 2009 Bonds and paid all costs and expenses pertaining to their issuance.

The securities for the 1997 Series bonds were deposited in an irrevocable trust with an escrow agent to provide for one refunding debt service payment on the 1997 Series bonds. As a result, all of the 1997 Series bonds are considered to be defeased and the liability for those bonds has been removed from the enterprise fund liabilities.

7) Long–Term Liabilities — continued

Joint Utility Revenue Bonds — continued

The 2000 series bonds were called and fully refunded using the proceeds of the Series 2009 bonds. The liability for the 2000 series bonds has been removed from the enterprise fund liabilities.

The advance refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of approximately $940,000. The advance refunding will reduce the present value of the total debt service payments over the following 7 years by approximately $3.6 million resulting in an economic gain (difference between the present values of the old and new debt service payments) of approximately $1.7 million.

Additional information is available in the City of Las Cruces, New Mexico Joint Utility Refunding Revenue Bonds Series 2009 Official Statement.

Schedule of Bonded Indebtedness–Joint Utility Revenue Bonds

Purpose	Date	Due	Original Issue	Outstanding	Interest Rates
Series 2005 system expansion	7/13/05	2025	$ 11,050,000	$ 10,155,000	3.5–4.125
Series 2006 system rehabilitation	8/29/06	2026	17,575,000	16,905,000	4.2–4.6
Series 2009 refunding bond	4/14/09	2016	17,575,000	17,575,000	2.75-3
			$ 46,200,000	$ 44,635,000	

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

Year	Principal	Interest	Total
2010	$ 3,410,000	$ 1,694,435	$ 5,104,435
2011	3,600,000	1,515,054	5,115,054
2012	3,720,000	1,393,579	5,113,579
2013	3,845,000	1,268,029	5,113,029
2014	3,965,000	1,151,748	5,116,748
2015-2019	13,115,000	4,020,535	17,135,535
2020-2026	12,980,000	2,259,344	15,239,344
	$ 44,635,000	$ 13,302,724	$ 57,937,724

7) Long–Term Liabilities — continued

Joint Utility Revenue Bonds — continued

The 1997 revenue bond ordinance provides that the net revenue of the City's utility systems shall be used to service the debt and shall be at least 133% of the maximum outstanding debt requirements for the utility system; the 2000B revenue bond ordinance requires 125% of the maximum outstanding debt requirements, including those of the 1997 bonds. These debt coverage requirements hold true for the 2005 Series and the 2006 Series Bonds as well. These bonds are not a general obligation to the City, but are payable and collectable solely out of the net revenues of the systems. Net revenue as defined in the bond ordinances means the revenue after deducting operation and maintenance expenses. Operation and maintenance expenses include all reasonable and necessary current expenses of the City, paid or accrued, for operating, maintaining, and repairing the system; and shall include, without limiting the generality of the foregoing, legal and overhead expenses of the various City departments directly related and reasonably allocable to the administration of the system, insurance premiums, the reasonable charge of depository banks and paying agents, contractual services, professional services required by this ordinance, salaries and administrative expenses, labor, the cost of materials and supplies used for current operation; but shall not include any allowance for depreciation, payments in lieu of taxes, liabilities incurred by the City as a result of its negligence in the operation of the system, improvements, extension, enlargements or betterment, or any charges for the accumulation of reserves for capital replacements. The net revenue for the fiscal year ended June 30, 2009, exceeded the maximum annual debt service requirement. Bond reserve accounts have been established to accumulate funds with which to make principal and interest payments on outstanding revenue bonds.

The bond ordinances provide that any monies in any fund or account may be invested in any legal investment permitted by law, with stipulation that investments of amounts in the escrow account will be made only in federal securities. The obligations so purchased as an investment of monies in a fund or account will be deemed at all times to be part of such fund or account, and the interest accruing thereon and any profit realized there from will be credited to the fund or account, and any loss resulting from each investment will be charged to the fund or account. The City Treasurer will present for redemption or sale on the prevailing market any obligations so purchased as an investment of monies in the fund or account whenever it will be necessary to do so in order to provide monies to meet any payment or transfer from such fund or account.

7) Long–Term Liabilities — continued

Joint Utility Revenue Bonds — continued
Bond covenants require reporting of the number of utility customers served, which were the following at June 30, 2009:

	Water	Wastewater	Gas	Solid Waste
Residential	27,580	27,175	28,003	27,558
Commercial/other	2,941	2,154	2,515	2,906
Total	30,521	29,329	30,518	30,464

Business-Type Activities Notes Payable
The notes payable of the business-type activities are paid from the net revenues of the system. City ordinance 1593, adopted by the City Council on December 18, 1996 provides authority for the City to issue additional debt with a parity lien on the pledged revenues of the utility system.

A comparison of the pledged revenues recognized during the year with the required debt service for the year is presented in the Pledged-Revenue Bond/Note Coverage Schedule located in the statistical section.

Details of business-type activities notes payable are:

Type	Purpose	Original Date	Balance Due	Issue	Outstanding	Rates
2003 NMFA Note	Well 46 project	6/13/2003	2013	$ 222,222	$ 98,819	.88 - 3.49%
2005 NMFA Note	Roughing filters	10/18/2004	2024	419,480	343,448	1.26-4.51%
2005 NMFA Note	Manholes	1/7/2005	2024	278,713	228,629	1.26 - 4.51%
2006 NMFA Note	Well improvements	5/25/2006	2026	268,552	241,820	3.14-3.99%
2007 NMFA Note	Water tank	7/6/2007	2027	2,139,117	2,139,117	3.37-3.75%
2007 NMFA Note	Recycling program	7/6/2007	2015	1,111,112	890,389	3.54-3.75%
2007 NMFA Note	Water reclamation	7/6/2007	2027	6,311,058	6,311,058	3.37-3.75%
2007 NMFA Note	Water reclamation Phase II	12/21/2007	2027	3,139,919	3,139,919	3.4 - 4.53%
2007 NMFA Note	Water system improvement	12/21/2007	2027	12,483,206	12,483,206	3.4 - 4.53%
2008 NMFA Note	Vehicle Maintenance Shop	9/12/2008	2018	1,708,755	1,610,060	1.9-3.85%
				$ 28,082,134	$ 27,486,465	

7) Long–Term Liabilities — continued

Business-Type Activities Notes Payable — continued
Future debt service requirements for business-type activities notes payable are:

Year Ending June 30,	Principal	Interest
2010	$ 440,159	$ 1,155,043
2011	451,093	1,141,399
2012	463,050	1,126,705
2013	475,865	1,111,126
2014	462,607	1,094,730
2015-2019	6,733,401	5,050,578
2020-2027	18,460,287	3,846,247
	$ 27,486,462	$ 14,525,828

Capital Leases
The City is obligated under certain leases accounted for as capital leases. Significant capital lease commitments at June 30, 2009, are as follows.

Description	Cost	Lease Term	Date
Loader	$ 112,000	60 months	Dec 2003
ALF 148 pumper	295,062	108 months	March 2002
ALF 148 pumper	295,062	108 months	March 2002
Aerial truck	606,306	108 months	August 2002
ALF 148 pump truck	295,062	108 months	September 2002
ALF 148 pump truck	295,062	108 months	September 2002
	$ 1,898,554		

As of June 30, 2009, future minimum lease payments on the above capital lease are as follows:

Year Ending June 30,	Amount
2010	$ 308,234
2011	81,822
Total minimum payments	390,056
Less: interest	(24,363)
Present value of net minimum lease payments	$ 365,693

7) Long–Term Liabilities — continued

Capital Leases — continued

Depreciation expense on the above leased equipment was $155,450 for the year ended June 30, 2009, and accumulated depreciation was $660,643 as of year-end.

The loader and fire equipment listed in the preceding table are being leased from John Deere Credit and Mercedes Benz Credit Corporation and Daimler Chrysler Services, respectively. In the event that sufficient funds are not appropriated in any fiscal year, the City may terminate the lease and return the equipment to the lessor on the last day of the year in which funds were appropriated.

Component Units

Changes in long-term liabilities for the Housing Authority during the year ended June 30, 2009, are as follows:

Description	Beginning Balance	Increases	Decreases	Ending Balance	Amount Due Within One Year
LCHDC Mortgage Revenue Bond (Series 2005)	$ 2,406,804	$ -	$ 158,764	$ 2,248,040	$ 167,464
Note payable - Gallup Federal Savings Bank	401,211	-	14,434	386,777	15,525
Note payable - Wells Fargo Bank	361,279	-	9,942	351,337	11,199
Note payable - First Federal Bank	276,221	-	8,073	268,148	8,803
Note payable - Firstlight Federal Credit Union	131,718	-	1,927	129,791	1,638
Loan agreements	12,642,084	-	5,848,345	6,793,739	883,691
Total	$ 16,219,317	$ -	$ 6,041,485	$ 10,177,832	$ 1,088,320

Changes in long-term liabilities of SCSWA for the year ended June 30, 2009, are as follows:

	Balances June 30, 2008	Increases	Decreases	Balances June 30, 2009	Amount Due Within One Year
Long-term debt					
Due to City of Las Cruces	$ 4,952,000	$ -	$ 640,000	$ 4,312,000	$ 660,000
Other noncurrent liabilities					
Estimated landfill closure/ postclosure liability	1,693,120	57,760	-	1,750,880	-
Compensated absences	87,146	8,917	10,801	85,262	17,052
	$ 6,732,266	$ 66,677	$ 650,801	$ 6,148,142	$ 677,052

8) Interfund Assets, Liabilities and Transfers

Primary Government

Governmental interfund receivables and payables as of June 30, 2009, are as follows:

	Interfund Receivable	Interfund Payable	Total
Governmental activities			
General fund			
Nonmajor governmental funds	$ 6,250,774	$ -	
Las Cruces Convention Center Fund	801,336	-	$ 7,052,110
Nonmajor governmental funds			
General fund	-	(7,052,110)	(7,052,110)
Total governmental activities	$ 7,052,110	$ (7,052,110)	$ -

Business-Type Activities

Business-type activities receivables and payables as of June 30, 2009, are as follows:

	Interfund Receivable	Interfund Payable	Total
Business-type activities			
Major enterprise funds			
Gas Fund	$ 947,500	$ -	$ 947,500
Solid Waste Fund	-	(212,500)	(212,500)
Water Fund	-	(2,045,947)	(2,045,947)
Waste Water Development Fund	1,310,947	-	1,310,947
Total business-type activities	$ 2,258,447	$ (2,258,447)	$ -

8) Interfund Assets, Liabilities and Transfers — continued

Interfund Transfers

Interfund transfers for the year ended June 30, 2009, consisted of the following:

Transfers to general fund from	
Nonmajor governmental funds	$ 1,263,831
Internal service funds	3,978
Nonmajor enterprise funds	15,500
Total transfers to the general fund	$ 1,283,309
Transfers to nonmajor governmental funds from	
General fund	$ 10,109,446
Nonmajor governmental funds	9,695,435
Total transfers to the nonmajor governmental funds	$ 19,804,881
Transfers to the water fund from	
Waste water fund	$ 420,582
Total transfers to the water fund	$ 420,582
Transfers to the waste water fund from	
Nonmajor governmental funds	$ 443,568
Water fund	672,793
Total transfers to the waste water fund	$ 1,116,361
Transfers to solid waste fund from	
Nonmajor governmental funds	$ 1,000,000
Total transfers to the solid waste fund	$ 1,000,000
Transfers to nonmajor enterprise funds from	
General fund	$ 2,324,000
Gas fund	54,400
Nonmajor governmental funds	251,752
Total transfers to the nonmajor enterprise funds	$ 2,630,152
Transfers to internal service funds from	
General fund	$ 709,552
Total transfers to internal service funds	$ 709,552
Transfers from the general fund to	
Nonmajor governmental funds	$ (10,109,446)
Nonmajor enterprise funds	(2,324,000)
Internal service funds	(709,552)
Total transfers from the general fund	$ (13,142,998)
Transfers from nonmajor governmental funds to	
General fund	$ (1,263,831)
Nonmajor governmental funds	(9,695,435)
Waste water water reclamation project fund	(295,200)
Waste water capital improvement fund	(148,368)
Solid waste fund	(1,000,000)
Nonmajor enterprise funds	(251,752)
Total transfers from the nonmajor governmental funds	$ (12,654,586)

8) Interfund Assets, Liabilities and Transfers — continued

Interfund Transfers — continued

Transfers from the gas fund to	
Nonmajor enterprise funds	$ (54,400)
Total transfers from the gas fund	$ (54,400)
Transfers from the water fund to	
Waste water fund	$ (672,793)
Total transfers from the water fund	$ (672,793)
Transfers from the waste water fund to	
Water fund	$ (420,582)
Total transfers from the waste water fund	$ (420,582)
Transfers from nonmajor enterprise funds to	
General fund	$ (15,500)
Total transfers from nonmajor enterprise funds	$ (15,500)
Transfers from the internal service funds to	
General fund	$ (3,978)
Total transfers from the internal service funds	$ (3,978)

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the General fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Component Units

Interfunds between the Authority and its component units are as follows:

	December 31, 2008			
	Montana Senior Village, LLC	Montana Senior Village II	Stone Mountain Place LP	Total
Payables to Housing Authority	$ 680,226	$ 1,483,941	$ 256,574	$ 2,420,741
Receivable from component units, net				1,290,974
Total internal balances				$ 3,711,715

Interfunds between the Housing Authority and its component units are different because they have different fiscal year-ends.

9) Contingent Liabilities

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

The City is a defendant in various lawsuits. Management estimates that balances available in the self-insurance fund are sufficient to settle such lawsuits. Management is not aware of any other pending or threatened litigation that would adversely affect the City's financial position.

10) Pollution Remediation Obligation

Certain property owned by the City has been declared a Superfund Site by the Environmental Protection Agency (EPA). The EPA has determined that the City is a responsible party along with Doña Ana County, which also owns part of the contaminated property. On April 20, 2005, the City and Doña Ana County established a memorandum of understanding for a Joint Superfund Project (JSP) to work collaboratively with the EPA to complete the Remedial Investigation and Feasibility Study (RIFS) within the Superfund process. In December 2004, the JSP submitted a good-faith offer to the EPA for a Funding Agreement to achieve this objective. In April 2005, a negotiated funding agreement in the amount of $800,000, payable to the EPA to complete the RIFS, was signed. In October 2005, the EPA and its contractor began the remaining fieldwork, which was completed in fiscal year 2007. As a result of this study, the City accrued a liability of $6,890,106 to pay its share of the pollution remediation cost, as follows:

	Total Obligation	City's Portion
Capital assets	$ 5,151,978	$ 2,575,989
Operating costs	1,459,664	729,832
Completion costs	7,168,571	3,584,285
	$ 13,780,213	$ 6,890,106

During fiscal year 2009, JSP worked with attorneys, Marten Group, to "negotiate" an acceptable order or decree from EPA to conduct the clean-up, resolve financial matters,

10) Pollution Remediation Obligation — continued

and to investigate other responsible parties, for which substantive evidence has been provided to the EPA. The services of a supervising contractor/engineer to design and construct the remediation system have been procured. During fiscal year 2009 sampling of selected monitoring wells was conducted to provide additional data for continued development of the groundwater model by technical consultants. This model will be used to assist in design and operations of the remediation system.

The pollution remediation obligation is reported in long-term liabilities in the statement of net assets (see Note 7). All of the accrued costs have been expensed and are included in the general government function on the statement of activities.

The City and County each received a $3.5 million loan from the New Mexico Finance Authority (NMFA) to cover some of the costs of the pollution remediation project. The City and County also received $243,000 in grant funds from the New Mexico Environment Department. $171,999 was applied to engineering costs in fiscal year 2009.

In subsequent years, the plan calls for the sale of potable water, a by-product of the remediation process, to cover operating and administrative costs. Additionally, EGRT funds may be used for this project.

11) Deferred Compensation Plan

The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Service Code Section 457. The plan, available to all City employees, permits them to defer taxation on a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are solely the property and rights of the plan participants.

The City has 592 active participants in the plan as of June 30, 2009.

12) Employee Benefit Plans

Retirement Plan

Substantially all of the City of Las Cruces employees who work 20 or more hours a week participate in a defined benefit contributory retirement plan through the Public Employees Retirement Act of the State of New Mexico, a cost-sharing multiple employer

12) Employee Benefit Plans — continued

Retirement Plan — continued

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

Retirement Eligibility

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

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

Disability Benefits

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

12) Employee Benefit Plans — continued

Retirement Plan — continued

Funding Policy

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

	City	Employees
Police	18.50%	16.30%
Fire	21.25%	14.80%
All other contributing employees	11.65%	10.65%

For employees in the general municipal employees' plan, the City has chosen to pay a portion of the employees' 10.65% required contribution as an additional benefit. For union-represented employees, the City contributes an additional 1% of the participants' gross salary; for all other employees in this plan, the City contributes 2%.

Contribution requirements for the years ended are as follows:

	City	Employee	Total	Percentage Contributed
June 30, 2005	$ 4,799,796	$ 5,580,795	$ 10,380,591	100%
June 30, 2006	5,113,911	5,916,678	11,030,589	100%
June 30, 2007	5,490,247	6,331,551	11,821,798	100%
June 30, 2008	5,870,954	6,776,110	12,647,064	100%
June 30, 2009	6,279,412	7,252,412	13,531,824	100%

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

The payroll for the City's employees covered by PERA for the year ended June 30, 2009, was $52,273,262; the total payroll of all employees of the City was $54,320,294.

Retiree Health Care Plan

The Retiree Health Care Act (Act) (Chapter 10, Article 7C NMSA 1978) provides comprehensive core group health insurance for persons who have retired from certain public services in New Mexico. The Retiree Health Care Authority (the "Authority") is the administrator of the plan and determines required contributions under authority of the Act. The purpose is to provide eligible retirees, their spouses, dependents, and surviving spouses and dependents with health insurance consisting of a plan, or optional plans, of benefits that can be purchased by funds flowing into the Retiree Health Care Fund and by co-payments or out-of-pocket payments of eligible retirees.

12) Employee Benefit Plans — continued

Retiree Health Care Plan — continued

Eligible employers include institutions of higher education, school districts, or other entities participating in the Public School Insurance Authority, state agencies, state courts, magistrate courts, municipalities or counties, which are affiliated under or covered by the Educational Retirement Act, Public Employees Retirement Act, Volunteer Firefighters Retirement Act, Judicial Retirement Act, or the Magistrate Retirement Act.

Eligible retirees are: (1) retirees who make contributions to the fund for at least five years prior to retirement and whose eligible employer during that period of time made contributions as a participant in the Retiree Health Care Act on the person's behalf, unless that person retires before the employer's NMRHCA effective date, in which event the time period for contributions becomes the time between the employer's effective date and the date of retirement; or (2) retirees defined by the Act who retired prior to July 1, 1990; and former legislators who served at least two years.

Each participating employer makes contributions to the fund in the amount of 1.3 percent of each participating employee's annual salary. Each participating employee contributes to the fund an employee contribution equal to .65 percent of the employee's annual salary. Each participating retiree pays a monthly premium for the medical plus basic life plan and an additional participation fee of five dollars if the eligible participant retired prior to the employer's NMRHCA effective date or is a former legislator and made no contributions to the plan. After retirement, premiums are paid to the Authority by the retiree.

The City has paid all of the employers' required contributions, which were as follows:

2009	$ 692,566
2008	652,275
2007	606,377

Contributions from participating employers and participating employees become the property of the Retiree Health Care Fund and are not refundable under any circumstances, including termination of employment or termination of the participating employer's operation or participation in the Retiree Health Care Act. The employer, employee, and retiree contributions are required to be remitted to the Retiree Health Care Authority on a monthly basis.

The Authority issues a separate, publicly available audited financial report that includes post employment benefit expenditures of premiums and claims paid, participant contributions (employer, employee, and retiree), and net expenditures for the fiscal year. The report also includes the approximate number of retirees participating in the plan. That report may be obtained by writing to the Retiree Health Care Authority, 4308 Carlisle Blvd, NE, Suite 104, Albuquerque, New Mexico 87109.

13) Individual Fund Deficits and Budget Variances

Individual funds with deficit fund balances at year-end are as follows:

Fund	Deficit Fund Balance
DWI Prevention	$ 1,613
Judicial Education	3,971
State Capital Improvements	23,449

Management expects fund balance/net asset deficits will be eliminated through increased user fees, participating funds, and general fund appropriations.

The following funds over-expended budgeted amounts as follows:

Fund	Total Budgeted Expenditures	Actual Expenditures	Amount Over-Expended
Judicial Education	$ 23,000	$ 23,872	$ (872)
Environmental Gross Receipts Tax	1,019,271	1,088,064	(68,793)
Gas Tax Street Maintenance	650,343	673,311	(22,968)
Public Safety Gross Receipts Tax	3,149,293	3,170,062	(20,769)
Keep Las Cruces Beautiful	95,604	95,678	(74)
RSVP	172,897	177,089	(4,192)
Senior Employment Program	3,585	5,312	(1,727)
TIDD Dedicated Revenues	-	116	(116)
STOP	243,080	382,161	(139,081)

14) Landfill Closure and Postclosure Care Cost

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

14) Landfill Closure and Postclosure Care Cost — continued

The City's landfill closure and postclosure care liability is reported as $1,880,000 at June 30, 2009. Actual closure and postclosure care costs may be higher due to inflation, changes in technology, or changes in regulations. The liability reported reflects a decrease in the estimate of total closure and postclosure costs of $1,032,231.

The City enacted a 1/16th cent environmental gross receipts tax that became effective January 1, 1995, to raise funds for environmental costs such as for landfill closure and postclosure care. The landfill closure was funded by $1,000,000 from the EGRT fund during the year. Additional revenues came from landfill charges and investment income.

15) Development Impact Fees

The City collects, invests and expends development impact fees in accordance with Ordinance No. 1456 (June 19, 1995) and Resolution No. 95–368 (June 30, 1995).

Ordinance 1456 §11 requires that impact fees collected be used to pay for capital improvements or facility expansions identified in a capital improvements plan.

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

1) Water supply, treatment and distribution facilities and waste water collection and treatment facilities;
2) Parks, recreational areas, open space, trails and related areas and facilities.

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

15) Development Impact Fees — continued

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

Development impact fee activity for the year ended June 30, 2009, is shown below. Unspent fees collected in previous years are available for expenditure in the current fiscal year.

Parks Impact Fees	
Impact fees collected	$ 269,530
Investment income	50,626
Expenditures	(1,173,704)
Net Parks Impact Fees	$ (853,548)
Water Impact Fees	
Impact fees collected	$ 1,755,736
Investment income	97,124
Expenditures	(2,368,960)
Net Water Impact Fees	$ (516,100)
Wastewater Impact Fees	
Impact fees collected	$ 2,898,234
Investment income	224,050
Expenditures	(3,048,861)
Net Wastewater Impact Fees	$ 73,423
Total Impact Fees	
Impact fees collected	$ 4,923,500
Investment income	371,800
Expenditures	(6,591,525)
Net Total Impact Fees	$ (1,296,225)

16) Major Construction Commitments

The City has the following construction commitments as of June 30, 2009. These projects are evidenced by contractual arrangements with construction contractors:

Project	Fund	Contract Amount	Spent to Date	Commitment Remaining	Source of Payment
Joint Utilities					
Gas Streets Rehabilitation Projects	Gas Capital Improvements	$ 140,162	$ 88,065	$ 52,097	Gas Utility Rates
Gas High Pressure Lines Rehabilitation	Gas Capital Improvements	265,675	158,206	107,469	Gas Utility Rates
Gas Line Extensions	Gas Capital Improvements	467,956	26,252	441,704	Gas Utility Rates
Gas High Pressure Lines	Gas Capital Improvements	367,894	212,425	155,469	Gas Utility Rates
Utility Building	Gas Capital Improvements	221,037	4,317	216,720	Gas Utility Rates
Utility Building	Water Capital Improvements	221,037	4,317	216,720	Water Utility Rates
Utility Building	Wastewater Capital Improvements	221,037	4,317	216,720	Wastewater Utility Rates
Utility Building	Solid Waste Capital Improvements	221,037	4,317	216,720	Solid Waste Utility Rates
Stull Drive Rehabilitation	Water Capital Improvements	118,576	36,880	81,696	Water Utility Rates
South Jornada Water System Phase II	Water NMFA Loan Projects	4,902,293	3,512,902	1,389,391	2007 NMFA Loan
Water Jornada South Transmission	Water 2005 Bond Projects	151,742	69,439	82,303	2005 Joint Utility Bond
Water Street Utility Rehabilitation	Water Capital Improvements	137,053	-	137,053	Water Utility Rates
Water Projects	Water 2006 Bond Projects	653,744	225,574	428,170	2006 Joint Utility Bond
Water Jornada Reservoir	Water NMFA Loan Projects	116,683	15,700	100,983	2007 NMFA Loan
Wastewater New Interceptors	Wastewater Development	198,703	49,200	149,503	Wastewater Development Impact Fees
Wastewater Treatment Plant Expansion	Wastewater Development	4,357,063	2,864,493	1,492,570	Wastewater Development Impact Fees
Wastewater Treatment Plant Rehabilitation	Wastewater Capital Improvements	445,265	122,229	323,036	Wastewater Utility Rates
Wastewater Lift Station	Wastewater Capital Improvements	177,292	-	177,292	Wastewater Utility Rates
Wastewater Lift Station	Wastewater NMFA Loan Projects	1,804,814	936,482	868,332	2008 NMFA Loans
Wastewater Street Utility Rehabilitation	Wastewater Capital Improvements	320,870	94,749	226,121	Wastewater Utility Rates
Wastewater Water Reclamation Project	Wastewater NMFA Loan Projects	5,676,171	3,375,023	2,301,148	2008 NMFA Loans
		21,186,104	11,804,887	9,381,217	
Capital Projects Funds					
Bowman/Mesilla	1999 GRT Bond Street Projects	70,000	-	70,000	GRT Tax
Laabs/East Mesa Pools	2003 GRT Bond Facilities/Parks	80,000	31,105	48,895	Bond Proceeds
Fire Stations Improvements	2003 GRT Bond Facilities/Parks	200,375	164,982	35,393	Bond Proceeds
Street Lighting	2003 GRT Bond Street Lights	455,630	222,018	233,612	Bond Proceeds
Street Lighting	2003 GRT Bond Street Lights	58,910	-	58,910	Bond Proceeds
Street Lighting Project Phase 4	2005 GRT Bond Public Improvements	186,949	-	186,949	GRT Tax
Major Arroyo Crossing	2005 GRT Bond Public Improvements	2,008,612	1,849,222	159,390	GRT Tax
Laabs/East Mesa Pools	2005 GRT Bond Public Improvements	3,701,679	1,292,388	2,409,291	Bond Proceeds
Municipal Operations Center	2005 GRT Bond Public Improvements	100,000	40,073	59,927	Bond Proceeds
New City Hall	2005 GRT Bond Public Improvements	1,651,661	735,769	915,892	Bond Proceeds
Fire Stations Improvements	2005 GRT Bond Public Improvements	657,945	319,954	337,991	Bond Proceeds
Regional Aquatic Center	2005 GRT Bond Public Improvements	77,167	-	77,167	Bond Proceeds
Police/Fire Training Facility	2005 GRT Bond Public Improvements	291,536	91,243	200,293	Bond Proceeds
Burn Lake	2005 GRT Bond Public Improvements	51,330	31,765	19,565	Bond Proceeds
Rehab Runway 4-22	Airport Improvement	1,600,000	1,519,120	80,880	FAA Grant
Air Traffic Control Tower	Airport Improvement	1,100,000	6,968	1,093,032	FAA Grant
City Hall Complex	City Hall Complex	21,500	15,614	5,886	Bond Proceeds
City Hall Complex	City Hall Complex	22,029,125	14,918,705	7,110,420	Bond Proceeds
Animal Shelter Expansion	Facilities State Grants	88,000	36,275	51,725	State Legislative Grant
Comm of Hope-Peregrinos Food Bank	Facilities State Grants	100,000	10,796	89,204	State Legislative Grant
LC Downtown Revitalization	Facilities State Grants	103,000	18,820	84,180	State Legislative Grant
Lohman Median Landscaping	Facilities State Grants	100,000	7,421	92,579	State Legislative Grant
Munson Senior Center	Facilities State Grants	148,500	4,066	144,434	State Legislative Grant
LC Downtown Revitalization	Facilities State Grants	1,050,000	851,089	198,911	State Legislative Grant
Mesquite Historic District	Facilities State Grants	346,500	101,070	245,430	State Legislative Grant
Indoor Swimming Pool & Rec.	Facilities State Grants	1,485,856	77,875	1,407,981	State Legislative Grant
Fire Stations Improvements	Facilities State Grants	235,000	888	234,112	State Legislative Grant
Regional Aquatic Center	Facilities State Grants	1,635,856	125,546	1,510,310	State Legislative Grant
Burn Lake/Esslinger Park	Facilities State Grants	95,000	23,700	71,300	State Legislative Grant
Burn Lake/Esslinger Park	Facilities State Grants	9,540	4,665	4,875	State Legislative Grant
City Hall Complex	Facilities State Grants	536,694	220,722	315,972	State Legislative Grant
Indoor Swimming Pool & Rec.	Facilities State Grants	800,201	430,645	369,556	State Legislative Grant
Branigan Library	Facilities State Grants	65,264	31,857	33,407	State Legislative Grant
Regional Aquatic Center	Facilities State Grants	11,235,460	2,668,918	8,566,542	State Legislative Grant
Branigan Library	Facilities State Grants	458,152	230,014	228,138	State Legislative Grant
Civil Air Patrol Hangar	Facilities State Grants	149,857		149,857	State Legislative Grant
Bowman/Mesilla	Flood Control	810,000	555,085	254,915	Property Tax

16) Major Construction Commitments — continued

Project	Fund	Contract Amount	Spent to Date	Commitment Remaining	Source of Payment
E Mesa Street Improvements	GRT Street Maintenance	989,815	642,618	347,197	GRT Tax
May Avenue (Mesilla Street)	GRT Street Maintenance	100,000	-	100,000	GRT Tax
Melendres Rehab Phase 1	GRT Street Maintenance	280,000	-	280,000	GRT Tax
Solano Drive Improvements	GRT Street Maintenance	130,000	-	130,000	GRT Tax
Solano Drive Sidewalk Improvements	GRT Street Maintenance	83,407	-	83,407	GRT Tax
Downtown Plaza 06-1610	State Grant Park/Land Improvements	513,193	300,000	213,193	State Legislative Grants
Triviz Landscaping	Streets State Grants	243,000	111,205	131,795	State Legislative Grant
Union Avenue	Streets State Grants	187,500	9,375	178,125	State Legislative Grant
Arterial Street Lights	Streets State Grants	592,000	52,281	539,719	State Legislative Grant
East Mesa Streets	Streets State Grants	150,000	4,733	145,267	State Legislative Grant
Valley Drive	Streets State Grants	150,000	78,053	71,947	State Legislative Grant
		57,214,214	27,836,643	29,377,571	
		$ 78,400,318	$ 39,641,530	$ 38,758,788	

17) Affiliated Organizations and Joint Powers Agreements

The City is a participant in the following five affiliated organizations, four of which are joint ventures. Other than the City bonds secured by South Central Solid Waste Authority, the City is unaware of any circumstances that would cause a significant benefit or burden to the participating governments in the near future.

Mesilla Valley Regional Dispatch Authority

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

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

The City is the fiscal agent for the organization and accounts for its resources in an agency fund. Separate audited financial statements were prepared for the year ended June 30, 2009.

Metro Narcotics Agency

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

17) Affiliated Organizations and Joint Powers Agreements — continued

Metro Narcotics Agency — continued

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

The City is the fiscal agent for the organization and accounts for it in an agency fund. Separate audited financial statements were prepared for the year ended June 30, 2009.

Metropolitan Planning Organization

The City is a participant in a joint City-County-Town of Mesilla Metropolitan Planning Organization jurisdictional area. The organization is governed by a board of nine individuals. The City of Las Cruces, Dona Ana County and Town of Mesilla each appoint three members. The committee was constituted for the purpose of establishing, overseeing and directing transportation related policy within the Las Cruces Urban area and to accomplish overall transportation planning for the City, County and Town.

The parties agree that some of the expense of the transportation planning process will be provided for by grant funds available under Section 112 of the Federal Highway Act of 1978 and Section 8 of the Urban Mass Transportation Act of 1964. Expenses not so provided shall be assumed by participating agencies according to the listing of funding sources contained in the annual Unified Work Program approved by the governing board.

Lower Rio Grande Water Users Organization

The City is a participant in this organization to provide for acquisition of information regarding the hydrologic features of the Lower Rio Grande River System. The organization has eight participants: the City, the County, the Town of Mesilla, the Anthony Water and Sanitation District, the Village of Hatch, New Mexico State University, the Elephant Butte Irrigation District and the Dona Ana Mutual Domestic Water Consumers Association.

The objective of this organization is to complete and implement a regional water plan, to make the best use of the available water supply, to secure additional supplies of water for the water users in the region, and to facilitate New Mexico entities' participation in the New Mexico-Texas Water Commission.

17) Affiliated Organizations and Joint Powers Agreements — continued

Lower Rio Grande Water Users Organization — continued
Funds are received from the New Mexico Interstate Stream Commission and from other sources. The City of Las Cruces shall serve as the fiscal agent for the Organization. The City will maintain all fiscal records in accordance with generally accepted accounting principles. Upon termination of the agreement, any unexpended funds will be returned pro rata by the fiscal agent to the contributing members and third party funding sources.

South Central Solid Waste Authority
The City is a participant in South Central Solid Waste Authority (SCSWA), a City-County joint venture that establishes a mechanism for designing, constructing, financing, operating and maintaining regional solid waste landfills and related facilities. SCSWA is reported as a component unit of the City because its revenues are the primary source of debt service for City bonds issued to construct a regional landfill and transfer station. SCSWA is governed by a board comprised of six working members and two ex-officio members. Three of the members are appointed from the City Council by the Mayor and three members are appointed from the County Commission by the Chairman. The two ex-officio members are the City Manager and the County Manager or their designees.

The City serves as the fiscal agent for the Authority for the term of the agreement. The fiscal agent is compensated for services rendered to the Authority in the amount of $85,000 per year base rate of which $15,000 pertains to audit fees. The base rate increases each year by the Consumer Price Index plus audit fees or other direct costs. The City issued revenue bonds on behalf of the Authority which are to be secured by pledges of the net revenues derived from operation of the facility and of the proceeds of the 1/16% Municipal Environmental Services Gross Receipts Tax of the City and the 1/8% County Environmental Services Gross Receipts Tax of the County.

The joint venture agreement may be terminated upon the mutual consent of both parties and shall not be terminated so long as any revenue bonds issued under the agreement by the City are outstanding.

In 2009, the City of Las Cruces and Dona Ana County paid approximately $2.5 million and $820,376 in charges for services, respectively.

In 2009, the Authority paid approximately $85,400 of fiscal agent fees to the City of Las Cruces.

Rio Grande Natural Gas Association
The Rio Grande Natural Gas Association (the "Association") operates as a community gas association and services customers located in Dona Ana County, New Mexico, that

17) Affiliated Organizations and Joint Powers Agreements — continued

Rio Grande Natural Gas Association — continued
are primarily located outside the City of Las Cruces, New Mexico. The Association was formed in 1969 in accordance with the provisions of Sections 3-28-1 through 3-28-22 of the New Mexico State Statutes, and organized as a nonprofit corporation owned by the City and the Village of Hatch (the "Village"). According to its charter, the life of the Association is 100 years, and upon dissolution the assets of the Association will belong to the City and the Village. The Association is governed by a Board of Directors appointed by the governing bodies of the City and the Village. The Association is a governmental organization, as the Board of Directors consists of members appointed by governmental entities.

The City acts as fiscal agent for the Association, and the City's employees handle the day-to-day operations of the Association. The Association reimburses the City for all expenditures incurred for the operation of the Association, plus an administrative fee to compensate it for acting as the fiscal agent of the Association. The Association paid the City $3,654,847 in 2009. Additionally, the Association had gas sales of $469,258 to the Village of Hatch during the year ended June 30, 2009.

The City is the fiscal agent for the organization and accounts for its resources in an agency fund. Separate audited financial statements were prepared for the year ended June 30, 2009.

Animal Service Center of Mesilla Valley
The Annual Service Center of Mesilla Valley (ASCMV) operates under a joint powers agreement, effective August 4, 2008, between the City of Las Cruces and Dona Ana County. It is the mission of ASCMV to provide a safe shelter for all lost, mistreated, and abandoned animals of Mesilla Valley and surrounding communities.

The City is the fiscal agent for the organization and accounts for it in an agency fund. For the five-month period ended June 30, 2009, ASCMV paid approximately $35,833 of fiscal agent fees to the City of Las Cruces. Separate audited financial statements were prepared for the five-month period ended June 30, 2009.

18) Telshor Facility Lease

Memorial Medical Center / Province Hospital (Telshor Facility)

In 1966 the City and the County adopted a joint resolution to create a joint county-municipal hospital to provide medical services to all of the citizens of Doña Ana County. The hospital was constructed and operated by the City and County through a Board of Trustees until 1998, when it was leased to Memorial Medical Center, Inc. (MMCI), a New Mexico not-for-profit corporation.

