



August 9, 2012

Dear Citizens:

I respectfully transmit the budget for the City of Rio Rancho for the fiscal year July 1, 2012 through June 30, 2013. There is a lot to be optimistic about as our community and our City government move beyond the economic downturn. Jobs continue to be added in our region and housing markets appear to be stabilizing. Two new hospitals opened their doors and with those openings we have added over 2,000 jobs to the City between 2009 and 2012. The Governing Body has worked hard to shore up the General Fund ending fund balance, and continues to focus on increasing the recurring revenue base through the attraction of needed retail businesses and economic base jobs into our community. Our future is bright.

We have worked hard to balance the budget throughout this national economic crisis and have achieved that goal without having to lay off employees and at the same time added position to our Police and Fire/Rescue departments. I am very proud of that. As the City continues to find ways to reduce expenditures and operate more efficiently, FY13 city expenditures are almost one percent lower (-0.8 percent) compared to Fiscal Year 2012.

Using non-recurring revenue, the Budget includes resources for critical areas. This includes 14 new police vehicles, additional police officer training, a new animal control truck, a new rescue ambulance, a new cardiac defibrillator, and funding for the City's graphical information system.

We estimate that the General Fund reserve fund balance will meet the 1/12th (approximately 8.33 percent) of expenditures, as required by the State of New Mexico, and provide a total ending fund balance of 13.6 percent, which is moving closer to our long-term target of 15 percent.

As outlined in the City's Strategic Plan, our vision is to be *a diverse, sustainable, family-friendly community that is safe, vibrant and attractive to residents, businesses and visitors*. I believe we are making significant progress in these areas with the opening of the new University of New

Mexico and Central New Mexico Community College campuses (opened in 2010), the opening of two state-of-the-art hospitals, a new movie theater, and rapidly expanding retail and restaurant options to serve our community.

In summary, it has been a difficult few years due to the economic recession. However, I believe that we are beginning to see the light at the end of the tunnel and truly believe that our community will emerge as a stronger, more resilient community. I want to thank the City Council for continuing to make fiscal sustainability a high priority along with public safety and quality of life. By doing this, the City will be able to continue to address the strategic priorities of our community over the long term. I want to acknowledge all of the City staff for their tireless efforts to bring the best public services possible to the residents of the community. On behalf of the Rio Rancho Governing Body and the employees of the City of Rio Rancho, I thank all of the residents and community stakeholders for their support of our great City.

Sincerely,

A handwritten signature in cursive script that reads "Thomas E. Swisstack".

Thomas E. Swisstack, Mayor



August 9, 2012

The Honorable Mayor and City Councilors
City of Rio Rancho
3200 Civic Center Circle NE
Rio Rancho, New Mexico 87144-4501

Dear Mayor and City Councilors:

In compliance with the City Charter and applicable state statute, I am submitting the Comprehensive City Budget Adopted for Fiscal Year 2013 (FY13).

The City has been focused on building a sustainable budget over the past couple of years, as achieving sustainability is an ongoing effort. I am proud to report that for the first time in at least three years we are projecting a balanced General Fund five year financial plan and the City's ending fund balance as a percent of total expenditures is approximately 13.6 percent, approaching our target balance of 15 percent. These are two major steps to achieving a sustainable budget. Two additional milestones are expected to occur in Fiscal Year 2015 and 2016 when recurring revenues exceed recurring expenditures and the ending fund balance exceeds the 15 percent target.

This year's budget reflects a local economy that is climbing out of an economic recession that has plagued our country over the last three years. Various signs suggest that the recovery is gaining momentum, including a steadily declining unemployment rate, stabilizing City revenues, and a trend of lower foreclosures in the area compared to recent years. Hard budget choices made by the Governing Body have set the City on a path and a way of thinking that establishes a solid foundation from which to further the City's Strategic Goals. In addition to long-term planning, prioritization plays a big role in achieving sustainability. The City must continue to evaluate all City services and to focus resources on the City's highest priority areas.

In developing the Budget, our Department Directors have continued to look for ways to reduce expenditures. Examples of cost savings initiatives include:

- Rebidding contracts, which we expect to provide significant savings this year;
- Monitoring opportunities to refund existing debt at lower interest rates;
- Requiring higher cost office supplies be substituted with the lowest cost items;
- Identifying City parks where turf can be replaced with lower cost landscaping;
- Pooling cell phone minutes and moving from the State to Federal Contract; and
- Continuing to find savings in areas such as custodial supplies, fuel, printing, etc.

In reviewing the City Department funding requests, I tried to prioritize these needs based on the City's Strategic Goals of:

- Public Safety;
- Infrastructure;
- Development;
- Fiscal Health; and
- Government Services

Local Economy

When looking at the local economy, the number one factor to consider is jobs. Employment growth in the Albuquerque Metro Areas is expected to exceed one percent during the first half of Fiscal Year 2013 and to average 1.3 percent for the full fiscal year. Job growth is anticipated in healthcare, manufacturing, wholesale trade, retail and utilities. Construction and government employment is expected to decline modestly. Over the five-year outlook, annual employment growth in this region is expected to range from 1.3 to 2.1 percent, according to the Bureau of Business and Economic Research March Forecast.

Since its inception thirty years ago, our City has been a leader in single family housing construction. While housing construction has allowed us to grow to the third largest city in New Mexico in that time, it has not come without a cost, which we have felt these past five years. If nothing else, the recession has taught us that reliance on housing construction for budget sustainability is not a solid strategy. Given the risks inherent in housing construction, which can fluctuate dramatically, it is more important than ever to continue our push for more economic diversification. Diversification will not occur overnight but our efforts to attract retail and service businesses is now beginning to be rewarded. As a result, though this budget is based on a much lower level of housing construction than the historic trend, we are able to provide employees with a small raise.

Expenditure Highlights

Overall, City Departments were instructed to keep their budgets at the Fiscal Year 2012 levels, except as necessary to address the highest priority needs. Using additional expenditure savings and non-recurring revenue, the Budget includes additional funding for critical areas that have been under funded in recent years. This includes 14 new police vehicles, additional police officer training, a new animal control truck, a rescue ambulance, a cardiac defibrillator, funding for the City's graphical information system, and other small capital needs that can no longer wait to be funded.

