CITY OF RIO RANCHO
GENERAL FUND SUMMARY
FOR THE PERIOD 7/1/2014 to 6/30/2015

	Adjusted FY2014	Increase (Decrease)	Adopted FY2015	Percentage Change
Beginning Fund Balance	9,844,498	(1,190,706)	8,653,792	-12.1%
Property Tax	13,554,033	648,003	14,202,036	4.8%
Gross Receipts Tax	24,917,415	1,824,609	26,742,024	7.3%
Franchise Fees	3,584,726	(12,652)	3,572,074	-0.4%
Licenses & Permits	355,668	(10,438)	345,230	-2.9%
Grants	103,594	(26,824)	76,770	-25.9%
State Shared Taxes	324,763	7,487	332,250	2.3%
General Government	1,913,936	12,764	1,926,700	0.7%
Public Safety	2,396,351	1,149	2,397,500	0.0%
Cultural Enrichment	1,002,078	61,169	1,063,247	6.1%
Fines and Forfeitures	1,321,000	(136,500)	1,184,500	-10.3%
Miscellaneous Revenue	3,346,040	40,937	3,386,977	1.2%
Total Recurring Revenues	52,819,604	2,409,704	55,229,308	4.6%
Non-Recurring Revenues	128,800	1,038,664	1,167,464	806.4%
Total Revenues	52,948,404	3,448,368	56,396,772	6.5%
Transfers In	23,035	(22,735)	300	-98.7%
Total Sources	62,815,937	2,234,927	65,050,864	3.6%
Personal Services	41,571,411	1,279,147	42,850,558	3.1%
Materials & Services	11,233,875	219,648	11,453,523	2.0%
Capital Outlay	140,877	(20,543)	120,334	-14.6%
Other Non-Rec. Expenditures	786,113	(231,655)	554,458	-29.5%
Total Expenditures	53,732,276	1,246,597	54,978,873	2.3%
Transfers Out	1,968,949	1,044,629	3,013,578	53.1%
Ending Fund Balance Unreserved	2,646,278	(169,438)	2,476,840	-6.4%
Ending Fund Balance Reserved	4,468,434	113,139	4,581,573	2.5%
Total Ending Fund Balance	7,114,712	(56,299)	7,058,413	-0.8%
Total Uses	62,815,937	2,234,927	65,050,864	3.6%

GENERAL FUND
Revenue Detail

	FY 12 Actual	FY 13 Actual	FY 14 Actual	FY 15 Adopted	Variance FY14 - FY13 Increase (Decrease)	% Change FY14/FY13 Increase (Decrease)
Balances and Reserves						
Beginning Balance	$ 8,520,281	$ 10,207,595	$ 9,844,498	$ 8,653,792	$ (1,190,706)	-12%
Taxes						
Property Tax	12,331,748	13,080,016	13,691,243	14,202,036	510,793	4%
Gross Receipts	25,947,724	24,267,804	24,589,873	27,564,858	2,974,985	12%
Franchise Fees	3,353,922	3,459,316	3,468,825	3,572,074	103,249	3%
Total Taxes	41,633,394	40,807,136	41,749,941	45,338,968	3,589,027	9%
Licenses and Permits	470,789	347,318	360,856	345,230	(15,626)	-4%
Intergovernmental						
Federal Grants	54,101	100,311	103,924	345,400	241,476	232%
County Grants	1,000	1,000	51,000	76,000	25,000	49%
State Shared Taxes	332,617	326,370	329,872	332,250	2,378	1%
Total Intergovernmental	387,718	427,681	484,796	753,650	268,854	55%
Charge for Services						
General Government	1,548,704	1,933,579	1,946,325	1,926,700	(19,625)	-1%
Public Safety	2,272,631	2,300,500	2,346,726	2,397,500	50,774	2%
Cultural/Recreation	1,027,307	1,061,157	1,013,499	1,063,247	49,748	5%
Total Charge for Services	4,848,642	5,295,236	5,306,550	5,387,447	80,897	2%
Fines and Forfeitures	1,294,267	1,435,651	1,157,841	1,184,500	26,659	2%
Miscellaneous						
Interest Income	(15,036)	7,017	10,710	7,000	(3,710)	-35%
Rents and Royalties	2,701	2,700	3,279	2,835	(444)	-14%
Contributions/Donations	130,000	5,000	5,000	-	(5,000)	-100%
Reimbursements	3,139,901	3,038,916	3,062,416	3,179,196	116,780	4%
Other Miscellaneous	174,128	607,974	334,149	197,946	(136,203)	-41%
Total Miscellaneous Revenue	3,431,694	3,661,607	3,415,554	3,386,977	(28,577)	-1%
Other Sources						
Interfund Operating Transfer	81,499	199	22,894	300	(22,594)	-99%
Total General Fund	$ 60,668,284	$ 62,182,423	$ 62,342,930	$ 65,050,864	$ 2,707,934	4%