18) Telshor Facility Lease — continued

Memorial Medical Center / Province Hospital (Telshor Facility) — continued

On June 1, 2004, the City, the County, and MMCI jointly terminated the lease. On that date, the City and County executed a 40-year lease agreement for the hospital facilities and equipment with PHC-Las Cruces, Inc. (PHC), a New Mexico corporation and a wholly-owned subsidiary of Province Healthcare Corporation, a Delaware corporation. In accordance with the lease agreement PHC has deposited amounts into escrow accounts to cover contingencies of the hospital and pay hospital liabilities specified in the agreement, including outstanding bonds. The net lease proceeds, after these deposits and liabilities, are summarized as follows:

	Total	City Portion
Total lease amount	$ 150,000,000	$ 75,000,000
Less		
Hospital liabilities assumed by PHC	9,247,375	4,623,688
Amounts deposited into escrow to cover medical malpractice and other contingencies	14,445,892	7,222,946
Payment of outstanding hospital bonds	50,038,987	25,019,493
Payment of hospital pension liabilities	24,100,000	12,050,000
Closing costs	1,000	500
Cash paid by PHC to the City and County	$ 52,166,746	$ 26,083,373

As part of the PHC lease, the City and County received amounts needed to cover specific future costs. The maximum amounts of these costs are as follows:

	Total	City Portion
Employee severance agreements	$ 987,266	$ 493,633
Construction costs	1,278,414	639,207
Future payments to MMC for expanded care services	19,200,000	9,600,000
Hospital property taxes	5,000,000	2,500,000
	$ 26,465,680	$ 13,232,840

The proceeds of the PHC lease are reported in a special revenue fund (Telshor Facility fund) because the City Council adopted a resolution restricting the use of the lease proceeds to fund health-related programs and health-related capital projects. Amounts originally received by the City for expanded care services and property taxes are reported in the statement of net assets as deferred revenue. The deferred revenue is amortized each year to the extent of expenditures recorded in the Telshor fund. The revenue amortized in 2009 was $277,967.

18) Telshor Facility Lease — continued

Memorial Medical Center / Province Hospital (Telshor Facility) — continued

The asset purchase agreement entitles PHC to compensation solely from the escrow account if PHC incurs any losses, including the discharge of malpractice liabilities, in connection with events that occurred on or prior to the closing.

MMCI began distributing its cash and investments equally between the City and the County in July 2004. MMCI retained cash to pay certain liabilities; any cash remaining at the end of the liquidation process will be distributed equally between the City and the County.

19) Internal Service Fund Allocations

The City allocates its internal service funds between governmental and business-type activities based on the utilization of these internal service funds. The allocation of the net assets of internal service funds to governmental activities is:

Net assets, beginning balance		$ 3,560,662
Revenues less eliminations	$ 7,902,244	
Expenses less eliminations	(8,173,716)	
Other financing sources	657,429	
Change in net assets		385,957
Net assets, ending balance		$ 3,946,619

The allocation of the net assets of internal service funds to business-type activities is:

Net assets, beginning balance		$ 2,370,185
Revenues less eliminations	$ 5,920,882	
Expenses less eliminations	(6,161,889)	
Other financing sources	294,203	
Change in net assets		53,196
Net assets, ending balance		$ 2,423,381

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

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

Governmental activities allocation	$ 3,946,619
Business-type activities allocation	2,423,381
Net assets, ending balance	$ 6,370,000

20) Subsequent Event

Effective July 1, 2009, South Central Solid Waste Authority (Authority) began managing Dona Ana County's (County) eight solid waste convenience stations. The Authority hired the County employees, with a start date of July 1, 2009. The subsidy from the County for FY10 will be $865,000. Budgeted expenses are $934,771. The County transferred certain equipment to the Authority, pending the approval of the State of New Mexico, Department of Finance and Administration.

Effective July 27, 2009, the Authority began providing recycling services to the City of Las Cruces (City). The City will sell to the Authority recycling equipment for $404,735. A grant funded baler is leased at no cost to the Authority. The City's solid waste residential service rate currently contains a $3.09 per month charge for recycling. The City will use the recycling component from the monthly residential solid waste fee to pay the Authority for recycling services. The subsidy from the City for FY10 will be $801,262, based on $3.09 per month per residential (non-senior) solid waste customers. Budget expenses are $516,059.

The solid waste customers of the Authority who reside within the County and other solid waste customers, whose rates may hereafter include a recycling charge, will also provide funding to the Authority solely for the recycling program.

Combining Balance Sheet—Nonmajor Governmental Funds

City of Las Cruces

Combining Balance Sheet—*Nonmajor Governmental Funds*

June 30, 2009

		Special	
	Debt Service	Community Development Block Grant	Court Awarded Funds
Assets			
Pooled cash and investments	$ -	$ 56,814	$ 408,751
Restricted cash and investments	7,839,183	-	-
Receivables, net	5,741	1,065,089	-
Due from other governmental units	-	2,862,510	-
Total assets	$ 7,844,924	$ 3,984,413	$ 408,751
Liabilities and Fund Balances			
Liabilities			
Accounts and contracts payable	$ -	$ 65,775	$ -
Due to other funds	-	76,225	-
Accrued liabilities	-	11,232	-
Deferred revenue	-	3,768,358	-
Total liabilities	-	3,921,590	-
Fund balances			
Reserved	-	-	-
Unreserved	7,844,924	62,823	408,751
Total fund balances	7,844,924	62,823	408,751
Total liabilities and fund balance	$ 7,844,924	$ 3,984,413	$ 408,751

Revenue Fund

MPO Urban Transportation	Fire	Police Protection	Emergency Medical Services	Traffic Safety	Court Automation
$ -	$ 324,374	$ 445,251	$ 20,087	$ 109,905	$ 425,460
-	-	-	-	-	-
-	-	6,252	-	-	-
157,685	-	140,250	-	-	-
$ 157,685	$ 324,374	$ 591,753	$ 20,087	$ 109,905	$ 425,460
$ 2,930	$ -	$ 88,428	$ -	$ -	$ 6,665
38,168	-	-	-	-	-
7,724	-	7,677	-	-	-
-	47,775	-	-	-	-
48,822	47,775	96,105	-	-	6,665
-	-	-	-	-	-
108,863	276,599	495,648	20,087	109,905	418,795
108,863	276,599	495,648	20,087	109,905	418,795
$ 157,685	$ 324,374	$ 591,753	$ 20,087	$ 109,905	$ 425,460

City of Las Cruces

Combining Balance Sheet—*Nonmajor Governmental Funds*

June 30, 2009

	Special		
	Animal Services Center	Prisoner Care	Juvenile Recreation
Assets			
Pooled cash and investments	$ -	$ 711,420	$ 95,995
Restricted cash and investments	-	-	-
Receivables, net	-	-	-
Due from other governmental units	-	-	-
Total assets	$ -	$ 711,420	$ 95,995
Liabilities and Fund Balances			
Liabilities			
Accounts and contracts payable	$ -	$ 381,417	$ -
Due to other funds	-	-	-
Accrued liabilities	-	-	-
Deferred revenue	-	-	-
Total liabilities	-	381,417	-
Fund balances			
Reserved	-	-	-
Unreserved	-	330,003	95,995
Total fund balances	-	330,003	95,995
Total liabilities and fund balance	$ -	$ 711,420	$ 95,995

continued

Revenue Fund

Lodgers' Tax and LCCVB	DWI Prevention	Judicial Education	Environmental Gross Receipts Tax	Health Care Services From MMC Lease
$ 3,410,397	$ 61,000	$ -	$ -	$ 54,338
-	-	-	-	-
-	-	-	-	-
134,640	-	-	332,620	-
$ 3,545,037	$ 61,000	$ -	$ 332,620	$ 54,338
$ 129,026	$ 62,613	$ 1,766	$ 69,259	$ 21,259
-	-	2,205	-	-
20,269	-	-	-	-
-	-	-	-	-
149,295	62,613	3,971	69,259	21,259
-	-	-	-	-
3,395,742	(1,613)	(3,971)	263,361	33,079
3,395,742	(1,613)	(3,971)	263,361	33,079
$ 3,545,037	$ 61,000	$ -	$ 332,620	$ 54,338

City of Las Cruces

Combining Balance Sheet—*Nonmajor Governmental Funds*

June 30, 2009

	Legislative Equipment Grants	Gasoline Tax Street Maintenance Fund	Special Public Safety Gross Receipts Tax
Assets			
Pooled cash and investments	$ -	$ 538,571	$ -
Restricted cash and investments	-	-	-
Receivables, net	-	-	-
Due from other governmental units	374,289	257,014	542,348
Total assets	$ 374,289	$ 795,585	$ 542,348
Liabilities and Fund Balances			
Liabilities			
Accounts and contracts payable	$ 30,302	$ 36	$ -
Due to other funds	343,987	-	21,301
Accrued liabilities	-	10,285	-
Deferred revenue	-	-	-
Total liabilities	374,289	10,321	21,301
Fund balances			
Reserved	-	-	-
Unreserved	-	785,264	521,047
Total fund balances	-	785,264	521,047
Total liabilities and fund balance	$ 374,289	$ 795,585	$ 542,348

continued

Revenue Fund

Keep Las Cruces Beautiful	Older Americans Act Programs	Cash in Lieu of Commodities	RSVP	Children, Youth, and Families
$ -	$ 138,294	$ -	$ -	$ 76,480
-	-	-	-	-
-	-	-	-	-
10,932	187,205	28,141	23,011	11,002
$ 10,932	$ 325,499	$ 28,141	$ 23,011	$ 87,482
$ 2,927	$ 67,582	$ 571	$ 3,872	$ 2,202
5,523	-	10,749	15,574	-
860	33,996	-	3,565	751
1,622	-	-	-	-
10,932	101,578	11,320	23,011	2,953
-	-	-	-	-
-	223,921	16,821	-	84,529
-	223,921	16,821	-	84,529
$ 10,932	$ 325,499	$ 28,141	$ 23,011	$ 87,482

City of Las Cruces

Combining Balance Sheet—*Nonmajor Governmental Funds*

June 30, 2009

	Special		
	Senior Employment Program	State Library Resources Grant	Street Maintenance Operations
Assets			
Pooled cash and investments	$ -	$ -	$ -
Restricted cash and investments	-	-	-
Receivables, net	-	-	-
Due from other governmental units	2,853	2,079	-
Total assets	$ 2,853	$ 2,079	$ -
Liabilities and Fund Balances			
Liabilities			
Accounts and contracts payable	$ -	$ -	$ -
Due to other funds	2,853	1,831	-
Accrued liabilities	-	-	-
Deferred revenue	-	-	-
Total liabilities	2,853	1,831	-
Fund balances			
Reserved	-	-	-
Unreserved	-	248	-
Total fund balances	-	248	-
Total liabilities and fund balance	$ 2,853	$ 2,079	$ -

continued

Revenue Fund

NMFA Flood Control Operations	Special Assessments/ Northrise Morningstar	Downtown Revitalization	Regional Planning Project	State Operations Grants
$ 387,411	$ 18,170	$ 307,225	$ 264,675	$ 12,082
-	-	-	-	-
-	845,802	-	-	13,365
-	1,961,003	-	-	75,137
$ 387,411	$ 2,824,975	$ 307,225	$ 264,675	$ 100,584
$ 2,257	$ -	$ -	$ -	$ 71,885
-	-	-	-	-
6,053	-	-	-	5,539
-	2,806,805	-	-	23,160
8,310	2,806,805	-	-	100,584
-	-	-	-	-
379,101	18,170	307,225	264,675	-
379,101	18,170	307,225	264,675	-
$ 387,411	$ 2,824,975	$ 307,225	$ 264,675	$ 100,584

City of Las Cruces

Combining Balance Sheet—*Nonmajor Governmental Funds*

June 30, 2009

	Special		
	Valley View Heske Garden	Griggs and Walnut Plume	Las Cruces Convention Center
Assets			
Pooled cash and investments	$ 177,616	$ 155,365	$ -
Restricted cash and investments	-	-	-
Receivables, net	-	-	-
Due from other governmental units	-	75,157	-
Total assets	$ 177,616	$ 230,522	$ -
Liabilities and Fund Balances			
Liabilities			
Accounts and contracts payable	$ -	$ 65,596	$ -
Due to other funds	-	-	-
Accrued liabilities	-	-	-
Deferred revenue	-	-	-
Total liabilities	-	65,596	-
Fund balances			
Reserved	-	-	-
Unreserved	177,616	164,926	-
Total fund balances	177,616	164,926	-
Total liabilities and fund balance	$ 177,616	$ 230,522	$ -

continued

Revenue Fund

Telshor Facility	TIDD Dedicated Revenues	Safe Traffic Operations Program	State Special Projects
$ 20,423,478	$ 8,756	$ 124,657	$ -
-	-	-	-
4	-	794,011	-
-	470,637	-	29,446
$ 20,423,482	$ 479,393	$ 918,668	$ 29,446
$ 106,194	$ -	$ 363,224	$ -
-	-	-	29,446
-	-	7	-
-	-	-	-
106,194	-	363,231	29,446
20,317,288	-	-	-
-	479,393	555,437	-
20,317,288	479,393	555,437	-
$ 20,423,482	$ 479,393	$ 918,668	$ 29,446

City of Las Cruces

Combining Balance Sheet—*Nonmajor Governmental Funds*

June 30, 2009

	Capital		
	Public Parks Development	Street Improvement	Airport Improvement
Assets			
Pooled cash and investments	$ 1,266,286	$ 315,960	$ 1,040,242
Restricted cash and investments	-	3,265,676	-
Receivables, net	-	-	-
Due from other governmental units	163,603	955,368	4,879
Total assets	$ 1,429,889	$ 4,537,004	$ 1,045,121
Liabilities and Fund Balances			
Liabilities			
Accounts and contracts payable	$ 58,381	$ 318,222	$ -
Due to other funds	-	1,606,057	-
Accrued liabilities	-	-	-
Deferred revenue	-	56,788	327,873
Total liabilities	58,381	1,981,067	327,873
Fund balances			
Reserved	-	-	-
Unreserved	1,371,508	2,555,937	717,248
Total fund balances	1,371,508	2,555,937	717,248
Total liabilities and fund balance	$ 1,429,889	$ 4,537,004	$ 1,045,121

continued

Projects Fund

Sales Tax-Street Maintenance	NMFA Flood Control	Capital Improvement Reserve	Legislative Capital Improvements	State Capital Improvements	EDA West Mesa Industrial Park Fund
$ 401,585	$ 5,364,653	$ 6,251,671	$ -	$ -	$ 435,470
-	-	-	-	-	-
26,358	25,171	-	-	-	15,204
1,052,702	61,276	-	412	3,935,618	-
$ 1,480,645	$ 5,451,100	$ 6,251,671	$ 412	$ 3,935,618	$ 450,674
$ 30,929	$ 359,731	$ 141,489	$ -	$ 813,605	$ -
-	-	-	412	3,145,462	-
10,000	-	-	-	-	-
45,894	-	-	-	-	-
86,823	359,731	141,489	412	3,959,067	-
-	-	-	-	-	-
1,393,822	5,091,369	6,110,182	-	(23,449)	450,674
1,393,822	5,091,369	6,110,182	-	(23,449)	450,674
$ 1,480,645	$ 5,451,100	$ 6,251,671	$ 412	$ 3,935,618	$ 450,674

City of Las Cruces

Combining Balance Sheet—*Nonmajor Governmental Funds*

June 30, 2009

	2003 Sales Tax Facilities and Parks	State Equipment Acquisition	Capital 2003 Sales Tax Street Lights
Assets			
Pooled cash and investments	$ 96,880	$ -	$ 153,298
Restricted cash and investments	-	1,009,693	
Receivables, net	-	-	-
Due from other governmental units	-	-	-
Total assets	$ 96,880	$ 1,009,693	$ 153,298
Liabilities and Fund Balances			
Liabilities			
Accounts and contracts payable	$ -	$ -	$ 82,364
Due to other funds	-	187,462	-
Accrued liabilities	-	-	-
Deferred revenue	-	-	-
Total liabilities	-	187,462	82,364
Fund balances			
Reserved	-	-	-
Unreserved	96,880	822,231	70,934
Total fund balances	96,880	822,231	70,934
Total liabilities and fund balance	$ 96,880	$ 1,009,693	$ 153,298

continued

Projects Fund				
2005 Gross Receipts Tax Public Improvements	NMFA Parking Deck	2007 NMFA Street Improvements	Federal Stimulus Capital Projects	Total
$ 754,865	$ 4,289,895	$ -	$ -	$ 49,127,377
	717	1,849,418		13,964,687
169	1,003	-	-	2,798,169
-	-	-	57,815	13,909,632
$ 755,034	$ 4,291,615	$ 1,849,418	$ 57,815	$ 79,799,865
$ 86,601	$ -	$ 43,748	$ -	$ 3,480,856
-	-	705,704	57,815	6,250,774
-	-	-	-	117,958
-	-	-	-	7,078,275
86,601	-	749,452	57,815	16,927,863
-	-	-	-	20,317,288
668,433	4,291,615	1,099,966	-	42,554,714
668,433	4,291,615	1,099,966	-	62,872,002
$ 755,034	$ 4,291,615	$ 1,849,418	$ 57,815	$ 79,799,865

City of Las Cruces

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

City of Las Cruces

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

For the Year Ended June 30, 2009

		Special	
	Debt Service	Community Development Block Grant	Court Awarded Funds
Revenues			
Taxes			
Gross receipts	$ -	$ -	$ -
Property	-	-	-
Lodgers	-	-	-
State-shared	-	-	-
Charges for services	-	2,099	-
Fees and fines	-	-	22,939
Investment income (loss)	286,650	21,601	11,109
Licenses and permits	-	-	-
Intergovernmental	-	1,185,971	-
Other	838,766	178,211	-
Total revenues	1,125,416	1,387,882	34,048
Expenditures			
Current			
General government	-	-	-
Facilities	-	-	-
Police	-	-	25,313
Fire	-	-	-
Community development	-	1,244,701	-
Public services	-	-	-
Public works	-	-	-
Capital outlay	-	107,386	38,280
Debt service			
Principal	8,069,188	-	-
Interest and other charges	4,307,153	-	-
Total expenditures	12,376,341	1,352,087	63,593
Revenues over (under) expenditures	(11,250,925)	35,795	(29,545)
Other Financing Sources (Uses)			
Issuance of debt	456,383	-	-
Sale of capital assets	-	-	-
Transfers in	11,943,446	-	-
Transfers out	(169,852)	-	-
Total other financing sources (uses)	12,229,977	-	-
Net change in fund balances	979,052	35,795	(29,545)
Fund balances, beginning of year	6,865,872	27,028	438,296
Fund balances, end of year	$ 7,844,924	$ 62,823	$ 408,751

Revenue Fund

MPO Urban Transportation	Fire	Police Protection	Emergency Medical Services	Traffic Safety	Court Automation
$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	36,120	126,343
3,485	14,188	5,850	785	2,231	9,257
-	-	-	-	-	-
183,080	359,453	918,404	22,000	-	-
-	-	129,209	-	-	77,734
186,565	373,641	1,053,463	22,785	38,351	213,334
-	-	-	-	-	122,063
-	-	-	-	-	-
-	-	821,328	-	3,197	-
-	308,825	-	22,544	-	-
267,239	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	40,661	203,466	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
267,239	349,486	1,024,794	22,544	3,197	122,063
(80,674)	24,155	28,669	241	35,154	91,271
-	-	-	-	-	-
-	-	-	-	-	-
-	-	47,947	-	-	-
-	-	(10,000)	-	-	-
-	-	37,947	-	-	-
(80,674)	24,155	66,616	241	35,154	91,271
189,537	252,444	429,032	19,846	74,751	327,524
$ 108,863	$ 276,599	$ 495,648	$ 20,087	$ 109,905	$ 418,795

City of Las Cruces

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

For the Year Ended June 30, 2009

	Special		
	Animal Services Center	Prisoner Care	Juvenile Recreation
Revenues			
Taxes			
Gross receipts	$ -	$ -	$ -
Property	-	-	-
Lodgers	-	-	-
State-shared	-	-	54,643
Charges for services	535,263	-	-
Fees and fines	-	260,949	-
Investment income (loss)	(2,632)	28,644	1,941
Licenses and permits	-	-	-
Intergovernmental	-	-	-
Other	12,771	-	-
Total revenues	545,402	289,593	56,584
Expenditures			
Current			
General government	-	-	-
Facilities	-	-	-
Police	783,156	2,123,734	-
Fire	-	-	-
Community development	-	-	-
Public services	-	-	8,310
Public works	-	-	-
Capital outlay	-	-	10,728
Debt service			
Principal	-	-	-
Interest and other charges	-	-	-
Total expenditures	783,156	2,123,734	19,038
Revenues over (under) expenditures	(237,754)	(1,834,141)	37,546
Other Financing Sources (Uses)			
Issuance of debt	-	-	-
Sale of capital assets	-	-	-
Transfers in	271,250	1,150,000	-
Transfers out	-	-	-
Total other financing sources (uses)	271,250	1,150,000	-
Net change in fund balances	33,496	(684,141)	37,546
Fund balances, beginning of year	(33,496)	1,014,144	58,449
Fund balances, end of year	$ -	$ 330,003	$ 95,995

continued

Revenue Fund

Lodgers' Tax and LCCVB	DWI Prevention	Judicial Education	Environmental Gross Receipts Tax	Health Care Services From MMC Lease
$ -	$ -	$ -	$ 2,607,620	$ -
-	-	-	-	-
1,663,615	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	14,892	23,176	-	-
92,422	1,679	-	-	862
1,749	-	-	-	-
20,000	-	-	-	-
19,437	-	-	-	-
1,797,223	16,571	23,176	2,607,620	862
-	-	23,872	1,088,064	285,000
-	-	-	-	-
-	27,132	-	-	-
-	-	-	-	-
-	-	-	-	-
1,481,611	-	-	-	-
-	-	-	-	-
18,012	-	-	-	-
-	-	-	-	-
-	-	-	-	-
1,499,623	27,132	23,872	1,088,064	285,000
297,600	(10,561)	(696)	1,519,556	(284,138)
-	-	-	-	-
-	-	-	-	-
1,659,004	-	-	-	300,000
(2,220,828)	-	-	(1,533,028)	-
(561,824)	-	-	(1,533,028)	300,000
(264,224)	(10,561)	(696)	(13,472)	15,862
3,659,966	8,948	(3,275)	276,833	17,217
$ 3,395,742	$ (1,613)	$ (3,971)	$ 263,361	$ 33,079

City of Las Cruces

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

For the Year Ended June 30, 2009

	Legislative Equipment Grants	Gasoline Tax Street Maintenance Fund	Special Public Safety Gross Receipts Tax
Revenues			
Taxes			
Gross receipts	$ -	$ -	$ 3,123,376
Property	-	-	-
Lodgers	-	-	-
State-shared	-	1,500,595	-
Charges for services	-	-	-
Fees and fines	-	-	-
Investment income (loss)	-	9,216	-
Licenses and permits	-	-	-
Intergovernmental	776,058	-	-
Other	-	-	-
Total revenues	776,058	1,509,811	3,123,376
Expenditures			
Current			
General government	-	-	-
Facilities	336,413	-	-
Police	101,988	-	2,144,547
Fire	5,791	-	1,025,515
Community development	-	-	-
Public services	5,000	-	-
Public works	-	602,133	-
Capital outlay	354,812	71,178	-
Debt service			
Principal	-	-	-
Interest and other charges	-	-	-
Total expenditures	804,004	673,311	3,170,062
Revenues over (under) expenditures	(27,946)	836,500	(46,686)
Other Financing Sources (Uses)			
Issuance of debt	-	-	-
Sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	-	(576,560)	-
Total other financing sources (uses)	-	(576,560)	-
Net change in fund balances	(27,946)	259,940	(46,686)
Fund balances, beginning of year	27,946	525,324	567,733
Fund balances, end of year	$ -	$ 785,264	$ 521,047

continued

Revenue Fund				
Keep Las Cruces Beautiful	Older Americans Act Programs	Cash in Lieu of Commodities	RSVP	Children, Youth, and Families
$ -	$ -	$ -	$ -	$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
37,074	779,505	152,543	87,914	116,466
-	-	-	-	-
37,074	779,505	152,543	87,914	116,466
-	-	-	-	-
-	-	-	-	-
95,678	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	1,957,404	139,593	177,089	127,653
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
95,678	1,957,404	139,593	177,089	127,653
(58,604)	(1,177,899)	12,950	(89,175)	(11,187)
-	-	-	-	-
-	-	-	-	-
58,604	1,279,149	-	69,672	14,702
-	(71,752)	-	-	-
58,604	1,207,397	-	69,672	14,702
-	29,498	12,950	(19,503)	3,515
-	194,423	3,871	19,503	81,014
$ -	$ 223,921	$ 16,821	$ -	$ 84,529

City of Las Cruces

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

For the Year Ended June 30, 2009

	Special		
	Senior Employment Program	State Library Resources Grant	Street Maintenance Operations
Revenues			
Taxes			
Gross receipts	$ -	$ -	$ -
Property	-	-	-
Lodgers	-	-	-
State-shared	-	-	-
Charges for services	-	-	-
Fees and fines	-	-	-
Investment income (loss)	-	-	-
Licenses and permits	-	-	-
Intergovernmental	9,508	54,803	-
Other	-	-	-
Total revenues	9,508	54,803	-
Expenditures			
Current			
General government	-	-	-
Facilities	-	-	-
Police	-	-	-
Fire	-	-	-
Community development	-	-	-
Public services	5,312	6,218	-
Public works	-	-	-
Capital outlay	-	48,585	-
Debt service			
Principal	-	-	-
Interest and other charges	-	-	-
Total expenditures	5,312	54,803	-
Revenues over (under) expenditures	4,196	-	-
Other Financing Sources (Uses)			
Issuance of debt	-	-	-
Sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	-	-	(49,930)
Total other financing sources (uses)	-	-	(49,930)
Net change in fund balances	4,196	-	(49,930)
Fund balances, beginning of year	(4,196)	248	49,930
Fund balances, end of year	$ -	$ 248	$ -

continued

Revenue Fund				
NMFA Flood Control Operations	Special Assessments/ Northrise Morningstar	Downtown Revitalization	Regional Planning Project	State Operations Grants
$ -	$ -	$ -	$ -	$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
11,860	(2,629)	8,372	(435)	-
-	-	-	-	-
(23,975)	-	-	-	-
-	-	650	-	276,214
(12,115)	(2,629)	9,022	(435)	276,214
-	-	-	-	-
-	-	10,369	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
411,224	-	-	-	294,681
-	-	61,515	-	-
-	-	-	-	-
-	-	-	-	-
411,224	-	71,884	-	294,681
(423,339)	(2,629)	(62,862)	(435)	(18,467)
-	-	-	-	-
-	-	-	-	-
200,000	-	-	-	2,846
-	-	-	-	-
200,000	-	-	-	2,846
(223,339)	(2,629)	(62,862)	(435)	(15,621)
602,440	20,799	370,087	265,110	15,621
$ 379,101	$ 18,170	$ 307,225	$ 264,675	$ -

City of Las Cruces

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

For the Year Ended June 30, 2009

	Valley View Heske Garden	Griggs and Walnut Plume	Special Las Cruces Convention Center
Revenues			
Taxes			
Gross receipts	$ -	$ -	$ -
Property	-	-	-
Lodgers	-	-	-
State-shared	-	-	-
Charges for services	-	-	-
Fees and fines	-	-	-
Investment income (loss)	4,702	3,235	668
Licenses and permits	-	-	-
Intergovernmental	-	-	-
Other	22	196,296	1,132,660
Total revenues	4,724	199,531	1,133,328
Expenditures			
Current			
General government	-	309,296	-
Facilities	9,140	-	-
Police	-	-	-
Fire	-	-	-
Community development	-	-	-
Public services	-	-	-
Public works	-	-	-
Capital outlay	-	-	-
Debt service			
Principal	-	-	-
Interest and other charges	-	-	-
Total expenditures	9,140	309,296	-
Revenues over (under) expenditures	(4,416)	(109,765)	1,133,328
Other Financing Sources (Uses)			
Issuance of debt	-	-	-
Sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	-	-	(1,133,335)
Total other financing sources (uses)	-	-	(1,133,335)
Net change in fund balances	(4,416)	(109,765)	(7)
Fund balances, beginning of year	182,032	274,691	7
Fund balances, end of year	$ 177,616	$ 164,926	$ -

continued

Revenue Fund

Telshor Facility	TIDD Dedicated Revenues	Safe Traffic Operations Program	State Special Projects
$ -	$ 270,893	$ -	$ -
-	-	-	-
-	-	-	-
-	208,625	-	-
-	-	-	-
-	-	934,096	-
(3,400,978)	(9)	(29)	-
-	-	-	-
-	-	-	29,446
336,273	-	3,531	-
(3,064,705)	479,509	937,598	29,446
277,967	116	-	-
-	-	-	29,446
-	-	382,161	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
277,967	116	382,161	29,446
(3,342,672)	479,393	555,437	-
-	-	-	-
-	-	-	-
-	-	-	-
(240,000)	-	-	-
(240,000)	-	-	-
(3,582,672)	479,393	555,437	-
23,899,960	-	-	-
$ 20,317,288	$ 479,393	$ 555,437	$ -

City of Las Cruces

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

For the Year Ended June 30, 2009

			Capital
	Public Parks Development	Street Improvement	Airport Improvement
Revenues			
Taxes			
Gross receipts	$ -	$ -	$ -
Property	-	-	-
Lodgers	-	-	-
State-shared	-	-	-
Charges for services	-	-	-
Fees and fines	269,530	-	-
Investment income (loss)	53,298	32,006	25,488
Licenses and permits	-	-	-
Intergovernmental	339,642	1,481,679	694,669
Other	-	303,750	-
Total revenues	662,470	1,817,435	720,157
Expenditures			
Current			
General government	1,419	-	-
Facilities	-	-	-
Police	-	-	-
Fire	-	-	-
Community development	-	-	-
Public services	-	-	-
Public works	-	-	-
Capital outlay	1,630,908	4,955,789	668,239
Debt service			
Principal	-	-	-
Interest and other charges	-	-	-
Total expenditures	1,632,327	4,955,789	668,239
Revenues over (under) expenditures	(969,857)	(3,138,354)	51,918
Other Financing Sources (Uses)			
Issuance of debt	-	-	-
Sale of capital assets	-	-	-
Transfers in	-	48,575	-
Transfers out	-	(145,367)	-
Total other financing sources (uses)	-	(96,792)	-
Net change in fund balances	(969,857)	(3,235,146)	51,918
Fund balances, beginning of year	2,341,365	5,791,083	665,330
Fund balances, end of year	$ 1,371,508	$ 2,555,937	$ 717,248

continued

Projects Fund

Sales Tax-Street Maintenance	NMFA Flood Control	Capital Improvement Reserve	Legislative Capital Improvements	State Capital Improvements	EDA West Mesa Industrial Park Fund
$ 6,249,020	$ -	$ -	$ -	$ -	$ -
-	3,441,031	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
11,442	70,762	128,314	-	-	32,314
-	-	-	-	-	-
-	-	-	-	5,777,671	-
62,150	44,822	199,480	-	-	21,267
6,322,612	3,556,615	327,794	-	5,777,671	53,581
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
216,779	34,410	-	-	33,876	13,951
1,456,898	3,588,061	1,828,530	-	5,743,795	1,358,916
-	-	-	-	-	-
-	-	-	-	-	-
1,673,677	3,622,471	1,828,530	-	5,777,671	1,372,867
4,648,935	(65,856)	(1,500,736)	-	-	(1,319,286)
-	4,107,446	-	-	-	-
-	-	-	-	-	587,667
4,319	-	2,610,000	-	-	-
(4,629,734)	(1,874,199)	-	-	-	-
(4,625,415)	2,233,247	2,610,000	-	-	587,667
23,520	2,167,391	1,109,264	-	-	(731,619)
1,370,302	2,923,978	5,000,918	-	(23,449)	1,182,293
$ 1,393,822	$ 5,091,369	$ 6,110,182	$ -	$ (23,449)	$ 450,674

City of Las Cruces

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

For the Year Ended June 30, 2009

	2003 Sales Tax Facilities and Parks	State Equipment Acquisition	Capital 2003 Sales Tax Street Lights
Revenues			
Taxes			
Gross receipts	$ -	$ -	$ -
Property	-	-	-
Lodgers	-	-	-
State-shared	-	-	-
Charges for services	-	-	-
Fees and fines	-	-	-
Investment income (loss)	3,115	5,341	8,473
Licenses and permits	-	-	-
Intergovernmental	-	-	-
Other	-	-	-
Total revenues	3,115	5,341	8,473
Expenditures			
Current			
General government	-	-	-
Facilities	-	-	-
Police	-	-	-
Fire	-	-	-
Community development	-	-	-
Public services	-	-	-
Public works	-	-	-
Capital outlay	25,253	192,251	616,341
Debt service			
Principal	-	-	-
Interest and other charges	-	-	-
Total expenditures	25,253	192,251	616,341
Revenues over (under) expenditures	(22,138)	(186,910)	(607,868)
Other Financing Sources (Uses)			
Issuance of debt	-	-	-
Sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	-	-	-
Net change in fund balances	(22,138)	(186,910)	(607,868)
Fund balances, beginning of year	119,018	1,009,141	678,802
Fund balances, end of year	$ 96,880	$ 822,231	$ 70,934

continued

Projects Fund				
2005 Gross Receipts Tax Public Improvements	NMFA Parking Deck	2007 NMFA Street Improvements	Federal Stimulus Capital Projects	Total
$ -	$ -	$ -	$ -	$ 12,250,909
-	-	-	-	3,441,031
-	-	-	-	1,663,615
-	-	-	-	1,763,863
-	-	-	-	537,362
-	-	-	-	1,688,045
(12,104)	10,735	4,208	-	(2,514,563)
-	-	-	-	1,749
-	-	-	57,815	13,059,726
-	-	-	-	3,833,243
(12,104)	10,735	4,208	57,815	35,724,980
-	-	-	-	2,107,797
-	91,411	-	-	476,779
-	-	-	-	6,508,234
-	-	-	-	1,362,675
-	-	-	-	1,511,940
-	-	-	-	3,908,190
14,178	-	-	-	1,621,232
1,590,196	813,314	1,578,073	57,815	27,059,002
-	-	-	-	8,069,188
-	-	-	-	4,307,153
1,604,374	904,725	1,578,073	57,815	56,932,190
(1,616,478)	(893,990)	(1,573,865)	-	(21,207,210)
-	5,185,605	-	-	9,749,434
-	-	-	-	587,667
145,367	-	-	-	19,804,881
-	-	-	-	(12,654,585)
145,367	5,185,605	-	-	17,487,397
(1,471,111)	4,291,615	(1,573,865)	-	(3,719,813)
2,139,544	-	2,673,831	-	66,591,815
$ 668,433	$ 4,291,615	$ 1,099,966	$ -	$ 62,872,002

City of Las Cruces

Nonmajor Enterprise Funds

City of Las Cruces

Combining Statement of Net Assets—*Nonmajor Enterprise Funds*

June 30, 2009

	Transit & Intermodal	Alternative Fuel Station	Clean Community Commission	Totals
Assets				
Current assets				
Pooled cash and investments	$ 672,043	$ -	$ 29,623	$ 701,666
Accounts receivable, net of allowance for uncollectible accounts	4,882	-	-	4,882
Due from other governments	17,221	-	-	17,221
Total current assets	694,146	-	29,623	723,769
Noncurrent assets				
Other assets	-	51,377	-	51,377
Capital assets	7,049,612	345,729	163,248	7,558,589
Less: accumulated depreciation	(3,233,948)	(193,980)	(144,461)	(3,572,389)
Net capital assets	3,815,664	151,749	18,787	3,986,200
Total noncurrent assets	3,815,664	203,126	18,787	4,037,577
Total assets	4,509,810	203,126	48,410	4,761,346
Liabilities				
Current liabilities				
Accounts and contracts payable	3,140	-	1,148	4,288
Accrued liabilities	71,599	-	-	71,599
Current portion of noncurrent liabilities	24,232	-	-	24,232
Total current liabilities	98,971	-	1,148	100,119
Noncurrent liabilities				
Compensated absences	96,928	-	-	96,928
Total noncurrent liabilities	96,928	-	-	96,928
Total liabilities	195,899	-	1,148	197,047
Net Assets				
Invested in capital assets, net of related debt	3,815,664	151,749	18,787	3,986,200
Unrestricted	498,247	51,377	28,475	578,099
Total net assets	$ 4,313,911	$ 203,126	$ 47,262	$ 4,564,299

City of Las Cruces

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

For the Year Ended June 30, 2009

	Transit	Alternative Fuel Station	Clean Community Commission	Totals
Operating Revenues				
Sales/charges	$ 402,715	$ -	$ -	$ 402,715
Other	17,729	-	-	17,729
Total operating revenues	420,444	-	-	420,444
Operating Expenses				
Personnel services	2,689,761	-	-	2,689,761
Supplies	87,241	-	-	87,241
Utilities	27,663	-	12,418	40,081
Professional services	95,244	-	27,500	122,744
Motor pool charges	433,815	-	-	433,815
Motor fuel	259,245	-	-	259,245
Repairs and maintenance	117,886	-	-	117,886
Depreciation and amortization	432,084	28,981	37,385	498,450
Insurance	23,300	-	-	23,300
Other	5,000	-	-	5,000
Total operating expenses	4,171,239	28,981	77,303	4,277,523
Operating income (loss)	(3,750,795)	(28,981)	(77,303)	(3,857,079)
Nonoperating Revenues (Expenses)				
Grants and contributions	2,789,487	-	-	2,789,487
Total nonoperating revenue (expenses)	2,789,487	-	-	2,789,487
Income (loss) before transfers	(961,308)	(28,981)	(77,303)	(1,067,592)
Transfers in	2,575,752	-	54,400	2,630,152
Transfers out	(15,500)	-	-	(15,500)
Increase in fund net assets	1,598,944	(28,981)	(22,903)	1,547,060
Net assets, beginning of year	2,714,967	232,107	70,165	3,017,239
Total net assets, end of year	$ 4,313,911	$ 203,126	$ 47,262	$ 4,564,299