The Budget also incorporates a modest pay increase to the City's number one asset, our employees. City employees have sustained pay cuts (through furloughs) and have foregone raises over recent years at a time when the cost of living continues to increase. The Budget includes a two percent recurring salary increase. The Budget does not include any tax increases.

and Visitors Bureau, including the City's annual Pork and Brew event.

Crime Victims Assistance Grant \$7,611

This transfer is made to provide the required City's matching funds for this grant.

Computer Replacement Fund \$34,813

This transfer is made to fund the purchase of police vehicle computers.

Conventions and Visitors Bureau \$25,096

This transfer is to fund travel and tourism promotion to generate economic impact in Rio Rancho through events, activities and efforts of the Conventions and Visitors Bureau.

Equipment Replacement Fund \$167,037

This transfer will provide partial funding for an Animal Control vehicle (\$22,037), for Park and Facilities a Batwing Mower (35,000) and partially fund an ambulance (\$110,000). The remainder of the ambulance will be funded by grant funds and the remainder of the Animal Control vehicle will be funded with Equipment Replacement Fund balances.

ENDING FUND BALANCE: \$7,094,434

The Reserved General Fund Ending Fund Balance is \$4,332,994, which meets the state reserve requirement of 8.3 percent of General Fund expenditures. The Unreserved Ending Fund Balance is \$2,761,441, for a total Ending Fund Balance of \$7,094,434, or 13.6 percent of expenditures. The long-term policy target for the Ending Fund Balance is fifteen percent. By definition, the Ending Fund Balance builds up in good economic times, is drawn down in bad economic times, and the City has been very focused on building these reserves back up to these levels.

SPECIAL FUNDS:

Special funds are established to account for revenue sources that fund particular functions or projects. A complete list of all special fund activities can be found in the Special Fund section. Following is a list of special funds that include significant activities:

Recreation Activities Fund

This self-funding program provides for adult softball, adult recreation programs, classes, and van trips supported by revenues of \$304,488. The expenditures in this fund support adult sports and produces sufficient revenues to fund two employees minimizing the General Fund subsidy to Adult Sports.

Workers Compensation Fund

This fund is to account for revenues from other funds to fund workers compensation insurance and claims administered by the New Mexico Self Insurance Fund. The FY13 budgeted expenditures increased by \$303,378 due to an increase in outstanding claims and an increase in anticipated claims in FY13. The City continues to make safety training and awareness an important aspect of day to day operations in order to minimize injuries.

Library State/County Bond Fund

The source of budgeted revenues comes from State Library Bonds and County Library Bonds. The budgeted revenue for FY13 is estimated at \$511,094. Major expenditures include \$325,000 for books, \$50,000 for minor equipment, \$53,195 in memberships and subscriptions for both Loma Colorado and Esther Bone Libraries. [NEEDS UPDATING]

Promotions and Marketing Fund

The sources of FY13 revenue for this fund come from event income as well as the General Fund. Most of the budgeted Materials and Services budget is for the Pork and Brew community event scheduled this year during the Fourth of July weekend. Event expenditures decreased in FY13 by \$110,233 because expenditures in FY12 were for more than one annual event (included a portion of July 2011 as well as the July 2012 event). Beginning in FY13 and going forward, the budget is for one annual event.

Rio Vision Fund

The Rio Vision fund accounts for 40 percent of the cable franchise fees (2 percent) received to operate and promote a government and education television channel. Funding for public access is funded through this fund. Franchise fee revenues have steadily decreased in this fund due to the increasing growth in satellite and dish competition.

Local Government Correction Fund

Correction fees are received for guilty pleas budgeted at approximately \$200,000. Expenditures from this fund are paid for prisoner care provided by Sandoval County, the cost of which increased over the last year. A transfer from the General Fund of \$76,200 is required to subsidize increasing prisoner costs.

Law Enforcement Fund

Projected resources total \$479,787. Resources include a transfer from the General Fund of \$362,084 which will be used to purchase police vehicles, vehicle equipment, and reserve debt service for three annual loan payments for eight of the fourteen vehicles being purchased.

Fire Protection Fund

Revenues received from the state grant are pursuant to the Fire Protection Fund Law. The grant amount for FY13 is estimated to be \$651,128. Expenditures include fire station operating costs, fire apparatus and equipment, and a loan repayment.

Summer Lunch Program

The U.S. Department of Agriculture's Summer Food Service Program administered by the New Mexico Children Youth and Families provides free, nutritious meals and snacks to help children in low-income areas get the nutrition they need throughout the summer months when they are out of school. The FY13 summer lunch grant is estimated at \$138,425.

Federal Grant Fund

Several federal grants are budgeted for in this fund including:

- ODWI Grant (Operation DWI), \$78,400 for overtime for DWI blitz activities.
- STEP Grant (Selected Traffic Enforcement Program), \$90,000 for statewide

- training and minor equipment.
- SFST Grant (Standard Field Sobriety Test), \$270,000 for contract services for statewide training.

Environmental GRT Fund

This fund accounts for municipal gross receipts tax revenues to be used for the acquisition, construction, operation, and maintenance of solid waste facilities or water/sewer systems. The budget of \$643,085 is for special waste collection, loan payment, and water well repairs.

Municipal Road Fund

This fund is supported by budgeted State gasoline tax revenue, estimated at \$500,000 in FY13. The fund provides for road maintenance supplies and repairs.

City Facility Improvement\Replacement Fund

The available resources total \$83,545 and allows for funding of turf to be replaced at three parks with lower cost landscaping. Parks include Canyon, Havasu Falls, and Cabazon Parks.

Impact Fee – Road Fund

Based on 320 projected single-family starts in FY13 and anticipated commercial construction, total budgeted revenue is \$150,013. Impact fee revenue will be used as a match for federal funds for the design of improvements to Idalia Road.

Impact Fee – Parks Fund

Based on 320 projected single-family housing starts in FY13 and anticipated commercial construction starts, total budgeted revenue is \$40,395. Projects budgeted include improvements at Big Brother/Big Sister Park, Rainbow Park Observatory, and Cielo Grande Park.

Impact Fee – Public Safety

Based on 320 projected single-family housing starts in FY13 and anticipated commercial construction starts, total budgeted revenue is \$138,237. The funds will fund police vehicles.