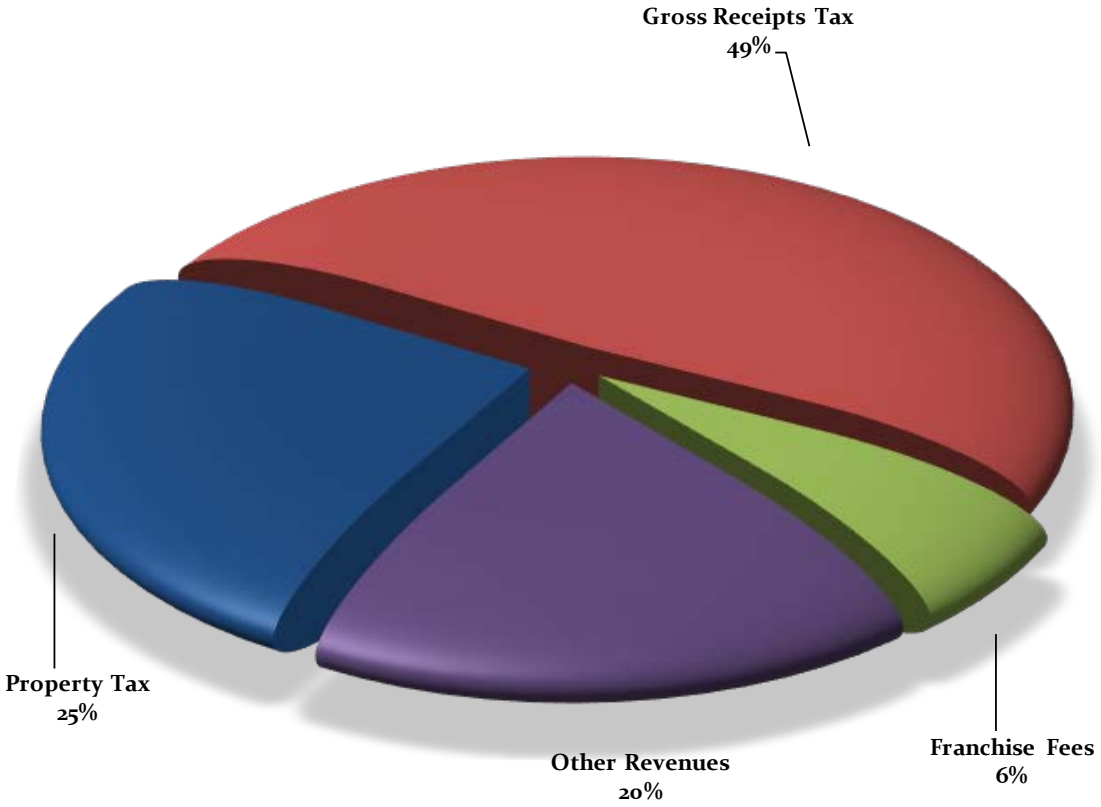
GENERAL FUND
Expenditures by Object

	FY 12 Actual	FY 13 Actual	FY 14 Actual	FY 15 Adopted	Variance FY14 - FY13 Increase (Decrease)	% Change FY14 - FY13 Increase (Decrease)
Operating Expenditures						
Personal Services						
Wages & Salaries	$ 27,412,062	$ 28,066,513	$ 28,338,809	$ 29,455,822	$ 1,117,013	4%
Fringe Benefits	11,340,639	11,478,879	11,901,635	13,394,736	1,493,101	13%
Total Personal Services	38,752,701	39,545,392	40,240,444	42,850,558	2,610,114	6%
Materials & Services						
Contracts and Services	3,175,929	3,341,705	3,427,614	4,134,695	707,081	21%
Programs	15,867	17,159	18,808	82,829	64,021	340%
Membership/Subscriptions	125,640	141,284	155,091	218,615	63,524	41%
Conference, Travel & Training	92,688	116,957	126,614	214,109	87,495	69%
Postage	49,574	49,038	47,183	72,894	25,711	54%
Repair & Maintenance	817,959	636,747	753,092	860,202	107,110	14%
Fleet Maintenance	713,317	715,832	741,655	1,035,550	293,895	40%
Utilities (1)	2,237,937	2,468,156	2,600,213	2,694,453	94,240	4%
Communications (2)	173,446	175,442	171,346	178,984	7,638	4%
Gasoline	1,004,898	906,824	907,782	939,875	32,093	4%
Supplies	1,079,698	922,817	973,732	1,279,838	306,106	31%
Minor Furniture & Equipment	225,792	257,648	303,251	286,437	(16,814)	-6%
Other Costs	1,375,154	1,652,848	572,049	9,500	(562,549)	-98%
Total Material & Services	11,087,899	11,402,457	10,798,430	12,007,981	1,209,551	11%
Total Operating Expenditures	49,840,600	50,947,849	51,038,874	54,858,539	3,819,665	7%
Capital Outlay						
Capital Projects-Infrastructure	-	12,313	-	-	-	0%
Vehicles & Heavy Equipment	37,849	15,547	-	7,500	7,500	0%
Major Furniture & Equipment	135,047	78,572	114,456	112,834	(1,622)	-1%
Total Capital Outlay	172,896	106,432	114,456	120,334	5,878	5%
Other Uses						
Transfers	426,522	1,272,633	1,968,593	3,013,578	1,044,985	53%
Balances & Reserves	6,873,888	6,653,896	7,114,712	7,058,414	(56,298)	-1%
Total Other Uses	7,300,410	7,926,529	9,083,305	10,071,992	988,687	11%
Total Expenditures	$ 57,313,906	$ 58,980,810	$ 60,236,635	$ 65,050,865	$ 4,814,230	8%

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

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

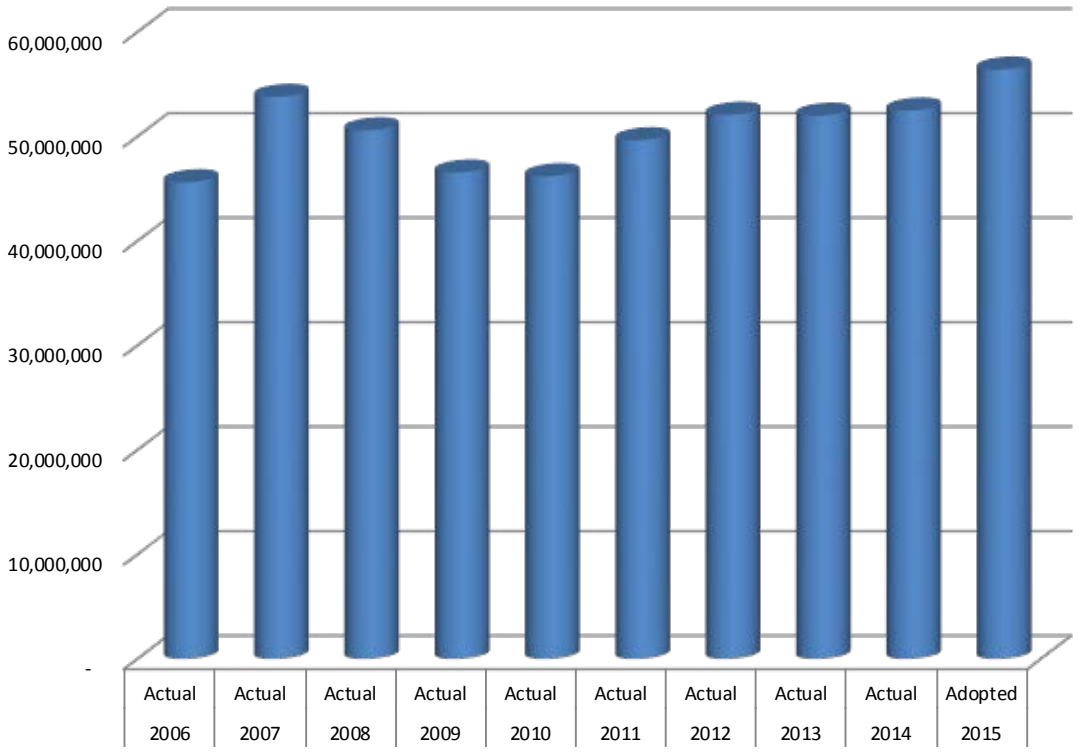
FISCAL YEAR 2015
GENERAL FUND
Revenue Budget by Category



Property Tax		**14,202,036**
Gross Receipts Tax		**27,564,858**
Franchise Fees		**3,572,074**
Other Revenues		**11,057,804**
Total Revenue	**$**	**56,396,772**

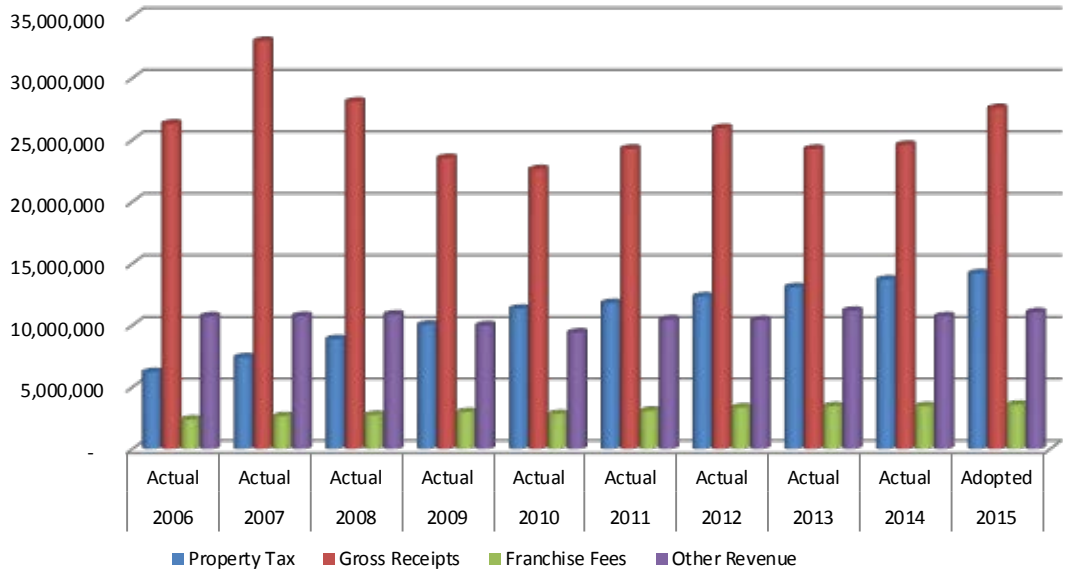
Transfer from other funds are excluded ($300)