City of Las Cruces

Combining Statement of Cash Flows—*Nonmajor Enterprise Funds*

For the Year Ended June 30, 2009

	Transit	Alternative Fuel Station	Clean Community Commission	Totals
Cash flows from operating activities				
Cash received from customers	$ 403,069	$ -	$ -	$ 403,069
Cash paid to suppliers	(1,187,002)	-	(42,277)	(1,229,279)
Cash paid to employees	(2,662,799)	-	-	(2,662,799)
Other receipts	17,729	-	-	17,729
Net cash used by operating activities	(3,429,003)	-	(42,277)	(3,471,280)
Cash flows from noncapital financing activities				
Grants and contributions	2,908,783	-	-	2,908,783
Transfers in	2,575,752		54,400	2,630,152
Transfers out	(15,500)	-	-	(15,500)
Net cash provided by noncapital financing activities	5,469,035	-	54,400	5,523,435
Cash flows from capital financing activities				
Sale (purchase) of capital assets	(1,832,107)	-	-	(1,832,107)
Net cash used by capital financing activities	(1,832,107)	-	-	(1,832,107)
Cash flows from investing activities				
Net increase (decrease) in pooled cash and investments	207,925	-	12,123	220,048
Pooled cash and investments, beginning of year	464,118	-	17,500	481,618
Pooled cash and investments, end of year	$ 672,043	$ -	$ 29,623	$ 701,666

City of Las Cruces

Combining Statement of Cash Flows—*Nonmajor Enterprise Funds* — continued

For the Year Ended June 30, 2009

	Transit	Alternative Fuel Station	Clean Community Commission	Totals
Reconciliation of operating income to net cash used by operating activities				
Operating loss	$ (3,750,795)	$ (28,981)	$ (77,303)	$ (3,857,079)
Adjustments to reconcile operating income to net cash provided by operating activities				
Depreciation and amortization	432,085	28,981	37,384	498,450
Change in assets and liabilities				
Accounts receivable	354	-	-	354
Accounts and contracts payable	(137,608)	-	(2,358)	(139,966)
Wages payable and accrued liabilities	26,961	-	-	26,961
Total adjustments	321,792	28,981	35,026	385,799
Net cash used by operating activities	$ (3,429,003)	$ -	$ (42,277)	$ (3,471,280)

City of Las Cruces

Internal Service Funds

City of Las Cruces

Combining Statement of Net Assets—*Internal Service Funds*

June 30, 2009

	Internal Services	Self Insurance	Totals
Assets			
Current assets			
Pooled cash and investments	$ 1,300,624	$ 10,157,189	$ 11,457,813
Accounts receivable, net of allowance for uncollectible accounts	32,202	16,973	49,175
Inventories	552,762	-	552,762
Total current assets	1,885,588	10,174,162	12,059,750
Capital assets	10,368,831	40,110	10,408,941
Less accumulated depreciation	(8,608,290)	(38,059)	(8,646,349)
Capital assets, net	1,760,541	2,051	1,762,592
Total assets	3,646,129	10,176,213	13,822,342
Liabilities			
Current liabilities			
Accounts and contracts payable	118,122	143,220	261,342
Accrued liabilities	88,642	4,576	93,218
Current portion of noncurrent liabilities	35,089	1,861,764	1,896,853
Total current liabilities	241,853	2,009,560	2,251,413
Noncurrent liabilities			
Compensated absences	140,356	4,535	144,891
Estimated liability for insurance claims	-	5,056,038	5,056,038
Total noncurrent liabilities	140,356	5,060,573	5,200,929
Total liabilities	382,209	7,070,133	7,452,342
Net Assets			
Invested in capital assets, net of related debt	1,760,541	2,051	1,762,592
Unrestricted	1,503,379	3,104,029	4,607,408
Total net assets	$ 3,263,920	$ 3,106,080	$ 6,370,000

City of Las Cruces

Combining Statement of Revenues, Expenses and Changes in Fund Net Assets—*Internal Service Funds*
For the Year Ended June 30, 2009

	Internal Services	Self Insurance	Totals
Operating Revenues			
Motor pool charges	$ 9,937,973	$ -	$ 9,937,973
Rental charges and other	94,411	687,131	781,542
Charges for insurance	-	3,106,599	3,106,599
Total operating revenues	10,032,384	3,793,730	13,826,114
Cost of services	2,096,519	-	2,096,519
Gross margin	7,935,865	3,793,730	11,729,595
Operating Expenses			
Personnel services	3,359,086	171,773	3,530,859
Supplies	3,076,567	4,264	3,080,831
Utilities	346,055	-	346,055
Professional services	168,327	496,901	665,228
Motor pool charges	22,007	-	22,007
Repairs and maintenance	603,441	-	603,441
Rent	204,666	-	204,666
Depreciation	573,847	1,107	574,954
Claims and judgments	-	3,082,250	3,082,250
Insurance	119,873	-	119,873
Other	24,627	6,301	30,928
Total operating expenses	8,498,496	3,762,596	12,261,092
Operating income (loss)	(562,631)	31,134	(531,497)

City of Las Cruces

Combining Statement of Revenues, Expenses and Changes in Fund Net Assets—*Internal Service Funds* — continued
For the Year Ended June 30, 2009

	Internal Services	Self Insurance	Totals
Nonoperating Revenues (Expenses)			
Investment income	23,705	241,371	265,076
Total nonoperating revenue (expenses)	23,705	241,371	265,076
Income (loss) before transfers	(538,926)	272,505	(266,421)
Transfers in	185,027	524,525	709,552
Transfers out	(3,978)	-	(3,978)
Increase (decrease) in fund net assets	(357,877)	797,030	439,153
Net assets, beginning of year	3,621,797	2,309,050	5,930,847
Net assets, end of year	$ 3,263,920	$ 3,106,080	$ 6,370,000

City of Las Cruces

Combining Statement of Cash Flows—*Internal Service Funds*

For the Year Ended June 30, 2009

	Internal Services	Self Insurance	Totals
Cash flows from operating activities			
Cash received from customers (including other funds)	$ 10,034,056	$ 3,788,224	$ 13,822,280
Cash paid to suppliers	(6,722,508)	(1,047,633)	(7,770,141)
Cash paid to employees	(3,434,182)	690	(3,433,492)
Claims paid	-	(2,513,467)	(2,513,467)
Net cash provided (used) by operating activities	(122,634)	227,814	105,180
Cash flows from noncapital financing activities			
Transfers in	185,027	524,525	709,552
Transfers out	(3,978)	-	(3,978)
Net cash provided (used) by noncapital financing activities	181,049	524,525	705,574
Cash flows from capital and related financing activities			
Purchase of capital assets	(420,304)	-	(420,304)
Net cash used by capital and related financing activities	(420,304)	-	(420,304)
Cash flows from investing activities			
Interest received	23,705	241,371	265,076
Net cash provided by investing activities	23,705	241,371	265,076
Net increase (decrease) in cash and cash equivalents	(338,184)	993,710	655,526
Cash and cash equivalents, beginning of year	1,638,808	9,163,479	10,802,287
Cash and cash equivalents, end of year	$ 1,300,624	$ 10,157,189	$ 11,457,813

City of Las Cruces

Combining Statement of Cash Flows—*Internal Service Funds* — continued
For the Year Ended June 30, 2009

	Internal Services	Self Insurance	Totals
Reconciliation of operating income to net cash provided (used) by operating activities			
Operating income (loss)	$ (562,631)	$ 31,134	$ (531,497)
Adjustments to reconcile operating income to net cash provided by operating activities			
Depreciation	573,847	1,107	574,954
Change in assets and liabilities			
Accounts receivables	1,672	(5,507)	(3,835)
Inventories	114,144	-	114,144
Due from governmental agencies	20,288	-	20,288
Accounts and contracts payable	(194,858)	(368,393)	(563,251)
Estimated liability for insurance claims	-	568,783	568,783
Wages payable and accrued liabilities	(75,096)	690	(74,406)
Total adjustments	439,997	196,680	636,677
Net cash provided (used) by operating activities	$ (122,634)	$ 227,814	$ 105,180

Agency Fund

City of Las Cruces
Schedule of Changes in Assets and Liabilities
Agency Fund
For the Year Ended June 30, 2009

	Balance June 30, 2008	Additions	Deductions	Balance June 30, 2009
Mesilla Valley Regional Dispatch Authority				
Assets				
Pooled cash and investments	$ -	$ 2,996,848	$ 2,848,186	$ 148,662
Accounts receivable	36	17,914	12,996	4,954
Receivable from other governments	106,139	1,411,295	1,502,739	14,695
Total assets	$ 106,175	$ 4,426,057	$ 4,363,921	$ 168,311
Liabilities				
Due to fiscal agent	$ 58,836	$ -	$ 58,836	$ -
Accounts and contracts payable	25,711	760,326	701,353	84,684
Accrued wages payable	116,257	792,708	782,427	126,538
Funds held for others	(94,629)	137,156	85,438	(42,911)
Total liabilities	$ 106,175	$ 1,690,190	$ 1,628,054	$ 168,311
Metro Narcotics Fund				
Assets				
Pooled cash and investments	$ 1,013,447	$ 1,502,193	$ 1,484,907	$ 1,030,733
Accounts receivable	-	26,000	26,000	-
Receivable from other governments	116,920	1,002,096	1,069,052	49,964
Total assets	$ 1,130,367	$ 2,530,289	$ 2,579,959	$ 1,080,697
Liabilities				
Accounts and contracts payable	$ 27,923	$ 1,075,967	$ 1,096,302	$ 7,588
Accrued wages payable	7,198	71,472	71,646	7,024
Funds held for others	1,095,246	14,232	43,393	1,066,085
Total liabilities	$ 1,130,367	$ 1,161,671	$ 1,211,341	$ 1,080,697
Lower Rio Grande Water Users Organization				
Assets				
Pooled cash and investments	$ (2,063)	$ 2,070	$ 1,798	$ (1,791)
Receivable from other governments	2,070	4,515	4,787	1,798
Total assets	$ 7	$ 6,585	$ 6,585	$ 7
Liabilities				
Funds held for others	$ 7	$ -	$ -	$ 7
Total liabilities	$ 7	$ -	$ -	$ 7

City of Las Cruces
Schedule of Changes in Assets and Liabilities — continued
Agency Fund
For the Year Ended June 30, 2009

	Balance June 30, 2008	Additions	Deductions	Balance June 30, 2009
Branigan Estate Fund				
Assets				
Pooled cash and investments	$ 2,787,542	$ 91,167	$ 61,559	$ 2,817,150
Total assets	$ 2,787,542	$ 91,167	$ 61,559	$ 2,817,150
Liabilities				
Accounts and contracts payable	$ -	$ 44,931	$ 44,620	$ 311
Funds held for others	2,787,542	29,297	-	2,816,839
Total liabilities	$ 2,787,542	$ 74,228	$ 44,620	$ 2,817,150
Gifts and Memorials Fund				
Assets				
Pooled cash and investments	$ 159,666	$ 74,272	$ 45,025	$ 188,913
Accounts receivable	500	2,500	1,500	1,500
Total assets	$ 160,166	$ 76,772	$ 46,525	$ 190,413
Liabilities				
Accounts and contracts payable	$ -	$ 27,150	$ 25,637	$ 1,513
Funds held for others	160,166	28,734	-	188,900
Total liabilities	$ 160,166	$ 55,884	$ 25,637	$ 190,413
Mesilla Valley Safety Council				
Assets				
Pooled cash and investments	$ 17,385	$ 65,394	$ 64,789	$ 17,990
Receivable from other governments	61,821	52,124	61,821	52,124
Total assets	$ 79,206	$ 117,518	$ 126,610	$ 70,114
Liabilities				
Accounts and contracts payable	$ 33,305	$ 84,917	$ 94,009	$ 24,213
Funds held for others	45,901	52,124	52,124	45,901
Total liabilities	$ 79,206	$ 137,041	$ 146,133	$ 70,114

City of Las Cruces
Schedule of Changes in Assets and Liabilities — continued
Agency Fund
For the Year Ended June 30, 2009

	Balance June 30, 2008	Additions	Deductions	Balance June 30, 2009
Employee Benefits Committee				
Assets				
Pooled cash and investments	$ 1,559	$ 13,592	$ 12,936	$ 2,215
Total assets	$ 1,559	$ 13,592	$ 12,936	$ 2,215
Liabilities				
Accounts and contracts payable	$ -	$ 8,611	$ 8,611	$ -
Funds held for others	1,559	656	-	2,215
Total liabilities	$ 1,559	$ 9,267	$ 8,611	$ 2,215
Veteran's Museum				
Assets				
Pooled cash and investments	$ 150	$ -	$ -	$ 150
Total assets	$ 150	$ -	$ -	$ 150
Liabilities				
Funds held for others	$ 150	$ -	$ -	$ 150
Total liabilities	$ 150	$ -	$ -	$ 150
Veteran's Memorial Wall				
Assets				
Pooled cash and investments	$ 14,369	$ 369	$ 59	$ 14,679
Total assets	$ 14,369	$ 369	$ 59	$ 14,679
Liabilities				
Funds held for others	$ 14,369	$ 310	$ -	$ 14,679
Total liabilities	$ 14,369	$ 310	$ -	$ 14,679
RGNGA				
Assets				
Pooled cash and investments	$ 2,252,394	$ 14,538,367	$ 15,124,277	$ 1,666,484
Total assets	$ 2,252,394	$ 14,538,367	$ 15,124,277	$ 1,666,484
Liabilities				
Funds held for others	$ 2,252,394	$ 14,538,367	$ 15,124,277	$ 1,666,484
Total liabilities	$ 2,252,394	$ 14,538,367	$ 15,124,277	$ 1,666,484

City of Las Cruces
Schedule of Changes in Assets and Liabilities — continued
Agency Fund
For the Year Ended June 30, 2009

	Balance June 30, 2008	Additions	Deductions	Balance June 30, 2009
Animal Services of Mesilla Valley				
Assets				
Pooled cash and investments	$ -	$ 862,694	$ 605,497	$ 257,197
Receivable from other governments	-	377,590	231,488	146,102
Total assets	$ -	$ 1,240,284	$ 836,985	$ 403,299
Liabilities				
Due to fiscal agent	$ -	$ 35,833	$ -	$ 35,833
Accounts and contracts payable	-	148,661	142,848	5,813
Accrued wages payable	-	177,408	126,914	50,494
Funds held for others	-	331,007	19,848	311,159
Total liabilities	$ -	$ 692,909	$ 289,610	$ 403,299
Total – All Fiduciary Funds				
Assets				
Pooled cash and investments	$ 6,244,449	$ 20,146,966	$ 20,249,033	$ 6,142,382
Accounts receivable	536	46,414	40,496	6,454
Receivable from other governments	286,950	2,847,620	2,869,887	264,683
Total assets	$ 6,531,935	$ 23,041,000	$ 23,159,416	$ 6,413,519
Liabilities				
Due to fiscal agent	$ 58,836	$ 35,833	$ 58,836	$ 35,833
Accounts and contracts payable	86,939	2,150,563	2,113,380	124,122
Accrued wages payable	123,455	1,041,588	980,987	184,056
Funds held for others	6,262,705	15,131,883	15,325,080	6,069,508
Total liabilities	$ 6,531,935	$ 18,359,867	$ 18,478,283	$ 6,413,519

City of Las Cruces

Budgetary Comparison Schedules

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

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

Major Capital Projects Funds

- 2005 GRT City Hall Fund
- Las Cruces Convention Center Fund

2005 Gross Receipts Tax City Hall Fund: To provide for the design and construction of a new City Hall facility. Funding is the 2005 Sales Tax Bond.

Las Cruces Convention Center Fund: To provide for the design, construction and equipping the Las Cruces convention center. The source of funding is a New Mexico Finance Authority loan.

City of Las Cruces

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

Capital Projects—2005 GRT City Hall

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ 1,000,000	$ 1,000,000	**$ (213,616)**	$ (1,213,616)	$ 1,081,748
Total revenues	1,000,000	1,000,000	**(213,616)**	(1,213,616)	1,081,748
Expenditures					
Capital outlay	26,744,857	23,110,872	**21,189,007**	1,921,865	3,589,494
Total expenditures	26,744,857	23,110,872	**21,189,007**	1,921,865	3,589,494
Revenues over (under) expenditures	(25,744,857)	(22,110,872)	**(21,402,623)**	708,249	(2,507,746)
Other Financing Sources (Uses)					
Transfer in	-	-	**-**	-	1,400,000
Total other financing sources (uses)	-	-	**-**	-	1,400,000
Net change in fund balance	(25,744,857)	(22,110,872)	**(21,402,623)**	708,249	(1,107,746)
Fund balance, beginning of year	22,110,873	22,110,873	**22,110,873**	-	23,218,619
Fund balance, end of year	$ (3,633,984)	$ 1	**$ 708,250**	$ 708,249	$ 22,110,873

City of Las Cruces

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

Capital Projects — Las Cruces Convention Center

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ (318,000)	$ (318,000)	$ 182,017	$ 500,017	$ 424,458
Total revenues	(318,000)	(318,000)	**182,017**	500,017	424,458
Expenditures					
Current					
Public works	36,319	36,319	2,848	33,471	33,681
Capital outlay	25,356,088	25,356,088	1,354,803	24,001,285	410,101
Total expenditures	25,392,407	25,392,407	**1,357,651**	24,034,756	443,782
Revenues over (under) expenditures	(25,710,407)	(25,710,407)	**(1,175,634)**	24,534,773	(19,324)
Other Financing Sources (Uses)					
Issuance of debt	-	-	-	-	25,500,000
Total other financing sources (uses)	-	-	**-**	-	25,500,000
Net change in fund balance	(25,710,407)	(25,710,407)	**(1,175,634)**	24,534,773	25,480,676
Fund balance, beginning of year	25,480,676	25,480,676	**25,480,676**	-	-
Fund balance, end of year	$ (229,731)	$ (229,731)	**$ 24,305,042**	$ 24,534,773	$ 25,480,676

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

Debt Service Fund

Special Revenue Funds

- Community Development Block Grant
- Court Awarded Funds
- MPO Urban Transportation
- Fire
- Police Protection
- Emergency Medical Services
- Traffic Safety
- Court Automation
- Animal Services Center
- Prisoner Care
- Juvenile Recreation
- Lodgers' Tax and LCCVB
- DWI Prevention
- Judicial Education
- Environmental Gross Receipts Tax
- Health Care Services from MMC Lease
- Legislative Equipment Grants
- Gasoline Tax Street Maintenance
- Public Safety Gross Receipts Tax
- Keep Las Cruces Beautiful
- Older Americans Act Programs
- Cash in Lieu of Commodities
- RSVP
- Children, Youth, and Families
- Senior Employment Program
- State Library Resources Grant
- Street Maintenance Operations
- Flood Control Operations
- Special Projects–Northrise/Morningstar
- Downtown Revitalization
- Regional Planning Project
- State Operations Grant
- Valley View Heske Garden Grant
- Griggs and Walnut Plume Grant
- Las Cruces Convention Center
- Telshor Facility
- TIDD Dedicated Revenues
- Safe Traffic Operations Program
- State Special Project

Capital Projects Funds

- Public Parks Development
- Street Improvement
- Airport Improvement
- Sales Tax–Street Maintenance
- NMFA Flood Control
- Capital Improvement Reserve
- Legislative Capital Improvements
- State Capital Improvements
- EDA West Mesa Industrial Park
- 1999 Sales Tax Street Projects Series A
- 2003 Sales Tax Facilities and Parks
- State Equipment Acquisition
- 2003 Sales Tax Street Lights
- 2005 Gross Receipts Tax Public Improvements
- NMFA Parking Deck
- 2007 NMFA Street Improvements
- Federal Stimulus Capital Projects

Debt Service Fund

Debt Service Fund: Accounts for the resources accumulated and payments made for principal and interest on long-term debt of the governmental funds.

Special Revenue Funds

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

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

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

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

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

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

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

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

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

Special Revenue Funds
— continued —

Animal Services Center: To account for operational expenditures of the animal shelter, including the funding from Dona Ana County.

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

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

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

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

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

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

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

Legislative Equipment Grants: To provide funding for the acquisition of equipment for legislative purposes.

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

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

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

Special Revenue Funds
— continued —

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

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

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

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

Senior Employment Program: To provide training for low-income persons age 55 years and older for placement in non-governmental agencies. The program is funded by a state grant, administered by the Non-metro Area Agency on Aging.

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

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

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

Special Projects—Northrise/Morningstar: To account for the reimbursement from developers to the City, through certain assessments, for the construction of Northrise and Morningstar streets.

Downtown Revitalization: To account for the re-development of the downtown area of Las Cruces. Funding comes from sale of property in the downtown area and other activities for revitalization.

Regional Planning Project: To account for the receipt of state funds provided to develop a long-range regional plan (Vision 2040), in cooperation with Dona Ana County and New Mexico State University.

Special Revenue Funds
— continued —

State Operations Grant: To account for the receipt of legislative appropriations provided for operational expenditures in support of local service agencies.

Valley View Heske Garden: To account for the construction and maintenance of a park. Funding comes from a portion of the Emma B. Heske Trust that was left to the City of Las Cruces for construction of a park according to Ms. Heske's wishes.

Griggs and Walnut Plume: To account for the operations of the Griggs and Walnut water production area, and the remediation activities associated with the site.

Las Cruces Convention Center: To account for receipt of the convention center fees paid to support the debt service payments for the convention center.

Telshor Facility: To account for the lease of the Telshor Facility.

TIDD Dedicated Revenues: To account for an amount of 75% of the State Gross Receipts Tax increment generated within the district that may be dedicated for the purpose of securing tax increment bonds issued by the district.

Safe Traffic Operations Program: To account for the programs that use cameras to enforce red light and speeding violations.

State Special Project: To account for the purchase, plan and design of a transitional living facility for young adults in Dona Ana County. Funding sources are from the State.

City of Las Cruces

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

Debt Service Fund

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ 133,500	$ 132,597	**$ 286,650**	$ 154,053	$ 382,117
Other	892,772	892,772	**838,766**	(54,006)	842,516
Total revenues	1,026,272	1,025,369	**1,125,416**	100,047	1,224,633
Expenditures					
Debt service					
Principal	8,859,883	8,828,883	**8,069,188**	759,695	7,104,329
Interest	4,555,863	4,664,085	**4,307,153**	356,932	3,880,591
Total expenditures	13,415,746	13,492,968	**12,376,341**	1,116,627	10,984,920
Revenues over (under) expenditures	(12,389,474)	(12,467,599)	**(11,250,925)**	1,216,674	(9,760,287)
Other Financing Sources (Uses)					
Issuance of debt	-	185,715	**456,383**	270,668	2,343,850
Transfers in	12,156,161	12,184,379	**11,943,446**	(240,933)	10,718,129
Transfers out	(239,000)	(178,270)	**(169,852)**	8,418	(89,210)
Total other financing sources (uses)	11,917,161	12,191,824	**12,229,977**	38,153	12,972,769
Net change in fund balance	(472,313)	(275,775)	**979,052**	1,254,827	3,212,482
Fund balance, beginning of year	6,865,872	6,865,872	**6,865,872**	-	3,653,390
Fund balance, end of year	$ 6,393,559	$ 6,590,097	**$ 7,844,924**	$ 1,254,827	$ 6,865,872

City of Las Cruces

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

Community Development Block Grant

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Charges for services	$ 10,000	$ 10,000	**$ 2,099**	$ (7,901)	$ 8,785
Investment income	44,000	28,244	**21,601**	(6,643)	27,160
Other	116,000	131,756	**178,211**	46,455	60,108
Intergovernmental	3,973,702	4,994,457	**1,185,971**	(3,808,486)	2,226,657
Total revenues	4,143,702	5,164,457	**1,387,882**	(3,776,575)	2,322,710
Expenditures					
Current					
Community development	3,687,727	4,936,167	**1,244,701**	3,691,466	1,758,779
Capital outlay	455,975	228,289	**107,386**	120,903	730,828
Total expenditures	4,143,702	5,164,456	**1,352,087**	3,812,369	2,489,607
Net change in fund balance	-	1	**35,795**	35,794	(166,897)
Fund balance, beginning of year	27,028	27,028	**27,028**	-	193,925
Fund balance, end of year	$ 27,028	$ 27,029	**$ 62,823**	$ 35,794	$ 27,028

City of Las Cruces

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

Court Awarded Funds

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Fees and fines	$ (30,000)	$ (30,000)	**$ 22,939**	$ 52,939	$ -
Investment income	-	-	**11,109**	11,109	18,637
Total revenues	(30,000)	(30,000)	**34,048**	64,048	18,637
Expenditures					
Current					
Police	-	54,000	**25,313**	28,687	44,810
Capital outlay	21,349	41,361	**38,280**	3,081	37,508
Total expenditures	21,349	95,361	**63,593**	31,768	82,318
Net change in fund balance	(51,349)	(125,361)	**(29,545)**	95,816	(63,681)
Fund balance, beginning of year	438,296	438,296	**438,296**	-	501,977
Fund balance, end of year	$ 386,947	$ 312,935	**$ 408,751**	$ 95,816	$ 438,296

City of Las Cruces

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

MPO Urban Transportation

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income (loss)	$ -	$ -	**$ 3,485**	$ 3,485	$ 2,595
Intergovernmental	(214,485)	(280,766)	**183,080**	463,846	183,017
Other	-	-	**-**	-	100
Total revenues	(214,485)	(280,766)	**186,565**	467,331	185,712
Expenditures					
Current					
Community development	347,690	479,278	**267,239**	212,039	252,424
Revenues over (under) expenditures	(562,175)	(760,044)	**(80,674)**	679,370	(66,712)
Other Financing Sources (Uses)					
Transfers in	125,000	125,000	**-**	(125,000)	125,000
Total other financing sources (uses)	125,000	125,000	**-**	(125,000)	125,000
Net change in fund balance	(437,175)	(635,044)	**(80,674)**	554,370	58,288
Fund balance, beginning of year	189,537	189,537	**189,537**	-	131,249
Fund balance, end of year	$ (247,638)	$ (445,507)	**$ 108,863**	$ 554,370	$ 189,537

City of Las Cruces

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

Fire

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ -	$ (5,000)	**$ 14,188**	$ 19,188	$ 25,597
Intergovernmental	(416,741)	(407,228)	**359,453**	766,681	419,613
Total revenues	(416,741)	(412,228)	**373,641**	785,869	445,210
Expenditures					
Current					
Fire	413,528	535,872	**308,825**	227,047	395,197
Capital outlay	53,500	128,800	**40,661**	88,139	62,763
Total expenditures	467,028	664,672	**349,486**	315,186	457,960
Other Financing Sources (Uses)					
Transfers in	-	-	**-**	-	(29,833)
Total other financing sources (uses)	-	-	**-**	-	(29,833)
Net change in fund balance	(883,769)	(1,076,900)	**24,155**	1,101,055	(42,583)
Fund balance, beginning of year	252,444	252,444	**252,444**	-	295,027
Fund balance, end of year	$ (631,325)	$ (824,456)	**$ 276,599**	$ 1,101,055	$ 252,444

City of Las Cruces

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

Police Protection

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ (1,000)	$ (1,000)	**$ 5,850**	$ 6,850	$ 2,991
Other	60,000	60,000	**129,209**	69,209	168,928
Intergovernmental	1,566,004	1,888,941	**918,404**	(970,537)	1,633,046
Total revenues	1,625,004	1,947,941	**1,053,463**	(894,478)	1,804,965
Expenditures					
Current					
Police	2,843,550	1,881,033	**821,328**	1,059,705	818,162
Capital outlay	13,526	352,441	**203,466**	148,975	1,050,609
Total expenditures	2,857,076	2,233,474	**1,024,794**	1,208,680	1,868,771
Revenues over (under) expenditures	(1,232,072)	(285,533)	**28,669**	314,202	(63,806)
Other Financing Sources (Uses)					
Transfers in	156,544	98,051	**47,947**	(50,104)	378,552
Transfers out	-	(10,000)	**(10,000)**	-	-
Total other financing sources (uses)	156,544	88,051	**37,947**	(50,104)	378,552
Net change in fund balance	(1,075,528)	(197,482)	**66,616**	264,098	314,746
Fund balance, beginning of year	429,032	429,032	**429,032**	-	114,286
Fund balance, end of year	$ (646,496)	$ 231,550	**$ 495,648**	$ 264,098	$ 429,032

City of Las Cruces

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

Emergency Medical Services

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ -	$ -	**$ 785**	$ 785	$ 963
Intergovernmental	(20,000)	(22,000)	**22,000**	44,000	20,000
Total revenues	(20,000)	(22,000)	**22,785**	44,785	20,963
Expenditures					
Current					
Fire	20,000	41,845	**22,544**	19,301	17,057
Total expenditures	20,000	41,845	**22,544**	19,301	17,057
Net change in fund balance	(40,000)	(63,845)	**241**	64,086	3,906
Fund balance, beginning of year	19,846	19,846	**19,846**	-	15,940
Fund balance, end of year	$ (20,154)	$ (43,999)	**$ 20,087**	$ 64,086	$ 19,846

City of Las Cruces

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

Traffic Safety

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Fees and fines	$ 43,000	$ 43,000	**$ 36,120**	$ (6,880)	$ 35,159
Investment income	2,500	2,500	**2,231**	(269)	2,976
Total revenues	45,500	45,500	**38,351**	(7,149)	38,135
Expenditures					
Current					
Police	18,500	18,500	**3,197**	15,303	21,636
Capital outlay	30,700	30,700	**-**	30,700	14,382
Total expenditures	49,200	49,200	**3,197**	46,003	36,018
Net change in fund balance	(3,700)	(3,700)	**35,154**	38,854	2,117
Fund balance, beginning of year	74,751	74,751	**74,751**	-	72,634
Fund balance, end of year	$ 71,051	$ 71,051	**$ 109,905**	$ 38,854	$ 74,751

City of Las Cruces

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

Court Automation

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Fees and fines	$ (110,000)	$ (110,000)	**$ 126,343**	$ 236,343	$ 121,847
Investment income	(6,000)	(6,000)	**9,257**	15,257	11,587
Other	(2,500)	(2,500)	**77,734**	80,234	27,601
Total revenues	(118,500)	(118,500)	**213,334**	331,834	161,035
Expenditures					
Current					
General government	257,112	257,112	**122,063**	135,049	126,606
Total expenditures	257,112	257,112	**122,063**	135,049	126,606
Net change in fund balance	(375,612)	(375,612)	**91,271**	466,883	34,429
Fund balance, beginning of year	327,524	327,524	**327,524**	-	293,095
Fund balance, end of year	$ (48,088)	$ (48,088)	**$ 418,795**	$ 466,883	$ 327,524

City of Las Cruces

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

Animal Services Center

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Charges for services	$ (817,206)	$ (850,702)	**$ 535,263**	$ 1,385,965	$ 246,295
Investment income	-	-	**(2,632)**	(2,632)	107
Other	(2,033)	(2,033)	**12,771**	14,804	2,329
Total revenues	(819,239)	(852,735)	**545,402**	1,398,137	248,731
Expenditures					
Current					
Police	1,129,604	1,129,604	**783,156**	346,448	394,009
Total expenditures	1,129,604	1,129,604	**783,156**	346,448	394,009
Revenues over (under) expenditures	(1,948,843)	(1,982,339)	**(237,754)**	1,744,585	(145,278)
Other Financing Sources (Uses)					
Transfers in	310,365	310,365	**271,250**	(39,115)	111,782
Total other financing sources (uses)	310,365	310,365	**271,250**	(39,115)	111,782
Net change in fund balance	(1,638,478)	(1,671,974)	**33,496**	1,705,470	(33,496)
Fund balance, beginning of year	(33,496)	(33,496)	**(33,496)**	-	-
Fund balance, end of year	$ (1,671,974)	$ (1,705,470)	**$ -**	$ 1,705,470	$ (33,496)

City of Las Cruces

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

Prisoner Care

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Fees and fines	$ (225,000)	$ (225,000)	**$ 260,949**	$ 485,949	$ 248,415
Investment income	(20,000)	(20,000)	**28,644**	48,644	39,193
Total revenues	(245,000)	(245,000)	**289,593**	534,593	287,608
Expenditures					
Current					
General government	-	-	**-**	-	1,276,950
Police	1,350,000	2,135,000	**2,123,734**	11,266	158,553
Total expenditures	1,350,000	2,135,000	**2,123,734**	11,266	1,435,503
Revenues over (under) expenditures	(1,595,000)	(2,380,000)	**(1,834,141)**	545,859	(1,147,895)
Other Financing Sources (Uses)					
Transfers in	1,150,000	1,150,000	**1,150,000**	-	1,650,000
Total other financing sources (uses)	1,150,000	1,150,000	**1,150,000**	-	1,650,000
Net change in fund balance	(445,000)	(1,230,000)	**(684,141)**	545,859	502,105
Fund balance, beginning of year	1,014,144	1,014,144	**1,014,144**	-	512,039
Fund balance, end of year	$ 569,144	$ (215,856)	**$ 330,003**	$ 545,859	$ 1,014,144

City of Las Cruces

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

Juvenile Recreation

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
State-shared taxes	$ (40,000)	$ (40,000)	**$ 54,643**	$ 94,643	$ 55,352
Investment income	(1,000)	(1,000)	**1,941**	2,941	2,173
Total revenues	(41,000)	(41,000)	**56,584**	97,584	57,525
Expenditures					
Current					
Public services	20,000	20,000	**8,310**	11,690	22,466
Capital outlay	20,000	20,000	**10,728**	9,272	16,207
Total expenditures	40,000	40,000	**19,038**	20,962	38,673
Net change in fund balance	(81,000)	(81,000)	**37,546**	118,546	18,852
Fund balance, beginning of year	58,449	58,449	**58,449**	-	39,597
Fund balance, end of year	$ (22,551)	$ (22,551)	**$ 95,995**	$ 118,546	$ 58,449

City of Las Cruces

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

Lodgers' Tax & LCCVB

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Local taxes					
Lodgers' tax	$ (1,865,156)	$ (1,660,151)	**$ 1,663,615**	$ 3,323,766	$ 1,785,109
Total local taxes	(1,865,156)	(1,660,151)	**1,663,615**	3,323,766	1,785,109
Investment income	90,000	90,000	**92,422**	2,422	139,595
Licenses and permits	(16,000)	-	**1,749**	1,749	21,449
Other	(5,000)	(14,523)	**19,437**	33,960	15,231
Intergovernmental	(17,000)	(20,000)	**20,000**	40,000	17,000
Total revenues	(1,813,156)	(1,604,674)	**1,797,223**	3,401,897	1,978,384
Expenditures					
Current					
Public services	1,956,774	1,914,613	**1,481,611**	433,002	1,613,637
Capital outlay	21,000	21,000	**18,012**	2,988	-
Total expenditures	1,977,774	1,935,613	**1,499,623**	435,990	1,613,637
Revenues over (under) expenditures	(3,790,930)	(3,540,287)	**297,600**	3,837,887	364,747
Other Financing Sources (Uses)					
Transfers in	1,238,262	1,041,595	**1,659,004**	617,409	1,580,520
Transfers out	(1,740,141)	(1,934,680)	**(2,220,828)**	(286,148)	(1,754,506)
Total other financing sources (uses)	(501,879)	(893,085)	**(561,824)**	331,261	(173,986)
Net change in fund balance	(4,292,809)	(4,433,372)	**(264,224)**	4,169,148	190,761
Fund balance, beginning of year	3,659,966	3,659,966	**3,659,966**	-	3,469,205
Fund balance, end of year	$ (632,843)	$ (773,406)	**$ 3,395,742**	$ 4,169,148	$ 3,659,966

City of Las Cruces

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

DWI Prevention

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Fees and fines	$ (33,282)	$ (33,282)	**$ 14,892**	$ 48,174	$ 37,441
Investment income	1,000	1,000	**1,679**	679	2,470
Total revenues	(32,282)	(32,282)	**16,571**	48,853	39,911
Expenditures					
Current					
Police	35,000	35,000	**27,132**	7,868	28,895
Total expenditures	35,000	35,000	**27,132**	7,868	28,895
Net change in fund balance	(67,282)	(67,282)	**(10,561)**	56,721	11,016
Fund balance, beginning of year	8,948	8,948	**8,948**	-	(2,068)
Fund balance, end of year	$ (58,334)	$ (58,334)	**$ (1,613)**	$ 56,721	$ 8,948

City of Las Cruces

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

Judicial Education

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Fees and fines	$ 23,000	$ 23,000	**$ 23,176**	$ 176	$ 22,178
Total revenues	23,000	23,000	**23,176**	176	22,178
Expenditures					
Current					
General government	23,000	23,000	**23,872**	(872)	22,207
Total expenditures	23,000	23,000	**23,872**	(872)	22,207
Net change in fund balance	-	-	**(696)**	(696)	(29)
Fund balance, beginning of year	(3,275)	(3,275)	**(3,275)**	-	(3,246)
Fund balance, end of year	$ (3,275)	$ (3,275)	**$ (3,971)**	$ (696)	$ (3,275)