Water and Wastewater Utility

The Water and Wastewater Utility provides service to approximately 32,000 customers. Revenue to fund operations is derived from the sale of water and wastewater services. A scheduled rate increase of 3.3 percent will help to offset increasing operation and capital costs. This increase is based on the Global Insight CPI estimate for water and wastewater maintenance. Looking ahead over the next five years, the current rate structure of the joint utility operation does not provide sufficient funding for routine capital requirements or expansion of the system. City staff members have been looking at ways to improve the financial solvency of the utility operation. As part of this work, Red Oak Consulting was retained to conduct a water and wastewater rate study. The results of this study will be presented to the Governing Body in the coming months when the work is finalized.

The City's water and wastewater utility is continuing to assist with the expansion and improvement of the Citywide GIS system. Support for economic development, improvements in

the quality of customer services provided and greater effectiveness in locating infrastructure for repair and maintenance are some of the benefits from the improvements to the GIS system. Fiscal Year 2013 is the final year of the Utilities' SCADA (Supervisory Control and Data Acquisition) upgrade. The SCADA system is needed to monitor the Water and Wastewater System continuously to ensure accessibility and safety of the City's infrastructure. The Utility will again offer a rebate program to customers for the purchase of high efficiency toilets and washing machines. Higher efficiency toilets and washing machines use less water thus contributing to the Utilities' water conservation efforts.

REVENUES: **\$35,368,327**

Revenues in FY13 are derived from water and wastewater sales, interest income and impact fees. A 22.8 percent or \$10,469,176 decrease in the total revenues is anticipated due to the revenue projections discussed below:

- State appropriations and grants decreased \$11,887,075 because the total amount received in FY12 included grant awards from the Army Corps of Engineers for arsenic removal and the State of New Mexico for water and effluent infrastructure. Although the City has applied for several grants for FY13, we have not received notice of award.
- An increase of 3.7 percent or \$1,246,708 is anticipated in water and wastewater revenue as a result of increases in the Utilities customer base as well as in water and wastewater rates.
- Water and wastewater impact fees are projected to increase 19.8 percent or \$53,741.

PERSONAL SERVICES: **\$1,803,670**

MATERIALS & SERVICES: **\$18,952,840**

The Materials and Services budget decreased 2.6 percent or \$508,167 compared with FY12. This is primarily due to a decrease in the amount of electricity and chemicals used for arsenic removal. Additionally, FY12 includes a roll forward of expenditures incurred in the prior fiscal year but paid in FY12, while the proposed FY13 budget does not.

CAPITAL OUTLAY: **\$4,101,159**

Capital Outlay in the Utilities Fund contains items such as equipment and capital projects. A detailed list of equipment can be found in the Capital Outlay section of the budget document. Funding for capital projects is provided through a combination of Utilities operation revenues, impact fees, grants, loan/bond proceeds, and Environmental Gross Receipts Tax revenue.

- Conversion of the current water meter system from manual reading to electronic reading and new meter installations (\$1,008,000) are budgeted in the Operations & Maintenance Fund. At the end of FY13 the City will have replaced 58 percent of the City's meters.

- Repair/rebuild of the Clarifier, Headworks, UV system, Grit Channel and Belt Press at Wastewater Treatment Plant #2 (WWTP #2) is funded in the operations fund (\$400,000). WWTP#2 treats 70 percent of the City's wastewater.
- Funds to purchase water rights (\$1,010,952) are provided in the Water Rights Fund. To satisfy the Office of the State Engineer permit requirements, the City must acquire 728 acre feet of water rights over a five-year period.
- Equipment to upgrade the SCADA system is funded in the Water Capital Fund (\$140,000) and the Wastewater Capital Fund (\$19,000). The SCADA system ensures that the water and wastewater system is continuously monitored to ensure that operations are working efficiently.
- The Environmental Gross Receipts Tax (\$91,343) and Water Capital Fund (\$300,000) provide funding for the rehabilitation and repair of the City's wells. Annual repair and maintenance for the City's wells is essential to maintain the delivery of water to the City's Utilities customers.

UTILITY FUND ENDING FUND BALANCE:

The combined Utilities Fund unreserved ending fund balance is \$6,762,268. Based on the estimated revenues, expenditures, and ending fund balance in FY13, the Utility meets the required debt service coverage ratio of 1.15 times for parity bonds. In FY13, the debt coverage ratio for parity bonds is projected to be 1.34 times and the debt coverage for bonds and loans is 1.13 times.

Conclusion

In summary, the Fiscal Year 2013 Budget funds core operating activities, allocates funding to some critical capital needs, and sends a message to employees that they are valued. The last few years have been some of the most fiscally challenging this City has seen and left many areas in need of attention. I look forward to working with the Governing Body to continue to strategically allocate our resources in ways that are consistent with the City's Adopted Strategic Plan. Many thanks go to all City employees for the valued services they provide our residents.

Sincerely,



James Babin
Acting City Manager

City of Rio Rancho
Governing Body



From the left to right: District 1 Councilor Chuck Wilkins, District 2 Councilor Patricia A. Thomas, District 3 Councilor Tamara L. Gutierrez, Mayor Thomas E. Swisstack, District 4 Councilor Mark Scott, District 5 Councilor Timothy C. Crum, and District 6 Councilor Lonnie Clayton.

Mission

The City of Rio Rancho's mission is to ensure the health, safety and welfare of the community by providing excellent service to achieve a high quality of life for residents, businesses, and visitors.

Vision

A diverse, sustainable, family-friendly community that is safe, vibrant and attractive to residents, businesses and visitors.

Values

The overarching values of Rio Rancho are:

- Service
- Accountability
- Respect

The values statement for Rio Rancho is:

A philosophy of service, accountability and respect shall govern our interactions with citizens and with each other.

GOALS

The Strategic Plan promotes the City of Rio Rancho's vision by establishing goals and strategic directions for each of the issue areas identified during the planning process. The following six goals have been created to reflect the character of the community that is envisioned in the future. The goals are multi-year in nature.

Goal 1: INFRASTRUCTURE

Ensure that the City develops new and has well-maintained infrastructure that fosters a quality community, supports a strong economy and meets the needs of current and future residents.

Goal 2: DEVELOPMENT

Ensure the City has plans and policies in place to attract and create well-planned high-quality, stable, residential, commercial and industrial development.