GENERAL FUND
Total Revenues



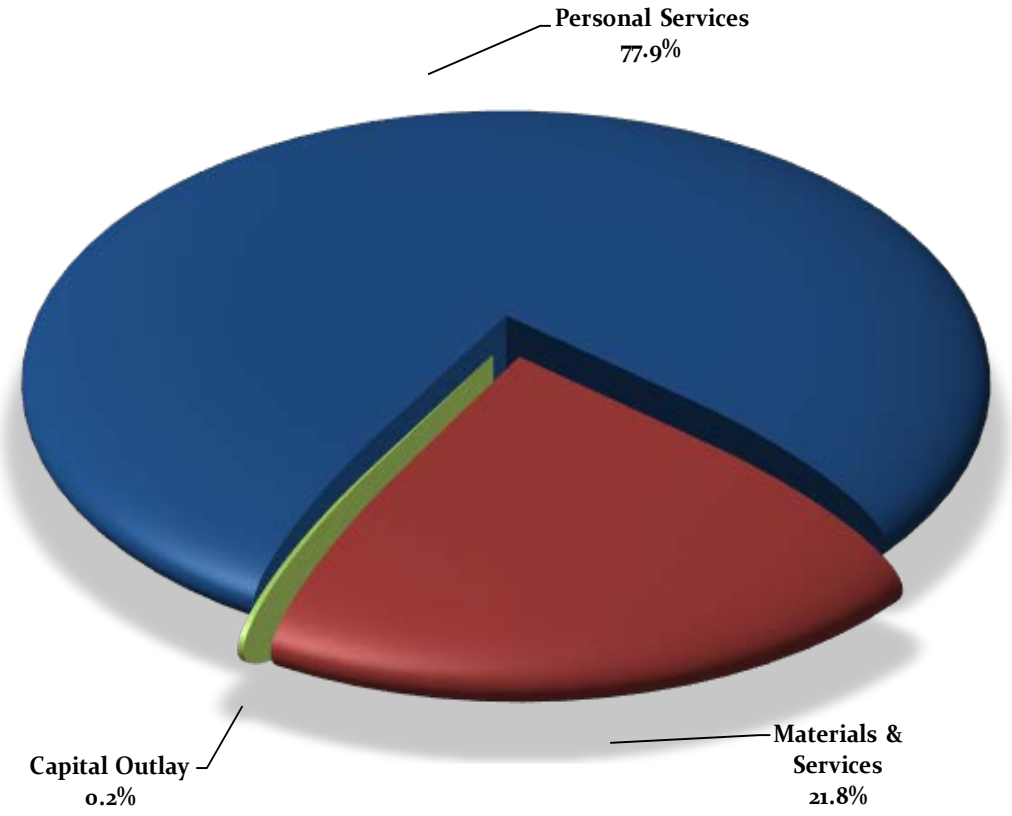
Transfers from other funds are excluded

Revenues by Category



Transfers from other funds are excluded

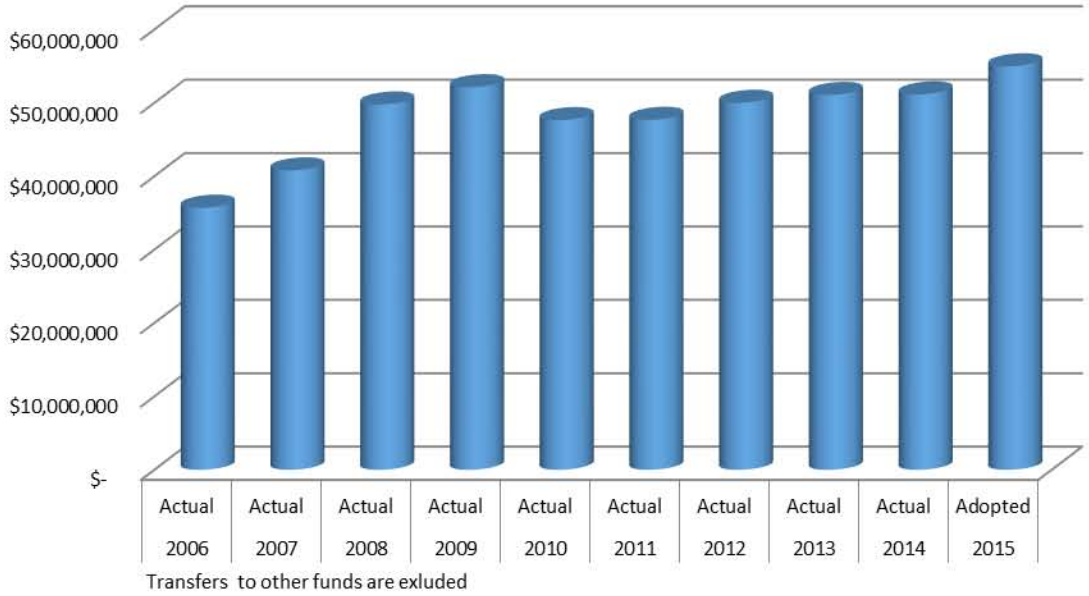
FISCAL YEAR 2015
GENERAL FUND
Expenditure Budget by Category



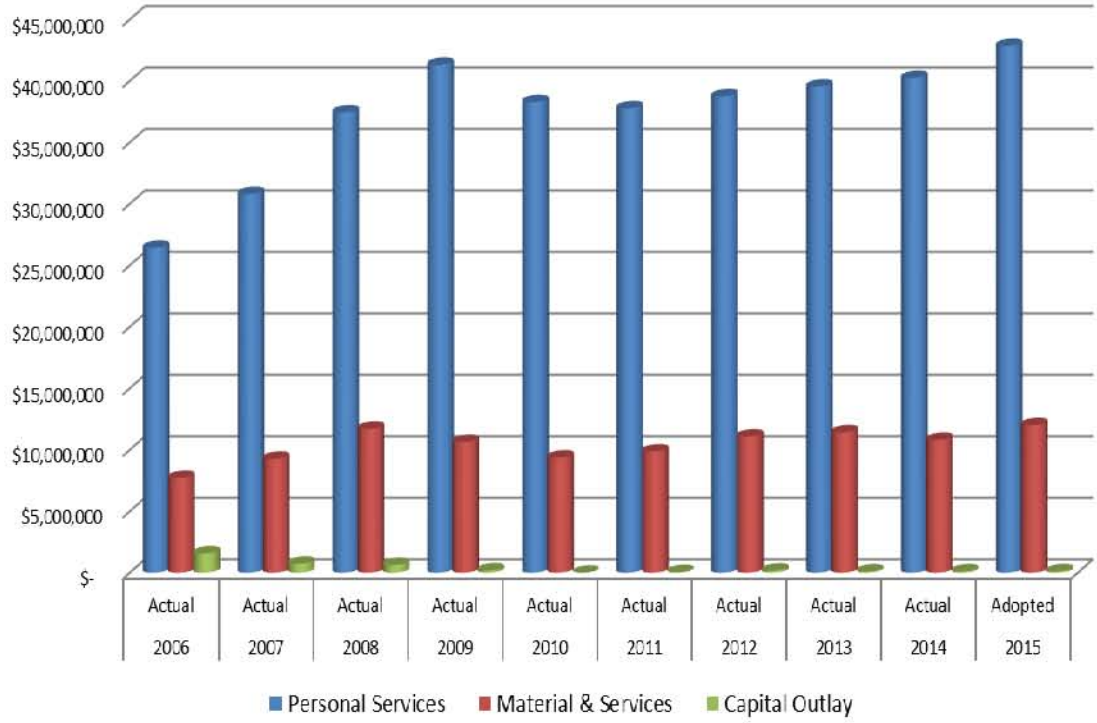
Personal Services	**$**	**42,850,558**
Materials & Services	**$**	**12,007,981**
Capital Outlay	**$**	**120,334**
Total Expenditures	**$**	**54,978,873**

Transfers are excluded ($3,013,578)

GENERAL FUND
Total Expenditures



Expenditures by Category



GENERAL FUND REVENUES

The General Fund provides the principal funding for city government operations. Most of the General Fund revenue comes from three principle sources: gross receipts taxes, property taxes, and franchise fees. The balance comes from a variety of other sources such as licenses and permits, grants, state shared taxes, general government fees, public safety fees, and transfers.

Gross Receipts Tax

The City's **Gross Receipts Tax (GRT)** revenue is derived from local options imposed by ordinance and state-shared distributions. The GRT is the most important revenue source for the City comprising 49 percent of total General Fund revenues.

Gross receipts tax revenue is very sensitive to the performance of the local economy. During the early 1990's, the annual growth of GRT revenue was over 20 percent per year. However; in the late 1990's this growth slowed to about 5 percent per year due to the loss of retail trade to Albuquerque. Construction GRT revenue was extremely strong in FY 2006 and FY 2007 primarily related to increased construction activity but declined sharply from FY08 to 2010 with the onset of the economic recession and housing market collapse. Since that time, GRT revenue has stabilized in line with the overall economic recovery