City of Las Cruces

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

Environmental Gross Receipts Tax

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Local taxes					
Gross receipts	$ 2,443,660	$ 2,528,711	**$ 2,607,620**	$ 78,909	$ 2,560,652
Total revenues	2,443,660	2,528,711	**2,607,620**	78,909	2,560,652
Expenditures					
Current					
General government	903,220	1,019,271	**1,088,064**	(68,793)	943,831
Total expenditures	903,220	1,019,271	**1,088,064**	(68,793)	943,831
Revenues over (under) expenditures	1,540,440	1,509,440	**1,519,556**	10,116	1,616,821
Other Financing Sources (Uses)					
Transfers out	(1,540,440)	(1,509,440)	**(1,533,028)**	(23,588)	(1,601,098)
Total other financing sources (uses)	(1,540,440)	(1,509,440)	**(1,533,028)**	(23,588)	(1,601,098)
Net change in fund balance	-	-	**(13,472)**	(13,472)	15,723
Fund balance, beginning of year	276,833	276,833	**276,833**	-	261,110
Fund balance, end of year	$ 276,833	$ 276,833	**$ 263,361**	$ (13,472)	$ 276,833

City of Las Cruces

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

Health Care Services From MMC Lease

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ 16,000	$ 16,000	**$ 862**	$ (15,138)	$ 6,337
Total revenues	16,000	16,000	**862**	(15,138)	6,337
Expenditures					
Current					
General government	300,000	300,000	**285,000**	15,000	204,755
Total expenditures	300,000	300,000	**285,000**	15,000	204,755
Revenues over (under) expenditures	(284,000)	(284,000)	**(284,138)**	(138)	(198,418)
Other Financing Sources (Uses)					
Transfers in	300,000	300,000	**300,000**	-	-
Total other financing sources (uses)	300,000	300,000	**300,000**	-	-
Net change in fund balance	16,000	16,000	**15,862**	(138)	(198,418)
Fund balance, beginning of year	17,217	17,217	**17,217**	-	215,635
Fund balance, end of year	$ 33,217	$ 33,217	**$ 33,079**	$ (138)	$ 17,217

City of Las Cruces

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

Legislative Equipment Grants

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Capital grants and contributions	$ 733,134	$ 1,046,168	**$ 776,058**	$ (270,110)	$ 184,737
Total revenues	733,134	1,046,168	**776,058**	(270,110)	184,737
Expenditures					
Current					
Facilities	-	-	**336,413**	(336,413)	155,890
Police	30,000	104,165	**101,988**	2,177	-
Fire	-	-	**5,791**	(5,791)	-
Public services	-	-	**5,000**	(5,000)	-
Capital outlay	703,134	927,552	**354,812**	572,740	28,901
Total expenditures	733,134	1,031,717	**804,004**	227,713	184,791
Revenues over (under) expenditures	-	14,451	**(27,946)**	(42,397)	(54)
Other Financing Sources (Uses)					
Transfers in	-	-	**-**	-	28,000
Total other financing sources (uses)	-	-	**-**	-	28,000
Net change in fund balance	-	14,451	**(27,946)**	(42,397)	27,946
Fund balance, beginning of year	27,946	27,946	**27,946**	-	-
Fund balance, end of year	$ 27,946	$ 42,397	**$ -**	$ (42,397)	$ 27,946

City of Las Cruces

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

Gasoline Tax Street Maintenance

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
State-shared taxes	$ 1,428,249	$ 1,462,342	**$ 1,500,595**	$ 38,253	$ 1,439,465
Investment income (loss)	-	-	**9,216**	9,216	8,899
Total revenues	1,428,249	1,462,342	**1,509,811**	47,469	1,448,364
Expenditures					
Current					
Public works	558,911	579,165	**602,133**	(22,968)	436,754
Capital outlay	73,000	71,178	**71,178**	-	-
Total expenditures	631,911	650,343	**673,311**	(22,968)	436,754
Revenues over (under) expenditures	796,338	811,999	**836,500**	24,501	1,011,610
Other Financing Sources (Uses)					
Transfers in	-	-	**-**	-	363,092
Transfers out	(545,000)	(625,831)	**(576,560)**	(49,271)	(1,267,839)
Total other financing sources (uses)	(545,000)	(625,831)	**(576,560)**	(49,271)	(904,747)
Net change in fund balance	251,338	186,168	**259,940**	73,772	106,863
Fund balance, beginning of year	525,324	525,324	**525,324**	-	418,461
Fund balance, end of year	$ 776,662	$ 711,492	**$ 785,264**	$ 73,772	$ 525,324

City of Las Cruces

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

Public Safety Gross Receipts Tax

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Gross receipts tax	$ 3,203,000	$ 3,149,293	**$ 3,123,376**	$ (25,917)	$ 3,317,503
Total revenues	3,203,000	3,149,293	**3,123,376**	(25,917)	3,317,503
Expenditures					
Current					
Police	1,953,830	2,130,497	**2,144,547**	(14,050)	2,223,502
Fire	1,249,170	1,018,796	**1,025,515**	(6,719)	1,063,271
Total expenditures	3,203,000	3,149,293	**3,170,062**	(20,769)	3,286,773
Net change in fund balance	-	-	**(46,686)**	(46,686)	30,730
Fund balances, beginning of year	567,733	567,733	**567,733**	-	537,003
Fund balances, end of year	$ 567,733	$ 567,733	**$ 521,047**	$ (46,686)	$ 567,733

City of Las Cruces

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

Keep Las Cruces Beautiful

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Intergovernmental	$ 28,336	$ 37,000	**$ 37,074**	$ 74	$ 36,225
Total revenues	28,336	37,000	**37,074**	74	36,225
Expenditures					
Current					
Police	92,286	95,604	**95,678**	(74)	83,147
Total expenditures	92,286	95,604	**95,678**	(74)	83,147
Revenues over (under) expenditures	(63,950)	(58,604)	**(58,604)**	-	(46,922)
Other Financing Sources (Uses)					
Transfers in	58,604	58,604	**58,604**	-	25,453
Total other financing sources (uses)	58,604	58,604	**58,604**	-	25,453
Net change in fund balance	(5,346)	-	**-**	-	(21,469)
Fund balance, beginning of year	-	-	**-**	-	21,469
Fund balance, end of year	$ (5,346)	$ -	**$ -**	$ -	$ -

City of Las Cruces

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

Older Americans Act Programs

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Intergovernmental	**$ 740,021**	**$ 770,021**	**$ 779,505**	**$ 9,484**	**$ 765,284**
Total revenues	740,021	770,021	**779,505**	9,484	765,284
Expenditures					
Current					
Public services	1,809,830	1,988,947	**1,957,404**	31,543	1,851,380
Total expenditures	1,809,830	1,988,947	**1,957,404**	31,543	1,851,380
Revenues over (under) expenditures	(1,069,809)	(1,218,926)	**(1,177,899)**	41,027	(1,086,096)
Other Financing Sources (Uses)					
Transfers in	1,195,259	1,195,259	**1,279,149**	83,890	1,195,259
Transfers out	(71,752)	(71,752)	**(71,752)**	-	(71,752)
Total other financing sources (uses)	1,123,507	1,123,507	**1,207,397**	83,890	1,123,507
Net change in fund balance	53,698	(95,419)	**29,498**	124,917	37,411
Fund balance, beginning of year	194,423	194,423	**194,423**	-	157,012
Fund balance, end of year	$ 248,121	$ 99,004	**$ 223,921**	$ 124,917	$ 194,423

City of Las Cruces

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

Cash in Lieu of Commodities

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Intergovernmental	$ 140,400	$ 143,429	**$ 152,543**	$ 9,114	$ 141,660
Total revenues	140,400	143,429	**152,543**	9,114	141,660
Expenditures					
Current					
Public services	119,501	143,429	**139,593**	3,836	137,901
Total expenditures	119,501	143,429	**139,593**	3,836	137,901
Net change in fund balance	20,899	-	**12,950**	12,950	3,759
Fund balance, beginning of year	3,871	3,871	**3,871**	-	112
Fund balance, end of year	$ 24,770	$ 3,871	**$ 16,821**	$ 12,950	$ 3,871

City of Las Cruces

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

RSVP

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Intergovernmental	$ 93,508	$ 86,916	**$ 87,914**	$ 998	$ 94,630
Total revenues	93,508	86,916	**87,914**	998	94,630
Expenditures					
Current					
Public services	179,489	172,897	**177,089**	(4,192)	167,493
Total expenditures	179,489	172,897	**177,089**	(4,192)	167,493
Revenues over (under) expenditures	(85,981)	(85,981)	**(89,175)**	(3,194)	(72,863)
Other Financing Sources (Uses)					
Transfers in	75,949	75,949	**69,672**	(6,277)	75,949
Total other financing sources (uses)	75,949	75,949	**69,672**	(6,277)	75,949
Net change in fund balance	(10,032)	(10,032)	**(19,503)**	(9,471)	3,086
Fund balance, beginning of year	19,503	19,503	**19,503**	-	16,417
Fund balance, end of year	$ 9,471	$ 9,471	**$ -**	$ (9,471)	$ 19,503

City of Las Cruces

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

Children, Youth, and Families

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Intergovernmental	$ 116,770	$ 116,770	**$ 116,466**	$ (304)	$ 116,766
Total revenues	116,770	116,770	**116,466**	(304)	116,766
Expenditures					
Current					
Public services	127,698	127,698	**127,653**	45	134,550
Total expenditures	127,698	127,698	**127,653**	45	134,550
Revenues over (under) expenditures	(10,928)	(10,928)	**(11,187)**	(259)	(17,784)
Other Financing Sources (Uses)					
Transfers in	19,602	19,602	**14,702**	(4,900)	19,602
Total other financing sources (uses)	19,602	19,602	**14,702**	(4,900)	19,602
Net change in fund balance	8,674	8,674	**3,515**	(5,159)	1,818
Fund balance, beginning of year	81,014	81,014	**81,014**	-	79,196
Fund balance, end of year	$ 89,688	$ 89,688	**$ 84,529**	$ (5,159)	$ 81,014

City of Las Cruces

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

Senior Employment Program

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Intergovernmental	$ 7,780	$ 7,780	**$ 9,508**	$ 1,728	$ 7,780
Total revenues	7,780	7,780	**9,508**	1,728	7,780
Expenditures					
Current					
Public services	7,780	3,585	**5,312**	(1,727)	11,976
Total expenditures	7,780	3,585	**5,312**	(1,727)	11,976
Net change in fund balance	-	4,195	**4,196**	1	(4,196)
Fund balance, beginning of year	(4,196)	(4,196)	**(4,196)**	-	-
Fund balance, end of year	$ (4,196)	$ (1)	**$ -**	$ 1	$ (4,196)

City of Las Cruces

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

State Library Resources Grant

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Intergovernmental	$ 123,039	$ 135,164	**$ 54,803**	$ (80,361)	$ 118,896
Total revenues	123,039	135,164	**54,803**	(80,361)	118,896
Expenditures					
Current					
Public services	123,301	86,827	**6,218**	80,609	118,910
Capital outlay	-	48,585	**48,585**	-	-
Total expenditures	123,301	135,412	**54,803**	80,609	118,910
Net change in fund balance	(262)	(248)	**-**	248	(14)
Fund balance, beginning of year	248	248	**248**	-	262
Fund balance, end of year	$ (14)	$ -	**$ 248**	$ 248	$ 248

City of Las Cruces

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

Street Maintenance Operations

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ -	$ -	**$ -**	$ -	$ 3,975
Expenditures					
Current					
Public works	497,343	-	**-**	-	386,856
Revenues over (under) expenditures	(497,343)	-	**-**	-	(382,881)
Other Financing Sources (Uses)					
Transfers in	450,000	-	**-**	-	317,160
Transfers out	-	(49,930)	**(49,930)**	-	-
Total other financing sources (uses)	450,000	(49,930)	**(49,930)**	-	317,160
Net change in fund balance	(47,343)	(49,930)	**(49,930)**	-	(65,721)
Fund balance, beginning of year	49,930	49,930	**49,930**	-	115,651
Fund balance, end of year	$ 2,587	$ -	**$ -**	$ -	$ 49,930

City of Las Cruces

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

NMFA Flood Control Operations

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ -	$ -	**$ 11,860**	$ 11,860	$ 13,656
Other revenue	-	-	**(23,975)**	(23,975)	10,788
Total revenues	-	-	**(12,115)**	(12,115)	24,444
Expenditures					
Current					
Public works	450,418	425,897	**411,224**	14,673	352,921
Revenues over (under) expenditures	(450,418)	(425,897)	**(423,339)**	2,558	(328,477)
Other Financing Sources (Uses)					
Transfers in	200,000	200,000	**200,000**	-	578,433
Net change in fund balance	(250,418)	(225,897)	**(223,339)**	2,558	249,956
Fund balance, beginning of year	602,440	602,440	**602,440**	-	352,484
Fund balance, end of year	$ 352,022	$ 376,543	**$ 379,101**	$ 2,558	$ 602,440

City of Las Cruces

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

Special Projects–Northrise/Morningstar

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ -	$ -	**$ (2,629)**	$ (2,629)	$ 151,430
Intergovernmental	521,398	-	**-**	-	338,827
Total revenues	521,398	-	**(2,629)**	(2,629)	490,257
Other Financing Sources (Uses)					
Transfers out	(415,397)	-	**-**	-	(746,292)
Total other financing sources (uses)	(415,397)	-	**-**	-	(746,292)
Net change in fund balance	106,001	-	**(2,629)**	(2,629)	(256,035)
Fund balance, beginning of year	20,799	20,799	**20,799**	-	276,834
Fund balance, end of year	$ 126,800	$ 20,799	**$ 18,170**	$ (2,629)	$ 20,799

City of Las Cruces

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

Downtown Revitalization

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ -	$ -	**$ 8,372**	$ 8,372	$ 14,722
Other	-	-	**650**	650	950
Total revenues	-	-	**9,022**	9,022	15,672
Expenditures					
Facilities	-	9,043	**10,369**	(1,326)	-
Capital outlay	81,241	91,791	**61,515**	30,276	74,141
Total expenditures	81,241	100,834	**71,884**	28,950	74,141
Net change in fund balance	(81,241)	(100,834)	**(62,862)**	37,972	(58,469)
Fund balance, beginning of year	370,087	370,087	**370,087**	-	428,556
Fund balance, end of year	$ 288,846	$ 269,253	**$ 307,225**	$ 37,972	$ 370,087

City of Las Cruces

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

Regional Planning Project

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ -	$ -	**$ (435)**	$ (435)	$ 2,833
Intergovernmental	63,672	-	**-**	-	200,000
Other	-	-	**-**	-	25,000
Total revenues	63,672	-	**(435)**	(435)	227,833
Expenditures					
Current					
Community development	446,500	362,086	**-**	362,086	262,915
Revenues over (under) expenditures	(382,828)	(362,086)	**(435)**	361,651	(35,082)
Other Financing Sources (Uses)					
Transfers in	100,000	100,000	**-**	(100,000)	250,000
Total other financing sources (uses)	100,000	100,000	**-**	(100,000)	250,000
Net change in fund balance	(282,828)	(262,086)	**(435)**	261,651	214,918
Fund balance, beginning of year	265,110	265,110	**265,110**	-	50,192
Fund balance, end of year	$ (17,718)	$ 3,024	**$ 264,675**	$ 261,651	$ 265,110

City of Las Cruces

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

State Operations Grant

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Other	$ 373,664	$ 452,647	**$ 276,214**	$ (176,433)	$ 404,837
Total revenues	373,664	452,647	**276,214**	(176,433)	404,837
Expenditures					
Current					
Public works	373,664	452,647	**294,681**	157,966	389,216
Total expenditures	373,664	452,647	**294,681**	157,966	389,216
Revenues over (under) expenditures	-	-	**(18,467)**	(18,467)	15,621
Other Financing Sources (Uses)					
Transfers in	-	2,850	**2,846**	(4)	-
Total other financing sources (uses)	-	2,850	**2,846**	(4)	-
Net change in fund balance	-	2,850	**(15,621)**	(18,471)	15,621
Fund balance, beginning of year	15,621	15,621	**15,621**	-	-
Fund balance, end of year	$ 15,621	$ 18,471	**$ -**	$ (18,471)	$ 15,621

City of Las Cruces

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

Valley View Heske Garden

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ -	$ -	**$ 4,702**	$ 4,702	$ 10,106
Other	-	-	**22**	22	280,564
Total revenues	-	-	**4,724**	4,724	290,670
Expenditures					
Current					
Facilities	27,500	26,994	**9,140**	17,854	506
Total expenditures	27,500	26,994	**9,140**	17,854	506
Revenues over (under) expenditures	(27,500)	(26,994)	**(4,416)**	22,578	290,164
Other Financing Sources (Uses)					
Transfers in	-	-	**-**	-	(108,132)
Total other financing sources (uses)	-	-	**-**	-	(108,132)
Net change in fund balance	(27,500)	(26,994)	**(4,416)**	22,578	182,032
Fund balance, beginning of year	182,032	182,032	**182,032**	-	-
Fund balance, end of year	$ 154,532	$ 155,038	**$ 177,616**	$ 22,578	$ 182,032

City of Las Cruces

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

Griggs and Walnut Plume

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income (loss)	$ -	$ -	**$ 3,235**	$ 3,235	$ 9,511
Other	363,500	651,300	**196,296**	(455,004)	215,976
Total revenues	363,500	651,300	**199,531**	(451,769)	225,487
Expenditures					
Current					
General government	910,800	864,038	**309,296**	554,742	431,951
Revenues over (under) expenditures	(547,300)	(212,738)	**(109,765)**	102,973	(206,464)
Other Financing Sources (Uses)					
Transfers in	-	-	-	-	481,155
Total other financing sources (uses)	-	-	-	-	481,155
Net change in fund balance	(547,300)	(212,738)	**(109,765)**	102,973	274,691
Fund balance, beginning of year	274,691	274,691	**274,691**	-	-
Fund balance, end of year	$ (272,609)	$ 61,953	**$ 164,926**	$ 102,973	$ 274,691

City of Las Cruces

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

Las Cruces Convention Center

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income (loss)	$ -	$ -	**$ 668**	$ 668	$ 7,142
Other	1,500,000	1,053,310	**1,132,660**	79,350	1,109,363
Total revenues	1,500,000	1,053,310	**1,133,328**	80,018	1,116,505
Expenditures					
Current					
General government	-	-	**-**	-	-
Revenues over (under) expenditures	1,500,000	1,053,310	**1,133,328**	80,018	1,116,505
Other Financing Sources (Uses)					
Transfers in (out)	(1,371,114)	(1,053,317)	**(1,133,335)**	(80,018)	(1,116,498)
Total other financing sources (uses)	(1,371,114)	(1,053,317)	**(1,133,335)**	(80,018)	(1,116,498)
Net change in fund balance	128,886	(7)	**(7)**	-	7
Fund balance, beginning of year	7	7	**7**	-	-
Fund balance, end of year	$ 128,893	$ -	**$ -**	$ -	$ 7

City of Las Cruces

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

Telshor Facility

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ 750,000	$ (1,750,000)	**$ (3,400,978)**	$ (1,650,978)	$ (1,019,211)
Other	-	-	**336,273**	336,273	356,322
Total revenues	750,000	(1,750,000)	**(3,064,705)**	(1,314,705)	(662,889)
Expenditures					
Current					
General government	3,850,000	280,000	**277,967**	2,033	266,790
Revenues over (under) expenditures	(3,100,000)	(1,470,000)	**(3,342,672)**	(1,872,672)	(929,679)
Other Financing Sources (Uses)					
Transfers out	(240,000)	(240,000)	**(240,000)**	-	-
Total other financing sources (uses)	(240,000)	(240,000)	**(240,000)**	-	-
Net change in fund balance	(3,340,000)	(1,710,000)	**(3,582,672)**	(1,872,672)	(929,679)
Fund balance, beginning of year	23,899,960	23,899,960	**23,899,960**	-	24,829,639
Fund balance, end of year	$ 20,559,960	$ 22,189,960	**$ 20,317,288**	$ (1,872,672)	$ 23,899,960

City of Las Cruces

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

TIDD Dedicated Revenues

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Gross receipts tax	$ 1,060,000	$ 520,000	**$ 270,893**	$ (249,107)	$ -
State share	-	-	**208,625**	208,625	-
Investment	-	-	**(9)**	(9)	-
Total revenues	1,060,000	520,000	**479,509**	(40,491)	-
Expenditures					
Current					
General government	-	-	**116**	116	-
Total expenditures	-	-	**116**	116	-
Revenues over (under) expenditures	1,060,000	520,000	**479,393**	(40,607)	-
Other Financing Sources (Uses)					
Transfers out	(1,060,000)	-	**-**	-	-
Total other financing sources (uses)	(1,060,000)	-	**-**	-	-
Net change in fund balance	-	520,000	**479,393**	(40,607)	-
Fund balance, beginning of year	-	-	**-**	-	-
Fund balance, end of year	$ -	$ 520,000	**$ 479,393**	$ (40,607)	$ -

City of Las Cruces

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

Safe Traffic Operations Program

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Fees and fines	$ -	$ 306,000	**$ 934,096**	$ 628,096	$ -
Investment income	-	-	**(29)**	(29)	-
Other	-	-	**3,531**	3,531	-
Total revenues	-	306,000	**937,598**	631,598	-
Expenditures					
Current					
Police	-	243,080	**382,161**	(139,081)	-
Total expenditures	-	243,080	**382,161**	(139,081)	-
Net change in fund balance	-	62,920	**555,437**	492,517	-
Fund balance, beginning of year	-	-	**-**	-	-
Fund balance, end of year	$ -	$ 62,920	**$ 555,437**	$ 492,517	$ -

City of Las Cruces

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

State Special Project

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Intergovernmental	$ -	$ 1,274,130	**$ 29,446**	$ (1,244,684)	$ -
Total revenues	-	1,274,130	**29,446**	(1,244,684)	-
Expenditures					
Current					
Facilities	-	1,274,130	**29,446**	1,244,684	-
Total expenditures	-	1,274,130	**29,446**	1,244,684	-
Net change in fund balance	-	-	-	-	-
Fund balance, beginning of year	-	-	-	-	-
Fund balance, end of year	$ -	$ -	**$ -**	$ -	$ -

Capital Projects Funds

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

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

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

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

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

NMFA Flood Control: To construct a detention pond for the purpose of flood control and to serve as recreation as part of a multi-sport complex to include baseball, softball and soccer fields. The source of funding is from the New Mexico Finance Authority.

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

Legislative Capital Improvements: To provide for the purchase of capital improvements approved by legislation.

State Capital Improvements: To provide for the purchase of capital improvements from state funding.

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

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

2003 Sales Tax Facilities and Parks: To provide for facilities/park improvements. Funding is the 2005 Gross Receipts Tax Refunding Revenue Bonds.

State Equipment Acquisition: To provide for well improvements.

2003 Sales Tax Street Lights: To provide for the acquisition of street lighting systems. Funding is the 2005 Gross Receipts Tax Refunding Revenue Bonds.

2005 Gross Receipts Tax Public Improvements: To account for various public improvements. Funding is the 2005 Sales Tax Bond.

Capital Projects Funds
— continued —

NMFA Parking Deck: To provide for the financing and construction of a parking deck and other capital structures. The source of funding is from the New Mexico Finance Authority.

2007 NMFA Street Improvements: To provide for the paving or improvements to streets. The source of funding is from New Mexico Finance Authority loans.

Federal Stimulus Capital Projects: To account for various public improvements. The source of funding is from the American Recovery and Reinvestment Act.

City of Las Cruces
Budgetary Comparison for Multiple-Year Capital Projects
For the Year Ended June 30, 2009

Capital Project Fund	Project Appropriations	2009 Expenditures	Expenditures Project to Date	Variance with Project Appropriations-Positive (Negative)
Capital Improvement Reserve	$ 6,128,249	$ 1,828,530	$ 2,528,803	$ 3,599,446
Legislative Capital Improvements	5,013	-	-	5,013
State Capital Improvements	20,864,864	5,777,671	9,764,834	11,100,030
EDA West Mesa Industrial Park Fund	4,078,546	1,372,867	2,318,997	1,759,549
2003 Sales Tax Facilities and Parks	1,194,406	25,253	989,868	204,538
NMFA Loans-Equipment Acquisition	1,899,301	192,251	1,092,156	807,145
NMFA Loans-Parking Deck	5,008,890	813,314	813,314	4,195,576
2003 Sales Tax Street Lights	3,097,449	616,341	2,469,138	628,311
2005 GRT Public Improvements	12,408,099	1,604,374	10,606,040	1,802,059
Public Parks	8,069,357	1,632,327	5,667,842	2,401,515
Street Improvement	18,973,589	6,533,862	14,476,456	4,497,133
Airport Improvement	7,238,085	668,239	4,698,593	2,539,492
Sales Tax-Street Maintenance	11,072,771	1,673,677	10,219,863	852,908
Flood Control	10,507,750	3,622,471	6,388,897	4,118,853
Federal Stimulus Capital Projects	11,378,000	57,815	57,815	11,320,185
Total	$ 121,924,369	$ 26,418,992	$ 72,092,616	$ 49,831,753

City of Las Cruces

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

Public Parks Development

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ 126,027	$ 126,027	**$ 53,298**	$ (72,729)	$ 103,457
Licenses and permits	160,678	200,678	**269,530**	68,852	174,094
Intergovernmental	1,985,431	2,632,364	**339,642**	(2,292,722)	479,352
Total revenues	2,272,136	2,959,069	**662,470**	(2,296,599)	756,903
Expenditures					
Current					
General government	-	-	**1,419**	(1,419)	-
Capital outlay	4,772,160	5,041,552	**1,630,908**	3,410,644	819,168
Total expenditures	4,772,160	5,041,552	**1,632,327**	3,409,225	819,168
Revenues over (under) expenditures	(2,500,024)	(2,082,483)	**(969,857)**	1,112,626	(62,265)
Other Financing Sources (Uses)					
Transfers in	-	-	**-**	-	108,132
Total other financing sources (uses)	-	-	**-**	-	108,132
Net change in fund balance	(2,500,024)	(2,082,483)	**(969,857)**	1,112,626	45,867
Fund balance, beginning of year	2,341,365	2,341,365	**2,341,365**	-	2,295,498
Fund balance, end of year	$ (158,659)	$ 258,882	**$ 1,371,508**	$ 1,112,626	$ 2,341,365

City of Las Cruces

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

Street Improvement

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income (loss)	$ -	$ -	**$ 32,006**	$ 32,006	$ 291,753
Other	-	(42,251)	**303,750**	346,001	-
Intergovernmental	3,254,099	8,957,078	**1,481,679**	(7,475,399)	1,867,191
Total revenues	3,254,099	8,914,827	**1,817,435**	(7,097,392)	2,158,944
Expenditures					
Capital outlay	7,806,878	10,853,431	**4,955,789**	5,897,642	5,556,082
Total expenditures	7,806,878	10,853,431	**4,955,789**	5,897,642	5,556,082
Revenues over (under) expenditures	(4,552,779)	(1,938,604)	**(3,138,354)**	(1,199,750)	(3,397,138)
Other Financing Sources (Uses)					
Transfers in	(47,500)	47,500	**48,575**	1,075	77,180
Transfers out	-	(145,367)	**(145,367)**	-	(53,665)
Total other financing sources (uses)	(47,500)	(97,867)	**(96,792)**	(1,075)	23,515
Net change in fund balance	(4,600,279)	(2,036,471)	**(3,235,146)**	(1,200,825)	(3,373,623)
Fund balance, beginning of year	5,791,083	5,791,083	**5,791,083**	-	9,164,706
Fund balance, end of year	$ 1,190,804	$ 3,754,612	**$ 2,555,937**	$ (1,200,825)	$ 5,791,083

City of Las Cruces

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

Airport Improvement

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income (loss)	$ 20,000	$ 20,000	**$ 25,488**	$ 5,488	$ 32,814
Intergovernmental	1,164,961	1,791,836	**694,669**	(1,097,167)	841,864
Total revenues	1,184,961	1,811,836	**720,157**	(1,091,679)	874,678
Expenditures					
Current					
Public works	-	-	**-**	-	19,999
Capital outlay	1,813,057	1,856,006	**668,239**	1,187,767	915,417
Total expenditures	1,813,057	1,856,006	**668,239**	1,187,767	935,416
Revenues over (under) expenditures	(628,096)	(44,170)	**51,918**	96,088	(60,738)
Other Financing Sources (Uses)					
Transfers in	-	-	**-**	-	159,103
Total other financing sources (uses)	-	-	**-**	-	159,103
Net change in fund balance	(628,096)	(44,170)	**51,918**	96,088	98,365
Fund balance, beginning of year	665,330	665,330	**665,330**	-	566,965
Fund balance, end of year	$ 37,234	$ 621,160	**$ 717,248**	$ 96,088	$ 665,330

City of Las Cruces

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

Sales Tax–Street Maintenance

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Local taxes					
Gross receipts	$ 6,407,000	$ 6,170,000	**$ 6,249,020**	$ 79,020	$ 6,640,184
Total local taxes	6,407,000	6,170,000	**6,249,020**	79,020	6,640,184
Intergovernmental	-	-	**-**	-	296,535
Investment income	60,500	60,000	**11,442**	(48,558)	30,539
Other	350,000	350,000	**62,150**	(287,850)	216,622
Total revenues	6,817,500	6,580,000	**6,322,612**	(257,388)	7,183,880
Expenditures					
Current					
Public works	176,000	176,000	**216,779**	(40,779)	172,588
Capital outlay	1,774,000	1,943,642	**1,456,898**	486,744	5,419,746
Total expenditures	1,950,000	2,119,642	**1,673,677**	445,965	5,592,334
Revenues over (under) expenditures	4,867,500	4,460,358	**4,648,935**	188,577	1,591,546
Other Financing Sources (Uses)					
Sale of capital assets	-	-	**-**	-	157,755
Transfers in	20,000	4,319	**4,319**	-	953,719
Transfers out	(5,202,909)	4,629,734	**(4,629,734)**	9,259,468	(3,756,316)
Total other financing sources (uses)	(5,182,909)	4,634,053	**(4,625,415)**	9,259,468	(2,644,842)
Net change in fund balance	(315,409)	9,094,411	**23,520**	(9,070,891)	(1,053,296)
Fund balance, beginning of year	1,370,302	1,370,302	**1,370,302**	-	2,423,598
Fund balance, end of year	$ 1,054,893	$ 10,464,713	**$ 1,393,822**	$ (9,070,891)	$ 1,370,302

City of Las Cruces

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

NMFA Flood Control

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Local taxes					
Property	$ 2,900,000	$ 3,313,619	**$ 3,441,031**	$ 127,412	$ 3,113,347
Total local taxes	2,900,000	3,313,619	**3,441,031**	127,412	3,113,347
Investment income	100,000	47,162	**70,762**	23,600	85,942
Other	46,000	46,000	**44,822**	(1,178)	46,196
Total revenues	3,046,000	3,406,781	**3,556,615**	149,834	3,245,485
Expenditures					
Current					
Public works	27,000	33,136	**34,410**	(1,274)	31,133
Capital outlay	4,267,000	7,946,761	**3,588,061**	4,358,700	1,619,056
Total expenditures	4,294,000	7,979,897	**3,622,471**	4,357,426	1,650,189
Revenues over (under) expenditures	(1,248,000)	(4,573,116)	**(65,856)**	4,507,260	1,595,296
Other Financing Sources (Uses)					
Issuance of debt	-	4,000,000	**4,107,446**	107,446	-
Transfers in	-	-	**-**	-	137,329
Transfers out	(1,869,429)	(1,874,199)	**(1,874,199)**	-	(1,596,084)
Total other financing sources (uses)	(1,869,429)	2,125,801	**2,233,247**	107,446	(1,458,755)
Net change in fund balance	(3,117,429)	(2,447,315)	**2,167,391**	4,614,706	136,541
Fund balance, beginning of year	2,923,978	2,923,978	**2,923,978**	-	2,787,437
Fund balance, end of year	$ (193,451)	$ 476,663	**$ 5,091,369**	$ 4,614,706	$ 2,923,978

City of Las Cruces

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

Capital Improvement Reserve

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income (loss)	$ 50,000	$ 50,000	**$ 128,314**	$ 78,314	$ 90,266
Capital outlay	-	-	**199,480**	199,480	-
Total revenues	50,000	50,000	**327,794**	277,794	90,266
Expenditures					
Capital outlay	1,548,507	6,128,249	**1,828,530**	4,299,719	410,937
Total expenditures	1,548,507	6,128,249	**1,828,530**	4,299,719	410,937
Revenues over (under) expenditures	(1,498,507)	(6,078,249)	**(1,500,736)**	(4,577,513)	(320,671)
Other Financing Sources (Uses)					
Transfers in	610,000	2,610,000	**2,610,000**	-	3,367,672
Total other financing sources (uses)	610,000	2,610,000	**2,610,000**	-	3,367,672
Net change in fund balance	(888,507)	(3,468,249)	**1,109,264**	(4,577,513)	3,047,001
Fund balance, beginning of year	5,000,918	5,000,918	**5,000,918**	-	1,953,917
Fund balance, end of year	$ 4,112,411	$ 1,532,669	**$ 6,110,182**	$ (4,577,513)	$ 5,000,918

City of Las Cruces

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

Legislative Capital Improvements

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Intergovernmental	$ 5,013	$ 5,013	**$ -**	$ (5,013)	$ 155,084
Total revenues	5,013	5,013	**-**	(5,013)	155,084
Expenditures					
Capital outlay	5,013	5,013	**-**	5,013	155,084
Total expenditures	5,013	5,013	**-**	5,013	155,084
Net change in fund balance	-	-	**-**	-	-
Fund balance, beginning of year	-	-	**-**	-	-
Fund balance, end of year	$ -	$ -	**$ -**	$ -	$ -

City of Las Cruces

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

State Capital Improvements

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Intergovernmental	$ 18,786,938	$ 20,864,864	**$ 5,777,671**	$(15,087,193)	$ 2,409,760
Total revenues	18,786,938	20,864,864	**5,777,671**	(15,087,193)	2,409,760
Expenditures					
Current					
Public works	-	-	**33,876**	(33,876)	64,174
Capital outlay	18,786,938	20,864,864	**5,743,795**	15,121,069	2,364,498
Total expenditures	18,786,938	20,864,864	**5,777,671**	15,087,193	2,428,672
Revenues over (under) expenditures	-	-	**-**	-	(18,912)
Other Financing Sources (Uses)					
Transfers in	4,536	4,536	**-**	(4,536)	7,711
Total other financing sources (uses)	4,536	4,536	**-**	(4,536)	7,711
Net change in fund balance	4,536	4,536	**-**	(4,536)	(11,201)
Fund balance, beginning of year	(23,449)	(23,449)	**(23,449)**	-	(12,248)
Fund balance, end of year	$ (18,913)	$ (18,913)	**$ (23,449)**	$ (4,536)	$ (23,449)

City of Las Cruces

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

EDA West Mesa Industrial Park

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ 8,000	$ 22,000	**$ 32,314**	$ 10,314	$ 48,717
Other	35,000	35,000	**21,267**	(13,733)	1,529,752
Total revenues	43,000	57,000	**53,581**	(3,419)	1,578,469
Expenditures					
Current					
Public works	60,000	15,000	**13,951**	1,049	24,304
Capital outlay	1,793,498	2,210,048	**1,358,916**	851,132	709,564
Total expenditures	1,853,498	2,225,048	**1,372,867**	852,181	733,868
Revenues over (under) expenditures	(1,810,498)	(2,168,048)	**(1,319,286)**	(855,600)	844,601
Other Financing Sources (Uses)					
Sale of capital assets	1,480,000	1,000,000	**587,667**	(412,333)	-
Total other financing sources (uses)	1,480,000	1,000,000	**587,667**	(412,333)	-
Net change in fund balance	(330,498)	(1,168,048)	**(731,619)**	(1,267,933)	844,601
Fund balance, beginning of year	1,182,293	1,182,293	**1,182,293**	-	337,692
Fund balance, end of year	$ 851,795	$ 14,245	**$ 450,674**	$ (1,267,933)	$ 1,182,293

City of Las Cruces

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

1999 Sales Tax Street Projects Series A

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ -	$ -	**$ -**	$ -	$ 92
Total revenues	-	-	**-**	-	92
Expenditures					
Capital outlay	-	-	**-**	-	-
Total expenditures	-	-	**-**	-	-
Net change in fund balance	-	-	**-**	-	92
Fund balance, beginning of year	-	-	**-**	-	(92)
Fund balance, end of year	$ -	$ -	**$ -**	$ -	$ -

City of Las Cruces

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

2003 Sales Tax Facilities and Parks

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ 10,900	$ 10,900	**$ 3,115**	$ (7,785)	$ 15,247
Total revenues	10,900	10,900	**3,115**	(7,785)	15,247
Expenditures					
Capital outlay	250,242	118,905	**25,253**	93,652	421,062
Total expenditures	250,242	118,905	**25,253**	93,652	421,062
Net change in fund balance	(239,342)	(108,005)	**(22,138)**	85,867	(405,815)
Fund balance, beginning of year	119,018	119,018	**119,018**	-	524,833
Fund balance, end of year	$ (120,324)	$ 11,013	**$ 96,880**	$ 85,867	$ 119,018