Goal 3: FISCAL HEALTH

Ensure that the City's fiscal health is strong with a growing tax base, sound financial policies and economically diverse funding solutions.

Goal 4: PUBLIC SAFETY SERVICES

Provide services to ensure the safety and health of the community through quality police, fire and emergency medical services.

Goal 5: GOVERNMENT SERVICES

Deliver quality services to meet community needs, assuring that the City is sufficiently staffed, trained and equipped overall.

Goal 6: QUALITY OF LIFE

Provide quality of life services to meet community needs, assuring that there are strong relationships with all sectors of the community and ample opportunities for citizen engagement.



GOVERNMENT FINANCE OFFICERS ASSOCIATION

*Distinguished
Budget Presentation
Award*

PRESENTED TO

**City of Rio Rancho
New Mexico**

For the Fiscal Year Beginning

July 1, 2011

Linda C. Dawson Jeffrey R. Enos

President

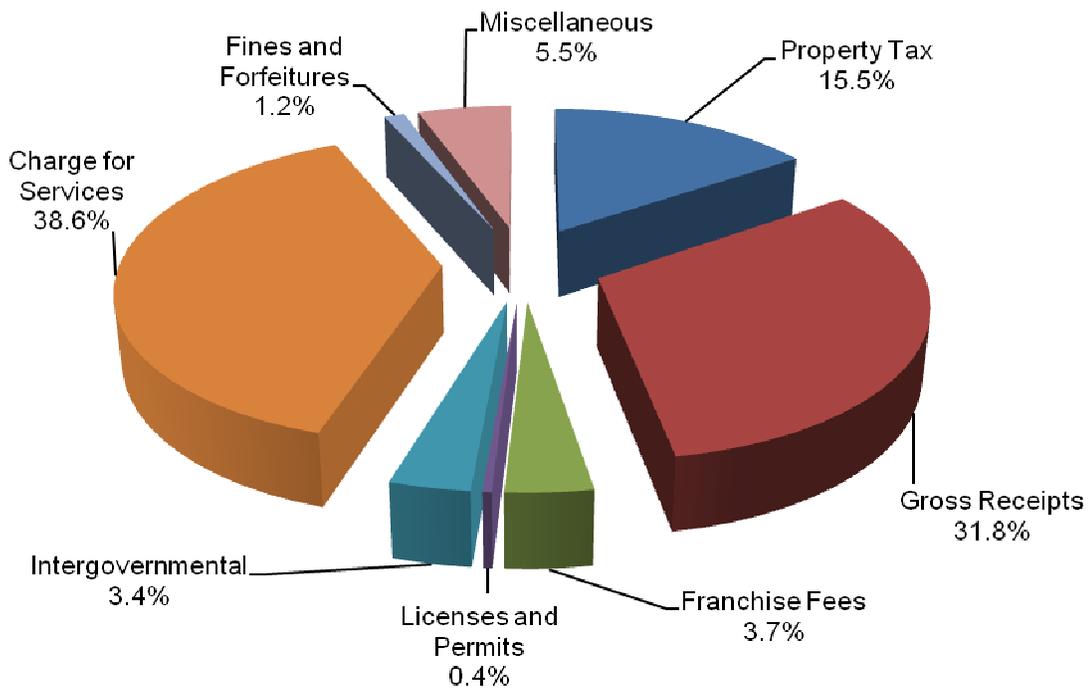
Executive Director

The Government Finance Officers Association of the United State and Canada (GFOA) presented an Award for Distinguished Budget Presentation to the City of Rio Rancho for its Annual Operating Budget for Fiscal Year beginning July 1, 2011 through June 30, 2012.

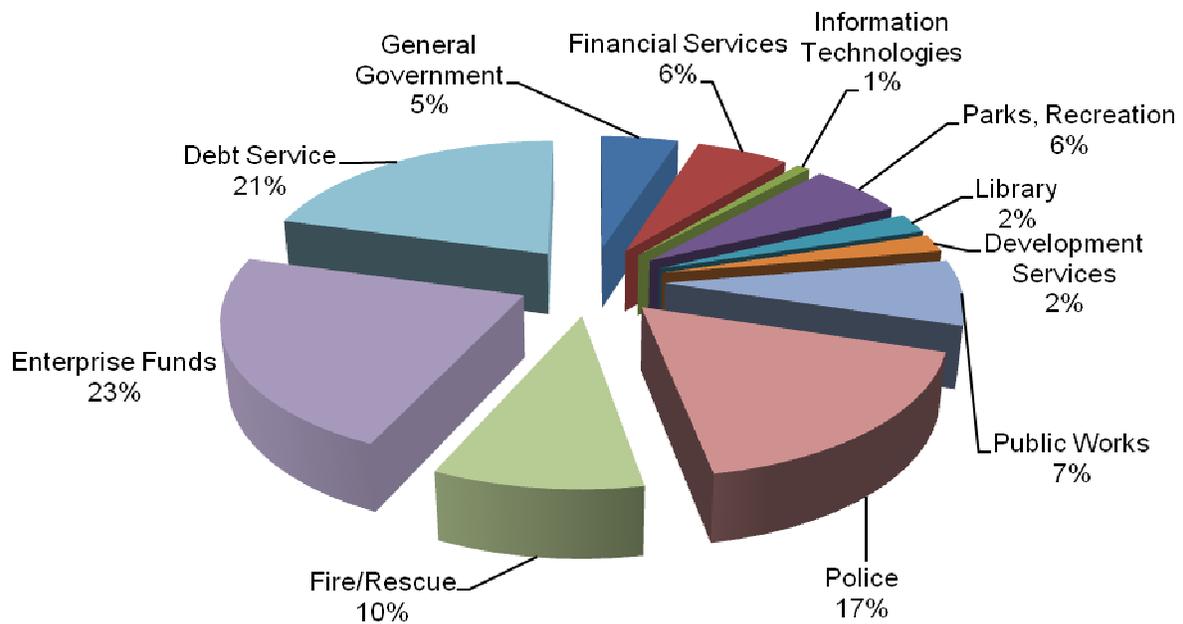
In order to receive this award, a government must publish a budget document that meets program criteria as a policy document, as an operations guide, as a financial plan and as a communications medium.