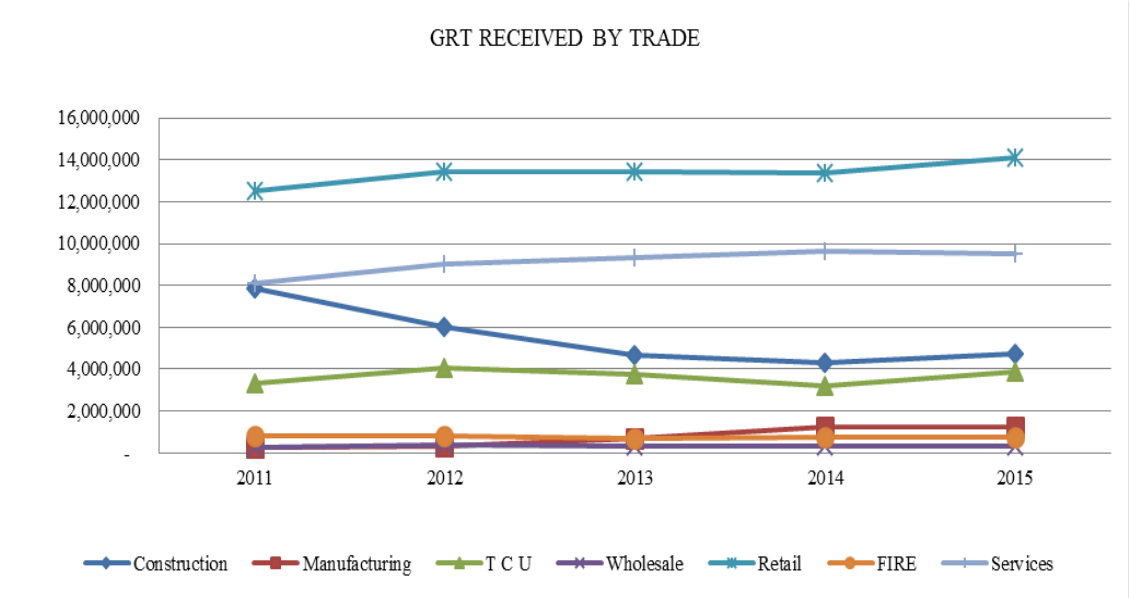
CITY OF RIO RANCHO, NM
GROSS RECEIPT TAXES RECEIVED BY TYPE OF TRADE
All Funds
Last Five Fiscal Years

	Actual					Projected	15/14
	2010	2011	2012	2013	2014	2015	Change
Construction	$ 5,105,902	$ 7,865,192	$ 6,043,546	$ 4,685,884	$ 4,276,650	$ 4,735,384	11%
	17.72%	23.70%	17.72%	14.16%	12.99%	13.67%	
Manufacturing	167,291	245,390	301,819	701,788	1,209,192	1,220,588	1%
	0.58%	0.74%	0.89%	2.12%	3.67%	3.52%	
T C U	3,068,956	3,318,291	4,083,715	3,770,960	3,223,650	3,902,709	21%
	10.65%	10.00%	11.98%	11.39%	9.79%	11.27%	
Wholesale	287,247	283,561	352,565	321,321	334,652	326,192	-3%
	1.00%	0.85%	1.03%	0.97%	1.02%	0.94%	
Retail	12,280,749	12,525,391	13,404,052	13,453,919	13,354,791	14,082,267	5%
	42.61%	37.74%	39.31%	40.65%	40.58%	40.66%	
FIRE	744,624	790,775	836,142	716,180	760,481	772,317	2%
	2.58%	2.38%	2.45%	2.16%	2.31%	2.23%	
Services	7,077,356	8,122,045	9,018,949	9,353,975	9,634,631	9,487,530	-2%
	24.56%	24.47%	26.45%	28.26%	29.27%	27.39%	
Others	86,360	42,128	58,539	90,174	118,425	105,944	-11%
	0.30%	0.13%	0.17%	0.27%	0.36%	0.31%	
Total	28,818,485	33,192,773	34,099,327	33,094,201	32,912,472	34,632,931	5%
	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	

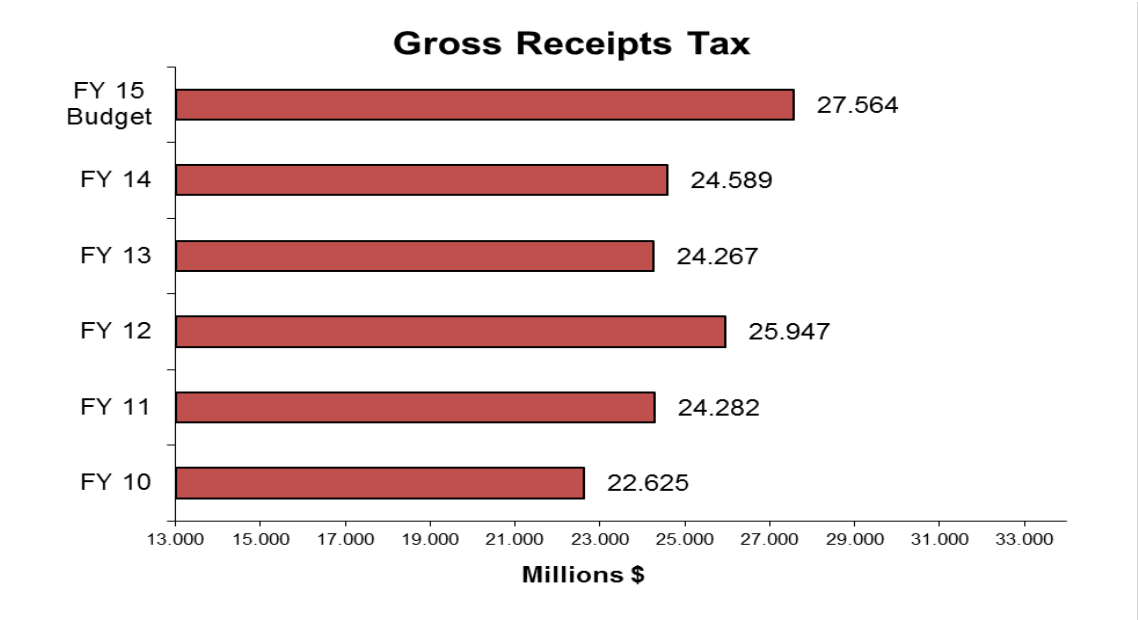
FIRE: Financial institutions and real estate; T C U: Transportation,Communication and Utility.

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

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



In 2005 the State of New Mexico removed gross receipts tax from food and medical services. In doing so, the State held cities harmless against gross receipts revenue loss as a result of the new legislation. The taxable retail gross receipts reported in this table include food and medical services. In FY 2016, the hold harmless payments will be phased out over a 15 year period.



NEW MEXICO GROSS RECEIPTS TAX RATE							
		N.M.G.R.T.			MUNICIPAL G.R.T.		Total
		To Rio Rancho	To State	Total	Sandoval County	Rio Rancho	G.R. Tax
7/1/1982	(1)	1.3500%	2.150%	3.5000%		0.5000%	4.0000%
7/1/1983	(2)	1.3500%	2.400%	3.7500%		0.7500%	4.5000%
7/1/1984		1.3500%	2.400%	3.7500%	0.1250%	0.7500%	4.625%
7/1/1985	(3)	1.3500%	2.400%	3.7500%	0.1250%	1.0000%	4.875%
7/1/1985	(3)	1.3500%	2.400%	3.7500%	0.1250%	1.5000%	5.375%
7/1/1990	(4)	1.3500%	3.150%	4.5000%	0.1250%	1.5000%	6.125%
1/1/1991	(5)	1.3500%	3.150%	4.5000%	0.2500%	1.5000%	6.2500%
7/1/1991	(3)	1.3500%	3.150%	4.5000%	0.2500%	1.2500%	6.0000%
1/1/1992	(6)	1.3500%	3.150%	4.5000%	0.2500%	1.4375%	6.1875%
8/1/1992	(7)	1.2250%	3.275%	4.5000%	0.2500%	1.4375%	6.1875%
1/1/2005	(8)	1.2250%	3.775%	5.0000%	0.2500%	1.4375%	6.6875%
7/1/2008	(9)	1.2250%	3.775%	5.0000%	0.2500%	1.6875%	6.9375%
7/1/2009	(10)	1.2250%	3.775%	5.0000%	0.3750%	1.6875%	7.0625%
7/1/2010	(11)	1.2250%	3.900%	5.1250%	0.3750%	1.6875%	7.1875%
1/1/2011	(12)	1.2250%	3.900%	5.1250%	0.3750%	1.9375%	7.4375%

Note: Rio Rancho incorporated as a City on September 6, 1980, but it was not "officially" incorporated for tax distribution purposes until March, 1981. On 7/1/81 the State of New Mexico lowered the state-wide gross receipts tax rate from 3.75% to 3.50%. This allowed municipalities to add 3/4% of 1% additional 1/4% increments. This 3/4% of 1% additional is known as the "Municipal Gross Receipts Tax.".

(1) The City of Rio Rancho enacted two 1/4% increments (i.e. 1/2 of 1%) on July 1, 1982.

(2) Effective July 1, 1982, the N.M. Gross Receipts Tax was increased 3.75% from 3.5%. The City imposed an increment of 1/4% on July 1, 1983. Receipts of additional 1/4% commenced approximately September 10, 1983.

