

# ANNUAL COMPREHENSIVE FINANCIAL REPORT



**Albuquerque Metropolitan Arroyo Flood Control Authority** 

Fiscal Year Ended June 30, 2024

**State of New Mexico** 

## State of New Mexico

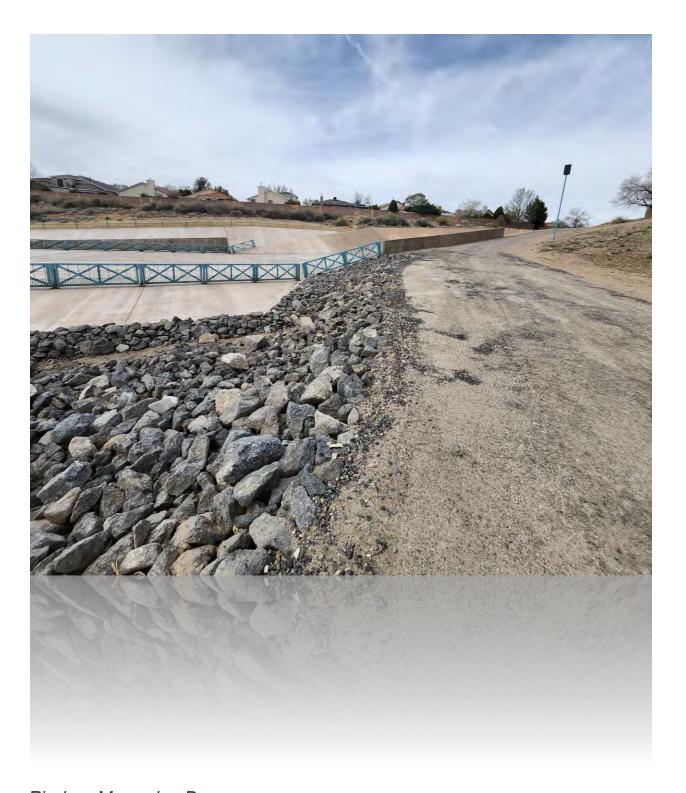
## Albuquerque Metropolitan Arroyo Flood Control Authority

## ANNUAL COMPREHENSIVE FINANCIAL REPORT

## For the Fiscal Year Ended: June 30, 2024

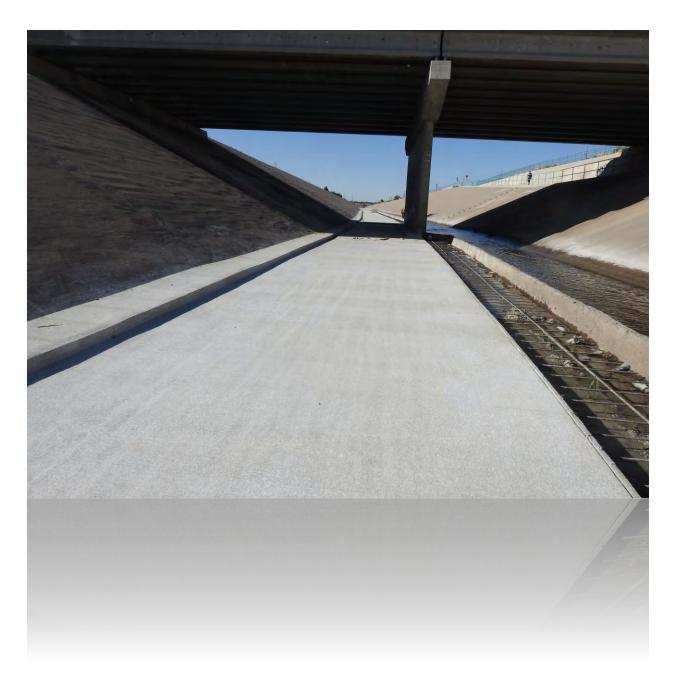
#### Prepared by:

AMAFCA Finance Department 2600 Prospect Ave NE Albuquerque, NM 87107



Piedras Marcadas Dam

# INTRODUCTORY SECTION



Agency and Area Wide North Diversion Channel Overlay

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Ronald D. Brown, P.E., Chair Elizabeth Newlin Taylor, Vice Chair Orlando G. Martinez, Jr., Secretary-Treasurer Bruce M. Thomson, Assist. Secretary-Treasurer Tim Elchenberg, Director

> Kevin Troutman Executive Director



Albuquerque Metropolitan Arroyo Flood Control Authority

2600 Prospect N.E., Albuquerque, NM 87107 Phone: (505) 884-2215 Fax: (505) 884-0214 Website: www.amafca.org

January 31, 2024

To the AMAFCA Board of Directors, Property Owners and Citizens served by the Albuquerque Metropolitan Arroyo Flood Control Authority (Authority or AMAFCA):

We are pleased to submit the AMAFCA Annual Comprehensive Financial Report for the fiscal year that ended June 30, 2024.

New Mexico State Statute 12-6-3, NMSA 1978 mandates that the financial affairs of the Authority's records be thoroughly examined and audited each year by independent public accountants. The New Mexico State Auditor's Rule 2.2.2.9A states that local public bodies must submit audit reports for fiscal years ending June 30 to the State Auditor's Office.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Carr, Riggs, & Ingram, LLC, have issued an unmodified ("clean") opinion on the Authority's financial statements for the year ended June 30, 2024. Carr, Riggs, & Ingram, LLC have opined that AMAFCA has fairly presented its financial position, in all material respects, in accordance with accounting principles generally accepted in the United States of America. The independent auditor's report is located at the front of the financial section of this report.

Management's discussion and analysis immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. Management's discussion and analysis is a supplement to this letter of transmittal and should be read in conjunction with it.

#### Profile of AMAFCA

The Authority was formed in 1963 by an Act of the New Mexico State Legislature to establish a public use and to promote the health, safety, prosperity, security and general welfare of the inhabitants of the Authority and the State of New Mexico. The enabling legislation allowed for the acquisition, improvement, maintenance and operation of flood control systems to protect residents in the urban area that meet or exceed Federal Emergency Management Agency (FEMA) standards and to address storm water quality by constructing and maintaining water quality structures that protect aquatic habitat in the Rio Grande as required by Environmental Protection Agency (EPA) and the US Fish and Wildlife Service.

The Authority is located within Bernalillo County spanning 371 square miles, serving a population of approximately 679,000 and protects nearly \$19.3 billion of net taxable property value. AMAFCA is divided into five (5) geographic districts and is empowered to levy a property tax on real property located within its

#### **LETTER OF TRANSMITTAL**

#### June 30, 2024

boundaries for operations and voter-approved debt. The Authority is impacted by various tax abatements whereby a government agrees to forgo tax revenues in exchange for a specific future action that will contribute to the government's economic development. The benefit of tax abatements includes reduction of unemployment, strengthening businesses, increased tax revenues, and continuous tax receipts through long-term business growth.

The Authority is governed by five (5) elected Directors from five (5) districts within its jurisdiction. Directors serve six (6) year terms and appoint an Executive Engineer/Director as the Authority's Chief Administrative Officer. Before June 1st preceding the beginning of the fiscal year on July 1, the Directors are required to approve an annual budget for the fiscal year. The budget is submitted to the New Mexico Department of Finance and Administration (DFA), Local Government Division, for review and approval. The annual budget serves as the foundation for the Authority's financial planning and control. The budget is prepared by fund and category level (e.g., salaries and benefits, services and supplies) for each fund present on the financial statements. The Authority may transfer resources between category levels within the same fund at its discretion. Increase of resources or planned expenditures at the fund level requires approval by the AMAFCA Board of Directors and submittal to DFA for approval.