The award is valid for a period of one year only. We believe our current budget (FY 2013) continues to conform to program requirements, and we are submitting it to GFOA to determine its eligibility for another award.

Where The Money Comes From - All Funds \$104,271,868



Where The Money Goes \$110,819,217



CITY OF RIO RANCHO
GOVERNMENTAL FUNDS BUDGET SUMMARY
FOR THE PERIOD 7/1/2012 TO 6/30/2013

FUND NUMBER AND TITLE		BEG FUND BALANCE	REVENUES	OPERATING TRANSFERS	EXPENDITURES	ENDING FUND BALANCE
101	General Fund	9,437,971	50,445,613	(793,228)	51,995,922	7,094,434
201	Donation Revenue	9,334	2,200		3,745	7,789
202	Animal Control Contributions	24,467	30,800		55,267	-
204	Donations ACO/Police	4,129	1,500		5,441	188
205	Recreation Fund	24	-		24	-
206	Recreation Activities	88,013	304,488		326,929	65,572
207	KRRRB Grant	-	68,000		68,000	-
212	Workers Compensation Fund	653,378	831,335		903,378	581,335
213	Rio Metro Fund	(3,220)	148,252	-	145,032	-
215	Senior Center Programs	13,267	8,120		7,760	13,627
216	Senior Center Programs II	11,661	17,844		17,844	11,661
220	Library State/County Bond Fund	144,780	511,094		511,094	144,780
224	Promotions Fund	24,744	132,550	120,687	254,598	23,383
225	Convention Visitors Bureau	31,130	345,464	25,096	373,175	28,515
226	Cable Committee	9,907	121,374		126,452	4,829
227	SAD Operations	33,043	-	56,270	55,242	34,071
240	Local Government Correction Fund	42,168	200,000	76,200	318,368	-
241	Law Enforcement	13,303	104,400	362,084	263,703	216,084
242	DPS Enforcement Aid	3,594	15,000	-	18,594	-
243	Traffic Education	31,992	62,000	-	81,145	12,847
245	New Mexico Gang Task Force	-	232,485	-	232,485	-
246	PS Misc. Revenue / Donations Fund	11,214	1,000	-	12,214	-
250	Fire Protection	30,283	651,128	-	681,411	-
251	EMS	4,412	95,520	-	99,932	-
252	DPS State Grants	-	45,880	-	45,880	-
253	Summer Lunch Program	(11,925)	138,425	-	126,500	-
256	DWI Program	228,250	-	-	228,250	-
259	Federal Grants Fund	-	457,303	-	457,303	-
260	Environmental Gross Receipts	461,509	657,183	-	643,085	475,607
263	Higher Education GRT	3,237,710	2,074,626	-	1,663,000	3,649,336
270	Municipal Road	144,790	502,500	-	556,292	90,998
303	HP Infrastructure	46	-	-	-	46
304	HS Infrastructure	62	-	-	-	62
305	Infrastructure	6,142	-	-	-	6,142
307	Infrastructure Rehabilitation	24,185	-	-	24,185	-
310	Recreation Development	3,697	-	-	-	3,697
311	Computer/Software Replacement	274	-	34,813	35,087	-
312	Equipment Replacement	49,963	-	167,037	217,000	-
313	City Facility Improvement/Replace	13,708	69,837	-	58,887	24,658
329	2009 GO Bond Construction	3,691	-	-	-	3,691
351	Impact Fees - Roads	251,692	150,013	-	286,652	115,053
352	Impact Fees - Bikeways/Trails	11,248	5,287	-	6,500	10,035
353	Impact Fees - Parks	220,535	40,395	-	40,346	220,584
354	Impact Fees - Public Safety	138,863	138,237	-	165,104	111,996
355	Impact Fees - Drainage	259,947	71,899	-	102,148	229,698
362	SAD 5 Debt Service	4,877	493	(5,270)	100	-
363	SAD 6 Debt Service	1,178,561	644,384	(20,000)	958,052	844,893
364	SAD 7A Debt Service	1,521,392	195,397	(20,400)	561,707	1,134,682
365	SAD 8 Debt Service	270,225	97,140	(10,600)	119,678	237,087
375	HUD-CDBG Fund	-	301,481		301,481	-
376	Crime Victims Assistance II	-	34,400	7,611	42,011	-
401	G.O. Bonds Debt Service	3,347,539	3,383,664		3,830,073	2,901,130
424	Series 2005 GRT Debt Service	185,441	1,695,074		1,756,732	123,783
425	GRT Refund NMFA Loan	2,662	333,144	-	334,056	1,750
426	HP Debt Service Loan Fund	61,338	418,038		435,139	44,237
427	HS Debt Service Loan Fund	18,642	433,004	-	435,009	16,637
706	Solid Waste Indigent Fund	-	15,000		15,000	-
710	RREDC Agency Fund	946	10,000	(300)	10,646	-
730	GRIP Fund	-	301,866		301,866	-
750	Health Self Insurance Fund	1,402,327	5,312,512		4,593,480	2,121,359
751	Dental Self Insurance Fund	102,676	463,267		475,605	90,338
TOTAL		\$ 23,760,607	\$ 72,320,616	\$ -	\$ 75,384,609	\$ 20,696,614

**CITY OF RIO RANCHO
UTILITY FUNDS BUDGET SUMMARY
FOR THE PERIOD 7/1/2012 TO 6/30/2013**

FUND NUMBER AND TITLE	BEG FUND BALANCE	REVENUES	OPERATING TRANSFERS	EXPENDITURE	ENDING FUND BALANCE
501 Department of Utilities	\$ 6,886,418	\$ 33,164,728	\$ (12,503,055)	\$ 22,427,591	5,120,500
512 Equipment Replacement Fund	87,326	100	680,350	750,350	17,426
532 Debt Service / NMFA Loan	37,958	-	1,255,467	1,255,467	37,958
533 Utility 2009 Ref. Debt Service	171	200	5,976,482	5,976,482	371
534 Utility 2008 Bond Debt	29	50	869,324	869,324	79
536 Debt Service / NMED Loan	1,365,840	4,000	704,867	704,867	1,369,840
537 Utility 2004 Bond Debt	350,705	1,000	321,760	321,760	351,705
538 Utility 2005 Bond Debt	1,742,685	4,000	1,656,968	1,656,968	1,746,685
539 Utility 2007 Bond Debt	3,138,991	7,000	1,830,904	1,758,025	3,218,870
540 CIF Water Operation	12,614	-	440,000	440,000	12,614
542 Water Rights Fund	1,475,354	1,860,800	(1,160,188)	1,010,952	1,165,014
545 Water Impact Fees	153,757	189,413	-	205,677	137,493
550 CIF Wastewater	117,072	200	-	19,000	98,272
552 Effluent	4,742	-	-	-	4,742
555 Wastewater - Impact Fees	73,081	136,836	-	4,099	205,818
572 2007 UT Bond Construction	72,879	-	(72,879)	-	-
573 2008 UT Bond Construction	389	-	-	-	389
UTILITY TOTAL	\$ 15,520,011	\$ 35,368,327	\$ -	\$ 37,400,562	\$ 13,487,776