(3) Allowable municipal rate increased to 1 1/4%, and a Special Municipal Gross Receipts Tax was authorized. The Special Municipal Gross Receipts Tax now deemed to be an imposition of a Municipal Gross Receipts Tax by Section 7-19A-3 (G) NMSA 1978. The authority to impose the Special Municipal Gross Receipts Tax of 1/4% expired on 6-30-91, except for municipalities who have issued bonds secured by such tax, which Rio Rancho had not done.

(4) The State rate was increased to 4.5% to fund salary increases for teachers and to fund environment issues.

(5) The County increased its rate by .125% for the Indigent Fund.

(6) The City of Rio Rancho increased its rate by 3/16%: 1/16% for environmental, and 2/16% for infrastructure.

(7) The State reduced the amount to cities from the N.M. Gross Receipts Tax by 1/8% effective August 1, 1992.

(8) The State removed the tax on certain food items and medical services, and removed the .50% credit to municipalities.

(9) The City of Rio Rancho increased its rate by 1/4% for acquisition, construction, renovation or improvement of facilities of higher public education.

(10) Sandoval County joined with voters from Bernalillo and Valencia counties in approving a 1/8 of a cent GRT increase to help fund the Rail Runner Express and bus transit services in the area.

(11) The State increase 1/4% to help close the state's budget deficit

(12) The City of Rio Rancho increased its rate by 1/4%.

Property Tax

Property taxes are a large source of General Fund revenue and generated approximately $13.8 million for operations in FY 2013. The net taxable value of residential and non-residential properties in Rio Rancho were certified to be $1.99 billion in Tax Year 2013. The City's FY 2013 operating mill rate was $7.181 and $5.725 per $1,000 of net taxable value for residential and non-residential property located in Sandoval County respectively. The City also imposed a debt mill rate of $1.789 per $1,000 of net taxable value for repayment of outstanding General Obligation (G.O.) Bonds. Net taxable values have decreased in recent years resulting in a higher tax burden spread across a lower tax base. While the property tax revenue forecast is a conservative one, the outlook for values is cautiously optimistic as home values slowly rise with improving market

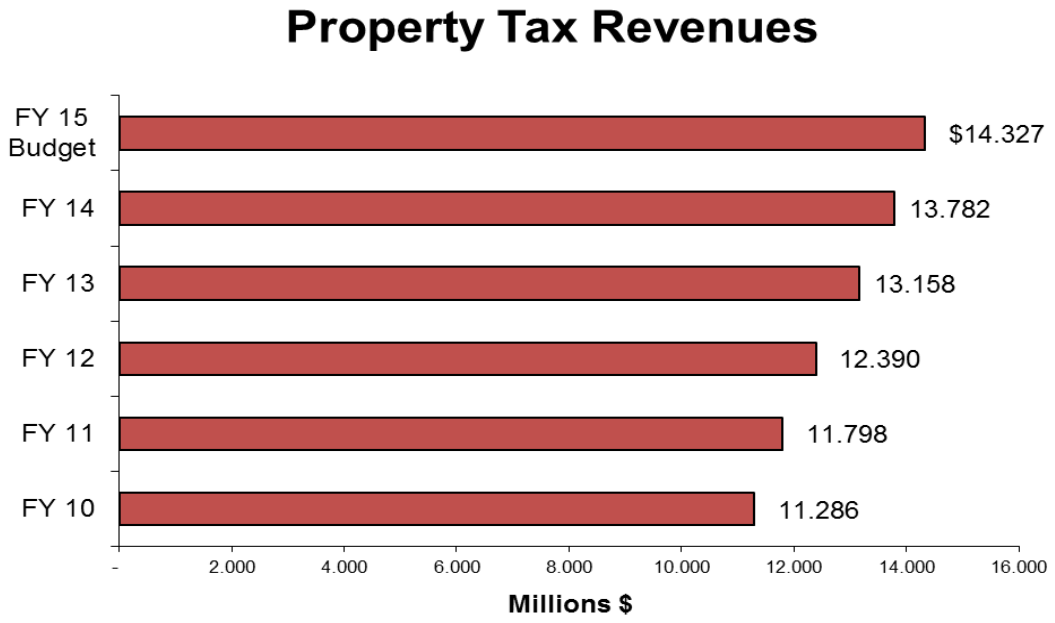
fundamentals, and new construction experiences an uptick in a recovering market. Sandoval County is expected to complete its countywide re-assessment project ahead of certifying values for Tax Year 2014. The re-assessment project will bring values as close to current market within the limits of state law, providing a more reliable basis for forecasting property values and property tax revenue.

Assessed Valuation of property within the City is calculated as follows: Of the total estimated actual valuation of all taxable property in the City, 33 1/3 percent is legally subject to ad valorem taxes. After deduction of certain personal exemptions, the 2013 Assessed Valuation is $1,994,779,763. For Sandoval and Bernalillo counties the actual value of personal property within the City (see "Assessments" below) is determined by the County Assessor. The actual value of certain corporate property within the City (see "Centrally Assessed" below) is determined by the State of New Mexico, Taxation and Revenue Department, Property Tax Division. The analysis of Assessed Valuation is as follows:

RESIDENTIAL AND NON-RESIDENTIAL VALUATIONS

	Tax Year 2009	Tax Year 2010	Percent Change	Tax Year 2011	Percent Change	Tax Year 2012	Percent Change	Tax Year 2013	Percent Change
Rio Rancho/Sandoval									
Residential	$ 1,626,691,648	$ 1,628,581,699	0%	$ 1,579,390,497	-3.02%	$ 1,547,186,906	-2%	$ 1,558,255,219	1%
Non-Residential	541,593,261	542,026,083	0%	469,642,498	-13.35%	444,954,028	-5%	429,827,006	-3%
Total Sandoval	**$ 2,168,284,909**	**$ 2,170,607,782**	0%	**$ 2,049,032,995**	-5.60%	**$ 1,992,140,934**	-3%	**$ 1,988,082,225**	0%
Rio Rancho/Bernalillo									
Residential	-	-		-		-		-	
Non-Residential	$ 8,060,390	$ 8,870,478	10%	$ 7,601,829	-14%	$ 7,524,065	-1%	$ 6,697,538	-11%
Total Bernalillo	**$ 8,060,390**	**$ 8,870,478**	10%	**$ 7,601,829**	-14%	**$ 7,524,065**	-1%	**$ 6,697,538**	-11%
Total Valuation	$ 2,176,345,299	$ 2,179,478,260	0%	$ 2,056,634,824	-6%	$ 1,999,664,999	-3%	$ 1,994,779,763	0%

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



Tax Rates

The following table summarizes the tax levy on residential property for 2003-2013.

PROPERTY TAX RATES
DIRECT AND OVERLAPPING GOVERNMENTS (Residential)

	City of Rio Rancho			Overlapping Rates					
Tax Year	General Fund	Debt Service Fund	Total	State	County	School District	Central NM Comm. College	Hospital	Total
2004	6.300	2.067	8.367	1.028	6.940	10.760	3.019		30.114
2005	6.286	2.067	8.353	1.234	6.384	10.756	3.038		29.765
2006	6.138	1.826	7.964	1.291	6.271	10.704	3.027		29.257
2007	5.914	2.060	7.974	1.221	5.800	10.624	2.992		28.611
2008	5.847	2.060	7.907	1.250	5.368	10.899	2.990		28.414
2009	5.944	2.067	8.011	1.150	5.809	10.635	3.046	4.250	32.901
2010	6.113	2.060	8.173	1.530	5.952	10.694	3.158	4.250	33.757
2011	6.518	1.645	8.163	1.362	6.659	10.773	3.237	4.250	34.444
2012	6.990	1.617	8.607	1.360	6.995	10.785	3.344	4.250	35.341
2013	7.181	1.789	8.970	1.360	7.167	10.791	3.392	4.250	35.930

Rate per $1,000 of assessed value
Source: State of New Mexico Department of Finance and Administration; Prepared by: City of Rio Rancho Department of Financial Services

History of Assessed Valuation

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

Tax Year	City of Rio Rancho*	Percentage Change	Sandoval County	Percentage Change
2004	$ 919,484,245		$ 1,589,098,941	
2005	1,038,410,640	12.93%	1,796,081,781	13.03%
2006	541,593,261	-47.84%	2,087,630,700	16.23%
2007	1,840,280,318	239.79%	2,869,720,531	37.46%
2008	2,094,127,810	13.79%	3,244,344,944	13.05%
2009	2,168,284,909	3.54%	3,348,477,492	3.21%
2010	2,170,607,782	0.11%	3,357,248,301	0.26%
2011	2,049,032,995	-5.60%	3,222,126,760	-4.02%
2012	1,992,140,934	-2.78%	3,156,898,770	-2.02%
2013	1,988,082,225	-0.20%	3,152,673,758	-0.13%

Source: State of New Mexico, Taxation & Revenue Department
Prepared by: City of Rio Rancho Department of Financial Services
*Excluding Rio Rancho in Bernalillo County.