The budget is utilized by DFA to set the operational and debt service mil levy rates, taking into account budgetary needs as well as conforming to the New Mexico Property Tax Yield Control Act.

The Authority provides a full range of services including the design and construction of flood control facilities; regulatory services which fulfill legal requirements associated with federal and state programs that relate to AMAFCA activities; watershed protection services; planning services that relate to land development and provide for the public's health and safety by contributing to orderly development and growth within the Authority's boundaries; the operation and maintenance of the Authority's fleet and facilities, land interests, encroachment issues; and financial and administrative services which provide support to AMAFCA staff.

#### **Local Economy**

The Authority's revenues are property tax based, as such revenues typically have a slow and steady increase year over year. Commercial properties saw growth of over 4%, which is stronger than the past few years. Residential properties continued showing a steady increase of over 5%.

The Authority's mission is to protect life and property by building and maintaining effective flood control structures. Mission critical functions span facility construction and maintenance supported by financial and administrative services. The Authority continues to ensure mission critical functions continue operating within the funding constraints of property tax revenues. The Authority intends to continue with its normal practice of General Obligation Bond spending for construction contracts and planning through the foreseeable future.

#### Long-term Financial Planning and Major Initiatives

As a matter of policy, AMAFCA's General Fund is required to maintain an operating cash reserve equal to three twelfths (3/12ths) its subsequent year (fiscal year ending June 30, 2025) operating budget (\$1,556,547 as of June 30, 2024). AMAFCA is also required to maintain one and a half percent (1.5%) of

#### **LETTER OF TRANSMITTAL**

#### June 30, 2024

its total infrastructure as an infrastructure emergency reserve (\$4,615,512 as of June 30, 2024). As of June 30, 2024, the General Fund's cash and investments totaled approximately \$10.2M. As of June 30, 2024, AMAFCA had approximately \$2.6M in excess of its minimum reserve requirements, which is restricted to flood control operations and makes up approximately 39% of the FY25 General Fund budget. The majority of these funds are shown as restricted in the General Fund Balance Sheet since the original source of these funds are property taxes that only can be spent on flood control activities. The majority of AMAFCA's budget is considered Flood Control Activities.

The Authority, with its financial advisors, has also developed a long-term debt plan to finance new construction and improvements to existing facilities. The plan, contingent upon voter approval of General Obligation bonds, pays debt over a 10-year life to maintain low interest rates. The plan was also developed to maintain a steady debt service mil levy. Based on this plan, the Authority prepared the fiscal year 2025 Project Schedule, which highlights various flood control projects, including multi-agency projects, for a six-year planning horizon.

#### **Relevant Financial Policies**

Historically, the Authority has taken a conservative approach to its financial matters. Over the past 10 years, on average, AMAFCA collects more than its budgeted property taxes, and spends less than 95% of its budgeted expenditures (approximately 89% for the fiscal year ended June 30, 2024).

The Authority also has established a conservative cash reserve policy that specifically identifies different reserves. The Authority has a total of \$7,272,059 of contingency reserves. This policy set up the following reserves and minimum amounts:

Operating Cash Reserves (3/12ths of operating budget)	\$ 1,556,547
Infrastructure Emergency Reserve (1.5% of total infrastructure)	4,615,512
Board of Directors Contingency	500,000
Executive Engineer/Director Contingency	400,000
Insurance & Other Operating Reserve	200,000

Further, the Authority has established the Acquisitions and Savings Fund. This fund was created to be used as the fund for acquiring capital assets and paying for known expenditures that do not occur on an annual basis. As of June 30, 2024, this fund has accumulated approximately \$874k to be used for specific future expenditures, such as replacement of vehicles/equipment and building improvements.

#### **Key Initiatives**

AMAFCA has launched various initiatives aimed at enhancing resilience within the drainage systems of the Albuquerque metropolitan area. A key focus is the review of development projects. AMAFCA has updated its drainage policies to incorporate the latest engineering practices. The staff has collaborated with development partners to ensure adherence to established standards, in compliance with local ordinances and Federal floodplain management regulations. Additionally, AMAFCA is carrying out continuous field investigations to identify any encroachments into right-of-way or easement areas. These investigations also

#### **LETTER OF TRANSMITTAL**

#### June 30, 2024

involve hydraulic modeling to assess how encroachments may alter runoff depth and velocity, and to evaluate the potential effects on neighboring properties and developments.

Storms can occur any time during the year but are most prevalent during the southwest United States monsoon season. To ensure our facilities are ready to perform during these events, AMAFCA conducts numerous facility reviews to ensure their effectiveness before, during, and after a storm. These reviews include routine post-storm inspections as well as comprehensive inspections carried out by a licensed professional engineer. Before the onset of the monsoon season, AMAFCA staff performs a storm readiness assessment of all facilities and materials. Emergency flood control supplies, such as sandbags and large-diameter rock, are inspected and inventoried. Additionally, preventative maintenance is performed on AMAFCA facilities, which includes tasks like resealing or replacing concrete joints, overlaying channels to extend the lifespan of existing infrastructure, erosion repairs and accumulated sediment removal.

#### **Awards and Acknowledgements**

Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Authority for its annual comprehensive financial report for June 30, 2023, and prior to that for the past six fiscal years, excluding June 30, 2022. The Annual Comprehensive Financial Report for fiscal year was not submitted for the GFOA certificate for Fiscal Year ending June 30, 2022 due to staff turnover.

To be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements. AMAFCA believes that our current annual comprehensive financial report continues to meet the Certificate of Achievement Program's requirements and will submit it to GFOA to determine its eligibility for another certificate.

In addition, the Authority has been rated AAA by the nation's top two rating agencies, Standard & Poor's and Moody's, for the last 20 years. Standard & Poor's changed its rating criteria in recent years and as such is not being utilized to evaluate the Authority. Moody's recently noted that key factors in determining the AAA rating for the Authority included strong operating reserves, liquidity, and manageable debt burden as mitigated by rapid principal amortization.

The preparation of this report is the result of the hard work and dedication of AMAFCA staff, management, and the Board of Directors.

Respectfully submitted,

Kevin Troutman
Executive Director

Maria Zuniga
Director of Finance & Procurement



Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

### Albuquerque Metropolitan Arroyo Flood Control Authority New Mexico

For its Annual Comprehensive Financial Report For the Fiscal Year Ended

June 30, 2023

Christopher P. Morrill

Executive Director/CEO

OFFICIAL ROSTER

June 30, 2024

### **Board Members**

Ronald D. Brown Chair Elizabeth Taylor Vice-Chair

Orlando Martinez Secretary-Treasurer

Bruce M. Thomson Assistant Secretary-Treasurer

Tim Eichenberg Director

### **AMAFCA Staff**

Kevin Troutman Executive Director

Maria Zuniga Director of Finance & Procurement

Laurel Johnson Accounting Manager

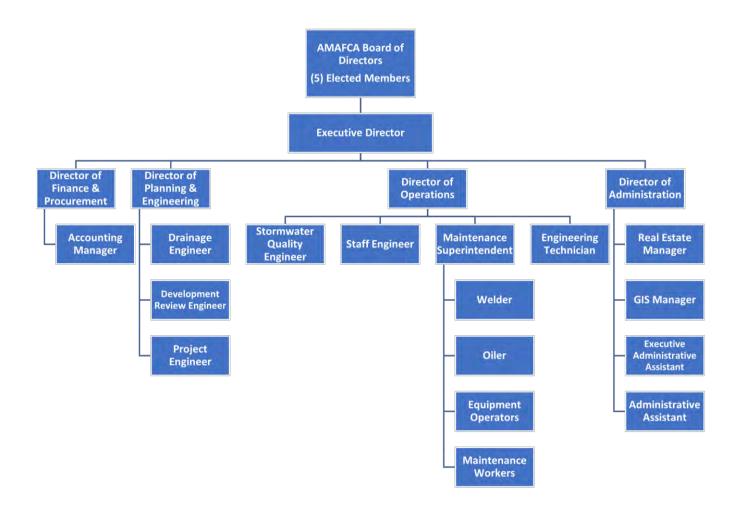
Esqui Padilla Engineering Technician/Photography Credits