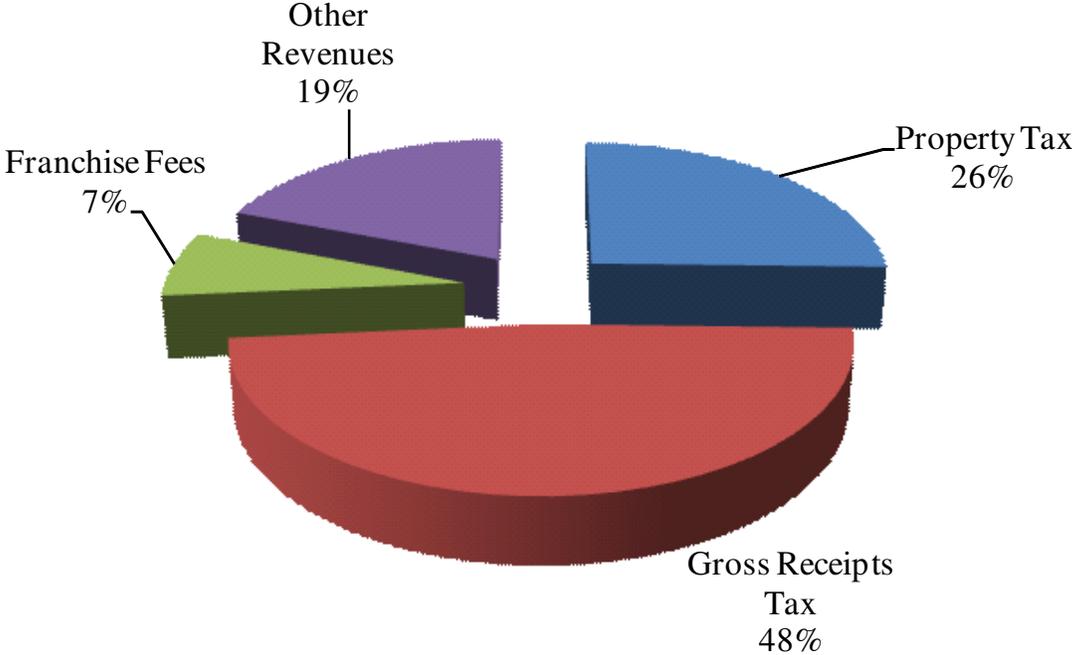
**CITY OF RIO RANCHO
MULTI-PURPOSE EVENT CENTER FUNDS BUDGET SUMMARY
FOR THE PERIOD 7/1/2012 TO 6/30/2013**

FUND NUMBER AND TITLE	BEG FUND BALANCE	REVENUES	OPERATING TRANSFERS	EXPENDITURE	ENDING FUND BALANCE
601 Multi - Purpose Event Center Fund	\$ 5,608	\$ 494,792	\$ (381,108)	\$ 113,684	\$ 5,608
610 MPEC Debt Service Fund	3,327,298	2,615,839	381,108	2,989,447	3,334,798
MPEC TOTAL	\$ 3,332,906	\$ 3,110,631	\$ -	\$ 3,103,131	\$ 3,340,406
ALL FUNDS TOTAL	\$ 42,613,524	\$ 110,799,574	\$ -	\$ 115,888,302	\$ 37,524,796

**CITY OF RIO RANCHO
GENERAL FUND SUMMARY
FOR THE PERIOD 7/1/2012 to 6/30/2013**

	Adjusted FY2012	Increase (Decrease)	Adopted FY2013	Percentage Change
Beginning Fund Balance	8,520,281	917,690	9,437,971	10.8%
Property Tax	12,249,062	557,094	12,806,156	4.5%
Gross Receipts Tax	23,723,950	51,061	23,775,011	0.2%
Franchise Fees	3,277,638	426,950	3,704,588	13.0%
Licenses & Permits	404,362	(9,414)	394,948	-2.3%
Grants	104,400	(45,295)	59,105	-43.4%
State Shared Taxes	323,138	17,739	340,877	5.5%
General Government	1,427,876	(24,955)	1,402,921	-1.7%
Public Safety	2,031,341	183,724	2,215,065	9.0%
Cultural Enrichment	915,031	37,341	952,372	4.1%
Fines and Forfeitures	1,134,250	41,622	1,175,872	3.7%
Reimbursement Revenue	3,201,778	(165,272)	3,036,506	-5.2%
Miscellaneous Revenue	120,778	(60,378)	60,400	-50.0%
Total Recurring Revenues	48,913,604	1,010,217	49,923,821	2.1%
Non-Recurring Revenues	1,740,345	(1,218,553)	521,792	-70.0%
Total Revenues	50,653,949	(208,336)	50,445,613	-0.4%
Transfers In	81,983	(81,683)	300	-99.6%
Total Sources	59,256,213	627,671	59,883,884	1.1%
Personal Services	40,011,786	377,305	40,389,091	0.9%
Materials & Services	12,446,123	(922,197)	11,523,926	-7.4%
Capital Outlay	251,575	(168,670)	82,905	-67.0%
Total Expenditures	52,709,484	(713,562)	51,995,922	-1.4%
Transfers Out	430,561	362,967	793,528	84.3%
Ending Fund Balance Unreserved	1,874,011	887,430	2,761,441	47.4%
Ending Fund Balance Reserved	4,392,457	(59,464)	4,332,994	-1.4%
Total Ending Fund Balance	6,266,468	827,966	7,094,434	13.2%
Total Uses	59,406,513	477,371	59,883,884	0.8%