City of Las Cruces

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

State Equipment Acquisition

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ -	$ 5,317	**$ 5,341**	$ 24	$ 13,956
Total revenues	-	5,317	**5,341**	24	13,956
Expenditures					
Current					
Interest and other charges	-	-	**-**	-	4,211
Capital outlay	-	1,014,458	**192,251**	822,207	-
Total expenditures	-	1,014,458	**192,251**	822,207	4,211
Revenues over (under) expenditures	-	(1,009,141)	**186,910**	(822,183)	9,745
Other Financing Sources (Uses)					
Issuance of debt	-	-	**-**	-	1,109,546
Transfers in	-	-	**-**	-	9,000
Transfers out	-	-	**-**	-	(160,642)
Total other financing sources (uses)	-	-	**-**	-	957,904
Net change in fund balance	-	(1,009,141)	**(186,910)**	(822,183)	967,649
Fund balance, beginning of year	-	1,009,141	**1,009,141**	-	41,492
Fund balance, end of year	$ -	$ -	**$ 822,231**	$ (822,183)	$ 1,009,141

City of Las Cruces

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

2003 Sales Tax Street Lights

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ 40,000	$ 40,000	**$ 8,473**	$ (31,527)	$ 41,233
Total revenues	40,000	40,000	**8,473**	(31,527)	41,233
Expenditures					
Capital outlay	840,184	643,491	**616,341**	27,150	439,023
Total expenditures	840,184	643,491	**616,341**	27,150	439,023
Net change in fund balance	(800,184)	(603,491)	**(607,868)**	(4,377)	(397,790)
Fund balance, beginning of year	678,802	678,802	**678,802**	-	1,076,592
Fund balance, end of year	$ (121,382)	$ 75,311	**$ 70,934**	$ (4,377)	$ 678,802

City of Las Cruces

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

2005 Gross Receipts Tax Public Improvements

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ 170,000	$ 170,000	**$ (12,104)**	$ (182,104)	$ 240,406
Other	406,560	-	**-**	-	607,314
Total revenues	576,560	170,000	**(12,104)**	(182,104)	847,720
Expenditures					
Current					
Public works	69,127	14,178	**14,178**	-	290,762
Capital outlay	3,511,233	2,295,367	**1,590,196**	**705,171**	**4,993,164**
Total expenditures	3,580,360	2,309,545	**1,604,374**	705,171	5,283,926
Revenues over (under) expenditures	(3,003,800)	(2,139,545)	**(1,616,478)**	523,067	(4,436,206)
Other Financing Sources (Uses)					
Transfers in	-	145,367	**145,367**	-	-
Transfers out	-	-	**-**	-	(1,400,000)
Total other financing sources (uses)	-	145,367	**145,367**	-	(1,400,000)
Net change in fund balance	(3,003,800)	(1,994,178)	**(1,471,111)**	523,067	(5,836,206)
Fund balance, beginning of year	2,139,544	2,139,544	**2,139,544**	-	7,975,750
Fund balance, end of year	$ (864,256)	$ 145,366	**$ 668,433**	$ 523,067	$ 2,139,544

City of Las Cruces

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

NMFA Parking Deck

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ -	$ 9,000	**$ 10,735**	$ 1,735	$ -
Total revenues	-	9,000	**10,735**	1,735	-
Expenditures					
Capital outlay	-	4,903,890	**813,314**	4,090,576	-
Facilities	-	-	**91,411**	(91,411)	-
Total expenditures	-	4,903,890	**904,725**	3,999,165	-
Revenues over (under) expenditures	-	(4,894,890)	**(893,990)**	4,000,900	-
Other Financing Sources (Uses)					
Proceeds of bonds issued	-	4,999,890	**5,185,605**	185,715	-
Total other financing sources (uses)	-	4,999,890	**5,185,605**	185,715	-
Net change in fund balance	-	105,000	**4,291,615**	4,186,615	-
Fund balance, beginning of year	-	-	**-**	-	-
Fund balance, end of year	$ -	$ 105,000	**$ 4,291,615**	$ 4,186,615	$ -

City of Las Cruces

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

2007 NMFA Street Improvements

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ 5,000	$ 5,000	**$ 4,208**	$ (792)	$ 41,743
Total revenues	5,000	5,000	**4,208**	(792)	41,743
Expenditures					
Capital outlay	2,493,000	2,650,310	**1,578,073**	1,072,237	586,266
Debt service					
Bond issuance costs	-	-	**-**	-	12,645
Total expenditures	2,493,000	2,650,310	**1,578,073**	1,072,237	598,911
Revenues over (under) expenditures	(2,488,000)	(2,645,310)	**(1,573,865)**	1,071,445	(557,168)
Other Financing Sources (Uses)					
Proceeds of bonds issued	-	-	**-**	-	3,230,999
Total other financing sources (uses)	-	-	**-**	-	3,230,999
Net change in fund balance	(2,488,000)	(2,645,310)	**(1,573,865)**	1,071,445	2,673,831
Fund balance, beginning of year	2,673,831	2,673,831	**2,673,831**	-	-
Fund balance, end of year	$ 185,831	$ 28,521	**$ 1,099,966**	$ 1,071,445	$ 2,673,831

City of Las Cruces

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

Federal Stimulus Capital Projects

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Intergovernmental	$ -	$ 11,378,000	**$ 57,815**	$(11,320,185)	$ -
Total revenues	-	11,378,000	**57,815**	(11,320,185)	-
Expenditures					
Capital outlay	-	11,378,000	**57,815**	11,320,185	-
Total expenditures	-	11,378,000	**57,815**	11,320,185	-
Net change in fund balance	-	-	**-**	-	-
Fund balance, beginning of year	-	-	**-**	-	-
Fund balance, end of year	$ -	$ -	**$ -**	$ -	$ -

Schedules of Revenues, Expenses and Changes in Net Assets—Budget and Actual—Proprietary Funds

Enterprise Funds

- Gas
- Water
- Waste Water
- Solid Waste
- Bus Transit
- Alternative Fuel Station
- Clean Community Commission

Internal Service Funds

- Internal Services Fund
- Self-Insurance

City of Las Cruces

Schedule of Revenues, Expenses and Changes in Fund Net Assets Budget and Actual

Gas Fund

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Operating Revenues					
Sales/charges	$ 31,980,628	$ 21,563,100	**$ 21,407,966**	$ (155,134)	$ 29,462,555
Provision for uncollectible accounts	(206,801)	(236,105)	**(410,953)**	(174,848)	(158,506)
Net sales/charges	31,773,827	21,326,995	**20,997,013**	(329,982)	29,304,049
Utility extension/service fee	200,000	200,000	**177,621**	(22,379)	219,094
Other	2,330,000	2,330,000	**2,705,456**	375,456	2,468,213
Total operating revenues	34,303,827	23,856,995	**23,880,090**	23,095	31,991,356
Operating Expenses					
Personnel services	3,635,828	3,592,499	**3,591,805**	694	3,166,201
Cost of gas purchased	23,473,732	13,701,732	**13,647,130**	54,602	19,721,611
Supplies	238,300	259,422	**241,782**	17,640	198,848
Utilities	38,400	38,400	**27,767**	10,633	25,517
Professional services	563,100	563,978	**444,064**	119,914	413,451
Repairs and maintenance	1,041,136	1,041,136	**909,825**	131,311	949,683
Rent	15,000	15,000	**5,696**	9,304	2,851
Depreciation and amortization	2,000,900	2,000,900	**1,877,364**	123,536	1,787,017
Payment in lieu of taxes	761,835	761,835	**550,380**	211,455	665,451
Administrative charges from other funds	526,637	526,637	**526,637**	-	512,566
Customer service	3,816,254	3,784,463	**3,017,541**	766,922	2,778,889
Insurance	151,060	151,060	**151,060**	-	151,060
Other	102,600	80,600	**45,536**	35,064	85,324
Total operating expenses	36,364,782	26,517,662	**25,036,587**	1,481,075	30,458,469
Operating income (loss)	(2,060,955)	(2,660,667)	**(1,156,497)**	1,504,170	1,532,887
Nonoperating Revenues (Expenses)					
Gain (loss) on sale of capital assets	-	-	**9,119**	9,119	13,500
Investment income	416,920	416,920	**281,364**	(135,556)	431,004
Grants and contributions	120,000	120,000	**333,176**	213,176	334,638
Interest expense	(32,000)	(32,000)	**(26,118)**	5,882	(25,845)
Total nonoperating revenue (expense)	504,920	504,920	**597,541**	92,621	753,297
Income (loss) before transfers	(1,556,035)	(2,155,747)	**(558,956)**	1,596,791	2,286,184
Transfers out	(54,400)	(54,400)	**(54,400)**	-	(54,400)
Change in fund net assets	(1,610,435)	(2,210,147)	**(613,356)**	1,596,791	2,231,784
Fund net assets, beginning of year	39,909,331	39,909,331	**39,909,331**	-	37,677,547
Fund net assets, end of year	$ 38,298,896	$ 37,699,184	**$ 39,295,975**	$ 1,596,791	$ 39,909,331

City of Las Cruces

Schedule of Revenues, Expenses and Changes in Fund Net Assets Budget and Actual

Water Fund

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Operating Revenues					
Sales/charges	$ 13,594,907	$ 13,594,907	**$ 12,728,241**	$ (866,666)	$ 13,552,263
Provision for uncollectible accounts	(83,628)	(83,628)	**(166,157)**	(82,529)	(64,669)
Net sales/charges	13,511,279	13,511,279	**12,562,084**	(949,195)	13,487,594
Utility extension/service fee	50,000	50,000	**104,796**	54,796	73,428
Rentals	12,495	12,495	**12,495**	-	12,495
Other	160,325	160,325	**502,153**	341,828	367,377
Total operating revenues	13,734,099	13,734,099	**13,181,528**	(552,571)	13,940,894
Operating Expenses					
Personnel services	2,536,731	2,536,731	**2,491,493**	45,238	2,131,573
Supplies	553,384	640,367	**442,910**	197,457	402,170
Utilities	1,846,550	1,846,550	**1,784,093**	62,457	1,532,026
Professional services	2,696,584	2,761,940	**1,884,837**	877,103	1,578,115
Repairs and maintenance	825,581	831,275	**990,493**	(159,218)	1,290,099
Rent	37,000	36,506	**25,825**	10,681	19,240
Depreciation and amortization	2,702,600	2,702,600	**2,018,618**	683,982	1,836,529
Payment in lieu of taxes	430,973	430,973	**424,454**	6,519	328,664
Administrative charges from other funds	532,129	532,129	**532,129**	-	518,058
Customer service	2,236,353	2,278,560	**1,757,602**	520,958	1,830,909
Insurance	88,235	88,235	**88,235**	-	88,235
Other	167,200	339,799	**110,549**	229,250	86,592
Total operating expenses	14,653,320	15,025,665	**12,551,238**	2,474,427	11,642,210
Operating income	(919,221)	(1,291,566)	**630,290**	1,921,856	2,298,684
Nonoperating Revenues (Expenses)					
Gain (loss) on sale of capital assets	-	-	**8,488**	8,488	4,300
Investment income	913,862	921,211	**467,082**	(454,129)	1,279,651
Grants and contributions	1,930,490	1,930,490	**1,967,973**	37,483	1,262,860
Interest expense	(1,938,194)	(2,059,034)	**(2,131,025)**	(71,991)	(1,882,030)
Total nonoperating revenue (expense)	906,158	792,667	**312,518**	(480,149)	664,781
Income (loss) before transfers	(13,063)	(498,899)	**942,808**	1,441,707	2,963,465
Transfers in	-	420,582	**420,582**	-	1,261,506
Transfers out	-	(471,053)	**(672,793)**	(201,740)	-
Transfers, net	-	(50,471)	**(252,211)**	(201,740)	1,261,506
Change in fund net assets	(13,063)	(549,370)	**690,597**	1,239,967	4,224,971
Fund net assets, beginning of year	69,849,033	69,849,033	**69,849,033**	-	65,624,062
Fund net assets, end of year	$ 69,835,970	$ 69,299,663	**$ 70,539,630**	$ 1,239,967	$ 69,849,033

City of Las Cruces

Schedule of Revenues, Expenses and Changes in Fund Net Assets Budget and Actual

Waste Water Fund

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Operating Revenues					
Sales/charges	$ 10,796,911	$ 10,796,911	**$ 10,642,521**	$ (154,390)	$ 10,668,055
Provision for uncollectible accounts	(71,077)	(71,077)	**(147,813)**	(76,736)	(54,570)
Net sales/charges	10,725,834	10,725,834	**10,494,708**	(231,126)	10,613,485
Line extension/service fee	-	-	**-**	-	34,238
Other	75,000	75,000	**298,217**	223,217	262,657
Total operating revenues	10,800,834	10,800,834	**10,792,925**	(7,909)	10,910,380
Operating Expenses					
Personnel services	2,585,805	2,585,805	**2,564,807**	20,998	2,323,794
Supplies	826,000	834,150	**608,064**	226,086	609,954
Utilities	783,100	767,600	**746,673**	20,927	563,156
Professional services	970,933	966,383	**711,625**	254,758	954,988
Repairs and maintenance	703,817	711,317	**552,259**	159,058	550,069
Rent	24,250	28,650	**11,725**	16,925	14,211
Depreciation and amortization	3,158,000	3,317,506	**2,430,031**	887,475	2,085,160
Payment in lieu of taxes	390,899	390,899	**390,091**	808	305,767
Administrative charges from other funds	505,032	505,032	**505,032**	-	491,900
Customer service	1,065,911	1,047,424	**723,253**	324,171	772,933
Insurance	50,420	50,420	**50,420**	-	50,420
Other	17,100	17,100	**9,338**	7,762	11,052
Total operating expenses	11,081,267	11,222,286	**9,303,318**	1,918,968	8,733,404
Operating income	(280,433)	(421,452)	**1,489,607**	1,911,059	2,176,976
Nonoperating Revenues (Expenses)					
Gain on sale of capital assets	-	168,199	**-**	(168,199)	-
Investment income (loss)	971,181	971,181	**525,132**	(446,049)	1,412,462
Grants and contributions	1,994,437	2,151,778	**2,382,453**	230,675	1,926,330
Interest expense	(1,457,884)	(1,457,884)	**(1,474,886)**	(17,002)	(1,466,286)
Total nonoperating revenue (expense)	1,507,734	1,833,274	**1,432,699**	(400,575)	1,872,506
Income (loss) before transfers	1,227,301	1,411,822	**2,922,306**	1,510,484	4,049,482
Transfers in	443,620	443,620	**1,116,360**	672,740	335,024
Transfers out	-	1,552,828	**(420,582)**	(1,973,410)	-
Transfers, net	443,620	1,996,448	**695,778**	(1,300,670)	335,024
Change in fund net assets	1,670,921	3,408,270	**3,618,084**	209,814	4,384,506
Fund net assets, beginning of year	72,846,072	72,846,072	**72,846,072**	-	68,461,566
Fund net assets, end of year	$ 74,516,993	$ 76,254,342	**$ 76,464,156**	$ 209,814	$ 72,846,072

City of Las Cruces

Schedule of Revenues, Expenses and Changes in Fund Net Assets Budget and Actual

Solid Waste Fund

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Operating Revenues					
Sales/charges	$ 10,584,030	$ 10,584,030	**$ 10,386,120**	$ (197,910)	$ 10,226,565
Provision for uncollectible accounts	(76,306)	(76,306)	**(153,368)**	(77,062)	(58,605)
Net sales/charges	10,507,724	10,507,724	**10,232,752**	(274,972)	10,167,960
Rentals	-	-	**11,981**	11,981	12,935
Other	-	-	**22,495**	22,495	13,142
Total operating revenues	10,507,724	10,507,724	**10,267,228**	(240,496)	10,194,037
Operating Expenses					
Personnel services	2,747,824	2,819,271	**2,715,998**	103,273	2,430,154
Supplies	460,100	442,877	**382,009**	60,868	522,450
Utilities	44,150	45,150	**25,075**	20,075	28,058
Professional services	4,350,250	5,227,987	**2,659,583**	2,568,404	2,664,685
Repairs and maintenance	1,025,251	1,455,251	**1,366,404**	88,847	1,597,101
Rent	124,950	124,950	**52,950**	72,000	65,884
Depreciation and amortization	668,800	687,455	**668,866**	18,589	652,973
Payment in lieu of taxes	231,426	231,426	**231,636**	(210)	206,631
Administrative charges from other funds	220,211	220,211	**220,211**	-	214,583
Customer service	1,892,921	1,860,963	**1,489,943**	371,020	1,466,914
Accrued post closure costs	-	-	**477,713**	(477,713)	932,700
Insurance	103,605	103,605	**103,605**	-	103,601
Other	9,900	9,900	**8,743**	1,157	6,088
Total operating expenses	11,879,388	13,229,046	**10,402,736**	2,826,310	10,891,822
Operating income	(1,371,664)	(2,721,322)	**(135,508)**	2,585,814	(697,785)
Nonoperating Revenues (Expenses)					
Gain (loss) on sale of capital assets	-	-	**16,875**	16,875	22,422
Investment income	221,299	221,299	**167,968**	(53,331)	177,858
Interest expense	(123,285)	(40,085)	**(125,394)**	(85,309)	(47,595)
Total nonoperating revenue (expense)	98,014	181,214	**59,449**	(121,765)	152,685
Income before transfers	(1,273,650)	(2,540,108)	**(76,059)**	2,464,049	(545,100)
Transfers in	1,062,000	1,000,000	**1,000,000**	-	-
Transfers, net	1,062,000	1,000,000	**1,000,000**	-	-
Change in fund net assets	(211,650)	(1,540,108)	**923,941**	2,464,049	(545,100)
Fund net assets, beginning of year	6,422,915	6,422,915	**6,422,915**	-	6,968,015
Fund net assets, end of year	$ 6,211,265	$ 4,882,807	**$ 7,346,856**	$ 2,464,049	$ 6,422,915

City of Las Cruces

Schedule of Revenues, Expenses and Changes in Fund Net Assets Budget and Actual

Bus Transit Fund

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Operating Revenues					
Sales	$ 306,686	$ 448,097	**$ 402,715**	$ (45,382)	$ 320,741
Other	1,000	1,000	**17,729**	16,729	4,125
Total operating revenues	307,686	449,097	**420,444**	(28,653)	324,866
Operating Expenses					
Personnel services	2,745,678	2,756,964	**2,689,760**	67,204	2,550,999
Supplies	157,506	120,112	**87,241**	32,871	129,326
Utilities	32,600	29,840	**27,663**	2,177	28,632
Professional services	139,762	115,239	**95,244**	19,995	100,353
Motor pool charges	449,863	475,863	**433,815**	42,048	375,951
Motor fuel	231,808	307,790	**259,245**	48,545	302,234
Repairs and maintenance	177,288	155,242	**117,886**	37,356	146,954
Depreciation and amortization	382,130	365,190	**432,085**	(66,895)	381,529
Insurance	23,300	23,300	**23,300**	-	27,720
Other	24,300	5,100	**5,000**	100	323
Total operating expenses	4,364,235	4,354,640	**4,171,239**	183,401	4,044,021
Operating income	(4,056,549)	(3,905,543)	**(3,750,795)**	154,748	(3,719,155)
Nonoperating Revenues (Expenses)					
Operating grants and contributions	3,846,430	4,773,537	**2,789,487**	(1,984,050)	1,306,657
Total nonoperating revenue (expense)	3,846,430	4,773,537	**2,789,487**	(1,984,050)	1,306,657
Income (loss) before transfers	(210,119)	867,994	**(961,308)**	(1,829,302)	(2,412,498)
Transfers in	2,376,752	2,575,752	**2,575,752**	-	2,393,552
Transfers out	(15,500)	(15,500)	**(15,500)**	-	(15,500)
Transfers, net	2,361,252	2,560,252	**2,560,252**	-	2,378,052
Change in fund net assets	2,151,133	3,428,246	**1,598,944**	(1,829,302)	(34,446)
Fund net assets, beginning of year	2,714,967	2,714,967	**2,714,967**	-	2,749,413
Fund net assets, end of year	$ 4,866,100	$ 6,143,213	**$ 4,313,911**	$ (1,829,302)	$ 2,714,967

City of Las Cruces

Schedule of Revenues, Expenses and Changes in Fund Net Assets Budget and Actual

Alternative Fuel Station Fund

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Operating Expenses					
Depreciation and amortization	$ 28,981	$ 28,981	**$ 28,981**	$ -	$ 28,981
Total operating expenses	28,981	28,981	**28,981**	-	28,981
Change in fund net assets	(28,981)	(28,981)	**(28,981)**	-	(28,981)
Fund net assets, beginning of year	232,107	232,107	**232,107**	-	261,088
Fund net assets, end of year	$ 203,126	$ 203,126	**$ 203,126**	$ -	$ 232,107

City of Las Cruces

Schedule of Revenues, Expenses and Changes in Fund Net Assets Budget and Actual

Clean Community Commission Fund

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Operating Revenues					
Other	$ -	$ -	**$ -**	$ -	$ 2
Total operating revenues	-	-	**-**	-	2
Operating Expenses					
Supplies	1,000	1,000	**-**	1,000	375
Utilities	14,400	14,400	**12,418**	1,982	10,408
Special professional services	39,000	39,000	**27,500**	11,500	29,625
Depreciation and amortization	37,400	37,400	**37,385**	15	48,367
Total operating expenses	91,800	91,800	**77,303**	14,497	88,775
Income (loss) before transfers	(91,800)	(91,800)	**(77,303)**	14,497	(88,773)
Transfers in	54,400	54,400	**54,400**	-	54,400
Change in fund net assets	(37,400)	(37,400)	**(22,903)**	14,497	(34,373)
Fund net assets, beginning of year	70,165	70,165	**70,165**	-	104,538
Fund net assets, end of year	$ 32,765	$ 32,765	**$ 47,262**	$ 14,497	$ 70,165

City of Las Cruces

Schedule of Revenues, Expenses and Changes in Fund Net Assets Budget and Actual

Internal Services Fund

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Operating Revenues					
Motor pool charges	$ 10,065,935	$ 11,206,865	**$ 9,937,973**	$ (1,268,892)	$ 10,377,344
Rental charges and other	105,488	105,488	**94,411**	(11,077)	224,534
Total operating revenues	10,171,423	11,312,353	**10,032,384**	(1,279,969)	10,601,878
Operating Expenses					
Personnel services	3,612,890	3,608,862	**3,359,086**	249,776	3,325,155
Cost of goods sold	2,250,000	2,170,300	**2,096,519**	73,781	2,622,343
Supplies	2,569,255	4,121,305	**3,076,567**	1,044,738	2,784,742
Utilities	359,564	384,184	**346,055**	38,129	267,643
Professional services	320,422	274,672	**168,327**	106,345	131,818
Motor pool charges	16,500	28,650	**22,007**	6,643	-
Repairs and maintenance	733,759	713,549	**603,441**	110,108	712,400
Rent	263,744	244,168	**204,666**	39,502	198,174
Insurance	126,363	119,873	**119,873**	-	142,372
Depreciation	424,400	559,389	**573,847**	(14,458)	496,823
Other	117,724	88,149	**24,627**	63,522	34,694
Total operating expenses	10,794,621	12,313,101	**10,595,015**	1,718,086	10,716,164
Operating income (loss)	(623,198)	(1,000,748)	**(562,631)**	438,117	(114,286)
Nonoperating Revenue (Expense)					
Investment income (loss)	40,000	40,000	**23,705**	(16,295)	51,817
Total nonoperating revenue (expense)	40,000	40,000	**23,705**	(16,295)	51,817
Income before transfers	(583,198)	(960,748)	**(538,926)**	421,822	(62,469)
Transfers in	185,027	185,027	**185,027**	-	50,000
Transfers out	(39,438)	(3,978)	**(3,978)**	-	(3,978)
Transfers, net	145,589	181,049	**181,049**	-	46,022
Change in fund net assets	(437,609)	(779,699)	**(357,877)**	421,822	(16,447)
Fund net assets, beginning of year	3,621,797	3,621,797	**3,621,797**	-	3,638,244
Fund net assets, end of year	$ 3,184,188	$ 2,842,098	**$ 3,263,920**	$ 421,822	$ 3,621,797

City of Las Cruces

Schedule of Revenues, Expenses and Changes in Fund Net Assets Budget and Actual

Self-Insurance Fund

For the Year Ended June 30, 2009

	2009				2008
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Operating Revenues					
Rental charges and other	$ 536,493	$ 536,493	**$ 687,131**	$ 150,638	$ 635,790
Charges for insurance	2,175,994	3,108,742	**3,106,599**	(2,143)	2,262,939
Total operating revenues	2,712,487	3,645,235	**3,793,730**	148,495	2,898,729
Operating Expenses					
Personnel services	164,360	164,360	**171,773**	(7,413)	142,625
Supplies	4,900	6,200	**4,264**	1,936	7,378
Utilities	-	-	**-**	-	-
Professional services	389,200	522,900	**496,901**	25,999	174,522
Depreciation	-	-	**1,107**	(1,107)	1,107
Other	6,000	6,000	**6,301**	(301)	12,025
Claims and judgments	3,041,248	3,146,284	**3,082,250**	64,034	2,836,846
Total operating expenses	3,605,708	3,845,744	**3,762,596**	83,148	3,174,503
Operating income (loss)	(893,221)	(200,509)	**31,134**	231,643	(275,774)
Nonoperating Revenue (Expense)					
Investment income	109,500	108,800	**241,371**	132,571	317,406
Total nonoperating revenue (expense)	109,500	108,800	**241,371**	132,571	317,406
Income before transfers	(783,721)	(91,709)	**272,505**	364,214	41,632
Transfers in	483,253	524,525	**524,525**	-	573,421
Transfers out	-	-	**-**	-	(239,305)
Transfers, net	483,253	524,525	**524,525**	-	334,116
Change in fund net assets	(300,468)	432,816	**797,030**	364,214	375,748
Fund net assets, beginning of year	2,309,050	2,309,050	**2,309,050**	-	1,933,302
Fund net assets, end of year	$ 2,008,582	$ 2,741,866	**$ 3,106,080**	$ 364,214	$ 2,309,050

City of Las Cruces
Schedule of Insurance in Force
June 30, 2009

Insurer	Deductible	Amount of Coverage	Risks Covered
ACE	$ 1,000	$1,000,000 max any one loss	Fine Arts Policy, museum collections and temporary loans
Travelers	10,000	various $50,000,000 per occurrence	Property, contractor's equipment, differences in conditions
Zurich	5,000	$1,000,000	Pollution liability environmental impairment. underground storage tank
Great American	5,000	$3,050,000	Fire trucks
Zurich	10,000	$25,000 per occurrence	Boiler and machinery
ACE Property & Casualty	-	$10,000,000	Airport liability
Safety National	375,000	$375,001-$1,000,000 Statutory liability in excess-per occurrence	Excess workers' compensation liability
City of Las Cruces	N/A	Actual expense up to maximum allowable under State Tort Claims Act	Comprehensive automobile liability, general liability, defense of civil rights litigation, foreign jurisdiction coverage
National Union	50,000	$3,000,000	Employee dishonesty, forgery, theft, robbery
Quanta	-	$2,000,000 umbrella	Excess crime

The insurance in force covers all City of Las Cruces employees, boards, council members and mayor.

Ordinance No. 479 Section 24 requires inclusion of this schedule in the financial statements.

City of Las Cruces
Schedule of Pledged Collateral
June 30, 2009

Deposits

Institution/Security

No collateral was pledged as of June 30, 2009.

Summary of Insurance Collateralization

Wells Fargo Bank	Interest Bearing Accounts	Non-interest Bearing Accounts*	Total
Ending bank balance	$ 117,465	$ 258,301	$ 375,766
Less: FDIC insurance coverage	(250,000)	(258,301)	(508,301)
Excess of insurance coverage over deposits	$ (132,535)	$ -	$ (132,535)

Repurchase Agreements

Institution/Security	Safe Keeping Location	Market Value	Margin	Margin Amount
J.P. Morgan Chase Bank, N.A.	Wells Fargo Bank, N.A.			
FNCL MBS 5.50 11/1/36 3141OGNL3		$ 8,091	105%	$ 7,706
FNCT MBS 5.50 1/1/24 3142CTF9 3142CTF9		19,541	105%	18,610
FHLB AGY 5.38 8/15/24 3133X8EW8		52,375	105%	49,881
FHLM AGR 4.25 4/2/24 3128X8UB6		868,914	105%	827,537
				903,734
Investment balance of repurchase agreement and related accrued interest				881,985
Pledged collateral in excess of requirement				$ 21,749

* On October 14, 2008, the FDIC announced the Temporary Liquidity Guarantee Program. The program provides full deposit insurance coverage for non-interest bearing deposit transaction accounts in FDIC-insured institutions, regardless of the amount.

City of Las Cruces
Schedule of Deposit Accounts and Investments
June 30, 2009

Account	Type of Account	Pooled Cash & Investments	Other Cash & Investments	Total Reconciled Balance	On Deposit 6/30/2009
Deposit accounts					
Wells Fargo Bank					
Community Development	Checking	$ -	$ 96,440	$ 96,440	$ 199,100
Community Development Home Rehab	Savings	-	20,717	20,717	20,716
Community Development Home Program	Savings	-	1,366	1,366	1,366
Metro Narcotics Agency	Savings	-	95,383	95,383	95,383
Treasury Fund - Operating	Checking	(3,468,113)	-	(3,468,113)	24,076
Payroll Direct Deposit Account	Checking	(57,135)	-	(57,135)	-
On Demand	Checking	30,562	-	30,562	35,125
Rio Grande Natural Gas Assoc Revenue	Checking	(310,813)	-	(310,813)	-
Depository	Checking	-	-	-	-
Total deposit accounts		(3,805,499)	213,906	(3,591,593)	$ 375,766
Investments					
Wells Fargo Bank					
Investment Custody Account	Investment	55,604	4,053,912	4,109,516	
WF Treas Plus MM Fund - Sweep Acct	Sweep	4,005,243	-	4,005,243	
Wells Capital Management					
CLC Health Liquidity Management	Investment	-	11,208,772	11,208,772	
CLC WWR 2006 Bond Projects	Investment	-	2,390,121	2,390,121	
CLC JU Bonds Debt Svc Reserve	Investment	-	328,375	328,375	
CLC WW 2006 Bond Rehab	Investment	-	535,371	535,371	
CLC WW 2006 Bond DS Reserve	Investment	-	1,252,774	1,252,774	
CLC Liquidity Management Agency	Investment	97,328,966	-	97,328,966	
Wells Corporate Trust Services					
Wells Fargo Brokerage Services, LLC					
City of Las Cruces	Brokerage	6,372,223	-	6,372,223	
Bank of Albuquerque					
NMFA Sub PPRF 07A LC St Res	Trust	-	186,626	186,626	
NMFA Sub PPRF 2007A LC Res	Trust	-	911,049	911,049	
NMFA 68TH 2007E C/LC RESV	Trust	-	1,862,570	1,862,570	
NMFA 69TH 2008A C/LC ST RESV	Trust	-	359,194	359,194	
NMFA 69TH 2008A C/LC FR RESV	Trust	-	89,708	89,708	
NMFA 69th 2008A LC Eqp Res	Trust	-	33,641	33,641	
NMFA 71st Supp 2008c C/LC Res	Trust	-	456,628	456,628	
NMFA 68th 2007E C/LC PRG	Trust	-	25,199,028	25,199,028	
NMFA 71st Supp 08c C/L PROG	Trust	-	717	717	
NMFA Sub PPRF 2007A LC Prg	Trust	-	3,265,676	3,265,676	
NMFA 69TH 2008A C/LC ST PROG	Trust	-	1,849,418	1,849,418	
NMFA 69TH 2008A C/LC FIRE PR	Trust	-	822,108	822,108	
NMFA 69th 2008A C/LC Eqp Prg	Trust	-	187,585	187,585	
NMFA SUB LIEN 07C/LC TNK P	Trust	-	1,964,409	1,964,409	
NMFA 69TH 2008A C/LC WTR PRG	Trust	-	8,072,053	8,072,053	
NMFA 58th Supp 2004A LC Resv	Trust	-	22,234	22,234	
NMFA Sub Lien 07C Las Cruces Tnk Rs	Trust	-	207,228	207,228	
NMFA DDCR Dtd 7/28/06 CLC R	Trust	-	18,562	18,562	
NMFA 60th 2008A C/Las Cruces Wt Resv	Trust	-	1,248,995	1,248,995	
NMFA 65th Supp 2005A LC Prg	Trust	-	36,724	36,724	
NMFA SUB LIEN 07C LC PLNT PG	Trust	-	3,128,591	3,128,591	
NMFA 69TH 2008A C/LC WTR#2 P	Trust	-	1,446,408	1,446,408	
NMFA 64th Supp 04C LC DSR	Trust	-	30,239	30,239	
NMFA 65th Supp 2005A LC Res	Trust	-	19,723	19,723	
NMFA Sub Lien 07C Las Cruces Plnt Rs	Trust	-	611,388	611,388	
NMFA 69th Supp '08A Las Cruces Wtr R	Trust	-	314,162	314,162	
NMFA SUB LIEN 07C C/LC REC P	Trust	-	1,029,282	1,029,282	
NMFA Sub Lien 07C C/Las Cruces Resr	Trust	-	282,139	282,139	

City of Las Cruces
Schedule of Deposit Accounts and Investments — continued
June 30, 2009

Account	Type of Account	Pooled Cash & Investments	Other Cash & Investments	Total Reconciled Balance
JP Morgan Chase				
City of Las Cruces Debt Svc Reserve	Repo Agrmt	-	878,450	878,450
State Treasurer New Mexigrow LGIP				
GRT Bonds 2005 City of Hall	Investment	-	655,607	655,607
GRT Bonds 2005 Public Improvemts	Investment	-	453,339	453,339
NMFA 2009 Parking Structure	Investment	-	4,183,981	4,183,981
NMFA 2008 Flood Control Project	Investment	-	2,450,421	2,450,421
Utility Bond Projects 2005	Investment	-	2,728,072	2,728,072
NMFA 2008 Vehicle Maintenance Facility	Investment	-	402,620	402,620
Pooled Investments	Investment	2,957,100	-	2,957,100
NM State Investment Council				
Large Cap Active Equity Pool	Investment	-	3,326,383	3,326,383
Large Cap Index Equity Pool	Investment	-	1,598,803	1,598,803
Non-U.S. Developed Equity Pool	Investment	-	1,370,626	1,370,626
Mid/Small Cap Equity Pool	Investment	-	2,753,707	2,753,707
Total investments		110,719,136	94,227,419	204,946,555
Total deposits and investment		106,913,637	94,441,325	201,354,962
Other cash				
Petty cash and change funds	Cash	-	7,635	7,635
New Mexico Finance Authority				
2007 C PPRF-CLC	Debt Service	-	3,089	3,089
2007 C PPRF-CLC	Debt Service	-	3,052	3,052
2007 C PPRF-CLC	Debt Service	-	9,003	9,003
2007 E PPRF-CLC	Debt Service	-	51	51
2008 A PPRF-CLC	Debt Service	-	2	2
2008 A PPRF- CLC	Debt Service	-	4	4
2008 A PPRF- CLC	Debt Service	-	33	33
2008 A PPRF- CLC	Debt Service	-	18,382	18,382
2008 A PPRF- CLC	Debt Service	-	4,624	4,624
2008 C C/LC Res	Debt Service	-	10	10
2004A PPRF - Las Cruces	Debt Service	-	330	330
2004C PPRF - Las Cruces	Debt Service	-	447	447
2005A PPRF - Las Cruces	Debt Service	-	292	292
DL - City of Las Cruces	Debt Service	-	274	274
2007A PPRF - CLC	Debt Service	-	18	18
2007A PPRF - CLC	Debt Service	-	4	4
2007A PPRF - CLC	Debt Service	-	38	38
2008 C C/LC Res	Debt Service	-	3	3
Accrued interest receivable				
Accrued Interest - Other Pooled Investments	Accrued int	257	-	257
Wells Capital Management - Pool	Accrued int	313,305	-	313,305
Total cash and investments		$ 107,227,199	$ 94,488,616	$ 201,715,815

City of Las Cruces
Statistical Section Table of Contents
June 30, 2009

This part of the City of Las Cruces' comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

Effective January 1, 2006, the City adopted the Governmental Accounting Standards Board Statement No. 44, *Economic Condition Reporting*: *The Statistical Section, An Amendment of NCGA Statement 1*. GASB 44 provides the requirements for the schedules contained in this section of the City's CAFR.

Content

Financial Trends

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the City's most significant local revenue source, the sales tax.

Debt Capacity

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.