Bear Canyon Arroyo

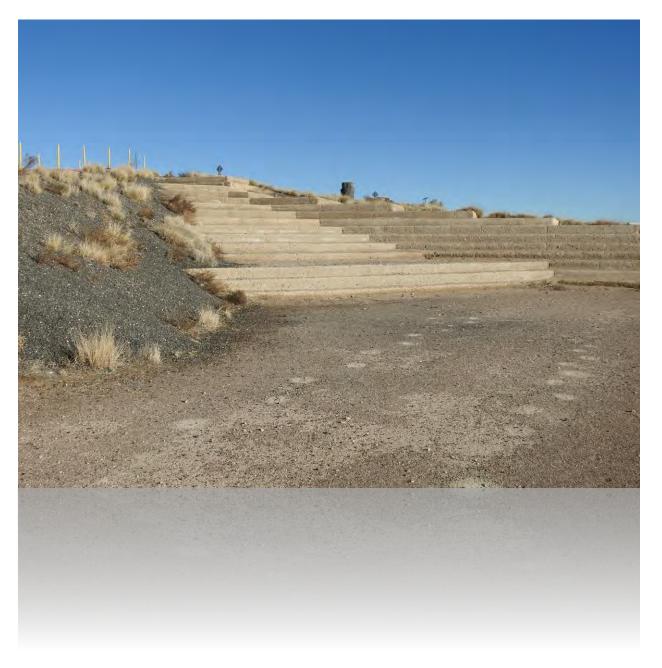
**ORGANIZATIONAL CHART** 

June 30, 2024





# FINANCIAL SECTION



Boca Negra Dam



Carr, Riggs & Ingram, L.L.C. 2424 Louisiana Boulevard NE Suite 300 Albuquerque, NM 87110

505.883.2727 505.884.6719 (fax) CRIadv.com

#### INDEPENDENT AUDITOR'S REPORT

Joseph M. Maestas, P.E., CFE
New Mexico State Auditor
Board of Directors and Management
Albuquerque Metropolitan Arroyo Flood Control Authority
Albuquerque, New Mexico

#### **Report on the Audit of the Financial Statements**

#### **Opinions**

We have audited the accompanying financial statements of the governmental activities, each major fund, the aggregate remaining fund information, and the budgetary comparison of the general fund of Albuquerque Metropolitan Arroyo Flood Control Authority (the "Authority"), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, the aggregate remaining fund information, and the budgetary comparison for the general fund of the Authority, as of June 30, 2024, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### **Basis for Opinions**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Authority and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### Responsibilities of Management for the Financial Statements

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

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

#### Auditor's Responsibility for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due
  to fraud or error, and design and perform audit procedures responsive to those risks. Such
  procedures include examining, on a test basis, evidence regarding the amounts and disclosures in
  the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit
  procedures that are appropriate in the circumstances, but not for the purpose of expressing an
  opinion on the effectiveness of the Authority's internal control. Accordingly, no such opinion is
  expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Authority's ability to continue as a going concern for a reasonable period of time.

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

#### **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 7 through 14 and the GASB required pension and OPEB schedules, and the notes to the required supplementary information on page 78 through 81 be presented to supplement the basic financial statements. Such information is the responsibility of manager and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### **Supplementary Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Authority's basic financial statements. The accompanying combining fiduciary fund financial statements, budgetary comparison schedules of the debt service fund, capital projects fund, acquisitions & savings fund, and agency & areawide fund, schedule of investments, deposits, and pledged collateral, and joint power agreements, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining fiduciary fund financial statements, budgetary comparison schedules of the debt service fund, capital projects fund, acquisitions & savings fund, and agency & areawide fund, schedule of investments, deposits, and pledged collateral, and joint power agreements, are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

#### **Other Information**

Management is responsible for the other information included in the annual report. The other information comprises the introductory section, statistical section, and exit conference but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

#### Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 31, 2025, on our consideration of the Authority's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Authority's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Authority's internal control over financial reporting and compliance.

Carr, Riggs & Ingram, L.L.C.
Albuquerque, New Mexico

January 31, 2025

**MANAGEMENT'S DISCUSSION & ANALYSIS (UNAUDITED)** 

June 30, 2024

The Albuquerque Metropolitan Arroyo Flood Control Authority (the Authority or AMAFCA) discussion and analysis is designed to (a) provide an overview of the Authority, its mission and function, (b) provide a description of significant capital assets, (c) provide a brief discussion of the basic financial statements, including the relationships of the statements to each other, and the significant differences in the information they provide, (d) provide an analysis of the Authority's financial position, and (e) identify any material deviations from the financial plan (approved budget).

#### **Authority's Mission**

The Authority was created as a political subdivision of the State of New Mexico in 1963 under Section NMSA 72-16-1 to 72-16-103 under the Arroyo Flood Control Act. The Authority is a local public body authorized to "acquire, equip, maintain and operate a flood control system for the benefit of the authority and inhabitants thereof..." The Act provides for the organization, the governing body and officers, and flood control facilities; specifies provisions relating to powers, duties, privileges, liabilities, loans, securities, taxes, revenues and finances; and prescribes relationships with other government bodies and agencies. AMAFCA's mission is to "protect life and property."

#### **Authority's Function**

Operation and Maintenance: The Authority operates and maintains major facilities of the flood control system in the greater Albuquerque area. Operation and maintenance is administered by the Authority's Operations and the Maintenance Superintendent, who oversee an eleven-man crew and various contractors. The Director of Operations ensures AMAFCA facilities are flood ready.

**Drainage Master Planning, Design & Construction Management:** The Authority has implemented a program to master-plan drainage facilities through a deliberate prioritization system. This planning activity is managed by the Director of Planning and Engineering, with input from the Engineers and Project Managers on staff. Design and construction of flood control projects is completed by a team of Authority project managers. The Authority generally contracts planning, design, and construction management with private consultants. Property and Right-of-Way acquisition needs are managed by the Real Estate Manager. Planning, design, property acquisition, and construction are funded by general obligation bond proceeds and through joint funding agreements.

**Regulatory Function:** The Authority has a regulatory responsibility to review drainage reports and project designs for all subdivision and development applications within its jurisdiction to ensure that said development plans are in conformance with various Drainage Master Plans for the watershed. Review and approval is conducted by the Development Review Engineer with oversight by the Director of Planning & Engineering and Executive Engineer/Director.