***Major Taxpayers*:**

The ten largest taxpayers have a combined assessed valuation of $48,360,973 which represents 2.43 percent of the 2012 Assessed Valuation of Rio Rancho in Sandoval County. This table is useful in assessing the concentration risk of the tax base.

PRINCIPAL PROPERTY TAX PAYERS Sandoval County		
Taxpayer	2012 Taxable Assessed Value	% of Total
Presbyterian Health Care Services	$ 14,277,309	0.72%
Wal-Mart Stores	5,121,699	0.26%
Sandia View LLC	4,682,814	0.24%
De High Resort LLC Etal	4,623,141	0.23%
Pulte Homes of New Mexico	4,287,331	0.22%
Lowe's Home Centers	3,966,083	0.20%
Rio Rancho Community Inc.	3,333,039	0.17%
Meadowlark Apartments	2,854,740	0.14%
Enchanted Vista Phase II Ltd	2,740,386	0.14%
Rio Rancho SPV LP	2,474,431	0.12%
	$ 48,360,973	2.43%

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

Tax Collections

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

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

PROPERTY TAX LEVIES AND COLLECTIONS CITY OF RIO RANCHO, NM Last Five Fiscal Years								
	Collected within the Fiscal Year of the Levy							
Fiscal Year	Taxes Levied for the Fiscal Year (A)	Amount (A)	Percentage	Delinquent Tax Collection (A)	Total Tax Collection	Ratio of Total Tax Collections to Total Tax Levy	Outstanding Delinquent Taxes	Ratio of Outstanding Delinquent Taxes to Total Tax Levy
2007	12,868,372	12,853,482	100%	2,639	12,856,121	100%	14,890	0.12%
2008	14,632,542	14,598,582	100%	25,409	14,623,991	100%	33,961	0.23%
2009	16,127,736	16,062,228	100%	57,050	16,119,278	100%	65,508	0.41%
2010	16,312,120	16,220,593	99%	181,927	16,402,520	101%	91,527	0.56%
2011	15,748,360	15,517,155	99%	310,895	15,206,260	97%	231,205	1.47%
2012	16,531,858	15,951,790	96%	-	15,206,260	92%	580,067	3.51%

Source: Sandoval County Treasurer's Office; Prepared by: City of Rio Rancho Department of Financial Services
(A) - Subject to change each day due to additions and deletions of levied and collected amounts.

Interest on Delinquent Taxes

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

Penalty for Delinquent Taxes.

Pursuant to Section 7-38-50, NMSA 1978, if property taxes become delinquent, a penalty of one percent of the delinquent tax for each month, or any portion of a month, they remain unpaid must be imposed, but the total penalty shall not exceed five percent of the delinquent taxes. The minimum penalty imposed is $5.00. A county can suspend application of the minimum penalty requirement for any tax year. If property taxes become delinquent because of intent to defraud by the property owner, 50 percent of the property tax due or $50.00, whichever is greater, shall be added as a penalty.

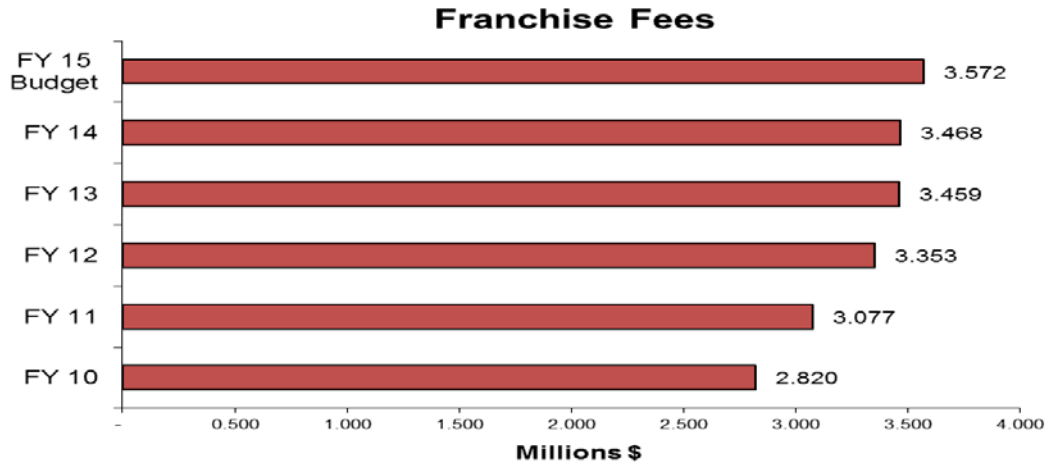
Remedies Available for Non-Payment of Taxes

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

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

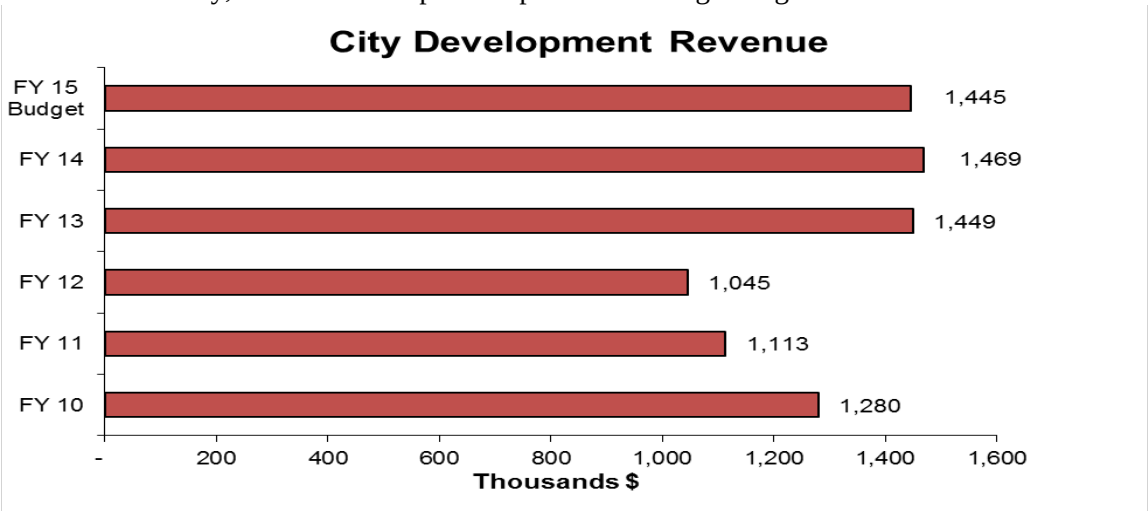
Franchise Fees

Franchise fees represent the third largest category of revenue in the General Fund, with over $3.46 million in fees received in FY2014. These fees are assessed on providers of waste collection, cable TV, water and wastewater, electricity, natural gas, and telephone service, with PNM Electric accounting for 55.2 percent of total franchise revenues. Trends for electric, gas, and water franchise fees are affected by changes in weather among other factors. For FY15, franchise fees are estimated to increase by approximate 3.0 percent.



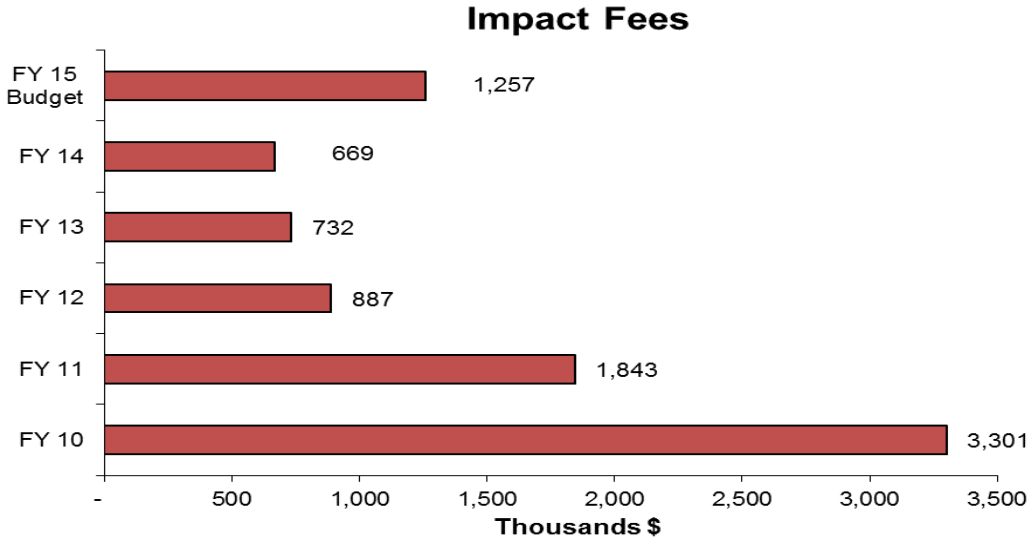
City Development Revenue

City development revenue is an important component of General Fund revenues due to the City's housing growth. As depicted in the table below, the high volume of construction activity began to increase revenues through FY10 and slowed dramatically through FY12. In line with the economic recovery, these revenues picked up in FY13 and grew again in FY14.