City of Las Cruces
Net Assets by Category (in 000's)
Last Seven Years
(Unaudited)

	Fiscal Year							
	2002	2003	2004	2005	2006	2007	2008	2009
Governmental activities								
Invested in capital assets, net of related debt	$ 128,924	$ 133,022	$ 139,710	$ 149,395	$ 131,645	$ 140,890	$ 146,327	$ 184,959
Restricted	21,629	22,263	20,820	19,752	17,301	34,371	32,766	32,377
Unrestricted	26,910	31,278	50,714	63,166	103,080	103,926	126,919	99,059
Subtotal governmental activities net assets	177,463	186,563	211,244	232,313	252,026	279,187	306,012	316,395
Business-type activities								
Invested in capital assets, net of related debt	104,070	99,468	99,149	104,896	106,615	105,556	103,498	125,238
Restricted	5,333	4,814	-	13,879	20,976	34,894	49,377	29,965
Unrestricted	22,201	31,764	42,854	35,901	40,051	43,678	41,540	45,432
Subtotal business-type activities net assets	131,604	136,046	142,003	154,676	167,642	184,128	194,415	200,635
Primary government								
Invested in capital assets, net of related debt	232,994	232,490	238,859	254,291	238,260	246,446	249,825	310,197
Restricted	26,962	27,077	20,820	33,631	38,277	69,265	82,143	62,342
Unrestricted	49,111	63,042	93,568	99,067	143,131	147,604	168,459	144,491
Total primary government net assets	$ 309,067	$ 322,609	$ 353,247	$ 386,989	$ 419,668	$ 463,315	$ 500,427	$ 517,030

Note:
*The requirement for statistical data is ten years, which begins with the GASB 34 implementation in 2002. Data from 2002 to 2009 is shown. Data for other years is not available at this time.

City of Las Cruces
Changes in Net Assets (in 000's)
Last Seven Years
(Unaudited)

	Fiscal Year							
	2002	2003	2004	2005	2006	2007	2008	2009
Expenses								
Governmental activities								
General government	$ 12,242	$ 12,948	$ 14,953	$ 17,433	$ 16,800	$ 25,894	$ 16,560	$ 30,225
Facilities	6,418	6,953	7,107	7,948	9,018	9,648	9,857	9,518
Police	16,093	16,745	17,666	19,474	21,822	21,426	23,814	26,944
Fire	7,646	7,810	7,653	8,464	9,288	10,346	11,290	10,760
Community development	1,744	3,903	4,728	4,653	5,123	4,641	5,047	4,574
Public services	8,597	8,862	9,201	9,741	10,889	11,774	12,525	11,524
Public works	12,900	13,017	13,888	14,334	15,604	16,756	19,728	11,083
Interest on long-term debt	1,755	2,015	2,166	1,919	2,726	3,148	4,003	4,307
Subtotal governmental activities expenses	67,395	72,253	77,362	83,966	91,271	103,633	102,824	108,935
Business-type activities								
Gas	12,782	17,986	22,414	22,934	30,367	29,976	30,478	25,096
Water	8,522	6,398	9,549	8,621	10,655	12,219	11,679	15,459
Waste water	6,706	6,260	7,506	7,697	8,362	8,514	8,767	10,878
Solid waste	6,887	9,124	8,403	8,163	9,335	9,172	10,905	10,057
Other	2,361	2,435	2,492	3,059	3,419	3,801	4,185	4,275
Interest on long-term debt	1,853	1,920	1,665	1,709	1,965	2,626	3,422	-
Subtotal business-type activities expenses	39,111	44,123	52,029	52,183	64,103	66,308	69,437	65,765
Total primary government expenses	106,506	116,376	129,391	136,149	155,374	169,941	172,261	174,700
Program Revenues								
Governmental activities								
Charges for services								
General government	105	95	99	108	5,291	5,038	4,676	3,184
Facilities	361	172	173	44	114	396	-	340
Police	115	104	63	169	2,234	2,833	2,041	4,639
Fire	-	-	-	-	-	61	161	-
Community development	3	5	8	-	3,662	1,607	3,644	2,618
Public services	452	531	351	313	1,404	4,879	3,942	1,920
Public works	91	134	235	287	698	2,910	2,249	1,986
Operating grants and contributions								
General government	17	1,010	733	926	1,420	490	540	29
Facilities	58	-	-	-	-	-	-	-
Police	68	1,517	1,061	996	1,019	688	1,669	955
Fire	114	251	328	357	349	442	440	381
Community development	1,468	2,311	2,977	1,797	2,727	1,896	2,410	1,369
Public services	2,062	942	1,425	1,497	1,082	1,148	1,262	1,221
Public works	-	27	21	73	-	554	11	(23)
Capital grants and contributions								
General government	6	-	-	-	1,236	3,344	2,531	3,350
Facilities	1,210	-	-	-	-	-	-	-
Police	68	-	-	-	-	-	-	-
Fire	17	-	-	-	-	-	-	-
Community development	503	-	-	1,718	-	134	-	-
Public services	131	-	-	-	-	-	-	-
Public works	2,079	4,074	1,650	3,868	4,673	11,832	11,508	11,515
Subtotal governmental activities revenues	8,928	11,173	9,124	12,153	25,909	38,252	37,084	33,484

City of Las Cruces
Changes in Net Assets (in 000's) — continued
Last Seven Years
(Unaudited)

	Fiscal Year							
	2002	2003	2004	2005	2006	2007	2008	2009
Program Revenues - continued								
Business-type activities								
Charges for services								
Gas	12,565	17,342	22,580	24,019	30,498	31,614	31,991	23,880
Water	10,354	11,302	13,721	13,289	16,235	15,140	13,941	13,182
Waste water	6,849	7,518	8,661	9,862	11,829	12,070	10,910	10,793
Solid waste	5,501	6,066	7,649	8,532	9,854	10,155	10,194	9,710
Other	226	221	286	225	233	263	325	420
Operating grants and contributions								
Gas	128	114	175	200	-	-	-	-
Water	396	547	608	891	-	-	-	-
Waste water	464	557	408	938	-	-	-	-
Solid waste	-	-	-	-	-	-	-	-
Other	911	735	1,297	2,984	1,048	-	1,188	2,789
Capital grants and contributions								
Gas	-	-	-	-	46	342	335	333
Water	-	-	-	-	1,569	1,398	1,263	1,968
Waste water	-	-	-	-	307	2,141	1,926	2,383
Solid waste	-	-	-	-	-	-	-	-
Other	-	-	-	-	427	1,141	118	-
Subtotal business-type activities revenues	37,394	44,402	55,385	60,940	72,046	74,264	72,191	65,458
Total primary government revenues	46,322	55,575	64,509	73,093	97,955	112,516	109,275	98,942
Net (Expense)/Revenue								
Governmental activities	(58,467)	(61,079)	(68,237)	(71,814)	(65,362)	(65,381)	(65,740)	(75,451)
Business-type activities	(1,717)	279	3,357	8,758	7,943	7,957	2,755	(307)
Total primary government net expense	(60,184)	(60,800)	(64,880)	(63,056)	(57,419)	(57,424)	(62,984)	(75,758)
General Revenues and Other Changes in Net Assets								
Governmental activities								
Taxes								
Gross receipts	44,941	48,087	54,312	58,946	66,618	72,887	77,080	73,506
Property	5,783	6,786	7,234	7,535	8,483	9,355	10,891	12,168
Franchise	2,230	2,459	2,114	2,339	2,609	2,999	2,985	2,699
Investment income	1,264	1,448	794	1,857	3,881	5,902	3,842	(1,720)
Hospital net assets received	-	-	18,025	3,760	3,308	-	-	-
Telshor Facility income	-	-	-	-	-	2,973	267	278
Other								
Donated capital assets	-	-	-	8,253	-	-	-	-
Licenses and permits	-	-	-	3,194	-	-	-	-
Fees, fines, franchise fees	-	-	-	4,363	-	-	-	-
Other	9,971	13,784	12,946	5,403	3,335	2,456	2,835	3,091
Gain (loss) on disposal of fixed assets/sale of investments	(2)	5	-	66	-	-	-	-
Transfers	3,201	(2,389)	(2,507)	(2,834)	(3,158)	(4,434)	(4,083)	(4,232)
Total governmental activities	67,388	70,180	92,918	92,882	85,075	92,138	93,816	85,790
Business-type activities								
Investment income	1,415	1,295	35	1,095	1,857	3,855	3,408	1,597
Other	-	371	-	-	8	239	40	698
Gain (loss) on disposal of fixed assets/sale of investments	67	109	58	(13)	-	-	-	-
Transfers	(3,201)	2,389	2,507	2,834	3,158	4,434	4,083	4,232
Total business-type activities	(1,719)	4,164	2,599	3,916	5,023	8,528	7,532	6,527
Total primary government	65,669	74,344	95,517	96,798	90,098	100,665	101,348	92,317
Change in Net Assets								
Governmental activities	8,920	9,101	24,681	21,069	19,713	26,756	28,076	10,339
Business-type activities	(3,435)	4,443	5,956	12,674	12,966	16,486	10,287	6,220
Total primary government	$ 5,485	$ 13,544	$ 30,637	$ 33,743	$ 32,679	$ 43,242	$ 38,363	$ 16,559

Note:
*The requirement for statistical data is ten years, which begins with the GASB 34 implementation in 2002. Data from 2002 to 2009 is shown. Data for other years is not available at this time.

City of Las Cruces
Fund Balances – Governmental Funds
Last Ten Years
(Unaudited)

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
General Fund										
Reserved	$ -	$ 451,875	$ 809,105	$ 733,540	$ 657,464	$ 629,171	$ 717,666	$ 732,996	$ 972,057	$ 933,966
Unreserved	240,886	4,320,309	12,919,940	17,719,578	17,836,642	22,035,220	29,433,947	35,645,774	36,250,120	31,095,824
General fund subtotal	240,886	4,772,184	13,729,045	18,453,118	18,494,106	22,664,391	30,151,613	36,378,770	37,222,177	32,029,790
All Other Governmental Funds										
Reserved	-	3,771,793	-	-	12,100,000	7,903,853	25,493,110	24,829,639	23,899,960	-
Unreserved, reported in										
Special revenue funds	3,469,384	4,496,396	5,012,957	5,083,027	24,136,265	26,338,605	8,101,600	9,952,018	10,002,577	30,359,708
Capital projects fund	12,427,687	10,406,393	9,242,485	16,783,526	15,512,939	14,289,268	45,701,136	52,354,759	73,463,705	49,544,927
Debt service funds	7,269,220	7,353,325	6,896,116	3,025,527	3,275,033	3,450,270	3,117,631	3,653,390	6,865,872	8,030,639
Other governmental funds subtotal	23,166,291	26,027,907	21,151,558	24,892,080	55,024,237	51,981,996	82,413,477	90,789,806	114,232,114	87,935,274
	$ 23,407,177	$ 30,800,091	$ 34,880,603	$ 43,345,198	$ 73,518,343	$ 74,646,387	$ 112,565,090	$ 127,168,576	$ 151,454,291	$ 119,965,064

Notes:

* The substantial increase in governmental fund balances from FY03 to FY04 was primarily due to the 40-year lease of the Telshor Facility. The net hospital assets recognized by the City in FY04 was $30,124,793.

* The substantial increase from FY05 to FY06 was primarily due to the issue of $33,000,000 in sales tax bonds for a new City Hall and other public improvements.

City of Las Cruces
Changes in Fund Balances – Governmental Funds
Last Ten Years
(Unaudited)

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Revenues										
Taxes	$ 48,167,407	$ 49,371,659	$ 52,953,900	$ 57,331,966	$ 63,660,076	$ 68,819,813	$ 77,710,596	$ 85,240,647	$ 90,955,351	$ 88,372,353
Charges for services	2,171,328	2,400,632	1,127,933	1,042,261	930,507	919,973	1,224,934	1,401,332	1,359,566	2,038,227
Fees and fines	743,296	976,889	1,635,321	1,773,983	1,814,857	2,198,654	2,498,111	2,849,604	1,935,093	3,992,344
Franchise fees	1,590,117	1,735,414	1,964,238	2,045,459	2,176,607	2,164,259	2,389,962	2,456,015	2,677,024	2,772,546
Investment income	4,252,745	1,703,752	1,263,509	1,241,166	739,313	1,571,350	3,438,111	5,593,370	3,580,256	(1,909,490)
Licenses and permits	730,262	944,921	1,026,617	1,633,918	2,007,529	3,194,133	4,307,748	3,792,776	1,963,361	1,340,840
Operating grants and contributions	-	-	-	-	-	11,232,583	12,481,851	9,233,847	-	-
Grants and contracts	5,626,188	7,215,335	-	-	-	-	-	10,072,290	-	-
Intergovernmental			7,799,610	10,131,917	8,105,548	-	-	-	12,566,035	13,083,996
Other	5,562,426	3,429,786	7,033,198	4,580,702	5,111,599	5,998,934	7,011,904	-	12,030,681	7,931,167
Contributions from other government agencies	943,113	928,924	-	-	-	-	-	-	-	-
Total revenues	69,786,882	68,707,312	74,804,326	79,781,372	84,546,036	96,099,699	111,063,217	120,639,881	127,067,367	117,621,983
Expenditures										
Current										
General government	10,548,286	10,790,771	10,854,550	12,036,419	13,775,498	16,753,705	16,378,155	18,249,867	16,096,382	15,763,301
Facilities	-	-	5,709,543	6,519,077	6,842,730	7,227,918	8,089,108	8,919,653	9,029,214	9,567,127
Development services	7,288,858	7,604,563	-	-	-	-	-	-	-	-
Police	-	-	14,044,075	16,099,748	17,439,027	18,626,802	20,994,073	20,577,179	22,887,190	26,930,951
Fire	-	-	6,601,426	7,426,258	7,398,016	7,909,612	8,663,400	9,717,207	10,620,627	10,611,882
Public safety	18,995,932	18,868,056	-	-	-	-	-	-	-	-
Community development	-	-	2,217,087	3,901,257	4,766,996	4,545,151	5,028,537	4,586,224	5,005,801	4,574,265
Community facilities	11,463,773	11,374,566	-	-	-	-	-	-	-	-
Public services	-	-	7,415,761	8,357,357	8,835,194	9,108,361	10,164,743	10,696,197	11,437,702	11,524,761
Public works	-	-	6,194,174	6,576,259	7,276,334	7,213,101	8,003,143	8,950,461	10,909,474	11,083,997
Capital outlay	13,739,535	17,088,512	11,763,159	9,555,113	7,763,925	13,723,810	18,572,968	23,443,820	32,342,749	52,076,944

City of Las Cruces

Changes in Fund Balances – Governmental Funds — continued

Last Ten Years

(Unaudited)

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Expenditures - continued										
Debt service										
Principal	75,745,000	3,520,000	3,028,443	6,350,612	3,894,959	11,920,744	6,421,767	5,628,623	7,260,878	8,298,537
Interest and other charges	5,587,596	2,142,754	1,754,671	1,917,452	2,046,928	1,811,112	2,724,004	3,021,761	4,003,447	4,307,153
Bond issuance costs	-	-	-	-	-	185,926	498,780	-	-	-
Total expenditures	143,368,980	71,389,222	69,582,889	78,739,552	80,039,607	99,026,242	105,538,678	113,790,992	129,593,464	154,738,918
Excess of revenues over (under) expenditures	(73,582,098)	(2,681,910)	5,221,437	1,041,820	4,506,429	(2,926,543)	5,524,539	6,848,889	(2,526,097)	(37,116,935)
Other Financing Sources (Uses)										
Bond proceeds	13,371,552	5,020,317		10,023,555		7,980,000	33,000,000	12,667,476	32,184,395	9,749,434
Bond premium (discount)							276,275	(74,891)	-	-
Hospital net assets received					30,124,793		-	-	-	-
Capital leases					112,000		-	-	-	-
Proceeds of notes payable			564,220				-	-	-	-
Gain on sales of investments						40,213	-	-	157,755	587,667
Transfers in	89,532,975	25,087,720	5,271,700	6,283,603	9,020,123	9,870,984	12,951,247	12,616,224	25,472,862	21,088,190
Transfers out	(85,712,263)	(26,652,865)	(7,410,125)	(8,884,383)	(13,590,200)	(13,836,610)	(17,038,483)	(17,995,605)	(29,827,582)	(25,797,583)
Total other financing sources (uses)	17,192,264	3,455,172	(1,574,205)	7,422,775	25,666,716	4,054,587	29,189,039	7,213,204	27,987,430	5,627,708
Net change in fund balances	$(56,389,834)	$ 773,262	$ 3,647,232	$ 8,464,595	$ 30,173,145	$ 1,128,044	$ 34,713,578	$ 14,062,093	$ 25,461,333	$(31,489,227)
Debt service as a percentage of noncapital expenditures	62.74%	10.43%	8.27%	11.95%	8.22%	16.32%	11.09%	9.57%	11.58%	12.28%

Notes:

* The substantial increase in governmental fund balances from FY03 to FY04 was primarily due to the 40-year lease of the Telshor Facility. The net hospital assets recognized by the City in FY04 was $30,124,793.

* The substantial increase from FY05 to FY06 was primarily due to the issue of $33,000,000 in sales tax bonds for a new City Hall and other public improvements.

City of Las Cruces
Taxable and Assessed Value of Property
Last Ten Years
(Unaudited)

Fiscal Year	Real Property Taxable Value	Real Property Assessed Value	Personal Property Taxable Value	Personal Property Assessed Value	Exemptions Real/Personal Property	Total Taxable Value	Total Assessed Value	Ratio of Total Taxable Value To Total Assessed Value
2000	$ 914,501,016	$2,743,503,048	$ 56,104,663	$ 168,313,989	$ 100,624,433	$ 869,981,246	$2,609,943,738	33%
2001	957,148,748	2,871,446,244	61,926,754	185,780,262	105,334,645	913,740,857	2,741,222,571	33%
2002	1,022,737,173	3,068,211,519	65,787,419	197,362,257	110,673,980	977,850,612	2,933,551,836	33%
2003	1,069,314,271	3,207,942,813	64,125,478	192,376,434	112,208,406	1,021,231,343	3,063,694,029	33%
2004	1,145,299,951	3,435,899,853	71,335,260	214,005,780	118,976,695	1,097,658,516	3,292,975,548	33%
2005	1,201,648,115	3,604,944,345	72,472,540	217,417,620	125,099,497	1,149,021,158	3,447,063,474	33%
2006	1,380,287,657	4,140,862,971	75,179,023	225,537,069	145,116,822	1,310,349,858	3,931,049,574	33%
2007	1,465,644,191	4,396,932,573	78,063,717	234,191,151	151,047,500	1,392,660,408	4,177,981,224	33%
2008	1,727,610,513	5,182,831,539	80,241,171	240,723,513	170,687,030	1,637,164,654	4,911,493,962	33%
2009	1,997,809,308	5,993,427,924	87,600,824	262,802,472	176,456,635	1,908,953,497	5,726,860,491	33%

Source: Dona Ana County Property Abstract

City of Las Cruces

Property Tax Rates Per $1,000 Assessed Valuation
Both Residential and Non-Residential—Overlapping Governments
Last Ten Years
(Unaudited)

Residential

Fiscal Year	City	State	County	School District	Other	Total Residential
2000	6.582	1.482	7.858	9.874	1.872	27.668
2001	6.055	1.529	7.924	9.986	1.882	27.376
2002	5.748	1.765	8.066	10.053	1.899	27.531
2003	5.813	1.123	8.134	9.838	1.907	26.815
2004	5.841	1.520	7.896	9.835	1.895	26.987
2005	5.985	1.028	8.120	9.832	1.899	26.864
2006	5.781	1.234	7.852	9.722	1.904	26.493
2007	5.879	1.221	7.979	9.795	1.927	26.801
2008	5.960	1.250	8.029	9.809	1.936	26.984
2009	6.136	1.150	8.249	9.807	1.961	27.303

Non-Residential

Fiscal Year	City	State	County	School District	Other	Total Non-Residential
2000	7.427	1.482	12.207	10.080	2.000	33.196
2001	6.946	1.529	12.184	10.120	2.000	32.779
2002	6.480	1.765	12.184	10.164	2.000	32.593
2003	6.617	1.123	12.184	9.976	2.000	31.900
2004	6.551	1.520	11.700	9.970	1.971	31.712
2005	6.794	1.028	12.079	9.982	2.000	31.883
2006	6.831	1.234	12.082	9.954	2.000	32.101
2007	7.120	1.221	12.017	10.014	2.000	32.372
2008	7.120	1.250	11.992	10.014	2.000	32.376
2009	7.120	1.150	12.001	10.004	2.000	32.275

Source: New Mexico Department of Finance & Administration, Local Government Division
Dona Ana County

City of Las Cruces
Principal Taxpayers
June 30, 2009
Last Ten Years
(Unaudited)

		FY 2009			FY 2008			FY 2007			FY 2006			FY 2005		
Taxpayer	Type of Business	Taxable Value	Percentage of Total Taxable Value	Rank	Taxable Value	Percentage of Total Taxable Value	Rank	Taxable Value	Percentage of Total Taxable Value	Rank	Taxable Value	Percentage of Total Taxable Value	Rank	Taxable Value	Percentage of Total Taxable Value	Rank
Las Cruces Medical Center LLC	Medical Center	$ 18,758,700	1.03%	4	$ 19,334,467	1.18%	4	$ 18,392,667	1.32%	4	$ 18,392,667	1.40%	4	$ 23,386,967	2.04%	1
El Paso Electric Company	Electricity	67,831,036	3.72%	1	64,345,540	3.93%	1	59,515,890	4.27%	1	58,026,006	4.43%	1	15,985,973	1.39%	2
Memorial Medical Center	Medical Center	17,287,000	0.95%	6	17,169,067	1.05%	5	16,482,767	1.18%	5	13,754,267	1.05%	5	13,754,267	1.20%	3
Public Service Co of NM		34,621,991	1.90%	2	34,744,992	2.12%	2	43,703,556	3.14%	2	34,927,202	2.67%	2			
Qwest Corporation	Communications	19,977,512	1.10%	3	26,869,586	1.64%	3	24,800,703	1.78%	3	24,027,370	1.83%	3	12,711,340	1.11%	4
Union Pacific Rail Road Company	Railroad	17,964,050	0.99%	5	15,951,623	0.97%	6	13,610,022	0.98%	6	13,267,394	1.01%	6			
El Paso Natural Gas Co	Gasoline	12,938,360	0.71%	8	12,558,435	0.77%	7	13,732,645	0.99%	7	11,923,259	0.91%	7			
Las Uvas Valley Dairy					11,841,705	0.72%	8									
Burlington Northern & Santa Fe Railroad	Railroad	13,413,383	0.74%	7	11,487,369	0.70%	9	10,883,002	0.78%	8	9,824,600	0.75%	8			
Mesilla Valley Mall LLC	Shopping Centers															
New Mexico Mall Partners LP	Shopping Centers	8,309,100	0.46%	10				8,159,267	0.59%	9	8,249,767	0.63%	9	8,187,367	0.71%	5
Las Cruces Madison Ownership Co. LLC		9,171,319	0.50%	9	9,007,400	0.55%	10	7,687,900	0.55%	10						
My Way Of Holdings LLC	Casino										6,329,967	0.48%	10			
Casa Bandera Tic LLC	Real Estate													5,748,767	0.50%	6
Comcast Cablevision Of Nm/Pa Inc	Television Services													4,779,585	0.42%	7
Sonoma Springs Partners LP	Real Estate													4,727,467	0.41%	8
Park Place Peridot LLC	Business Complex													4,132,329	0.36%	9
Fs Laguna Seca I LLC	Shopping Centers													3,608,233	0.31%	10
Southwest Malls Real Estate	Shopping Centers															
Las Cruces Apartment Co. LLC	Property Development															
Wal-Mart Stores, Inc.	Discount Stores															
Las Cruces Laguna Seca Ltd	Shopping Centers															
CMAT 1999-Ci Town Center LLC	Business Complex															
Sam's East, Inc.	Discount Stores															
Anthem Park Place LP	Business Complex															
Alameda Land & Development	Property Development															
Voicestream PCS Ii Corp.	Cellular Telephone															
Property Trust of America	Business Complex															
Raley's Of New Mexico, Inc.	Grocery Stores															
Peak Medical Assisted Living, Inc	Assisted Living															
Campo Loretto Operating Assoc. LP	Business Complex															
Loretto Center Ltd Co	Business Complex															
Sonoma Ranch Subdivision Ltd	Business Complex															
First Security Bank of DAC	Bank															
Wells Fargo Bank New Mexico	Bank															
Greco Town Rentals, LLC	Apartments															
American Stores Properties, Inc	Shopping Centers															
Dayton Hudson Corp/Target Stores	Discount Stores															
Las Cruces Hotel Ltd Partnership	Hotel															
U.S. West Communications, Inc.	Communications															
Southwest Shopping Centers	Shopping Centers															
Level 3 Communications Llc	Communications															
			12.10%			13.63%			15.58%			15.16%			8.45%	

City of Las Cruces
Principal Taxpayers — continued
June 30, 2009
Last Ten Years
(Unaudited)

		FY 2004			FY 2003			FY 2002			FY 2001			FY 2000	
Taxpayer	Type of Business	Taxable Value	Percentage of Total Taxable Value	Rank	Taxable Value	Percentage of Total Taxable Value	Rank	Taxable Value	Percentage of Total Taxable Value	Rank	Taxable Value	Percentage of Total Taxable Value	Rank	Taxable Value	Percentage of Total Taxable Value
Las Cruces Medical Center LLC	Medical Center	$ 17,285,900	1.57%	1	$ 17,651,467	1.73%	1								
El Paso Electric Company	Electricity	14,790,872	1.35%	2	13,351,410	1.31%	2	$ 12,873,898	1.32%	1	$ 11,651,378	1.28%	2	$ 10,970,821	1.26%
Memorial Medical Center	Medical Center														
Public Service Co of NM															
Qwest Corporation	Communications	12,965,357	1.18%	3	12,571,205	1.23%	3	11,639,054	1.19%	2					
Union Pacific Rail Road Company	Railroad														
El Paso Natural Gas Co	Gasoline														
Las Uvas Valley Dairy															
Burlington Northern & Santa Fe Railroad	Railroad														
Mesilla Valley Mall LLC	Shopping Centers														
New Mexico Mall Partners LP	Shopping Centers														
Las Cruces Madison Ownership Co. LLC															
My Way Of Holdings LLC	Casino														
Casa Bandera Tic LLC	Real Estate														
Comcast Cablevision Of Nm/Pa Inc	Television Services														
Sonoma Springs Partners LP	Real Estate														
Park Place Peridot LLC	Business Complex	3,102,667	0.28%	8											
Fs Laguna Seca I LLC	Shopping Centers														
Southwest Malls Real Estate	Shopping Centers	7,604,067	0.69%	4	7,411,833	0.73%	4	7,551,300	0.77%	3					
Las Cruces Apartment Co. LLC	Property Development	3,524,333	0.32%	5	3,524,333	0.35%	5								
Wal-Mart Stores, Inc.	Discount Stores	3,493,133	0.32%	6	3,096,833	0.30%	8	3,158,200	0.32%	6	3,158,200	0.35%	6	3,155,042	0.36%
Las Cruces Laguna Seca Ltd	Shopping Centers	3,115,167	0.28%	7	3,115,167	0.31%	6								
CMAT 1999-Ci Town Center LLC	Business Complex	2,782,267	0.25%	9	2,836,200	0.28%	9								
Sam's East, Inc.	Discount Stores	2,592,833	0.24%	10	2,592,833	0.25%	10								
Anthem Park Place LP	Business Complex				3,102,667	0.30%	7								
Alameda Land & Development	Property Development							4,413,333	0.45%	4					
Voicestream PCS Ii Corp.	Cellular Telephone							3,595,272	0.37%	5	3,771,167	0.41%	5		
Property Trust of America	Business Complex							3,102,667	0.32%	7	3,102,667	0.34%	7	2,972,358	0.34%
Raley's Of New Mexico, Inc.	Grocery Stores							2,878,533	0.29%	8	3,929,510	0.43%	4	3,965,141	0.46%
Peak Medical Assisted Living, Inc	Assisted Living													3,173,756	0.36%
Campo Loretto Operating Assoc. LP	Business Complex							2,825,500	0.29%	9	2,825,500	0.31%	8	3,073,956	0.35%
Loretto Center Ltd Co	Business Complex														
Sonoma Ranch Subdivision Ltd	Business Complex													2,670,593	0.31%
First Security Bank of DAC	Bank													2,350,980	0.27%
Wells Fargo Bank New Mexico	Bank							2,484,100	0.25%	10	2,602,633	0.28%	10		
Greco Town Rentals, LLC	Apartments														
American Stores Properties, Inc	Shopping Centers														
Dayton Hudson Corp/Target Stores	Discount Stores														
Las Cruces Hotel Ltd Partnership	Hotel														
U.S. West Communications, Inc.	Communications										12,568,052	1.38%	1	12,397,023	1.42%
Southwest Shopping Centers	Shopping Centers										7,744,433	0.85%	3	7,938,287	0.91%
Level 3 Communications Llc	Communications										2,648,076	0.29%	9		
			6.48%			6.79%			5.57%			5.92%			6.04%

Source: Dona Ana County Property Abstract - County Assessors Office

City of Las Cruces
Property Tax Levies and Collections
Last Ten Years
(Unaudited)

Fiscal Year Ended June 30	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections To Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2000	$ 5,704,508	$ 5,625,133	98.6%	$ 79,375	$ 5,704,508	100.0%
2001	6,088,857	6,004,133	98.6%	84,724	6,088,857	100.0%
2002	5,920,572	5,838,191	98.6%	82,381	5,920,572	100.0%
2003	5,962,480	5,879,515	98.6%	82,965	5,962,480	100.0%
2004	6,334,688	6,246,544	98.6%	88,144	6,334,688	100.0%
2005	7,014,082	6,916,485	98.6%	97,597	7,014,082	100.0%
2006	7,708,511	7,601,251	98.6%	107,260	7,708,511	100.0%
2007	9,079,604	8,953,266	98.6%	126,338	9,079,604	100.0%
2008	10,269,520	10,126,626	98.6%	142,894	10,269,520	100.0%
2009	11,824,232	11,249,267	95.1%	574,965	11,824,232	100.0%

Source: Doña Ana County Property Abstract

City of Las Cruces
Ratio of Outstanding Debt by Type
Last Seven Years

Governmental Activities

Fiscal Year	Sales Tax Revenue Bonds	Unamortized Premium on Sales Tax Revenue Bonds	Notes Payable	Capital Lease
2003	$ 43,370,000	$ -	$ 724,897	$ 906,347
2004	39,685,000	-	667,497	1,417,616
2005	37,409,000	-	319,931	1,214,376
2006	64,340,000	276,275	-	998,963
2007	59,080,000	346,548	12,298,853	770,645
2008	54,125,000	208,925	42,333,919	554,258
2009	48,950,000	346,679	49,003,451	324,909

Business-Type Activities

Fiscal Year	Utility Revenue Bonds	Unamortized Discount on Utility Revenue Bonds	Capital Leases	Notes Payable	Total Primary Government	Percentage of Personal Income *	Per Capita *
2003	$ 30,610,000	$ (322,275)	$ 1,176,991	$ 1,041,291	$ 77,507,251	5.93%	1,028
2004	29,050,000	(293,624)	367,064	549,668	71,443,221	5.14%	925
2005	27,420,000	(264,972)	237,373	1,057,708	67,393,416	4.09%	842
2006	36,755,000	(173,805)	93,439	810,044	103,099,916	6.07%	1,248
2007	52,530,000	(207,671)	83,981	1,029,010	125,931,366	7.41%	1,524
2008	50,200,000	(99,490)	74,147	26,069,790	173,466,549	7.96%	1,933
2009	44,635,000	27,375	65,147	27,486,462	170,839,023	7.84%	1,824

Notes:
* Details regarding the city's outstanding debt can be found in the notes to the financial statements.
* See Schedule 14 for the personal income and population data. These ratios are calculated using personal income and population for the prior fiscal year.
* The requirement for statistical data is ten years. GASB 34 was implemented in 2002. Data from 2002 to 2009 is shown.

Source: City of Las Cruces CAFR, Note 7, Long-Term Obligations. This schedule excludes items for Claims & Judgments, Compensated Absences and Accrued Landfill Closure Costs which are presented in Note 7.

City of Las Cruces

Ratio of Net General Obligation Debt to
Taxable Value and Net General Obligation Bonded Debt Per Capita
Last Ten Years
(Unaudited)

Fiscal Year	Population	Taxable Value	General Obligation Bonded Debt Outstanding	Less Debt Service Fund	Net Bonded Debt	Ratio of Net Bonded Debt To Taxable Value	Net Bonded Debt Per Capita
2000	74,267	$ 869,981,246	$ 1,395,000	$ 1,081,945	$ 313,055	0.04%	4.22
2001	74,267	913,740,857	715,000	715,000	-	0.00%	0.00
2002	74,267	977,850,612	-	-	-	N/A	N/A
2003	77,237	1,021,231,343	-	-	-	N/A	N/A
2004	80,054	1,097,658,516	-	-	-	N/A	N/A
2005	82,611	1,149,021,158	-	-	-	N/A	N/A
2006	86,607	1,310,349,858	-	-	-	N/A	N/A
2007	87,542	1,392,660,408	-	-	-	N/A	N/A
2008	89,722	1,637,164,654	-	-	-	N/A	N/A
2009	93,680	1,821,352,673	-	-	-	N/A	N/A

Source: Doña Ana County Property Abstract

City of Las Cruces
Computation of Direct and Overlapping Debt
June 30, 2009
(Unaudited)

Jurisdiction	General Obligation as of June 30, 2009	Percentage Applicable to City of Las Cruces	City of Las Cruces Share of Debt
Direct			
City of Las Cruces	$ -	100.00%	$ -
Overlapping			
State of New Mexico	$ 453,730,000	3.30%	14,973,090
Dona Ana County	2,575,000	50.78%	1,307,585
Las Cruces School District	68,840,000	68.52%	47,169,168
Dona Ana Branch Community College	9,520,000	50.78%	4,834,256
Total overlapping	534,665,000		68,284,099
Total direct and overlapping general obligation bonded debt	$ 534,665,000		$ 68,284,099

Notes:
* Overlapping rates are those of local and county governments that apply to the property owners of the City of Las Cruces.

Source: City of Las Cruces; State of New Mexico; Dona Ana County; Las Cruces School District; Dona Ana Branch Community College.

City of Las Cruces
Computation of Legal Debt Margin
Last Ten Years
June 30, 2009
(Unaudited)

	2009
Taxable valuation	$1,821,352,673
Legal debt limit - 4% of assessed calculation	72,854,107
Amount of long-term debt subject to legal debt limit: general obligation debt outstanding	-
Legal debt margin	$ 72,854,107

	2000	2001	2002	2003	2004	2005	2006	2007	2008
Debt limit	$ 34,799,250	$ 36,549,634	$ 39,114,024	$ 40,849,254	$ 43,906,341	$ 45,906,846	$ 52,413,994	$ 55,706,416	$ 65,486,586
Total net debt applicable to limit	1,395,000	715,000	-	-	-	-	-	-	-
Total debt margin	$ 33,404,250	$ 35,834,634	$ 39,114,024	$ 40,849,254	$ 43,906,341	$ 45,906,846	$ 52,413,994	$ 55,706,416	$ 65,486,586
Total debt applicable to the limit as a percentage of debt limit	4.01%	1.96%	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Notes:
* The requirement for statistical data is ten years.

Source: Doña Ana County Property Abstract

City of Las Cruces
Pledged-Revenue Bond/Note Coverage
Last Ten Fiscal Years
(Unaudited)
June 30, 2009

	Sales Tax Revenue Bonds/Notes				Gas Tax Bonds			
		Debt Service				Debt Service		
Fiscal Year	Pledged Revenues	Principal	Interest	Coverage	Pledged Revenues	Principal	Interest	Coverage
2000	$ 22,047,899	$ 2,220,000	$ 1,731,083	5.58	$ -	$ -	$ -	-
2001	25,245,000	2,460,000	1,712,394	6.05	1,008,424	-	-	-
2002	27,766,154	1,793,168	1,637,898	8.09	1,539,143	-	260,853	5.90
2003	29,598,948	1,521,087	927,515	12.09	1,512,281	265,000	260,853	2.88
2004	33,236,280	3,089,418	1,213,189	7.72	1,544,437	275,000	248,663	2.95
2005	36,245,275	3,203,196	1,209,419	8.21	1,451,120	290,000	235,875	2.76
2006	40,686,980	3,992,351	1,096,173	8.00	1,532,985	300,000	222,245	2.94
2007	47,195,398	4,583,873	2,447,367	6.71	1,506,014	315,000	207,845	2.88
2008	55,860,863	6,149,329	3,470,509	5.81	1,439,465	330,000	192,568	2.75
2009	52,367,241	7,084,187	3,931,990	4.75	1,500,597	345,000	176,398	2.88

	Environmental Gross Receipts Tax Bonds				Utility Revenue Bonds/Notes					
		Debt Service						Debt Service		
Fiscal Year	Pledged Revenues	Principal	Interest	Coverage	Utility Service Charges	Less Operating Expenses	Net Available Revenue	Principal	Interest	Coverage
2000	$ 856,426	$ 360,000	$ 567,175	0.92	$ 27,393,866	$ (21,412,332)	$ 5,981,534	$ 1,160,000	$ 1,648,773	2.13
2001	890,199	380,000	545,575	0.96	30,213,313	(22,884,302)	7,329,011	1,215,000	1,598,000	2.61
2002	968,127	405,000	522,775	1.04	29,079,551	(22,978,421)	6,101,130	1,325,000	1,668,811	2.04
2003	1,011,472	425,000	498,981	1.09	35,803,200	(27,376,457)	8,426,743	1,550,000	1,607,861	2.67
2004	1,134,753	450,000	477,200	1.22	43,902,605	(34,970,027)	8,932,578	1,643,043	1,542,500	2.80
2005	1,237,329	410,000	189,656	2.06	46,421,742	(34,718,010)	11,703,732	1,739,857	1,473,776	3.64
2006	1,401,404	590,000	253,366	1.66	57,510,802	(44,533,053)	12,977,749	1,838,047	1,781,858	3.59
2007	1,523,163	605,000	235,666	1.81	58,441,509	(45,068,724)	13,372,785	1,940,010	2,330,112	3.13
2008	1,616,819	625,000	217,516	1.92	67,036,667	(55,364,226)	11,672,441	2,480,492	3,013,553	2.12
2009	1,519,556	640,000	198,766	1.81	58,708,927	(51,331,475)	7,377,452	3,197,080	3,415,225	0.04

Notes:
* Details regarding the City's outstanding debt can be found in Note 7 of the financial statements.
* Operating expenses do not include interest, depreciation, or amortization expenses.