#### **Financial Highlights**

The financial position for the Authority has remained steady this fiscal year. The cash and investment position continues to remain strong as our reserves are fully funded, and the Authority has a strong cash position. The Authority's has set aside approximately \$7,272,059 for reserves, which equals the required Reserve requirement as of June 30, 2024. The following are some of the highlights that lead to this position:

**MANAGEMENT'S DISCUSSION & ANALYSIS (UNAUDITED)** 

#### June 30, 2024

- As of June 30, 2024, the Authority's Governmental Funds cash and investments makes up the majority of its total current assets at 97%.
- For the year ended June 30, 2024, the Authority transferred \$32M in capital projects in infrastructure in the Government Wide financial statements. Over \$9.7M was added to construction in progress this year. The Authority has approximately \$7.9M of on-going flood control projects as of June 30, 2024.
- The Authority continues to be one of the highest rated government agencies in the state of New Mexico by maintaining its AAA rating (by Moody's) for 21 years in a row. The Authority closed on a \$12.5M bond sale in November 2023.
- Total Government Wide cash and investments increased by just over \$11.5M from the previous year, which is attributable to bond sale funding that are obligated with capital projects but not yet expended.
- Other Government Wide current assets consist of Property tax and joint funding receivables.
   Property tax receivables showed a \$62k increase from the prior year. Joint funding receivables increased by \$556k.
- Government Wide current liabilities increased by about \$4.8M, of which is \$1.4M increase in accounts payable from the previous year. The current portion of bonds payable including interest increased \$3.07M from the previous year due to the timing of bond sale and principal structure from prior year.
- The Authority's net pension liability increased from \$2.98M to \$3.94M. The deferred outflows related to our net pension liability increased by about \$530k due to the net difference between projected and actual earnings on the pension as well as the proportion of the pension. Deferred inflows decreased by approximately \$35k due to the difference in projections and actual earnings.
- The Authority experienced a decrease in its net OPEB Healthcare liability of approximately \$167k, which brings total net OPEB Healthcare liability to \$583k.

#### **Overview of Financial Statements**

The Authority's financial statements are presented in three parts: government-wide financial statements, the fund financial statements and notes to the financial statements.

The government-wide financial statements are designed to provide readers with a broad overview of the Authority's finances in a manner similar to a private-sector business. The statement of net position presents information on all the Authority's assets, deferred outflows of resources, liabilities and deferred inflow of resources with the differences between the two reported as net position. Over time, increases in net position may serve as a useful indicator of whether or not the financial position of the Authority is improving or deteriorating. The statement of activities presents information showing how the Authority's net position has changed during the fiscal year. In this statement, all changes in net position are reported when 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 times that will only result in cash flows in future fiscal periods, such as revenues pertaining to uncollected taxes and expenses pertaining to earned but unused vacation.

The fund financial statements are designed to report information about groupings of related accounts that are used to maintain control over resources that have been segregate for specific activities or objectives.

**MANAGEMENT'S DISCUSSION & ANALYSIS (UNAUDITED)** 

#### June 30, 2024

The Authority, like other state and local governments, used fund accounting to ensure and demonstrate compliance with finance-related requirements. The funds of the Authority are classified as either governmental funds or fiduciary funds, as described in the following sections.

Governmental Funds: Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. Most of the Authority's services are reported in governmental funds. Governmental fund statements focus on sources, uses and balances of cash and other financial assets that can readily be converted to cash and that are available for spending. Such information may be useful in determining what financial resources are available in the near future to finance the Authority's mission. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it us 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 Authority's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statements of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities. The Authority maintains individual governmental funds organized according to their type (debt service or capital projects). Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for all of the Authority's funds (all of which are considered major funds).

Fiduciary Funds: Fiduciary funds are used to account for resources held for the benefit of parties outside the Authority. The Authority's fiduciary funds are reported as custodial funds. Since the resources of these funds are not available to support the Authority, they are not reflected in the government-wide financial statements.

#### The Authority as a whole:

Net Position: Table A-1 summarizes the Authority's net position for the fiscal year ended June 30, 2024 and 2023. Net position is presented on a consolidated basis in one column, and is reflected on a full accrual, economic resources basis, which incorporates long-term assets and receivables, as well as long-term debt and obligations. The Authority did not have any business-type activities during the year ended June 30, 2024.

MANAGEMENT'S DISCUSSION & ANALYSIS (UNAUDITED)

#### June 30, 2024

Table A-1
The Authority's Net Position

	Government Activities 6/30/2024	Government Activities 6/30/2023		
Current assets	\$ 51,675,543	\$ 39,555,298		
Capital assets, net of depreciation	290,604,066	285,371,285		
Total assets	342,279,609	324,926,583		
Deferred outflow of resources	1,356,967	826,838		
Total assets & deferred outflow				
of resources	343,636,576	325,753,421		
Current liabilities	15,836,477	11,081,031		
Non-current liabilities	54,751,717	53,377,465		
Total liabilities	70,588,194	64,458,496		
Deferred inflow of resources	752,854	820,905		
Net Position				
Net investment in capital assets	250,429,067	241,954,788		
Restricted for:				
Debt service	14,923,814	12,602,139		
Capital projects	874,500	721,791		
Unrestricted	6,068,147	5,195,302		
Total net position	272,295,528	260,474,020		
Total liabilities, deferred inflows				
of resources, and net position	\$ 343,636,576	\$ 325,753,421		

The Authority is authorized to levy ad valorem taxes on property within its boundaries. The Authority has two levies:

The *Operating Mill Levy* is used for the Authority's operation, maintenance and regulation of the local flood control system. For the Calendar Year 2024 Property Taxes, the Authority's operating mill levy was 0.172 for residential property and 0.477 mills for non-residential property.

**MANAGEMENT'S DISCUSSION & ANALYSIS (UNAUDITED)** 

#### June 30, 2024

The **Debt Service Mill Levy** is used to account for the accumulation of resources for, and the payment of, general long-term debt. For the Calendar Year 2023 Property Taxes, the Authority's Debt Service mill levy was 0.675 mills. Debt has historically been structured to maintain a level mill levy of 0.675. The Authority's Debt Service mill levy has remained the same since 1999.

The total ad valorem tax revenues of the Authority for the fiscal year ended June 30, 2024 were \$17.68M compared to \$16.75M for the fiscal year ended June 30, 2023. The budget was prepared with fiscally responsible property values and collection rates in estimating revenues. The first year and total collections on property taxes remain strong, with first year collections of 96.9% and eventually collecting about 99.8%.

**Changes in Net Position:** The Authority's changes in net position on the Statement of Activities for fiscal year 2024 was \$11,821,508 and was \$6,550,868 for 2023.

Fund balance for the General Fund increased \$833k as revenues exceeded expenditures by \$1.533M; additionally, \$700k was transferred out of the general fund, resulting in a \$833,325 increase in the fund. Increases to revenues from property taxes and investment income are the primary reasons for the increased change in net position for the year ended June 30, 2024. The Authority invests funds not needed for immediate disbursement in the New Mexico Local Government Investment Pool (LGIP) operated by the New Mexico State Treasurer, pursuant to the NMSA 1978, § 6-10-10.1. The increase in investment income in fiscal year ended June 20, 2024 was the result of favorable interest rates.

The Debt Service fund shows a \$2.186M increase in fund balance. Debt service expenses decreased to \$10.8M in FY24 which was offset by \$13M in revenues from property taxes, thus the decrease in fund balance. Future bond sales will continue to be structured so all available cash is used to maximize the initial debt payment, which in turn helps minimize interest costs in the long term. As evidenced by the steady mil levy rate, the Authority has a structured and stable bond program and structures bond sales accordingly.

The Capital Projects Fund shows a \$7.187M increase in fund balance resulting from \$7.7M in expenditures in FY24 as compared to expenditures of \$20.2M in FY23. The fund balance increased due to a reduction in capital project expenditures in FY24. Capital expenditures were higher than normal in FY23 as more large scale projects were being worked on that year. Staffing to work on capital projects and the size of capital projects were down in FY24 comparatively, which is closer to normal and is expected to remain at about that same level the upcoming fiscal year.

The Acquisitions & Savings Fund showed a \$152k increase in fund balance as of June 30, 2024. In fiscal year 2024, the Acquisitions & Savings Fund received transfers from the General Fund totaling \$700k and expended \$565k to either acquire assets or services. The Authority has approximately \$875k in this fund saved for future uses.

Fund balance for Agency & Area Wide increased by \$187k for the year ended June 30, 2024. The ending fund balance grew from \$1.492M for FY23 to \$1.68M in FY24. The Authority received revenues of \$376k and spent just over \$2.389M in this fund and received transfers of \$2.2M for capital projects.