Impact Fees

Impact fees are accounted for in Special Funds and are an important source of funding for capital improvements. The City adopted an impact fee ordinance in 1995 in accordance with the state enabling legislation on impact fees. The legislation required that impact fees be assessed on new development for specified categories of infrastructure in order to pay the fair share of the costs of growth. The City assesses impact fees for both residential and nonresidential properties. On September 22, 2012 the City temporarily reduced residential impact fees by 50 percent and waived commercial impact fees for a 2-year period to spur economic development.



FY 2015 GENERAL FUND
SUMMARY BUDGET
By Department/Cost Center/Category

Department/Division	FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Adopted
City Manager				
Personal Services	$ 606,072	$ 637,430	$ 556,942	$ 626,067
Material and Services	203,140	196,150	145,848	362,011
Total	$ 809,212	$ 833,580	$ 702,790	$ 988,078
Mayor				
Personal Services	$ 27,213	$ 27,213	$ 28,415	$ 33,411
Material and Services	17,033	7,601	8,973	23,848
Total	$ 44,246	$ 34,814	$ 37,388	$ 57,259
Total Administration	**$ 853,458**	**$ 868,394**	**$ 740,178**	**$ 1,045,337**
Fiduciary				
Personal Services	$ 59,487	$ 81,800	$ 142,532	$ (610,000)
Material and Services	2,104,870	2,307,613	895,448	607,449
Transfers to Other Funds	426,522	1,272,633	1,968,593	3,013,578
Total Fiduciary	**$ 2,590,879**	**$ 3,662,046**	**$ 3,006,573**	**$ 3,011,027**
City Council				
Personal Services	$ 122,347	$ 126,393	$ 130,688	$ 141,778
Material and Services	69,059	87,425	94,548	103,031
Total City Council	**$ 191,406**	**$ 213,818**	**$ 225,236**	**$ 244,809**
City Clerk				
Personal Services	$ 191,859	$ 158,233	$ 189,584	$ 185,390
Material and Services	162,687	38,636	176,970	45,773
Total City Clerk	**$ 354,546**	**$ 196,869**	**$ 366,554**	**$ 231,163**
Municipal Court				
Personal Services	$ 616,829	$ 636,622	$ 686,434	$ 663,772
Material and Services	281,837	359,271	295,099	368,819
Capital Outlay	-	6,282	-	-
Total Municipal Court	**$ 898,666**	**$ 1,002,175**	**$ 981,533**	**$ 1,032,591**
City Attorney				
Personal Services	$ 521,373	$ 582,094	$ 631,921	$ 561,286
Material and Services	44,863	51,339	47,424	108,180
Total City Attorney	**$ 566,236**	**$ 633,433**	**$ 679,345**	**$ 669,466**

FY 2015 GENERAL FUND
SUMMARY BUDGET
By Department/Cost Center/Category

Department/Division	FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Adopted
Human Resources				
Personal Services	$ 463,877	$ 479,347	$ 497,938	$ 610,635
Material and Services	333,985	348,065	309,431	252,109
Total Human Resources	**$ 797,862**	**$ 827,412**	**$ 807,369**	**$ 862,744**
Financial Services				
Administration				
Personal Services	$ 378,108	$ 374,757	$ 277,131	$ 366,785
Material and Services	40,967	25,444	30,865	53,266
Total	$ 419,075	$ 400,201	$ 307,996	$ 420,051
Accounting				
Personal Services	$ 488,910	$ 530,819	$ 551,905	$ 537,353
Material and Services	83,812	82,589	89,980	98,229
Capital Outlay	34,024	-	-	-
Total	$ 606,746	$ 613,408	$ 641,885	$ 635,582
Ambulance Billing				
Personal Services	$ 156,799	$ 147,908	$ 163,704	$ 173,306
Material and Services	10,617	22,115	14,837	16,470
Total	$ 167,416	$ 170,023	$ 178,541	$ 189,776
Purchasing				
Personal Services	$ 163,520	$ 195,020	$ 220,474	$ 225,519
Material and Services	6,443	6,695	5,086	6,340
Total	$ 169,963	$ 201,715	$ 225,560	$ 231,859
Motor Vehicle Division				
Personal Services	$ 246,179	$ 240,295	$ 274,489	$ 293,347
Material and Services	5,319	5,249	6,041	6,500
Total	$ 251,498	$ 245,544	$ 280,530	$ 299,847
Total Financial Services	**$ 1,614,698**	**$ 1,630,891**	**$ 1,634,512**	**$ 1,777,115**
Information Technologies				
Personal Services	$ 421,344	$ 451,734	$ 479,982	$ 493,101
Material and Services	475,976	476,577	450,395	549,532
Total Information Technologies	**$ 897,320**	**$ 928,311**	**$ 930,377**	**$ 1,042,633**

FY 2015 GENERAL FUND
SUMMARY BUDGET
By Department/Cost Center/Category

Department/Division	FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Adopted
Parks, Recreation and Community Services				
Administration				
Personal Services	$ 468,996	$ 505,409	$ 472,586	$ 489,616
Material and Services	1,032,333	1,170,909	1,334,760	1,353,206
Total	$ 1,501,329	$ 1,676,318	$ 1,807,346	$ 1,842,822
Outdoor Aquatics				
Personal Services	$ 230,054	$ 248,664	$ 237,819	$ 256,732
Material and Services	38,752	44,058	46,349	56,028
Capital Outlay	-	-	-	6,060
Total	$ 268,806	$ 292,722	$ 284,168	$ 318,820
Rio Rancho Aquatic Center				
Personal Services	$ 543,742	$ 558,786	$ 600,084	$ 619,083
Material and Services	284,641	306,174	301,613	347,678
Capital Outlay	5,899	3,133	-	-
Total	$ 834,282	$ 868,093	$ 901,697	$ 966,761
Programming				
Personal Services	$ 814,129	$ 865,200	$ 865,796	$ 897,092
Material and Services	158,675	199,744	191,390	329,387
Total	$ 972,804	$ 1,064,944	$ 1,057,186	$ 1,226,479
Parks & Facilities				
Personal Services	$ 1,034,830	$ 1,042,560	$ 1,012,670	$ 1,104,775
Material and Services	315,032	379,280	395,046	414,709
Capital Outlay	13,855	-	-	40,340
Total	$ 1,363,717	$ 1,421,840	$ 1,407,716	$ 1,559,824
Keep Rio Rancho Beautiful				
Personal Services	$ 54,312	$ 55,225	$ 50,178	$ 48,597
Material and Services	14,678	19,619	17,067	19,333
Total	$ 68,990	$ 74,844	$ 67,245	$ 67,930
Senior Services				
Personal Services	$ 357,523	$ 384,251	$ 377,254	$ 404,093
Material and Services	79,838	93,026	86,111	117,066
Total	$ 437,361	$ 477,277	$ 463,365	$ 521,159
Total Parks, Rec. and Comm. Serv.	**$ 5,447,289**	**$ 5,876,038**	**$ 5,988,723**	**$ 6,503,795**