City of Las Cruces
Demographic Data
Last Ten Fiscal Years
June 30, 2009
(Unaudited)

Fiscal Year	Population	Personal Income (thousands of dollars)	Per Capita Income	Median Age	School Enrollment	Unemployment Rate %
2000	73,539	$ 1,220,674	$ 16,599	30.1	$ 22,253	8.3%
2001	74,091	1,259,769	17,003	31.2	21,779	8.3%
2002	75,409	1,306,159	17,321	30.2	22,706	9.1%
2003	77,237	1,389,030	17,984	31.2	22,633	7.3%
2004	80,054	1,646,951	20,573	31.2	22,880	6.1%
2005	82,611	1,699,556	20,573	31.2	23,400	6.8%
2006	86,607	1,477,429	17,059	30.1	23,100	5.1%
2007	87,542	1,539,951	17,591	32.5	24,000	4.2%
2008	89,722	2,179,617	24,293	32.5	23,747	4.5%
2009	93,680	1,784,791	19,052	31	24,530	7.2%

Sources
- U.S. Census Bureau
- Las Cruces Public Schools
- New Mexico Department of Labor
- Community Dev. Dept Population Est.

City of Las Cruces
Principal Employers
Last Two Fiscal Years
June 30, 2009
(Unaudited)

FY 2009	FY 2008
Border Foods Inc.	Border Foods Inc.
Dona Ana Branch Community College	Coordinated Care Corp.
Dona Ana County	Dona Ana Branch Community College
Las Cruces Public Schools	Dona Ana County Administration
Memorial Medical Center	Las Cruces Public Schools
Mountain View Regional Medical Center	Memorial Medical Center
National Aeronautics & Space	Mountain View Regional Medical Center
New Mexico State University	National Aeronautics & Space
Tyson Prepared Foods	New Mexico State University
Wal-Mart	Tresco Tots

Note:
By law, the New Mexico Department of Labor may not release the number of employees. For further information, contact Ms. Susan Reagan at the New Mexico Department of Labor at (505) 222-4685.

Source: New Mexico Department of Labor, Bureau of Labor & Statistics
* Information is only available for Fiscal Years 2007 and 2008. GASB reporting for Principal Employers per G was implemented in Fiscal Year 2006.

City of Las Cruces
City Government Employees by Function/Program
Last Eight Fiscal Years
June 30, 2009
(Unaudited)

	Fiscal Year							
	2002	2003	2004	2005	2006	2007	2008	2009
Function/Program								
General Government								
City Administration	16	15	11	18	17	17	8	15
Human Resources	10	9	11	9	12	12	14	14
Financial Services	45	49	52	48	49	47	62	59
Legal	29	34	36	35	31	35	46	35
Risk Management	6	6	6	6	6	6	7	7
Community Development								
Administration	16	16	20	29	22	22	22	21
Permits and Inspections	13	17	16	17	19	20	21	22
Neighborhood Development	4	5	5	10	6	7	15	16
Facilities								
Administration	5	6	7	6	7	7	12	12
Airport Operations	6	5	4	3	4	4	4	4
Building Services	33	29	39	33	31	32	38	35
Fleet Services	16	16	22	21	19	22	24	23
Parks	48	53	56	51	56	60	58	58
Fire								
Administration	12	12	8	9	10	12	12	13
Firefighters and Officers	93	100	97	103	115	109	116	108
Police								
Administration	45	50	69	41	58	61	56	56
Officers	174	183	189	189	194	192	204	254
Public Services								
Convention & Visitors' Bureau	7	7	7	8	7	8	10	10
Library	30	32	34	38	39	37	36	43
Museum Systems	14	13	14	13	16	15	18	21
Public Information	6	6	6	5	6	6	7	7
Parks & Recreation	33	34	35	42	39	51	26	41
Senior Programs	37	37	37	40	41	46	34	62
Transit	42	43	36	37	50	51	49	62
Public Works								
Administration	1	1	2	3	2	2	3	3
Engineering	39	38	41	40	41	36	53	56
Street Systems	47	48	44	44	49	58	58	53
Utilities								
Gas	62	63	68	62	66	67	77	69
Water	51	50	48	45	48	52	37	33
Wastewater	51	51	53	53	53	55	81	73
Solid Waste	55	58	57	57	61	63	74	67
Support Services								
Information Tech. & Communications	28	30	31	29	26	28	32	27
Document Services	3	3	3	3	2	3	2	2
Total employees	1,077	1,119	1,164	1,147	1,202	1,243	1,316	1,381

Notes:
* The requirement for statistical data is ten years. GASB 34 was implemented in 2002. Data from 2002 to 2009 is shown.

City of Las Cruces
Operating Indicators by Function/Program
Last Eight Fiscal Years
June 30, 2009
(Unaudited)

	Fiscal Year							
	2002	2003	2004	2005	2006	2007	2008	2009
Function/Program								
General Government								
Number of newsletters printed and mailed				108,000	216,000	216,000	231,100	232,000
Cost per newsletter				$ 0.26	$ 0.26	$ 0.26	$ 0.26	$ 0.26
Average number of days from position postings to position hires				43	44	44	39	80
Operating and maintenance cost per work station				<$3500	<$3500	<$3500	<$3500	<$3,600
Facilities								
Dollar amount of projects managed per employee				N/A	$7.13 M	$8.96 M	$10.49M	8.94
Number of project work orders (over $10,000) requested				N/A	86	75	79	70
Conduct park safety and maintenance inspections per quarter				120/qtr	126/qtr	126	147/qtr	148/qtr
Total number of facilities operated and maintained	88	88	88	88	90	94	96	97
Police								
Number of citations issued				28,251	32,000	26,374	33,810	30,109
Number of clean up events				N/A	25		141	132
Number of codes violations addressed		30,784	33,547	37,073	31,719		30,944	20,082
Fire								
Number of building inspections	not avail.	1,871	2,535	3,586	3,410	2,696	3,400	1,449
Number of citizens who receive safety education	not avail.	1,763	4,385	3,653	2,584	3,860	2,224	1,556
Community Development								
Number of affordable rental and owner occupied housing using CDBG and HOME funds	25	50	147	50	100	108	71	67
Miles of bicycle facility lane installed	12	14	11	6	10	5	-	2
Number of special events hosted in downtown area	10	11	12	22	23	23	21	15
Number of vendors participating in the Farmer's and Crafts Market	100	110	125	135	121	126	255	295
Number of residential building permits issued	1,108	1,389	1,435	2,044	1,756	1,547	1,158	490
Amount collected for residential permits	$ 1,549,769	$ 2,767,171	$ 2,841,679	$ 5,072,857	$ 4,883,106	$ 4,751,817	$ 2,948,042	$ 1,370,971
Number of commercial building permits issued	166	170	218	177	131	147	125	22
Amount collected for commercial permits	$ 383,684	$ 417,162	$ 589,046	$ 342,056	$ 551,029	$ 532,631	$ 367,385	$ 156,315

City of Las Cruces
Operating Indicators by Function/Program — continued
Last Eight Fiscal Years
June 30, 2009
(Unaudited)

	Fiscal Year							
	2002	2003	2004	2005	2006	2007	2008	2009
Function/Program - continued								
Public Services								
Request for visitor information at Convention & Visitor's Bureau (CVB)	$ 15,445	$ 15,780	$ 19,978	$ 24,920	$ 33,889	$ 33,585	$ 27,315	$ 26,426
Walk-in visitors to CVB office	3,483	4,824	3,702	5,544	5,674	5,153	5,464	4,834
Number of congregate meals served to seniors	73,036	72,877	76,500	78,877	73,138	82,205	88,215	95,192
Number of home-delivered meals served to seniors	83,961	130,852	155,000	172,141	173,048	184,615	192,192	156,828
Number of homemaker units	6,257	3,334	5,510	7,135	8,200	9,905	10,103	10,027
Museum visitors				159,630	172,245	279,202	301,318	270,512
Museum exhibit openings attendance				10,271	11,409	9,659	18,056	16,415
Museum program participants				13,248	32,755	13,643	19,494	31,550
Fixed route ridership				622,560	690,000	733,128	671,727	656,590
Cost per trip on fixed route				$ 2.90	$ 2.90	$ 2.90	$ 3.85	$ 3.81
Total library circulations	393,500	421,925	425,757	423,340	475,156	533,294	540,936	550,687
Total number of library sponsored programs	277	308	283	304	445	1,040	971	676
Computer sessions at library	32,027	47,817	59,515	54,654	97,932	104,382	106,539	100,428
Public Works								
Percentage of potholes patched within 24 hours of report				95.7%	90.0%	92.0%	76.0%	59.0%
Maintain major arterials and intersections through routine striping program				1/yr	2/yr		3/yr	3/yr
Utilities								
Meter reading complaints	<1%	<1%	<1%	<1%	<1%	<1%	<1%	<1%
Metering operating cost per customer	$ 0.45	$ 0.52	$ 0.59	$ 0.58	$ 0.60	$ 0.61	$ 0.61	$ 0.61
Operating and maintenance cost per dekatherm (Gas)	$ 0.93	$ 1.10	$ 1.24	$ 1.03	$ 1.48	$ 1.83	$ 2.05	$ 2.37
Operating and maintenance cost per 1,000 gallons produced (Water)	$ 0.86	$ 0.93	$ 1.07	$ 1.05	$ 1.10	$ 1.37	$ 1.23	$ 1.20
Operating and maintenance cost per 1,000 gallons treated (Wastewater)	$ 1.81	$ 1.83	$ 2.23	$ 2.03	$ 2.02	$ 2.44	$ 1.97	$ 1.80
Total operating cost per ton collected (Solid Waste)	$ 31.79	$ 42.27	$ 48.40	$ 43.04	$ 44.42	$ 49.34	$ 57.82	$ 77.43

* The requirement for statistical data is ten years. GASB 34 was implemented in 2002. Data from 2002 to 2009 is shown.

City of Las Cruces
Capital Assets and Infrastructure Statistics by Function/Program
Last Ten Fiscal Years
June 30, 2009
(Unaudited)

	Fiscal Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Function/Program										
Area in square miles	50.46	50.46	50.46	50.46	51.5	52.25	56.07	76.18	76.38	76.38
Government facilities and services										
Miles of streets	380	380	438	438	438	992	524	537	556	558
Number of street lights	3,600	3,600	5,400	4,245	5,019	5,488	4,889	6,392	6,641	7,138
Culture and Recreation										
Community centers	5	5	5	5	6	6	5	5	5	5
Lakes	1	1	1	1	1	1	1	1	1	1
Pond	1	1	1	1	1	1	1	1	1	1
Parks	59	59	72	72	51	75	78	77	80	80
Park acreage	736	736	736	303	308	308	373	373	600	600
Sports complex	11	12	12	12	13	13	13	13	13	13
Swimming pools	3	3	3	3	3	3	3	3	4	4
Shooting range	1	1	1	1	1	1	1	1	1	1
Tennis courts	18	18	18	18	18	18	18	18	18	18
Bike path	1	2	2	2	2	2	2	2	2	2
Miles of bike paths							10	10	10	10
Fire Protection										
Number of stations	6	6	7	7	7	7	7	7	7	7
Police Protection										
Number of stations	1	1	1	1	1	1	1	1	1	1
Sewerage Systems										
Miles of sanitary sewers (est.)	321	321	321	369	373	393	435	476	507	525
Miles of storm sewers (mains)	29	29	29	29	111	18	17	17.5	17	17
Number of treatment plants	2	2	2	2	2	2	2	2	2	2
Number of service connections	21,320	21,518	22,264	23,117	23,955	25,180	33,806	26,018	28,323	28,323
Water System										
Miles of water mains (est.)	353	353	356	389	412	462	476	505	525	547
Number of service connections	22,540	22,971	23,852	24,525	25,616	27,040	28,835	29,980	31,193	31,193
Transit System										
Miles of Bus Routes					81.7	81.7	86	86	125	133
Number of Bus Stops					358	358	358	358	337	350
Number of Buses					17	17	16	16	15	15
Number of Dial-a-Ride Vehicles					11	11	17	17	17	17

Notes:
* The requirement for statistical data is ten years.
Sources: Various City departments.

City of Las Cruces
Sales Tax Revenue Payers by Industry
Fiscal Years 2008 and 2009
(Unaudited)
June 30, 2009

	Fiscal Year 2008				Fiscal Year 2009			
Industry	**Number of Filers**	**Percentage of Total**	**Tax Liability**	**Percentage of Total**	**Number of Filers**	**Percentage of Total**	**Tax Liability**	**Percentage of Total**
Retail Trade	9,965	20.30%	$ 56,577,965	36.24%	9,809	20.30%	$ 57,692,756	36.81%
Construction	7,028	14.32%	24,163,297	15.48%	6,859	14.20%	21,576,264	13.77%
Other Services (except Public Admin)	11,465	23.36%	16,390,115	10.50%	11,074	22.92%	15,741,662	10.05%
Health Care and Social Assistance	5,256	10.71%	18,227,889	11.68%	5,596	11.58%	20,425,524	13.03%
Accommodation and Food Services	2,856	5.82%	13,777,131	8.82%	2,932	6.07%	14,315,226	9.13%
Professional, Scientific and Technical Svcs	5,997	12.22%	9,941,355	6.37%	5,678	11.75%	10,649,058	6.80%
Wholesale Trade	2,395	4.88%	3,968,200	2.54%	2,410	4.99%	3,571,603	2.28%
Unclassified Establishments	558	1.14%	1,204,372	0.77%	682	1.41%	812,425	0.52%
Utilities	98	0.20%	5,952,788	3.81%	94	0.19%	6,225,175	3.97%
Information and Cultural Industries	1,390	2.83%	3,560,350	2.28%	1,114	2.31%	3,808,499	2.43%
Real Estate and Rental and Leasing	2,081	4.24%	2,358,809	1.51%	2,064	4.27%	1,892,641	1.21%
	49,089	100%	$ 156,122,271	100%	48,312	100%	$ 156,710,833	100%

Source: State of New Mexico Taxation & Revenue

* Due to confidentiality issues, the names of the ten largest revenue payers are not available. The categories presented are intended to provide alternative information regarding the sources of the City's revenue.

* Information is only available for fiscal years 2008 and 2009. GASB reporting for Sales Tax Revenue Payers by Industry per GASB Statement 44 was implemented in Fiscal Year 2006.

REDW LLC
The Rogoff Firm
CERTIFIED PUBLIC ACCOUNTANTS | BUSINESS & FINANCIAL ADVISORS

Independent Auditors' Report on Schedule of Expenditures of State and Federal Awards

Mr. Hector H. Balderas, New Mexico State Auditor
and the Honorable Mayor and City Council Members
of the City of Las Cruces

We have audited the basic financial statements, combining and individual fund financial statements and the budgetary comparisons presented as supplemental information of the City of Las Cruces, as of and for the year ended June 30, 2009, and have issued our report thereon dated November 16, 2009. Our audit was performed for the purpose of forming opinions on the financial statements and supplemental information described above. The accompanying schedule of expenditures of state and federal awards is presented for purposes of additional analysis as required by U. S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*, and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

REDW LLC

November 16, 2009

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City of Las Cruces
Schedule of Expenditures of State and Federal Awards
For the Year Ended June 30, 2009

Grantor/Pass-Through Grantor/ Grant or Contract Name	Federal CFDA Number	Contract/Grant or State Number	Grant/Program Period	Program or Award Amount	Expenditures
New Mexico Aging & Long-Term Services Department					
Retired and Senior Volunteer Program		08-SR08834	7/08 thru 6/09	$ 15,785	$ 15,785
Senior Employment Program		2008-09-64014	7/08 thru 6/09	9,508	9,508
Title IIIB, IIIC1, IIIC2, IIID, IIIE		2008-09-64014	7/08 thru 6/09	394,844	248,948
Title XX		08-624-6000-0011	7/08 thru 6/09	116,770	116,464
Munson Center Equipment		2007-2319	06/07 thru 06/10	100,000	3,000
Munson Center Meals Equipment		2007-2320	06/07 thru 06/08	96,867	16,900
Munson Center Meals Equipment		2008-3816	09/07 thru 06/09	33,270	33,270
East Mesa Multigenerational Center			06/07 to 06/08	12,000	9,643
East Mesa Multigenerational Center			06/07 to 06/10	600,000	-
Total New Mexico Aging & Long-Term Services				1,379,044	453,518
New Mexico State Department of Transportation					
Arterial Street Lights		TPZ-4532(3)04	3/06 thru 9/10	592,000	11,960
Stern/Cholla Roads-Street Lighting		SP-1-09(959)	thru 12/09	57,000	57,000
Cental Calico Streets Drainage		SP-GA-7613(230)	10/05 TO 06/10	150,000	108,498
Davis/Jefferson		SP-GA-5583 (200)	9/06 thru 6/10	100,000	21,928
Solano Drive ADA Sidewalk Improvements		SP-1-08-(910)	*08/07 thru 12/2008*	55,000	48,212
East Mesa - Morningside		SP-GA-ST-7613 (229)	7/04 thru 6/09	150,000	-
East Mesa - Reynolds Drive		SP-GA-7613(229)	10/05 thru 6/10	400,000	-
East Mesa Road Improvements		SP-GA-7613(240)	05/08 to 06/11	500,000	139,105
Elks Drive		Map-4504 (902)	09/07 to 06/09	484,388	163,847
Elks Drive		OSE Dam File# D-405	1/07 thru 6/10	75,000	-
Tashiro Road		SP-1-07(959)	06/06 to 12/07	60,000	60,000
Triviz Landscaping		TPE-4539(3)02	5/05 thru 6/09	243,000	124,155
Union Avenue Lighting		SP-GA-5615(200)	09/08 to 06/12	70,000	58,081
Court Avenue Improvements		SP-GA-7613(236)	09/06 thru 06/10	50,000	50,000
Fred Way		ST-7613(247)	09/06 thru 06/10	100,000	100,000
Jack Rabbit Interchange		SP-GA-010-2(211)135	9/06 thru 6/10	500,000	107,067
Telshor/Lohman Intersection Improvements		ST-4532(200)01		3,705,000	80,778
MPO Section 112		PL-92A-1(47)	7/08 thru 6/09	131,173	131,173
MPO Section 5303		PL-92A-2(042)	7/08 thru 6/09	53,300	35,865
MPO Traffic Count Program		HPR-92A-2(43)	7/08 thru 6/09	32,237	13,966
OBD/DWI-Traffic Safety Bureau		08-OP-RF-049	11/19/07-09/30/08	12,794	167
OBD/DWI-Traffic Safety Bureau		09-OP-RF-049	10/20/08-09/09	7,972	5,680
100 Days & Nights of Summer ;09-Traffic Safety Bureau STEP		09-PT-D5-049	06/01/2009-09/30/09	18,007	9,173
Click it or Ticket '09-Traffic Safety Bureau		09-OP-TD-049	05/11/09-05/31/09	11,829	8,803
Airport Improvements GRT Runway Rehab		LRU-09-001		16,074	15,828
Subtotal New Mexico State Department of Transportation				7,574,774	1,351,286
Pass-through State Department of Transportation					
Mesilla Valley Safety Commission/CDWI		09-CD-05-049	10/29/08 thru 06/30/09	58,001	52,124
Total Pass-through State Department of Transportation				58,001	52,124
Total New Mexico State Department of Transportation				7,632,775	1,403,410
New Mexico Economic Development Department					
Downtown Revitalization		04-L-NR-I-3-G-0183	5/06 thru 6/08	200,000	7,865
La Placita Phase I				298,720	6,112
La Placita Phase II		09-419-Z80150-9006	09/08 to 06/09	50,000	50,000
Total New Mexico Economic Development Department				548,720	63,977
New Mexico Energy, Minerals and Natural Resources Department					
Rideshare NMEMNR		09-521-0320000000-0024	7/08 thru 6/09	21,500	21,500
New Mexico Forest Re-Leaf Grant	30450	GSA 08-521-0422-0262	1/24/08 to 12/31/08	8,000	-
Total New Mexico Energy, Minerals and Natural Resources Department				29,500	21,500

City of Las Cruces
Schedule of Expenditures of State and Federal Awards — continued
For the Year Ended June 30, 2009

Grantor/Pass-Through Grantor/ Grant or Contract Name	Federal CFDA Number	Contract/Grant or State Number	Grant/Program Period	Program or Award Amount	Expenditures
New Mexico Children, Youth and Families Department					
Juvenile Citation Program		08-690-6420	10/07 thru 9/08	$ 310,000	$ 98,098
Juvenile Citation Program		09-690-9005	10/08 thru 6/09	220,000	212,797
Total Children, Youth and Families Department				530,000	310,895
New Mexico Department of Public Safety					
OEM 2006 Disaster Recovery /Flood Related Damages		FEMA-1659-DR-NM	01/16/07 thru 2/29/08	14,636	13,905
Total State Department of Public Safety				14,636	13,905
New Mexico Environment Department					
Water System Improv/Well Replacement	19409.3	SAP 06-1108-GF	12/03/06 thru 06/30/10	450,000	450,000
LC East Mesa Water Reclamation Facility - WW Collection		SAP 07-3226-GF	10/05/07 thru 06/30/11	50,000	50,000
LC East Mesa Water Reclamation Facility - Design Phase		SAP 07-4444-GF	10/10/07 thru 06/30/11	90,000	90,000
East Mesa Water Reclamation Facility		SAP 08-3853-GF	10/09/08 thru 06/30/12	75,000	75,000
Willow/Glen Area Sewer Line		SAP 08-3856-GF	10/09/08 thru 06/30/12	125,000	-
WWTP Sludge Compost Relocation		SAP 08-3857-GF	10/09/08 thru 06/30/12	50,000	-
Total New Mexico Environment Department				840,000	665,000
New Mexico Tourism Department					
Convention & Visitors Bureau		09-418-3002-0024	7/08 thru 6/09	20,000	20,000
Total New Mexico Tourism Department				20,000	20,000
New Mexico Department of Cultural Affairs					
Museum of Art 2008		CUGE-09-144	7/1/08 to 6/30/09	4,257	4,257
Total New Mexico Department of Cultural Affairs				4,257	4,257
New Mexico State Library					
New Mexico State Library Aid Grant		Vendor #54342, NMSA 1978	7/1/08 to 6/30/09	6,967	-
Total New Mexico State Library				6,967	-
New Mexico Department of Finance and Administration					
Animal Shelter		ST 04-L-1673	06/2009	88,000	51,725
Animal Shelter		08-L-G-4277	07/08 - 06/2012	160,000	96,691
Burn Lake/Esslinger Park		05-L-G-293	09/05 - 06/10	55,000	55,000
Burn Lake/Esslinger Park		05-L-G-1431	9/05 to 6/10	95,000	38,912
Burn Lake/Esslinger Park		08-L-G-4279	07/08 to 06/2012	30,000	-
Bus Shelters		SP-GA-7613(241)	05/08 to 06/11	25,000	25,000
Benavidez Community Center		05-L-G-1434	9/05 to 6/10	25,000	-
Club Fusion		06-L-G-1575	05/06 to 06/10	25,000	24,700
Community of Hope		06-L-G-1581	05/06 to 06/10	245,000	126,251
Comm of Hope	39994	04-L-NR-I-3-G-2350	10/04 to 6/09	50,000	10,706
Community of Hope		05-L-NR-I-3-G-1455	8/05 to 6/10	50,000	-
Community of Hope-Garden		07-L-G-5195	08/07 to 06/11	20,000	7,059
Mesilla Valley Community of Hope		07-L-G-5212	07 to 6/30/11	200,000	147,847
East Mesa Multigenerational Center				100,000	-
East Mesa Multigenerational Center		08-4280	07/08 to 06/2012	42,000	-
Fire Station # 1		06-L-G-1609	05/06 to 06/10	100,000	100,000
Fire Station # 4		06-1585	05/06 to 06/10	10,000	-
Fire Station # 4		06-0394	05/06 to 06/10	100,000	-
Fire Station # 5		06-1584	05/06 to 06/10	25,000	-
Fire Station # 5		06-0393	05/06 to 06/10	100,000	-

City of Las Cruces
Schedule of Expenditures of State and Federal Awards — continued
For the Year Ended June 30, 2009

Grantor/Pass-Through Grantor/ Grant or Contract Name	Federal CFDA Number	Contract/Grant or State Number	Grant/Program Period	Program or Award Amount	Expenditures
New Mexico Department of Finance and Administration - continued					
Grandparents Housing		05-L-G-1443	9/05 to 6/10	$ 25,000	$ -
Grandparents Housing		05-L-G-1724	9/05 to 6/10	50,000	-
Homeless Veterans Shelter (Vet Transitional Housing thru MV Comn		07-L-G-8052	1/08 to 12/09	30,000	-
Housing for Handicapped		06-L-NR-I-3-G-1604	10/06 to 6/10	75,000	604
Housing for Handicapped		06-L-NR-I-3-G-1614	10/06 to 6/10	53,000	36,116
Indoor Swimming Pool & Rec.		06-L-G-1608	5/06 to 6/10	3,702,600	2,348,114
LC Aquatic & Family Rec Ctr		06-L-G-411	09/06 to 06/10	9,033,255	763,143
La Casa Domestic Violence Shelter		05-L-G442	08/05 to 6/10	150,000	60,400
La Casa Domestic Violence Shelter		05-L-G-1430	08/05 to 6/10	365,000	146,974
La Casa Domestic Violence Shelter		05-L-G-1729	08/05 to 6/10	50,000	20,336
La Casa Domestic Violence Shelter		06-L-G-1582	05/06 to 6/10	175,000	70,467
La Casa Domestic Violence Shelter		06-L-G-392	9/06 to 6/10	50,000	20,337
La Casa Domestic Violence Shelter		07-L-G-5198	8/07 to 6/11	15,000	6,101
La Casa Domestic Violence Shelter		07-L-G-5201	8/07 to 06/11	477,000	207,101
LC Downtown Revitalization		04-L-NR-I-3-G-275	10/04 to 6/09	420,750	-
LC Downtown Revitalization		05-L-G-0292	to 06/10	625,000	163,345
LC Downtown Revitalization		05-L-G-1429	08/12/05-06/30/10	260,000	137,118
Mainstreet Central Business District		05-L-G-1043	04/06 to 06/30/10	140,000	13,467
LC Downtown Revitalization		06-L-G-416	9/06 to 6/10	1,050,000	12,234
LC Downtown Art Panels		07-L-G-5192	8/07 to 06/11	4,285	-
Lohman Median Landscaping		ST-5614(201)03	10/05 to 6/10	100,000	78,099
Mesilla Park Community Center Renov		06-L-G-1612	05/06 to 06/10	50,000	16,426
Mesilla Park Rec Ctr Parking Lot		06-L-G-2493	05/06 to 06/10	50,000	42,140
Mesilla Park Community Center Renov		2008-3008	09/07 to 06/11	50,000	39,660
Mesilla Park Community Center Renov		2008-3814	09/07 to 06/11	142,462	79,295
Mesquite Historic District		04-L-NR-I-3-G-276	10/04 to 6/09	346,500	44,658
Mesquite Historic District				60,000	-
Mesquite Historic District		05-L-G-301	8/05 to 6/10	425,000	360,957
Mesquite Historic District				246,840	-
Mesquite Historic District		05-L-G-1457	09/05 to 06/10	25,000	13,132
Mesquite Historic District	06-332	06-L-G-1583	06/06 to 06/10	150,000	-
Mesquite Gateway Monument		08-L-G-4288	07/08 to 06/12	10,000	537
Munson Senior Center		05-L-NR-I-3-G-0838	9/06 to 6/10	148,500	-
North Las Cruces Park		05-L-NR-I-3-G-0291	9/05 to 6/10	50,000	26,505
Open Space Park		05-L-G-1425	09/05 06/10	25,000	16,744
Rio Grande Theatre		04-L-NR-I-3-G-279	10/04 to 6/09	693,000	-
Thomas Branigan Memorial Library GO Bond		50500-0000005260	7/07 to 6/10	214,782	54,803
Thomas Branigan Memorial Library		04-L-G-0868	to 06/09	100,980	100,980
Thomas Branigan Memorial Library		04-L-G-0884	to 06/09	105,930	105,930
Branigan Library		06-L-G-1586	05/06 to 6/10	265,000	34,210
Thomas Branigan Memorial Library	07-078	06-L-G-395	09/06 to 06/10	50,000	8,710
Branigan Library Childrens Wing		08-L-G-4278	07/08 to 06/2012	125,000	21,947
Branigan Library Gate Works		06-L-G-7827	04/07 thru 06/10	65,000	50,356
Veterans Memorial Wall		07-L-G-5211	07 to 6/30/11	136,000	-
Veterans Memorial Wall		07-L-G-3408	07 to 6/30/11	20,000	-
High Noon Soccer Complex		07-L-G-3405	07 to 6/30/11	50,000	-
Homeless Vet Housing Authority		07-L-G-3406	07 to 6/30/11	50,000	-
Police & Fire Training Facility		07-L-G-3407	07 to 6/30/11	100,000	69,390
East Mesa Multigenerational Center		07-L-G-5189	07 to 6/30/11	50,000	-
Alternative Rec Facility (Incl dog drinking fountain)		07-L-G-5190	07 to 6/30/11	50,000	50,000
Amador Hotel		07-L-G-5191	07 to 6/30/11	62,900	62,900
Amador Museum		08-L-G-4276	07/08 to 06/2012	114,000	16,698
Branigan Library Expansion		07-L-G-5193	07 to 6/30/11	550,000	-
Burn Lake Improvements		07-L-G-5194	07 to 6/30/11	75,000	75,000
Community Garden in LC		07-L-G-5195	07 to 6/30/11	20,000	-
Convention Center		07-L-G-5196	07 to 6/30/11	100,000	100,000
Dog Park		07-L-G-5197	07 to 6/30/11	100,000	98,466

City of Las Cruces
Schedule of Expenditures of State and Federal Awards — continued
For the Year Ended June 30, 2009

Grantor/Pass-Through Grantor/ Grant or Contract Name	Federal CFDA Number	Contract/Grant or State Number	Grant/Program Period	Program or Award Amount	Expenditures
New Mexico Department of Finance and Administration - continued					
High Noon Soccer Fields		07-L-G-5199	07 to 6/30/11	$ 85,900	$ -
High Noon Soccer Complex				-	-
High Noon Soccer Complex 05-1432				-	-
High Noon Soccer Complex				85,000	-
High Noon Soccer Complex		08-L-G-4282	07/08 to 06/2012	50,000	-
Homeless Vet Housing Authority		07-L-G-5200	07 to 6/30/11	216,697	6,770
La Pinon Center		07-L-G-5202	07 to 6/30/11	41,900	-
Mesilla Valley Hospice Equipment		07-L-G-5204	07 to 6/30/09	437,185	436,274
Mesquite Historic District		07-L-G-5205	07 to 6/30/11	370,000	-
Museum of Natural History	08-038	07-L-G-5206	07 to 6/30/09	30,000	29,271
Museum of Natural History	08-038	07-L-G-5207	08/07 to 06/11	100,000	44,400
Museum of Natural History		08-L-G-4289	07/08 to 06/2012	180,000	-
Police Athletic League Boxing Equipment		07-L-G-5208	07 to 6/30/09	30,000	27,878
Police Dept. Firearm Training Equipment		07-L-G-5209	07 to 6/30/09	230,000	81,539
Community of Hope Office		04-L-G-1669	10/04 to 06/09	100,000	59,542
Bus Shelters		05-0443	39629	7,956	6,120
Bus Shelters		06-0387	09/06 to 06/10	50,000	42,870
Community Options Equipment 2008		08-L-G-4281	07/08 to 06/2012	10,000	-
Total Department of Finance and Administration				25,297,422	6,991,955
New Mexico Third Judicial District Court					
Juvenile Drug Court		FEMA-1659-DR-NM	01/16/07 thru 2/29/08	8,000	5,210
Total New Mexico Third Judicial District Court				8,000	5,210
Total state expenditures of state awards				**36,311,321**	**9,953,627**
Executive Office of the President					
Office of National Drug Control Policy					
HIDTA	16.xxx	I7PSNP562	7/07 thru 6/09	738,324	12,699
HIDTA	16.xxx	I8PSNP562Z	07/08 thru 6/10	808,919	759,425
HIDTA	16.xxx	G09SN0006A	01/09 THRU 12/10	800,277	1,005
Total Office of National Drug Control Policy				2,347,520	773,129
U.S. Department of Agriculture					
Pass-through State Health Environment Department					
Summer Food Program	10.559	07-3027	05/30/08 thru 08/31/08	254,884	116,314
Summer Food Program	10.559	07-3027	05/30/09 thru 08/31/09	277,853	100,046
Total U.S. Department of Agriculture				532,737	216,360
U. S. Department of Housing and Urban Development					
Community Development Block Grant					
Metro Entitlement Grants					
B-03-MC-35-0002	14.218	B-03-MC-35-0002	10/03 to Comp	1,373,757	-
B-04-MC-35-0002	14.218	B-04-MC-35-0002	10/04 to Comp	1,277,435	-
B-05-MC-35-0002	14.218	B-05-MC-35-0002	10/05 to Comp	1,492,828	5,100
B-06-MC-35-0002	14.218	B-06-MC-35-0002	10/06 to Comp	1,019,805	89,959
B-07-MC-35-0002	14.218	B-07-MC-35-0002	10/07 to Comp	1,022,960	113,289
B-08-MC-35-0002	14.218	B-08-MC-35-0002	10/08 to Comp	992,600	353,860
Total Community Development Block Grant				7,179,385	562,208

City of Las Cruces
Schedule of Expenditures of State and Federal Awards — continued
For the Year Ended June 30, 2009

Grantor/Pass-Through Grantor/ Grant or Contract Name	Federal CFDA Number	Contract/Grant or State Number	Grant/Program Period	Program or Award Amount	Expenditures
U. S. Department of Housing and Urban Development - continued					
Home Program Grant					
M-04-MC-35-0222	14.239	M-04-MC-35-0222	10/04 to Comp	$ 587,587	$ -
M-05-MC-35-0222	14.239	M-05-MC-35-0222	10/05 to Comp	493,332	3,058
M-06-MC-35-0222	14.239	M-06-MC-35-0222	10/06 to Comp	502,636	130,802
M-07-MC-35-0222	14.239	M-07-MC-35-0222	10/07 to Comp	496,988	28,909
M-08-MC-35-0222	14.239	M-08-MC-35-0222	10/08 to Comp	481,937	49,594
Total Home Investment Partnerships Program				2,562,480	212,363
Community Development Block Grant Brownsfield Economic Development Initiative					
Rio Grande Theatre	14.246	B-03-SP-NM-0498	2/04 thru 2/09	804,735	-
Total Community Development Block Grants/Brownsfield Economic Development Initiative				804,735	-
Other HUD					
Shelter Plus Care	14.238	NM02C3-01-006	9/04 to 8/09	327,060	43,857
Total other HUD				327,060	43,857
Total U. S. Department of Housing and Urban Development				10,873,660	818,428
Bureau of Reclamation					
Lush & Lean Demonstration Program Grant, Ph I	15.517	06-FG-40-2481	10/31/05 - 09/30/09	25,000	19,499
Lush & Lean Demonstration Program Grant, Ph II	15.517	07-FG-40-2612	02/23/07 - 09/30/09	12,300	3,000
Total Bureau of Reclamation				37,300	22,499
U.S. Department of Justice					
2005 Cops Technology	16.710	2005-CKWX-0257	12/08/04 thru 12/07/08	236,794	93,122
2005 Cops Interoperability	16.710	2005-INWX-0014	9/05 thru 8/08	981,360	47,842
2007 COPS TECH	16.710	2007-CKWX-0047	9/07 thru 8/10	570,303	1,240
Justice Assistance	16.738	2005-DJBX-0777	10/04 thru 9/08	77,514	8,813
Justice Assistance	16.738	2006-DJBX-1020	10/05 thru 9/09	45,529	-
G.R.E.A.T.	16.737	2007-JV-FX-0304	06/07 thru 11/30/09	64,962	5,497
G.R.E.A.T. reported with PSN	16.737	2007-JV-FX-0304	08/31/08-02/28/09	4,000	-
Justice Assistance	16.738	2007-DJ-BX-1021	10/06 thru 09/10	84,306	42,964
Justice Assistance	16.738	2008-DJ-BX-0424	10/07 thru 09/11	28,927	8,204
Justice Assistance	16.804	2009-SB-B9-0497	03/01 thru 02/13	281,558	-
Justice Assistance	16.804	2009-SB-B9-0497	03/01 thru 02/13	166,312	-
Bullet Proof Vest Program *	16.607	2005-BUBX05027165	08/05 thru 08/10	36,120	-
Bullet Proof Vest Program*	16.607	2007-BUBX05027165	04/07 thru 04/12	16,777	6,887
Victim Assistance Unit	16.575	2009-VA-436	07/01/08-06/30/09	30,450	30,450
Subtotal U.S. Department of Justice				2,624,912	245,019
Pass-through New Mexico Department of Public Safety					
Project Safe Neighborhoods	16.609	2007-PG-CX-0066/ 07-PSN-LCPD-FY08	10/07 thru 02/28/09	6,400	6,400
Project Safe Neighborhoods	16.744	2007-PG-BX-0082/07 -ANTI-GANG-LCPD-FY08	10/07 thru 02/28/09	16,205	3,628
Project Safe Neighborhoods	16.609	2008-PSN-LCPD-FY09	10/01/08-09/30/09	17,467	12,572
Total New Mexico Department of Public Safety				40,072	22,600
Total U.S. Department of Justice				2,664,984	267,619