**MANAGEMENT'S DISCUSSION & ANALYSIS (UNAUDITED)** 

#### June 30, 2024

Table A-2 Changes in the Authority's Net Position

	Government Activities Year Ended 6/30/2024	Government Activities Year Ended June 30, 2023		
Program Revenues	 _			
Capital grants and contributions	\$ 4,358,208	\$	421,633	
General revenues				
Property taxes	17,571,786		16,745,865	
Investment	1,980,303		1,140,962	
Other	 80,118		37,930	
Total revenues	23,990,415		18,346,390	
Expenses				
Flood control	6,311,503		6,377,842	
Planning, engineering, R&D	1,078,055		1,882,118	
General government	2,942,776		2,248,981	
Storm Water Quality	221,405		_	
Interest on long-term debt	1,615,168		1,286,581	
	_		_	
Total expenses	 12,168,907		11,795,522	
Change in net position	11,821,508		6,550,868	
Beginning net position	 260,474,020		253,923,152	
Ending net position	\$ 272,295,528	\$	260,474,020	

#### **Budgetary Performance**

#### **General Operating Fund Budget**

The General Fund property tax revenues exceeded budgeted amounts by \$137k. The Authority is year after year fiscally responsible in budgeting revenues in the approach of estimating growth in assessed valuations and collection rates of property taxes. The Authority is also fiscally responsible in its approach to budgeting investment income due to the volatility of market conditions impacting that revenue source.

The Authority continues to be fiscally responsible in expenditure budgeting as well with historical trends of actuals coming in under budget again this fiscal year. Operating expenditures are 11% under budget. AMAFCA purposely maintain budgets in key areas to anticipate unknown situations, such as gas and

**MANAGEMENT'S DISCUSSION & ANALYSIS (UNAUDITED)** 

#### June 30, 2024

equipment prices increasing. Budget adjustments in the General Fund included increasing the budget for investment income to support one-time expenses for technology and equipment.

Capital Assets - Debt Administration

#### **Capital Assets**

AMAFCA currently maintains facilities with an accumulated cost of \$307,700,790. The facilities include 79 dams & ponds, 133 water quality improvement structures, and 92 miles of channels, arroyos, and pipes. Current estimates indicate that replacing said facilities would be in excess of \$930M.

Several major capital projects, totaling \$32M, were completed and accepted for maintenance in FY24.

- Agency and Area Wide X & XI, along with Miscellaneous XI, provided vital rehabilitation work to
  portions of the AMAFCA infrastructure with a heavy emphasis on the North Diversion Channel.
  This rehabilitation helps to extend the functional life of our facilities and maintains the critical flood
  control system.
- The Calabacillas Arroyo and its' tributaries are natural ephemeral streams that experience lateral
  migration along with degradation. Two key projects were completed to help mitigate these channel
  instabilities, the Calabacillas Main Branch Grade Control Structure 2 Extension and the CNM Grade
  Control Structure. These two projects will help to protect the adjacent communities and to minimize
  sediment transport into the Rio Grande.
- The Sandia Mountains stand on the east side of the AMAFCA jurisdiction and contribute a
  significant watershed to flows that enter our community. To protect development that has occurred
  within the alluvial plain of the mountain, the North Domingo Baca Dam pool was expanded to
  provide the necessary flood protection for those that live downstream of this facility.
- The Southeast Valley Drainage Water Quality Drainage Management Plan was updated to help assess and address the known flooding issues and inadequacies in flood control infrastructure within the southeast portion of AMAFCA's jurisdiction. This plan helps guide future project development to help build a better flood control system. As part of that system and a key element of the Southeast Valley Drainage Water Quality Drainage Management Plan, the Valle de Oro Drainage Facility was completed. This provides water quality improvements along with a conveyance and outlet into the Rio Grande through the Mountain View Levee.

See Note D – Changes in Capital Assets for more information on Capital Assets.

#### **Debt Administration**

The Authority is one of the highest rated government agencies in the state of New Mexico maintaining a AAA bond rating for 21 straight years.

In November of 2023, the Authority issued Series 2023B, which is the second \$12.5M of the \$25M authorized in 2020. In FY24, the Authority paid \$8.82M in principal and just over \$2M in interest on general obligation bonds. Outstanding principal after those payments is just under \$58.7M.

The Authority's legal debt limit is \$80,000,000. The total bonded debt (eight different series) is made up of general obligation bonds which are scheduled to be retired gradually over the next ten years. At June 30, 2024, the Authority's outstanding principal debt was \$58,695,000 and net debt, which includes bond

**MANAGEMENT'S DISCUSSION & ANALYSIS (UNAUDITED)** 

#### June 30, 2024

premium less premium amortization, of \$62,512,676 resulting in a legal debt margin of 78.14% of the \$80,000,000 total general obligation bonding capacity. Debt structure, which considers the size and timing of principal payments considering interest, is typically to maintain a steady Mil Levy Rate.

Please see Note E – General Obligation Bonds Payable & Premiums for information on Debt Administration.

#### **Economic Factors and Next Year's Budgets and Rates**

Residential ad valorem property tax rates were slightly reduced as compared to the prior taxing year. The total ad valorem property rate for property tax year 2024 as passed by the Board of Directors is 0.847 (.172 for operations and .675 for debt) for residential, as compared to .0842 for property tax year 2023. This rate was adjusted by NM Department of Finance and Administration (NMDFA) to 0.850 for residential through the Yield Control Act in 2023. The total non-residential ad valorem property tax rate for the calendar year 2024 was also not adjusted by the Board of Directors and remains at 1.152. The debt service ad valorem property tax rate of 0.675 has remained constant since 1999 and has not seen a rate increase since 1991.

The Authority's fiscal year 2025 adopted budget for the general fund includes estimated property tax revenues of about \$4,599,005 which is an increase from the fiscal year 2024 actual property tax revenues of \$49k. The current market conditions were taken into account. Since our Tax Year 2024 collections of property taxes remained strong and housing sales remain strong in the area, Authority does not anticipate current conditions will cause a decrease in revenues but takes a conservative approach as it relates to collections, a 97% collection rate.

Locally, we are noticing price increases which are similar to rest of the country. This includes health insurance (4-8%), general construction costs (3-7%), fuel, and materials. To plan for those increased costs, the Authority continues to identify areas that can withstand budget cuts so specific areas with increased costs can afford steady or increased budgets. This approach has allowed the authority to maintain a relatively steady budget overall. The increase in general construction costs are also considered as part of the planning and bidding process.

The Authority's revenues are property tax based, as such revenue has been stable despite the global pandemic in 2020. The Authority plans to continue with its normal practice of General Obligation Bond spending for construction contracts and planning.

#### **Contacting the Authority's Financial Management**

This financial report is designed to provide a more understandable and useful overview of the Authority and its finances and to demonstrate the Authority's prudent use of all funding it receives. If you have any questions about this report or need additional financial information, contact:

The Albuquerque Metropolitan Arroyo Flood Control Authority 2600 Prospect, NE Albuquerque, NM 87107 (505) 884-2215 www.amafca.org



#### **BASIC FINANCIAL STATEMENTS**

**Government-Wide Statement of Net Position** 

June 30, 2024

#### ASSETS AND DEFERRED OUTFLOWS OF RESOURCES

		Governmental Activities		
CURRENT ASSETS				
Cash and cash equivalents	\$	17,914		
Investments		50,060,379		
Property tax receivables, net of allowance		908,450		
Project and other receivables		688,800		
Total current assets		51,675,543		
CAPITAL ASSETS				
Capital assets not being depreciated		64,466,511		
Capital assets being depreciated, net		226,137,555		
Total capital assets		290,604,066		
Total assets		342,279,609		
DEFERRED OUTFLOWS OF RESOURCES				
Deferred outflows of resources - pension		935,237		
Deferred outflows of resources - OPEB		134,464		
Contributions subsequent to measurement - pension		242,381		
Contributions subsequent to measurement - OPEB	44,885			
Total deferred outflows of resources		1,356,967		
Total assets and deferred outflows of resources	\$	343,636,576		

<sup>\*</sup>The accompanying notes are an integral part of these financial statements.