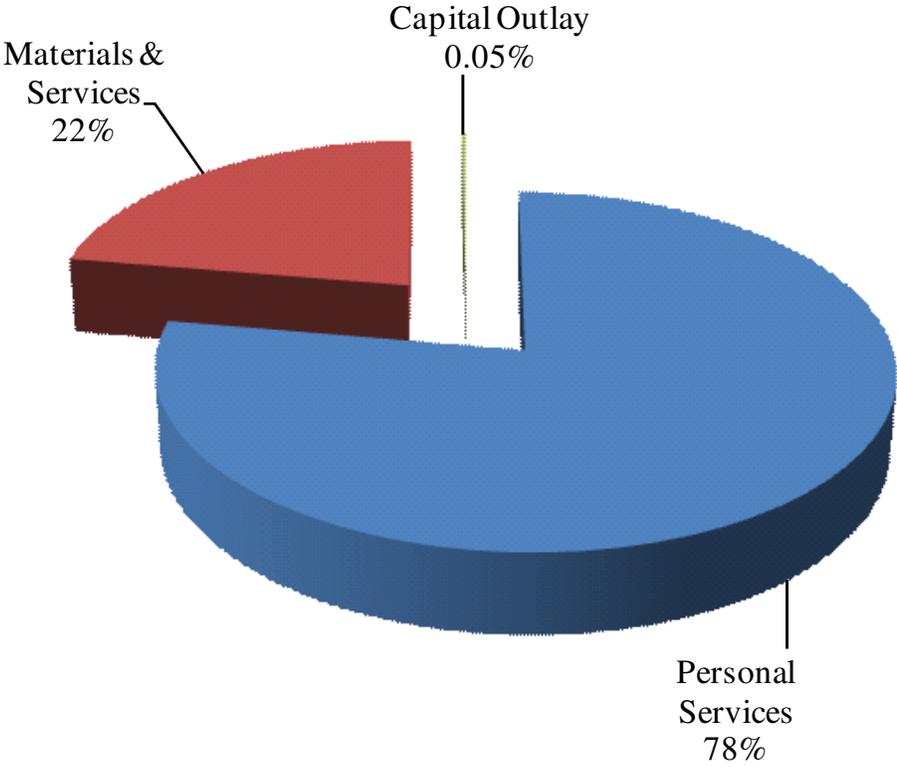
**FISCAL YEAR 2013
GENERAL FUND
Revenue Budget by Category**



Property Tax	12,806,156
Gross Receipts Tax	24,296,803
Franchise Fees	3,704,588
Other Revenues	9,638,066
Total Revenue	<u>\$ 50,445,613</u>

Transfer from other funds are excluded (\$300)

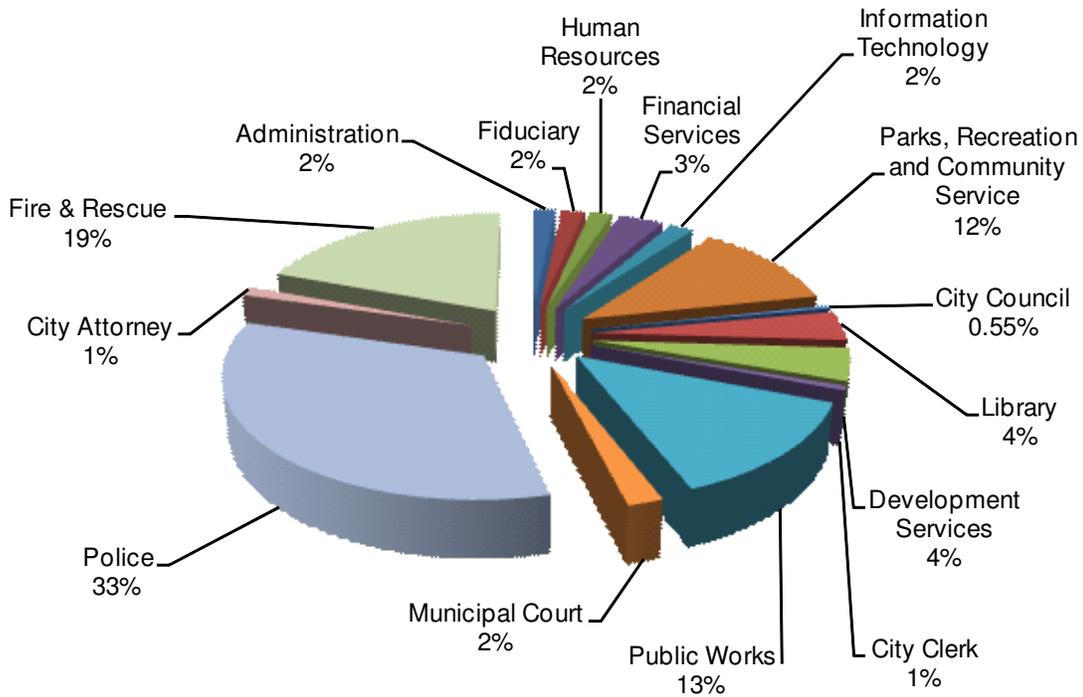
**FISCAL YEAR 2013
GENERAL FUND
Expenditure Budget by Category**



Personal Services	\$	40,389,091
Materials & Services	\$	11,523,926
Capital Outlay	\$	82,905
Total Expenditures	\$	<u>51,995,922</u>

Transfers are excluded (\$793,528)

**GENERAL FUND
FISCAL YEAR 2013
Departmental Expenditures**



Administration	\$ 868,878
Fiduciary	907,330
Human Resources	839,216
Financial Services	1,743,499
Information Technology	929,354
Parks, Recreation and Community Service	5,984,030
City Council	198,703
Library	2,024,903
Development Services	2,252,319
City Clerk	288,565
Public Works	6,886,275
Municipal Court	1,018,219
Police	17,376,257
City Attorney	637,716
Fire & Rescue	10,040,658
Total	<u>\$ 51,995,922</u>