City of Las Cruces
Schedule of Expenditures of State and Federal Awards — continued
For the Year Ended June 30, 2009

Grantor/Pass-Through Grantor/ Grant or Contract Name	Federal CFDA Number	Contract/Grant or State Number	Grant/Program Period	Program or Award Amount	Expenditures
U.S. Department of Transportation					
Airport Improvement					
Airport Air Traffic Control Tower	20.106	OTA City of Las Cruces	7/04 to Completion	$ 1,100,000	$ 4,633
Airport Lights and Signs	20.106	OTA City of Las Cruces	5/06 to Completion	250,000	-
Westend Taxiway	20.106	AIP 3-35-0024-0019-2007		37,762	28,976
Airport Improvements Runway	20.106	AIP 3-35-0024-0020-2009		610,801	601,450
Total Airport Improvement				1,998,563	635,059
Federal Aviation Administration					
ARRA-Runway 12-30	20.106	3-35-0024-0022		8,097,163	57,816
Total Federal Aviation Administration				8,097,163	57,816
Federal Transportation Administration					
Section 5309	20.500	NM 03-0052	9/05 to Completion	1,868,050	317,921
Section 5309	20.500	NM 04-0002	8/06 to Completion	990,000	990,000
Section 5309	20.500	NM 04-0004	11/07 to Completion	86,320	83,991
Section 5309	20.500	NM 04-0007	9/08 to Completion	626,650	6,479
Section 5307	20.507	NM 90-0071	1/05 to Completion	34,500	-
Section 5307	20.507	NM 90-0074	8/06 to Completion	112,790	-
Section 5309	20.500	NM 03-0054	7/06 to Completion	364,077	102,151
Section 5307	20.507	NM 90-0076	8/06 to Completion	17,490	-
Section 5307	20.507	NM 90-0082	10/07 to Completion	42,176	13,673
Section 5309	20.500	NM 90-0083	1/08 to Completion	5,900	3,643
Section 5307	20.507	NM 90-0088	9/08 to Completion	111,680	8,016
Section 5307	20.507	NM 90-4088	9/08 to Completion	1,209,020	1,209,020
Total Federal Transportation Administration				5,468,653	2,734,894
Federal Highway Administration					
Santa Fe Depot	20.205	TCSE-013-Q69/92D	7/01 to Completion	187,900	-
Pass-through State Highway Department					
Federal Highway Administration					
Rideshare NMSHTD	20.205	M00822	7/08 thru 6/09	31,000	31,000
N M Beautification	20.205	08-418-6001-0029	7/08 thru 6/09	27,250	27,196
S.T.E.P.	20.600	08-PT-06-049	10/07 thru 09/08	23,318	-
S.T.E.P.	20.600	08-PT-D6-049	06/08 thru 09/08	22,000	21,233
S.T.E.P.	20.600	09-PT-63-049	02/09/09-09/30/09	16,010	16,010
OBD/DWI-Traffic Safety Bureau	20.608	09-AL-64-049	11/20/2008 thru 09/09	96,216	94,373
OBD/DWI-Traffic Safety Bureau	20.608	09-AL-64-049	10/09 thru 09/10	96,216	-
OBD/DWI-Traffic Safety Bureau	20.608	08-AL-64-049	10/07 thru 09/08	106,210	36,135
OBD/DWI-Traffic Safety Bureau	20.600	08-OP-CT-049	05/19/08-06/1/08	9,870	-
OBD/DWI-Traffic Safety Bureau	20.600	06-OP-CT-049	05/19/06-06/1/06	8,960	(192)
OBD/DWI-Traffic Safety Bureau	20.600	06-OP-CT-049	05/11/09-05/31/09	11,829	8,803
Total Pass-through State Highway Department				448,879	234,558
Total U.S. Department of Transportation				16,201,158	3,662,327

City of Las Cruces
Schedule of Expenditures of State and Federal Awards — continued
For the Year Ended June 30, 2009

Grantor/Pass-Through Grantor/ Grant or Contract Name	Federal CFDA Number	Contract/Grant or State Number	Grant/Program Period	Program or Award Amount	Expenditures
Environmental Protection Agency					
Lower Rio Grande Water Users Org					
Regional Sustainable Water Project	66.202	XP-986611-01-0	10/00 - 9/09	$ 650,000	$ -
Las Cruces Drinking Water Transmission Line Grant	66.202	XP-966347-01-2	10/01/06 - 09/30/09	955,600	-
Water Reclamation Project					
East Mesa Water Reclamation Plant	66.606	XP-986832-01-5	10/01/01 - 03/26/10	1,645,400	776,866
Total Environmental Protection Agency				3,251,000	776,866
U.S. Department of Health and Human Services					
Disease Prev. & Health Prom. - Title III-Part D	93.043	2008-09-64014	7/08 thru 6/09	15,943	15,943
Supportive Services & Senior Ctrs - Title III-Part B	93.044	2008-09-64014	7/08 thru 6/09	21,752	21,752
Meals/Transportation Grant - Title III-Part C1 & C2	93.045	2008-09-64014	7/08 thru 6/09	92,511	92,511
National Family Caregivers Support - Title III-Part E	93.052	2008-09-64014	7/08 thru 6/09	35,503	35,503
Nutrition Services Incentive Program - Title III	93.053	2008-09-64014	7/08 thru 6/09	75,137	75,137
Total U.S. Department of Health and Human Services				240,846	240,846
Corporation for National & Community Service					
Retired and Senior Volunteer Program	94.002	U08SRWNM001	7/08 thru 6/09	61,131	61,129
Total Corporation for National & Community Service				61,131	61,129
U.S. Department of Homeland Security					
FEMA DHS Equipment	97.044	EMW-2007-FO-09886	07/08 thru 06/09	112,000	112,000
Total U.S. Department of Homeland Security				112,000	112,000
Total expenditures of federal awards				36,322,336	6,951,203
Total expenditures of state and federal awards				$ 72,633,657	$ 16,904,830

City of Las Cruces

Notes to Schedule of Expenditures of State and Federal Awards
June 30, 2009

1) General

The accompanying schedule of expenditures of state and federal awards presents the activity of all state and federal award programs of the City of Las Cruces, New Mexico, (the "City"). The City's reporting entity is defined in Note 1 to the City's financial statements. The Office of Management and Budget's (OMB) Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations* sets forth requirements whereby federal grants may be audited under a "single audit" approach at the same time the City's financial statements are audited. All awards received from state and federal agencies, as well as awards passed through other organizations and government agencies, are included on the schedule, except for those awards received directly by the Housing Authority of the City of Las Cruces, New Mexico (the "Housing Authority"). These awards are presented on the Housing Authority's schedule of expenditures of federal awards.

2) Basis of Presentation

The accompanying schedule of expenditures of state and federal awards includes the state and federal grant activity of the City and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

3) Reconciliation of Schedule of Expenditures of State and Federal Awards

The following is a reconciliation of the expenditures reported on the schedule of expenditures of state and federal awards to the expenditures reported in the financial statements for the City:

Expenditures on schedule of expenditures of state and federal awards	$ 16,904,830
Expenditures financed by other funding sources	137,864,658
Expenditures reported in the statement of revenues, expenditures and changes in fund balance—governmental funds	$ 154,769,488

City of Las Cruces

Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matter Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

Mr. Hector H. Balderas, New Mexico State Auditor
and the Honorable Mayor and City Council Members
of the City of Las Cruces

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Las Cruces, New Mexico (the "City") as of and for the year ended June 30, 2009, which collectively comprise the City's basic financial statements. We also have audited the financial statements of each of the City's nonmajor governmental, nonmajor enterprise, internal service and fiduciary funds presented in the accompanying combining financial statements and the budgetary comparison schedules as of and for the year ended June 30, 2009, and have issued our report thereon dated November 16, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting (internal control) as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

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A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the City's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the City's financial statements that is more than inconsequential will not be prevented or detected. We consider the deficiencies described in the accompanying schedule of findings and questioned costs as items FS 09-1 and FS 09-2 to be significant deficiencies in internal control over financial reporting.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the City's internal control. Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

In addition, the results of our tests disclosed matters that are required to be reported under New Mexico State Auditor Rule 2 NMAC 2.2, *Requirements for Contracting and Conducting Audits of Agencies*, which are described in the accompanying schedule of state auditor's rule findings as SA 09-1 through SA 09-5.

The City's responses to the findings identified in our audit are included in the accompanying schedule of findings and questioned costs and schedule of state auditor rule findings. We did not audit the City's responses and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of the Mayor, the City Council, the City's management, and the New Mexico State Auditor, and the New Mexico Department of Finance and Administration, and is not intended to be and should not be used by anyone other than these specified parties.

REDW LLC

November 16, 2009

Independent Auditors' Report on Compliance With Requirements Applicable to Each Major Program and Internal Control Over Compliance

Mr. Hector H. Balderas, New Mexico State Auditor
and the Honorable Mayor and City Council Members
of the City of Las Cruces

Compliance

We have audited the compliance of the City of Las Cruces (the "City") with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2009. The City's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the City's compliance with those requirements.

In our opinion, the City complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2009. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are disclosed in the accompanying schedule of findings and questioned costs as items FA 09-1 and FA 09-2.

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Internal Control Over Compliance

The City's management is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the City's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing as opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

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

A *control deficiency* in the City's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the City's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the City's internal control. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items FA 09-1 and FA 09-2 to be significant deficiencies.

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

The City's responses to the findings identified in our audit are included in the accompanying schedule of findings and questioned costs. We did not audit the City's responses and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of the Mayor, City Council and management, the State of New Mexico Office of the State Auditor, the New Mexico Department of Finance and Administration, federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

REDW LLC

November 16, 2009

City of Las Cruces
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2009

Section I — Summary of Auditors' Results

Financial Statements

Type of auditors' report issued:	Unqualified
Internal control over financial reporting:	
Material weakness identified?	No
Significant deficiency identified not considered to be material weaknesses?	Yes
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
Material weakness identified?	No
Significant deficiency identified not considered to be a material weakness?	Yes
Type of auditors' report issued on compliance for major programs:	Unqualified
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?	Yes

City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2009

Section I — Summary of Auditors' Results — continued

Identification of major programs:

CFDA Number	Name of Federal Program or Cluster
16.710	Public Safety Partnership and Community Policing Grants
16.XXX	High Intensity Drug Trafficking Area
20.106	Airport Improvement Program
20.500/20.507	Federal Transit Cluster

Dollar threshold used to distinguish between type A and type B programs:	$300,000
Auditee qualified as low-risk auditee?	No

City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2009

Section II — Financial Statement Findings

FS 09-1 — Cash and Investment Reconciliations (Repeat)

Condition: The January through March cash and investment reconciliations were not completed in a timely manner. Cash and investment reconciliations were not being independently reviewed for approximately nine months of fiscal year 2009.

Criteria: Adequate internal controls should be in place to ensure cash and investment reconciliations are completed and reviewed in a timely manner to ensure accurate financial reporting.

Effect: Errors or irregularities in cash and investments may go undetected if reconciliations are not completed timely and reviewed. This may result in cash and investment balances not properly reported.

Cause: During the year, cash and investment reconciliations were not completed in a timely manner. In addition, reconciliations did not go through a review process to ensure accuracy.

Auditors' Recommendations: Cash and investment reconciliations should be completed on at least a monthly basis. Reconciliations should be independently reviewed to ensure timely and accurate completion.

Management's Response: The City agrees with the finding. Regular monthly bank reconciliations, with supervisory review, were implemented prior to the 2009 fiscal year-end.

Section II — Financial Statement Findings — continued

FS 09-2 — Payroll Processing

Conditions: Human resources is responsible for setting up employee information and establishing payroll data. However, payroll personnel have the ability to alter employee information such as pay rates and leave balances. Compensating controls were established; however, the controls were not implemented.

Criteria: Adequate internal controls should be in place to prevent, detect or deter inappropriate transactions through segregation of incompatible duties or compensating controls.

Effect: Without stringent internal controls including segregation of incompatible duties, the risks of errors and fraudulent activity occurring, and not being detected, is increased.

Cause: Compensating controls were not in place when incompatible duties were not segregated. Payroll reports are required to be reviewed as a compensated control for payroll responsibilities not being segregated. However, payroll reports were not being reviewed during fiscal year ended June 30, 2009.

Auditors' Recommendations: The City should segregate incompatible duties where practical and implement compensating controls when segregation of duties is not practical. Payroll information should be independently reviewed to ensure payroll processing is accurate at all times.

Management's Response: Compensating controls were established during fiscal year 2008, but not fully implemented during fiscal year 2009. The City will establish regular review of payroll exception reports to ensure payroll processing is accurate at all times.

City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2009

Section III — Federal Award Findings and Questioned Costs

FA 09-1 — Allowable Costs

Federal program information:

Funding agency:	U.S. Department of Justice
Title:	Public Safety Partnership and Community Policing Grants
CFDA number:	16.710
Award number:	2005-INWX-0014
Award period	9/1/05 – 8/31/09

Condition: During the year, airtime charges were paid for activated air cards that were not installed on mobile data terminals. This resulted in unallowable costs charged to the grant, which had to be reimbursed to the funding agency.

Criteria: The general criteria affecting the allowability of costs under federal awards are:

- Costs must be reasonable and necessary for the performance and administration of federal awards.
- Costs must be given consistent treatment through application of those generally accepted accounting principles appropriate to the circumstances.
- Costs must conform to any limitations or exclusions as to types or amounts of cost items.
- Costs must be documented in accordance with OMB Circular A-102, *Common Rule*, for State, local and Indian Tribal governmental units.

Questioned Costs: None.

Context: Airtime charges paid for air cards that were not installed during fiscal year 2009.

Effect: Unallowable costs of $70,658 charged to the grants were reimbursed to the funding agency.

Cause: Established internal controls were not followed to assure expenditures charged to grant funds were for actual services provided.

Auditors' Recommendations: Established internal controls should be followed to ensure all expenditures charged to grants are adequately reviewed, and are for actual services provided.

Management's Response: The City agrees with the finding and will implement the recommendation regarding internal controls. A Grants Administration Office has been established to help ensure grant compliance across the City.

Section III — Federal Award Findings and Questioned Costs — continued

FA 09-2 — Procurement

Federal program information:

Title:	Public Safety Partnership and Community Policing Grants
CFDA number:	16.710
Award number:	2005-INWX-0014
Award period	9/1/05 – 8/31/09

Condition: Internal control procedures were not followed to ensure airtime rates for air cards charged to the grant were approved by the appropriate personnel. During fiscal year 2009, there was not a formal approved contract for air card monthly airtime rates.

Criteria: Recipients are to use their own procurement procedures provided that they conform to applicable Federal law and regulations and standards identified in the A-102 Common Rule.

Questioned Costs: None.

Context: Monthly airtime rates charged to the grant.

Effect: Monthly air time rates through February 2009 were paid without an approved contract.

Cause: Internal control procedures were not followed to ensure billed airtime rates were supported by an approved contract.

Auditors' Recommendations: Established policies and procedures should be followed to ensure compliance with the procurement process. This will ensure all contracts for services provided are approved by the appropriate personnel.

Management's Response: The Procurement Office will document and implement policies to improve the procurement process. Internal procedures will be modified to ensure the proper management of contracts.

City of Las Cruces
Schedule of State Auditor Rule Findings
For the Year Ended June 30, 2009

The following findings are reported in accordance with the New Mexico State Audit Rule 2 NMAC 2.2., *Requirements for Contracting and Conducting Audits of Agencies.*

SA 09-1 — Actual Expenditures Exceeded Budget Expenditures (Repeat Finding)

Condition: The following funds over-expended budgeted amounts as of June 30, 2009:

- Judicial Education ($872)
- Environmental Gross Receipt Tax ($68,793)
- Gas Tax Street Maintenance ($22,968)
- Public Safety Gross Receipts Tax ($20,769)
- Keep Las Cruces Beautiful ($74)
- RSVP ($4,192)
- Senior Employment Program ($1,727)
- TIDD Dedicated Revenues ($116)
- STOP ($139,081)

Criteria: Actual expenditures should not exceed budgeted expenditures at the legal level of compliance.

Context: Nine funds over-expended approved budgeted amounts.

Effect: Actual expenditures exceed budgeted amounts in nine of the City's funds.

Cause: Procedures were not in place to ensure budgetary compliance.

Auditors' Recommendations: Establish adequate procedures to monitor budget compliance and prohibit spending exceeding budgeted amounts. Unfavorable variances should be investigated to ensure that program directors are spending according to the adopted budget.

Management's Response: The City will continue to improve procedures to identify budget overruns more timely and investigate unfavorable variances.

City of Las Cruces
Schedule of State Auditor Rule Findings — continued
For the Year Ended June 30, 2009

SA 09-2 — Record Retention

Condition: Due to the City's record retention policy, the City of Las Cruces did not maintain bid documentation for a service contract exceeding the competitive bid threshold.

Criteria: The City's procurement code requires documentation of the results of the bidding process for procurements in excess of $35,000.

Effect: The City may not have contracts maintained that were entered into in prior years due to the current record retention policy.

Cause: Established policies and procedures to not ensure bid service contracts are not maintained for longer than a five-year time period.

Auditors' Recommendations: We recommend that the City revises its current record retention policy to ensure bid documentation for contractual agreements is maintained for longer than a five-year time period.

Management's Response: The Procurement Office will document and implement policies to improve the monitoring of the procurement process. Internal procedures will be modified to ensure the proper management of bid documents.

SA 09-3 — Information Technology (Repeat Finding)

Condition: Several areas of the Information Technology infrastructure were identified as needing enhanced controls. These areas are:

- lack of a formal, written agreement between the City and Dona Ana County (the County) regarding the County's use of the City's fiber infrastructure
- lack of appropriately skilled IT resources
- lack of regular employee computer security awareness training

Criteria: Information Technology (IT) including systems and infrastructure are essential and integral to the efficiency of the City's operations. IT internal controls are needed to maintain the confidentiality, integrity, and availability of data. IT internal controls are as important as the internal controls that surround the input of financial transactions into the City's general ledger.

Context: The IT Department has corrected the majority of the findings documented in the audit report of 2008. These include removing user's local administrative rights on user's computers, implementing preventive maintenance contracts for the HVAC, and UPS devices in the data center. However, there are some important controls lacking.

Lack of formal written agreement between the City and Dona Ana County regarding network connectivity

- The Dona Ana County network utilizes some of the fiber network infrastructure owned and maintained by the City. Using the City's fiber connectivity allows the County network to connect to healthcare services, Detention Center, Emergency Dispatch Center, and Office of Emergency Preparedness. County IT personnel had to get access to a City wiring closet to perform maintenance because the County had lost some of its connectivity. There is no formal written agreement regarding the County's use of City network infrastructure. Without a formal agreement outlining responsibilities, service levels, and other legal requirements, the City may be subject to potential security, availability, accountability, and liability issues. A meeting has been held to discuss this issue but there is still no formal agreement.

Lack of appropriately skilled IT resources

- In the past 12 months, the IT Department has lost several key IT personnel, including the System Administrator and Database Administrator. There appears to be difficulties in hiring skilled IT personnel to fill vacant positions in the IT Department. These difficulties include, but may not be limited to:
  - long recruit-to-hire time
  - appropriate salary scales
  - geographic location.

SA 09-3 — Information Technology (Repeat Finding) — continued

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Given the size and complexity of the City network, skilled/experienced IT personnel are needed to maintain and develop it. Lack of skilled IT personnel may lead to overloading of existing personnel. This results in important tasks and projects being delayed or cancelled.

Lack of regular employee computer security awareness training

- IT provides some computer security awareness training to new hires as part of the orientation process. However, no ongoing computer security awareness training is given to employees. Most security experts consider employee lack of security awareness to be the weakest link in the security chain. Security awareness training is a continually evolving process and must be regularly updated in order to be most effective. Lack of employee security awareness training is a security risk to the City network and data.

Effect: The ability of the IT Department to keep up-to-date with current technologies will be restricted due to limited resources. Lack of regular employee computer security awareness training is a security risk to the City network and its data.

Cause: Having Dona Ana County utilizing some of the City's fiber connectivity, without a clearly written agreement, could result in potential security and/or liability issues. Lack of appropriately skilled and experienced IT personnel in the City's IT Department means that existing personnel are over loaded and tasks and projects will be delayed or will go undone.

Auditors' Recommendations: The City should ensure that, if the County is to continue using the City's fiber connectivity, a formal written agreement is created and implemented as soon as possible. This agreement should define clearly the responsibilities of the City and the County.

The City should consider ways to shorten the recruit to hire time and how to attract skilled, experienced IT personnel. The City should ensure that all employees receive regular (annual) computer security awareness training.

Management's Response: The City:

- Has prepared a formal written agreement with the County regarding fiber connectivity which will be executed in December 2009.
- Will review hiring procedures and salaries so that vacancies are filled in a timely manner whenever possible
- Will develop a plan for employee training on computer security awareness

SA 09-4 — Mileage Reimbursements

Condition: Mileage reimbursement was requested twice by an employee and both reimbursement requests were paid.

Criteria: Mileage reimbursements should be accurately disbursed in accordance with the City of Las Cruces Travel Policy, City Manager Policy CMP1.3.

Effect: A mileage reimbursement of $33.82 was paid twice.

Cause: Mileage reimbursement requests are not adequately reviewed to ensure that reimbursements are paid in accordance to the City's travel policy.

Auditors' Recommendation: We recommend that the City implement adequate controls to provide assurance that mileage reimbursements are properly disbursed.

Management's Response: The City will review controls to provide assurance that mileage reimbursements are accurate and proper.

City of Las Cruces
Schedule of State Auditor Rule Findings — continued
For the Year Ended June 30, 2009

SA 09-5 — Reporting

Federal program information:

Funding agency:	U.S. Department of Transportations
Title:	Federal Transit Cluster
CFDA number:	20.500/20.507
Award number:	Various
Award period	9/30/05 – Completion

Condition: Required financial reports were submitted to the granting agency; however, reports tested were filed up to four days after the due date.

Criteria: The program requires financial reports to be filed within 30 days at the end of each program year.

Questioned Costs: None.

Context: Four out of four financial reports tested.

Effect: The program may not be in compliance with its reporting requirements if financial reports and not prepared and filed in a timely manner.

Cause: Internal control procedures are not being followed to ensure financial reports are submitted prior to the due date.

Auditors' Recommendations: All financial reports should be submitted as outlined in the grant agreement. The program director should maintain a calendar noting when the financial reports are due and ensure they are submitted by the due date.

Management's Response: The City will establish procedures to ensure compliance in grant reporting.

City of Las Cruces
Summary Schedule of Prior Audit Findings
For the Year Ended June 30, 2009

Prior Audit Findings	Current Status
Financial Statement Findings	
FS 08-1 — Cash Reconciliations	Repeat finding; see FS 09-1
FS 08-2 — Segregation of Duties	Repeat finding; see FS 09-2
FS 08-3 — Municipal Court Fines and Fees	Resolved
FS 08-4 — Fiscal Policies and Procedures	Resolved
FS 08-5 — SCSWA Cash Receipts Procedures (Repeat Finding)	Resolved
Federal Award Finding – All Major Programs	
FA 08-1 — Special Tests and Provisions—Form I-9 (Repeat Finding)	Resolved
State Auditor Findings	
SA 08-1 — Actual Expenditures Exceeded Budget Expenditures (Repeat Finding)	Repeat finding; see SA 09-1.
SA 08-2 — Information Technology (Repeat Finding)	Repeat finding; see SA 09-3.
SA 08-3 — Employee File Documentation	Resolved

City of Las Cruces
Corrective Action Plan
For the Year Ended June 30, 2009

Audit Finding	Corrective Action Plan	Person Responsible	Estimated Completion Date
FS 09-1 Cash and Investment Reconciliations (Repeat)	Regular monthly bank reconciliations, with supervisory review, were implemented prior to the 2009 fiscal year-end.	Treasurer	June 30, 2010
FS 09-2 Payroll Processing	The City will revise procedures to ensure regular review of payroll exception reports.	Human Resources Director	June 30, 2010
FA 09-1 Allowable Costs	The City will review internal procedures to ensure compliance with grant requirements. A Grants Administration Office has been established to ensure compliance for all grants.	Grants Administrative Office	June 30, 2010
FA 09-2 Procurement	Purchasing will document and implement policies to improve the procurement process. Internal procedures will be modified to ensure the proper management of contracts.	Purchasing Manager	June 30, 2010

City of Las Cruces
Corrective Action Plan — continued
For the Year Ended June 30, 2009

Audit Finding	Corrective Action Plan	Person Responsible	Estimated Completion Date
SA 09-01 Actual Expenditures Exceeded Budgeted Expenditures (Repeat)	The City will enhance monitoring procedures to identify budget overruns more timely and investigate unfavorable variances.	Budget Manager	June 30, 2010
SA 09-2 Record Retention	Internal procedures in Purchasing will be modified to ensure the proper management of bid documents.	Purchasing Manager	June 30, 2010
SA 09-3 Information Technology (Repeat)	The City will continue efforts to enhance controls and increase system security. A formal written agreement regarding fiber connectivity will be prepared. Hiring procedures will be reviewed to ensure vacancies are filled in a timely manner. Security awareness training will be provided to City employees.	Information Technology Director	June 30, 2010
SA 09-4 Mileage Reimbursements	The City will review controls to provide assurance that mileage reimbursements are accurate and proper.	Disbursements Supervisor	June 30, 2010
SA 09-5 Reporting	The City will establish procedures to ensure compliant grant reporting.	Transit Administrator/ Accounting Supervisor	June 30, 2010

City of Las Cruces

Housing Authority of the City of Las Cruces
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2009

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Contract/Grant or State Number	Grant Period	Program or Award Amount	Federal Expenditures
U.S. Department of Housing and Urban Development					
Direct Programs					
Section 8 New Construction and Substantial Rehabilitation	14.182	NM02-0002-004	7/1/08-6/30/09	$ 355,001	$ 355,001
Public and Indian Housing	14.850	NM00300000109D	7/1/08-6/30/09	572,049	572,049
		NM00388888809D	7/1/08-6/30/09	7,001	7,001
					579,050
Section 8 Housing Choice Vouchers	14.871	NM003V0	7/1/08-6/30/09	3,895,365	3,895,365
Public Housing Capital Fund (CFP)	14.872	NM02P003501-08	5/24/08-6/12/12	379,462	190,859
		NM02P003501-07	9/19/07-9/12/11	355,272	23,031
		NM02P003501-06	6/8/06-7/17/10	421,103	2,218
					216,108
Total expenditures of federal awards					**$ 5,045,524**

Housing Authority of the City of Las Cruces

Notes to Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2009

1) General

The accompanying schedule of expenditures of federal awards presents expenditures of all federal awards of the Housing Authority of the City of Las Cruces, New Mexico, (the "Housing Authority"). The Housing Authority's reporting entity is defined in Note 1 to the Housing Authority's financial statements.

2) Basis of Presentation

The accompanying schedule of expenditures of federal awards includes federal grant activity of the Housing Authority and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

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

Mr. Hector Balderas,
New Mexico State Auditor,
The Board of Commissioners of the Housing
Authority of the City of Las Cruces
and the
Honorable Mayor and City Council Members of
the City of Las Cruces

We have audited the financial statements and budgetary comparison of the Housing Authority of the City of Las Cruces (the "Housing Authority"), a component unit of the City of Las Cruces, New Mexico, as of and for the year ended June 30, 2009, and have issued our report thereon dated November 17, 2009. Our report was modified to include a reference to other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Other auditors audited the financial statements of Montana Senior Village, LLC, MSV II Limited Partnership, Stone Mountain Place, LP, Falcon Ridge, LP, and Cimmaron II Apartments Limited Partnership, component units of the Housing Authority, as described in our report on the Housing Authority's financial statements and budgetary comparison. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Housing Authority's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Housing Authority's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Housing Authority's internal control over financial reporting.

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A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Housing Authority's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Housing Authority's financial statements that is more than inconsequential will not be prevented or detected by the Housing Authority's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the Housing Authority's internal control. Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Housing Authority's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. We noted a matter that is required to be reported under *Government Auditing Standards* paragraphs 5.14 and 5.16 and Section 12-6-5 NMSA 1978, which is described in the accompanying schedule of findings and questioned costs as item SA 09-1.

The Housing Authority's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the Housing Authority's responses and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of the City of Las Cruces' City Council, the Housing Authority's Board of Commissioners and management, the State of New Mexico Office of the State Auditor, the New Mexico Department of Finance and Administration, federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

REDW LLC

November 17, 2009

Independent Auditors' Report on Compliance with Requirements Applicable to Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133

Mr. Hector Balderas,
New Mexico State Auditor,
The Board of Commissioners of the Housing
Authority of the City of Las Cruces and the
Honorable Mayor and City Council Members of
the City of Las Cruces

Compliance

We have audited the compliance of the Housing Authority of the City of Las Cruces (the "Housing Authority") with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2009. The Housing Authority's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the Housing Authority's management. Our responsibility is to express an opinion on the Housing Authority's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Housing Authority's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the Housing Authority's compliance with those requirements.

In our opinion, the Housing Authority complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2009. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as items FA 09-1 and FA 09-2.

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Internal Control Over Compliance

The management of the Housing Authority is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the Housing Authority's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Housing Authority's internal control over compliance.

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

A *control deficiency* in the Housing Authority's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the Housing Authority's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the Housing Authority's internal control. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items FA 09-1 and FA 09-2 to be significant deficiencies.

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

The Housing Authority's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the Housing Authority's responses and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of the City of Las Cruces' City Council, the Housing Authority's Board of Commissioners and management, the State of New Mexico Office of the State Auditor, the New Mexico Department of Finance and Administration, federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

REDW LLC

November 17, 2009

Housing Authority of the City of Las Cruces
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2009

Section I — Summary of Auditors' Results

Financial Statements

Type of auditors' report issued:	Unqualified
Internal control over financial reporting:	
Material weaknesses identified?	No
Significant deficiencies identified not considered to be material weaknesses?	No
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
Material weaknesses identified?	No
Significant deficiencies identified not considered to be material weaknesses?	Yes
Type of auditors' report issued on compliance for major programs:	Unqualified
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?	Yes

Housing Authority of the City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2009

Section I — Summary of Auditors' Results — continued

Identification of major programs:

CFDA Number	Name of Federal Program or Cluster
14.871	Section 8 Housing Choice Vouchers

Dollar threshold used to distinguish between type A and type B programs:	$300,000
Auditee qualified as low-risk auditee?	No

Housing Authority of the City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2009

Section II — State Auditor Findings and Questioned Costs

The following finding is reported in accordance with the New Mexico State Audit Rule 2 NMAC 2.2., *Requirements for Contracting and Conducting Audits of Agencies.*

SA 09-1 — Rental Contracts and W-9's

Criteria or Specific Requirement: For landlords participating in the Section 8 Voucher program, the Housing Authority should obtain a signed W-9 that matches the landlord name and address on the rental contract and a signed rental contract.

Condition: One out of fifteen files tested did not have a W-9 or a signed rental contract.

Cause: Procedures were not in place to ensure that the Housing Authority maintained W-9's and signed contracts for all landlords participating in the Section 8 Voucher Program.

Effect: Failure to maintain signed contracts and W-9 forms for all landlords causes the Housing Authority to be out of compliance with their policy.

Auditors' Recommendations: A signed W-9 agreeing to the landlord name and address on the signed rental agreement should be maintained by the Housing Authority.

Management's Response: Management will ensure to maintain all W-9s and signed contracts and that the information in a signed W-9 corresponds to the landlord/owner name and address on the signed rental contract.

Housing Authority of the City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2009

Section III — Federal Award Findings and Questioned Costs

FA 09-1 — Special Tests and Provisions — HAP Payments

Federal program information:

Funding agency:	U.S. Department of Housing and Urban Development
Title:	Section 8 Housing Choice Vouchers Program
CFDA Number:	14.871
Award number:	N/A
Award period:	7/1/08 – 6/30/09

Criteria: The Housing Authority must pay a monthly Housing Assistance Payment (HAP) on behalf of the family that corresponds with the amount on line 12u of the HUD-50058. This HAP amount must be reflected on the HAP contract and HAP register. (24 CFR section 982.158 and 982 subpart K).

Condition: For one out of fifteen files, the HAP in the check register did not agree to the HAP amount on line 12u of the HUD-50058 form.

Questioned Costs: None.

Cause: The HAP payment did not agree with line 12u of the HUD-50058 form.

Effect: Failure to document the correct HAP amount may cause the Housing Authority to be out of compliance with HUD requirements.

Auditors' Recommendations: The Housing Authority should ensure that the monthly HAP agrees to the amount on line 12u of the HUD-50058. In addition, this amount must be reflected on the HAP contract and HAP register.

Management's Response: Management will ensure that the monthly HAP agrees to the amount on line 2 of the HUD 50058 and reflected on the HAP contract and HAP register.

Section III — Federal Award Findings and Questioned Costs — continued

FA 09-2 — Special Tests and Provisions — Reasonable Rent

Federal program information:

Funding agency:	U.S. Department of Housing and Urban Development
Title:	Section 8 Housing Choice Vouchers Program
CFDA Number:	14.871
Award number:	N/A
Award period:	7/1/08 – 6/30/09

Criteria: The Public Housing Authority's (PHA) administrative plan must state the method used by the PHA to determine that the rent to owner is reasonable in comparison to rent for other comparable unassisted units. The PHA determination must consider unit attributes such as the location, quality, size, unit type, and age of the unit, and any amenities, housing services, maintenance and utilities provided by the owner.

The PHA must determine that the rent to owner is reasonable at the time of initial leasing. Also, the PHA must determine reasonable rent during the term of the contract: (a) before any increase in the rent to owner; and (b) at the HAP contract anniversary if there is a five percent decrease in the published Fair Market Rent (FMR) in effect 60 days before the HAP contract anniversary. The PHA must maintain records to document the basis for the determination that rent to owner is a reasonable rent (initially and during the term of the HAP contract) (24 CFR sections 982.4, 982.54(d)(15), 982.158(f)(7), and 982.507).

Condition: One out of fifteen files did not contain evidence of rent reasonableness determination.

Questioned Costs: None.

Cause: There was no evidence that a rent reasonableness report was performed.

Effect: Failure to perform and document a rent reasonableness determination may cause the Housing Authority to be out of compliance with HUD requirements.

Auditors' Recommendations: Evidence of reasonable rent at the time of initial leasing and during the term of contract should be included in every tenant file.

Management's Response: Management will ensure that evidence of reasonable rent determination at the time of initial leasing and during the term of contract is included in every tenant file.

Housing Authority of the City of Las Cruces
Summary Schedule of Prior Audit Findings
For the Year Ended June 30, 2009

Prior Audit Findings		Current Status
Financial Statement Findings		
FS 08-1	Journal Entry Supporting Documentation	Resolved.
FS 08-2	Reconciliation of Equity and Financial Statement Preparation	Resolved.

Housing Authority of the City of Las Cruces
Corrective Action Plan
For the Year Ended June 30, 2009

Federal Award	Corrective Action Plan	Person Responsible	Estimated Completion Date
FA 09-1 Special Tests and Provisions – HAP Payments	Management will ensure that the monthly HAP agrees to the amount on line 2 of the HUD 50058. In addition, this amount must be reflected on the HAP contract and HAP register.	Juanita Perez/ Thomas Hassell	Immediately
FA 09-2 Special Tests and Provisions – Reasonable Rent	Management will ensure that evidence of reasonable rent at the time of initial leasing and during the term of contract will be included in every tenant file.	Juanita Perez/ Thomas Hassell	Immediately

City of Las Cruces
Other Disclosures
For the Year Ended June 30, 2009

Exit Conference

An exit conference was conducted on November 16, 2009, in a closed meeting of the City Council pursuant to *Section 12-6-5 NMSA, 1978* with the following individuals in attendance:

City of Las Cruces

Dolores Conner	Councilor
Ken Miyagishima	Mayor
Robert Garza	Assistant City Manager
Robert Scaling	Treasurer
Richard Gebhart	Budget Manager
Pam Davis	Buyer
Miguel G. Silva	Councilor
Sharon Thomas	Councilor
Terrence Moore	City Manager
Mark Sutter	Finance Director
Pat Degman	Comptroller
Audrey Evins	Internal Auditor
Cynthia Vigil	Accounting Supervisor
Melissa Nelson	Accounting Supervisor

REDW LLC

Bruce Bleakman, CPA	Principal

Financial Statement Preparation

The City's accounting department and independent public accountants jointly prepared the accompanying financial statements. The City is responsible for the financial statement content.

City of Las Cruces®
PEOPLE HELPING PEOPLE

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www.las-cruces.org

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