#### **BASIC FINANCIAL STATEMENTS**

**Government-Wide Statement of Net Position** 

June 30, 2024

#### LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION

	Governmental Activities				
LIABILITIES					
Current liabilities					
Accounts payable	\$	2,117,624			
Accrued payroll and taxes		245,824			
Compensated absences payable, current portion		63,740			
Bonds payable, current portion		12,439,789			
Accrued interest payable		969,500			
Total current liabilities		15,836,477			
Noncurrent liabilities					
Compensated absences payable - expected to					
be paid after one year		86,036			
Bonds payable, net of current portion		50,072,887			
Net pension liability		3,941,055			
Net OPEB Healthcare liability		582,649			
Net OPEB life insurance liability		69,090			
Total noncurrent liabilities		54,751,717			
Total liabilities		70,588,194			
DEFERRED INFLOWS OF RESOURCES					
Deferred inflows of resources - pension		52,642			
Deferred inflows of resources - OPEB		700,212			
Total deferred inflows of resources		752,854			
NET POSITION					
Net investment in capital assets		250,429,067			
Restricted					
Debt service		14,923,814			
Capital projects		874,500			
Unrestricted		6,068,147			
Total net position		272,295,528			
Total liabilities, deferred inflows, and net position	\$	343,636,576			

<sup>\*</sup>The accompanying notes are an integral part of these financial statements.



Black Arroyo Dam

#### **BASIC FINANCIAL STATEMENTS**

**Government-Wide Statement of Activities** 

#### For Fiscal Year Ended June 30, 2024

				Net
				(Expense)
		Progr	am Revenues	Revenue and
		Ca	oital Grants	Changes in
	Expenses	_	Contributions	Net Position
Governmental activities:				
Flood control	\$ (6,311,503)	\$	_	(6,311,503)
Planning, engineering, research				
and development	(1,078,055)		4,358,208	3,280,153
General government	(2,942,776)		-	(2,942,776)
Stormwater Quality	(221,405)			(221,405)
Long-term debt, interest and fees	 (1,615,168)			(1,615,168)
Total governmental activities	\$ (12,168,907)	\$	4,358,208	(7,810,699)
General revenues:				
Property taxes				17,571,786
Investment				1,980,303
Other				80,118
Total general revenues				19,632,207
Changes in net position				11,821,508
Net position, beginning of year				260,474,020
Net position, end of year				272,295,528

<sup>\*</sup>The accompanying notes are an integral part of these financial statements.

#### **BASIC FINANCIAL STATEMENTS**

**Balance Sheet – Governmental Funds** 

#### June 30, 2024

#### ASSETS

ACCEPTED.		General Fund	Debt Service Fund		Capital Projects Fund		Acquisitions & Savings Fund		Agency & Area Wide Fund		Total Governmental Funds	
ASSETS	Φ.	17.014	Ф		Ф		•		Ф		Φ.	17.014
Cash in bank	\$	17,914	\$	14 642 461	\$	- 22 277 164	\$	976 267	\$	2.058.002	\$	17,914
Investments		10,205,395		14,643,461		22,277,164		876,267		2,058,092		50,060,379
Property taxes receivable (net) Project and other receivables		254,901 36,284		653,549		652,516		-		-		908,450 688,800
Project and other receivables		30,284				632,316						088,800
Total assets	\$	10,514,494	\$	15,297,010	\$	22,929,680	\$	876,267	\$	2,058,092	\$	51,675,543
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES												
LIABILITIES												
Accounts payable	\$	118,358	\$	_	\$	1,619,125	\$	1.687	\$	378,454	\$	2,117,624
Accrued payroll and taxes	Ψ	245,824	Ψ	_	Ψ	1,017,125	Ψ	-	Ψ	570,151	Ψ	245,824
recrued payron and axes		213,021			-		-		-		•	213,021
Total liabilities		364,182		-		1,619,125		1,687		378,454		2,363,448
Deferred Inflows		76,433		276,113								352,546
Total liabilities and deferred inflows	·	440,615		276,113		1,619,125		1,687		378,454		2,715,994
FUND BALANCES												
Restricted												
Flood control construction												
and maintenance		2,621,544		_		_		_		_		2,621,544
Debt service		-,,		15,020,897		_		_		_		15,020,897
Capital projects		_		-		21,310,555		_		1,679,638		22,990,193
Committed						,,				,,		,,
Subsequent year's expenditures		1,556,547		-		-		-		-		1,556,547
Contingencies		5,715,512										5,715,512
Capital assets & known												
future expenditures		-		-		-		874,580		-		874,580
Unassigned												-
General		180,276										180,276
Total fund balances		10,073,879		15,020,897		21,310,555		874,580		1,679,638		48,959,549
Total liabilities, deferred inflows												
and fund balances	\$	10,514,494	\$	15,297,010	\$	22,929,680	\$	876,267	\$	2,058,092	\$	51,675,543

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

#### **BASIC FINANCIAL STATEMENTS**

# Reconciliation of the Balance Sheet to the Statement of Net Position – Governmental Activities June 30, 2024

Total fund balance - governmental funds	\$ 48,959,549
Amounts reported for governmental activities in the statement of net position are different because:	
Delinquent property taxes receivable net of allowance for doubtful accounts are not considered available financial resources and therefore are reported as deferred inflows in fund financial statements.	352,546
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental fund balance sheet. These assets consist of:	
Total capital assets Less accumulated depreciation	378,102,487 (87,498,421)
The net pension liability and related items are not reported in the funds, the following are adjustments related to the net pension liability:	
Deferred outflows - contributions subsequent to measurement Deferred outflows - related to net pension liability Net pension liability Deferred inflows - related to net pension liability	242,381 935,237 (3,941,055) (52,642)
The net OPEB liabilities and related items are not reported in the funds, the following are adjustments related to the net OPEB liabilities:	
Deferred outflows - contributions subsequent to measurement Deferred outflows - OPEB Net OPEB liability - heathcare Deferred inflows - related to net OPEB liability - healthcare Net OPEB liability - life insurance	44,885 134,464 (582,649) (700,212) (69,090)
Some liabilities are not due and payable in the current period and, therefore, are not reported in the funds:	
Compensated absences payable Accrued interest payable	(149,776) (969,500)
General obligation bonds are not due and payable in the current period and, therefore, are not reported in the funds. Bond premium costs are amortized for governmental activities, but are a current other financing source in fund financial statements fund financial statements.	
General obligation bonds Total bond premium Less accumulated amortization	 (58,695,000) (7,201,762) 3,384,086

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

Net position of governmental activities (Statement of Net Position)