FY 2015 GENERAL FUND
SUMMARY BUDGET
By Department/Cost Center/Category

Department/Division	FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Adopted
Library & Information Services				
Personal Services	$ 1,629,584	$ 1,610,936	$ 1,519,266	$ 1,796,950
Material and Services	272,625	219,164	212,093	221,405
Capital Outlay	-	9,180	-	-
Total Library	**$ 1,902,209**	**$ 1,839,280**	**$ 1,731,359**	**$ 2,018,355**
Development Services				
Administration				
Personal Services	$ 176,681	$ 187,208	$ 190,480	$ 280,918
Material and Services	95,442	93,412	78,048	144,393
Total	$ 272,123	$ 280,620	$ 268,528	$ 425,311
Zoning				
Personal Services	$ 272,723	$ 279,488	$ 88,552	$ -
Material and Services	591	560	1,164	-
Total	$ 273,314	$ 280,048	$ 89,716	$ -
Building Inspection				
Personal Services	$ 664,828	$ 612,774	$ 539,301	$ 737,060
Material and Services	23,201	23,454	23,895	32,985
Total	$ 688,029	$ 636,228	$ 563,196	$ 770,045
Planning				
Personal Services	$ 273,198	$ 232,991	$ 113,532	$ -
Material and Services	2,603	4,344	1,584	-
Total	$ 275,801	$ 237,335	$ 115,116	$ -
Development Engineering				
Personal Services	$ 513,539	$ 490,994	$ 503,455	$ 542,216
Material and Services	15,302	14,251	15,261	48,372
Total	$ 528,841	$ 505,245	$ 518,716	$ 590,588
Zoning and Planning				
Personal Services	$ -	$ -	$ 223,444	$ 444,833
Material and Services	-	-	-	9,300
Total	$ -	$ -	$ 223,444	$ 454,133
Total Development Services	**$ 2,038,108**	**$ 1,939,476**	**$ 1,778,716**	**$ 2,240,077**

FY 2015 GENERAL FUND
SUMMARY BUDGET
By Department/Cost Center/Category

Department/Division	FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Adopted
Administration				
Personal Services	$ 138,370	$ 146,549	$ 146,729	$ 236,501
Material and Services	645,622	693,790	712,416	735,212
Total	$ 783,992	$ 840,339	$ 859,145	$ 971,713
Building Maintenance				
Personal Services	$ 339,401	$ 345,269	$ 352,608	$ 360,707
Material and Services	552,164	480,442	553,404	599,455
Capital Outlay	6,250	-	-	-
Total	$ 897,815	$ 825,711	$ 906,012	$ 960,162
Custodial				
Personal Services	$ 239,659	$ 246,541	$ 251,042	$ 289,060
Material and Services	129,093	107,022	97,874	133,230
Total	$ 368,752	$ 353,563	$ 348,916	$ 422,290
Fleet Maintenance				
Personal Services	$ 392,426	$ 406,870	$ 397,317	$ 404,641
Material and Services	28,015	29,304	20,200	36,541
Capital Outlay	-	9,222	-	-
Total	$ 420,441	$ 445,396	$ 417,517	$ 441,182
Streets and Rows				
Personal Services	$ 1,873,850	$ 1,891,353	$ 2,359,633	$ 2,662,763
Material and Services	641,702	676,658	888,447	1,232,400
Capital Outlay	48,710	7,900	84,316	51,934
Total	$ 2,564,262	$ 2,575,911	$ 3,332,396	$ 3,947,097
Engineering				
Personal Services	$ 1,153,660	$ 1,144,735	$ 1,180,762	$ 1,272,769
Material and Services	171,412	163,497	282,103	278,601
Capital Outlay	-	23,187	-	-
Total	$ 1,325,072	$ 1,331,419	$ 1,462,865	$ 1,551,370
Real Property Division				
Personal Services	$ 98,512	$ 85,908	$ 66,517	$ -
Material and Services	6,352	9,251	8,564	20,015
Total	$ 104,864	$ 95,159	$ 75,081	$ 20,015
Total Public Works	**$ 6,465,198**	**$ 6,467,498**	**$ 7,401,932**	**$ 8,313,829**

FY 2015 GENERAL FUND
SUMMARY BUDGET
By Department/Cost Center/Category

Department/Division	FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Adopted
Police				
Administrative Services				
Personal Services	$ 393,266	$ 400,596	$ 434,984	$ 431,163
Material and Services	725,628	766,401	837,213	1,004,810
Capital Outlay	-	5,000	-	-
Total	$ 1,118,894	$ 1,171,997	$ 1,272,197	$ 1,435,973
Communications				
Personal Services	$ 2,437,302	$ 2,426,690	$ 2,514,102	$ 2,958,430
Material and Services	100,238	105,160	106,863	120,538
Total	$ 2,537,540	$ 2,531,850	$ 2,620,965	$ 3,078,968
Animal Control				
Personal Services	$ 561,107	$ 627,336	$ 662,222	$ 692,068
Material and Services	76,709	85,535	94,796	113,319
Total	$ 637,816	$ 712,871	$ 757,018	$ 805,387
Code Enforcement				
Personal Services	$ 363,024	$ 383,447	$ 390,382	$ 382,730
Material and Services	16,093	22,410	16,171	18,985
Total	$ 379,117	$ 405,857	$ 406,553	$ 401,715
Law Enforcement				
Personal Services	$ 10,269,981	$ 10,521,801	$ 10,494,658	$ 11,312,721
Material and Services	800,434	815,728	855,112	874,969
Capital Outlay	37,849	-	3,831	7,500
Total	$ 11,108,264	$ 11,337,529	$ 11,353,601	$ 12,195,190
Training				
Personal Services	$ 169,861	$ 180,879	$ 162,832	$ 183,056
Material and Services	118,024	115,282	187,124	215,810
Total	$ 287,885	$ 296,161	$ 349,956	$ 398,866
Total Police	**$16,069,516**	**$16,456,265**	**$16,760,290**	**$18,316,099**

FY 2015 GENERAL FUND
SUMMARY BUDGET
By Department/Cost Center/Category

Department/Division	FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Adopted
Department of Fire / Rescue				
Fire/Rescue Services				
Personal Services	$ 8,724,600	$ 8,903,145	$ 9,104,318	$ 9,641,930
Material and Services	892,167	761,213	859,498	916,876
Capital Outlay	26,309	42,528	26,309	14,500
Total	$ 9,643,076	$ 9,706,886	$ 9,990,125	$ 10,573,306
Emergency Management				
Personal Services	$ 99,626	$ 90,122	$ 95,782	$ 98,304
Material and Services	3,571	6,912	3,319	11,801
Total	$ 103,197	$ 97,034	$ 99,101	$ 110,105
Total Fire & Rescue	**$ 9,746,273**	**$ 9,803,920**	**$10,089,226**	**$10,683,411**
General Fund Totals				
Personal Services	$ 38,752,701	$ 39,545,392	$ 40,240,444	$ 42,850,558
Material and Services	11,081,545	11,421,369	10,798,430	12,007,981
Capital Outlay	172,896	106,432	114,456	120,334
Transfers to Other Funds	426,522	1,272,633	1,968,593	3,013,578
Summary Total	**$50,433,664**	**$52,345,826**	**$53,121,923**	**$57,992,451**

Program (Cost Center) / Departments Relationships

Program (Cost Center)	Department										
	General Government	City Attorney	Human Resources	Financial Services	Information Technology	Parks, Rec. Community	Library	Development Services	Public Works	Police	Fire/ Rescue
City Manager (0510)	■										
Major (0512)	■										
Fiduciary (0515)	■										
City Council (1005)	■										
City Clerk (1505)	■										
Municipal Court (1705)	■										
City Attorney (2005)		■									
Human Resources (2010)			■								
Administration (3001)				■							
Accounting (3005)				■							
Ambulance Billing (3006)				■							
Purchasing (3010)				■							
Motor Vehicle (3015)				■							
MPEC (601, 610)				■							
Information Technology (3020)					■						
Administration (3505)						■					
Aquatic programs (3510)						■					
Rio Rancho Aquatic Ctr. (3511)						■					
Programming (3515)						■					
Parks & Facilities (3526)						■					
KRRB (3530)						■					
Senior Services (4005)						■					
Library (4505)							■				
Administration (5005)								■			
Zoning (5010)								■			
Building Inspection (5015)								■			
Planning (5020)								■			
Engineering (5030)								■			
Administration (5501)									■		
Building Maintenance (5505)									■		
Custodial (5510)									■		
Fleet Maintenance (5512)									■		
Streets & ROW (5515)									■		
Engineering (5520)									■		
Real Property Division (5525)									■		
Utility Funds (501 - 574)									■		
Administration (6005)										■	
Communications (6010)										■	
Animal Control (6020)										■	
Code Enforcement (6022)										■	
Law Enforcement (6025)										■	
Training (6040)										■	
Fire/Rescue (6030)											■
Emergency Management (6045)											■

MPEC = Multi Purpose Event Center

KRRB = Keep Rio Rancho Beautiful

This matrix correlates the relationship between City's Departments and Cost Centers. Departments and Cost Centers are shown along the side.

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