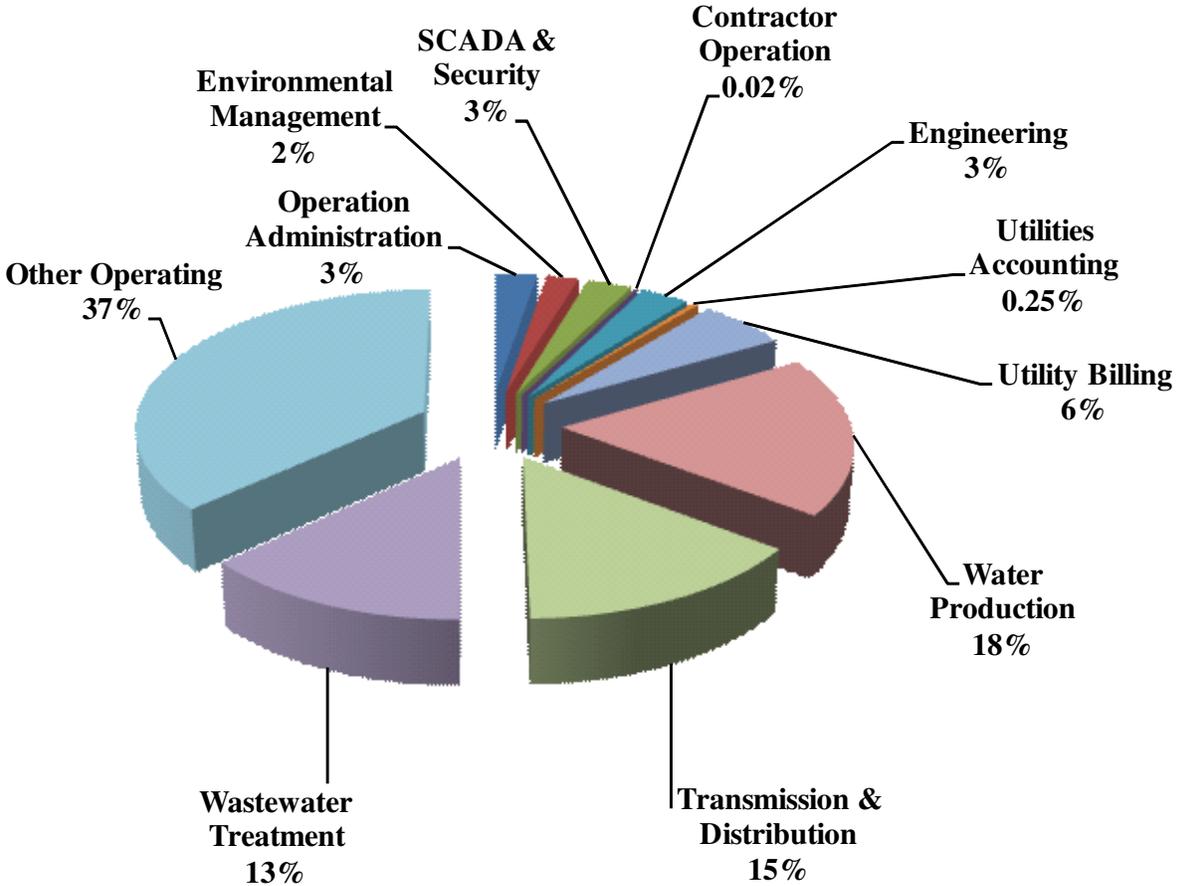
Transfers are excluded (\$793,528)

CITY OF RIO RANCHO

**Water and Wastewater Utility Fund Summary
7/1/12 to 6/30/13**

	FY 2012 Actual	FY 2013 Final Budget	Percentage Change
Beginning Fund Balance	\$ 17,902,646	\$ 15,520,011	-13.31%
Revenues			
Water	\$ 20,598,327	\$ 20,813,544	1.04%
Wastewater	\$ 14,122,874	\$ 14,083,384	-0.28%
Impact Fees	\$ 391,157	\$ 325,849	-16.70%
State Appropriations & Grants	\$ 2,137,357	\$ -	-100.00%
Interest	\$ 46,092	\$ 25,550	-44.57%
Other Income	\$ 145,324	\$ 120,000	-17.43%
Total Revenues	<u>\$ 37,441,131</u>	<u>\$ 35,368,327</u>	-5.54%
Other Financing Sources			
Bond & Loan Proceeds	\$ 10,469,564	\$ -	-100.00%
Total Other	<u>\$ 10,469,564</u>	<u>\$ -</u>	-100.00%
Total	<u><u>\$ 65,813,341</u></u>	<u><u>\$ 50,888,338</u></u>	-22.68%
Expenditures			
Personal Services	\$ 1,647,107	\$ 1,803,670	9.51%
Material and Services	\$ 16,566,219	\$ 18,952,840	14.41%
Capital Outlay	\$ 20,700,448	\$ 4,101,159	-80.19%
Encumbrances & Projects	\$ (1,201,366)	\$ -	-100.00%
Total Expenditures	<u>\$ 37,712,408</u>	<u>\$ 24,857,669</u>	-34.09%
Other Financing Uses			
Debt Service	\$ 12,130,862	\$ 12,542,893	3.40%
Total Other Financing Uses	<u>\$ 12,130,862</u>	<u>\$ 12,542,893</u>	3.40%
Ending Fund Balance - Unreserved	\$ 9,319,639	\$ 6,762,268	-27.44%
Ending Fund Balance - Debt Service	\$ 416,881	\$ 491,957	18.01%
Ending Fund Balance - Debt Service Reserve	\$ 6,233,551	\$ 6,233,551	0.00%
Total EFB	<u>\$ 15,970,071</u>	<u>\$ 13,487,776</u>	-15.54%
Total	<u><u>\$ 65,813,341</u></u>	<u><u>\$ 50,888,338</u></u>	-22.68%

**FISCAL YEAR 2013
UTILITIES OPERATIONS FUND 501
COST CENTER EXPENDITURES**



Operation Administration	594,560
Environmental Management	454,608
SCADA & Security	636,809
Contractor Operation	7,271
Engineering	685,830
Utilities Accounting	88,236
Utility Billing	1,278,154
Water Production	4,156,962
Transmission & Distribution	3,278,595
Wastewater Treatment	2,996,468
Other Operating	8,250,098
	<u>22,427,591</u>

Transfers are excluded (\$12,503,055)

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