272,295,528

### **BASIC FINANCIAL STATEMENTS**

Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds

### For Fiscal Year Ended June 30, 2024

	General Fund	Debt Service Fund														Capital Projects Fund	Acquisitons & Savings Fund		& Savings		Agency & Area Wide Fund		G	Total overnmental Funds
REVENUES Property taxes Investments Revenue from jointly funded projects Other	\$ 4,648,496 1,980,303 - 62,028	\$	13,035,967	3,981,841	\$	- - - 18,090	\$	- - 376,367 -	\$	17,684,463 1,980,303 4,358,208 80,118														
Total revenues	6,690,827		13,035,967	3,981,841		18,090		376,367		24,103,092														
EXPENDITURES Current																								
General government Flood control Planning, engineering, research	2,489,472 1,968,633		-	-		191,391		246,046		2,926,909 1,968,633														
and development Stormwater Quality	466,672 221,405		-	-		30,000		-		496,672 221,405														
Capital outlay Debt service	11,320		-	7,539,022		343,910		2,142,933		10,037,185														
Bond principal retirement Interest and fixed charges	-		8,820,000 2,029,744	-		-		-		8,820,000 2,029,744														
Bond issuance costs			<u> </u>	160,700				<u> </u>		160,700														
Total expenditures	5,157,502		10,849,744	7,699,722		565,301		2,388,979		26,661,248														
Excess (deficiency) of revenues over expenditures	1,533,325		2,186,223	(3,717,881)		(547,211)		(2,012,612)		(2,558,156)														
OTHER FINANCING SOURCES AND USES Transfers in	_		_	_		700,000		2,200,000		2,900,000														
Transfers (out) Face amount from bond sales Bond premium issuance	(700,000)		- - -	(2,200,000) 12,500,000 605,369		- - -		- - -		(2,900,000) 12,500,000 605,369														
Total other financing sources and uses	(700,000)			10,905,369		700,000		2,200,000		13,105,369														
Net change in fund balances	833,325		2,186,223	7,187,488		152,789		187,388		10,547,213														
Fund balances, beginning of year	9,240,554		12,834,674	14,123,067		721,791		1,492,250		38,412,336														
Fund balances, end of year	\$ 10,073,879	\$	15,020,897	21,310,555	\$	874,580	\$	1,679,638	\$	48,959,549														

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

#### **BASIC FINANCIAL STATEMENTS**

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities – Governmental Activities

#### For Fiscal Year Ended June 30, 2024

Net change in fund balances - governmental funds	\$ 10,547,213
Amounts reported for governmental activities in the statement of activities are different because:	
In the governmental funds, proceeds from long-term debt are reported as revenues	(12,500,000)
In the governmental funds, payments from long-term debt are reported as expenditures	8,820,000
Bond premium is not amortized for fund financial statement purposes, but is for governmental activities - current year amortization	672,359
Bond premiums are included as other revenues for fund financial statement purposes, but are capitalized for governmental activities	(605,369)
In the statement of activities, certain operating expenses - compensated absences payable and accrued interest payable are measured by the amounts incurred during the year. In the governmental funds, however expenditures are measured by the amount of financial resources used (essentially the amounts actually paid). The (increase) decrease in the liabilities for the year was:	
Compensated absences payable Accrued interest payable	44,091 (97,083)
In the governmental funds, pension expense is the actual contributions made to PERA, in the entity wide statements, amounts are shown as a net pension liability, deferred outflows (net of subsequent contributions). The net adjustment for the year was:	(394,762)
In the governmental funds, OPEB expense is the actual contributions made to NMRHCA and for life insurance, in the entity wide statements, amounts are shown as a net OPEB liability, deferred outflows, and deferred inflows. The net adjustment for the year was:  Change in OPEB Life insurance from Prior year	199,804 15,151
Delinquent property taxes receivable, net of allowance for doubtful accounts, are not available financial resources and therefore are reported as deferred inflows in the fund financial statements.  The decrease in the net receivable for the year was:	(112,677)
The governmental funds report capital outlays as expenditures.  However, in the statement of net position, the cost of capital assets is allocated over their estimated useful lives and reported as depreciation expense. In the current year, these amounts were:	
Excess of capital outlay expenditures which were capitalized over noncapitalized Loss on disposal of capital assets Depreciation	10,037,185 (581,383) (4,223,021)

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

Changes in net position of governmental activities (statement of activities)

\$ 11,821,508



### **BASIC FINANCIAL STATEMENTS**

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

### For Fiscal Year Ended June 30, 2024

	Budget Original			Budget Final	 tual Amount Igetary Basis	Variance Positive (Negative)		
Revenues								
Property taxes	\$	4,511,498	\$	4,511,498	\$ 4,648,496	\$	136,998	
Investment Income		10,500		485,500	1,980,303		1,494,803	
Revenue - other		239,826		239,826	 62,028		(177,798)	
Total revenues		4,761,824		5,236,824	6,690,827		1,454,003	
Expenditures								
Salary and related payroll costs		3,671,074		3,746,074	3,448,772		297,302	
Flood Control Facilities operations and a		944,827		944,827	907,265		37,562	
Stormwater quality		190,993		190,993	130,808		60,185	
Planning, Engineering, and R&D		55,453		55,453	20,702		34,751	
General & Administrative		484,814		484,814	350,875		133,939	
Information Technology		218,007		218,007	176,125		41,882	
Governmental Body		150,171		150,171	117,132		33,039	
Total expenditures		5,715,339		5,790,339	 5,157,502		638,660	
Excess (deficiency) of revenues over expenditures before other financing sources and uses		(953,515)		(553,515)	1,533,325		2,092,663	
Other financing sources and uses Transfers to other funds		(300,000)		(700,000)	 (700,000)			
Total other financing and uses		(300,000)		(700,000)	 (700,000)			
Net change in fund balance		(1,253,515)		(1,253,515)	833,325		2,092,663	
Fund Balance, beginning of year		9,240,554	_	9,240,554	 9,240,554			
Fund Balance, end of year	\$	7,987,039	\$	7,987,039	\$ 10,073,879	\$	2,092,663	

<sup>\*</sup>The accompanying notes are an integral part of these financial statements.

### **BASIC FINANCIAL STATEMENTS**

**Statement of Fiduciary Net Position - Fiduciary Funds** 

### June 30, 2024

	Total		
	Custodial		
		Funds	
ASSETS			
Cash in bank	\$	367,132	
Total assets		367,132	
LIABILITIES			
Accounts payable		199,679	
Total liabilities		199,679	
NEW DOCKMON			
NET POSITION			
Restricted			
Other organizations		167,453	
Total net position	\$	167,453	

<sup>\*</sup>The accompanying notes are an integral part of these financial statements.

### **BASIC FINANCIAL STATEMENTS**

**Statement of Changes in Fiduciary Net Position – Fiduciary Funds** 

### For Fiscal Year Ended June 30, 2024

	C	Total Custodial		
		Funds		
ADDITIONS				
Contributions				
Participation	\$	274,850		
Other		2,505		
Total additions		277,355		
DEDUCTIONS				
Profressional services		230,697		
Educational outreach		47,619		
Other		22,410		
Total deductions		300,726		
Net increase(deficiency) in				
fiduciary net position		(23,371)		
Net position, beginning of year		190,824		
Net position, end of year	\$	167,453		

<sup>\*</sup>The accompanying notes are an integral part of these financial statements.

## BASIC FINANCIAL STATEMENTS NOTES TO FINANCIAL STATEMENTS

June 30, 2024

# NOTE A – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### 1. Function and Definition of Entity

The Albuquerque Metropolitan Arroyo Flood Control Authority (the Authority or AMAFCA) was created by the Arroyo Flood Control Act of 1963 (the Act) and is governed by such laws created thereunder designated as 72-16-1 to 72-16-103. The Act provides for organization of the governing body and offices; provides for flood control facilities; specifies provisions relating to powers, duties, privileges, liabilities, loans, securities, taxes, revenues, and finances; and prescribes interactions with other government bodies and agencies.

The Authority is governed by a "Board of Directors" (Board) which consists of five qualified electors elected for six-year staggered terms. The Board elects one member as chair, one as vice-chair, one as secretary-treasurer, and one as assistant secretary-treasurer. The Board appoints an Executive Engineer/Director as administrator of all Authority affairs, who serves at the pleasure of the Board.

The financial reporting entity consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the Authority's financial statements would be misleading or incomplete if not included.

The definition of the reporting entity is based primarily on the notion of financial accountability. A primary government is financially accountable for the organizations that make up its legal entity. It is also financially accountable for legally separate organizations if its officials appoint a voting majority of an organization's governing body and either is able to impose its will on that organization or there is potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the primary government. A primary government may also be financially accountable for governmental organizations that are fiscally dependent on it.

A primary government has the ability to impose its will on an organization if it can significantly influence the programs, projects, or activities of, or the level of services performed or provided by, the organization. A financial benefit or burden relationship exists if the primary government (a) is entitled to the organization's resources; (b) is legally obligated or has otherwise assumed the obligation to finance the deficits of, or provide financial support to, the organization; or (c) is obligated in some manner for the debt of the organization.

Some organizations are included as component units because of their fiscal dependency on the primary government. An organization is fiscally dependent on the primary government if unable to adopt its budget, levy taxes or set rates or charges, or issue bonded debt without approval by the primary government. Governmental Accounting Standards Board (GASB) Statement No. 61, effective for fiscal year 2013 further requires a financial benefit or burden relationship be present in addition to fiscal dependency between the primary government and the organization to be included as a component unit.

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In addition, GASB Statement 90 requires that a component unit in which a government has a 100 percent equity interest account for its assets, deferred outflows of resources, liabilities, and deferred inflows of resources at acquisition value at the date the government acquired a 100 percent equity interest in the component unit.

There were no component units of the Albuquerque Metropolitan Arroyo Flood Control Authority during the year June 30, 2024.

The financial statements for the Authority have been prepared in accordance with generally accepted accounting principles in the United States of America (GAAP) as applied to governmental units. The GASB is the standard-setting body for governmental accounting and financial reporting. The GASB periodically updates its codification of the existing Governmental Accounting and Financial Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units.

#### 2. Basic Financial Statements

The basic financial statements include both government-wide (i.e., Statement of Net Position and Statement of Activities) and fund financial statements. The reporting model focus is on either the Authority as a whole or on major individual funds (within the fund financial statements). Both the government-wide and fund financial statements (within the basic financial statements) categorize primary activities as governmental funds. In the government-wide Statement of Net Position, the governmental activities are reflected on a full accrual economic resources basis, which incorporates long-term assets and receivables as well as long-term debt and obligations.

The government-wide Statement of Activities reflects both the gross and net cost per functional category, which is otherwise being supported by general government revenues. The Statement of Activities reduces gross expenses (including depreciation) by related program revenues. The program revenues must be directly associated with the function. Only revenues from jointly funded projects are considered program revenues. The Authority includes four functions: flood control, stormwater quality, general government, and planning, engineering and research and development.

The net cost (by function) is normally covered by general revenues (taxes, inter-governmental revenues, investment, etc.). Historically, the previous model did not summarize or present net cost by function or activity. The Authority does not currently employ indirect cost allocation systems. The Authority's policy for when an expense is incurred for purposes for which both restricted and unrestricted net position are available is to utilize the restricted net position first. No such expenses occurred during the year ended June 30, 2024.

The government-wide focus is more on the sustainability of the Authority as an entity and the change in aggregate financial position resulting from the activities of the current fiscal period.

The only program revenue is funds received from outside sources related to specific projects. It is described in the financial statements as revenue from jointly funded capital projects and is considered program specific grants and contributions.

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The fund financial statements are similar to the financial statements presented in the previous accounting model. Emphasis here is on the major funds in either the government or business-type categories. Non-major (by category) or fund type are summarized into a single column. The General Fund, the Debt Service Fund, the Capital Projects Fund, the Acquisitions & Savings Fund, and the Agency & Area Wide Fund have been classified as major funds. There were no non-major funds.

The Governmental Fund statements are presented on a current financial resource and modified accrual basis of accounting. This presentation is deemed appropriate to (a) demonstrate legal compliance, (b) demonstrate the source and use of liquid resources, and (c) demonstrate how the Authority's actual experience conforms to the budget or fiscal plan. Since the governmental fund statements are presented on a different measurement focus and basis of accounting than the government-wide statements' governmental column, a reconciliation is presented on the page following each statement, which briefly explains the adjustments necessary to transform the fund based financial statements into the governmental activities column on the governmental-wide presentation.

Internal activity among the various funds is eliminated in the government-wide financial statements.

The Authority's Fiduciary Funds (Custodial Funds) are presented in the fund financial statements. Since by definition these assets are being held for the benefit of a third party and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide financial statements.

#### 3. Basis of Presentation

The financial transactions of the Authority are maintained on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance, revenues, expenditures or expenses and other financing sources or uses. Government resources are allocated to, and accounted for, in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The various funds are summarized by type in the accompanying financial statements. The various funds are reported by generic classification within the financial statements.

Governmental accounting principles specify minimum criteria for the determination of major funds based on a percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category or governmental and enterprise combined. Due to the fund structure of the Authority, all funds have been classified as major funds.

#### **GOVERNMENTAL FUND TYPES**

The focus of Governmental Fund measurement (in the financial statements) is based upon determination of financial position and changes in the financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the Governmental Funds of the Authority.

*General Fund.* The General Fund is the general operating fund of the Authority. It is used to account for all financial resources except those required to be accounted for in another fund. The General Fund also includes funds designated for contingencies.

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**Debt Service Fund.** The Debt Service Fund is used to account for the accumulation of resources for and the payment of general long-term principal, interest, and related costs on bond holdings.

*Capital Projects Fund.* The Capital Projects Fund is used to account for financial resources from bond issuances to be used for the acquisition of major capital facilities and related costs.

Acquisitions & Savings Fund. The Acquisition & Savings Fund, a capital projects fund considered to be a major fund by the Authority, is used to account for financial resources to be used for costs associated with general capital outlay as well as savings for significant non-capital expenditures that do not occur on an annual basis.

Agency & Area Wide Fund. The Agency & Area Wide Fund, a capital projects fund considered to be a major fund by the Authority, is used to account for the pooling of funds by various entities when a single construction contract is bid/awarded to complete multiple small projects and the work performed is for the benefit and paid for by each entity.

*Fiduciary Funds.* The Authority had Custodial funds during the year ended June 30, 2024. The *Custodial funds* are used to account for assets that the Authority holds for others – including:

**Ditch and Water Safety Task Force Fund –** This fund is used to promote water and ditch safety in the community and is financed by contributions from several agencies.

Middle Rio Grande MS4 CMC Fund – This fund is used to account for the pooling of funds by various entities to meet compliance requirements related to the MS4 Permit and the sampling of storm water.

**Storm Water Quality Coordinator Fund** – This fund is used to promote better water quality in the Albuquerque area and is financed by contributions from several agencies.

#### **NON-CURRENT GOVERNMENTAL ASSETS/LIABILITIES**

GASB Statement No. 34 eliminated the presentation of account groups, but provides for these records to be maintained and incorporates the information into the governmental activities column in the government-wide Statement of Net Position.

### 4. Basis of Accounting

Basis of accounting refers to the point at which revenues or expenditure/expenses are recognized in the accounts and reported in the financial statement. It relates to the timing of the measurements made, regardless of the measurement focus applied.

The government-wide financial statements measure and report all assets, liabilities, revenues, expenses, gains and losses using the economic resources measurement focus and the accrual basis of accounting, and the Fiduciary Fund financial statements are presented on an accrual basis of accounting. The Governmental Funds in the fund financial statements are presented on a modified accrual basis.

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Modified Accrual. All governmental funds are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, and the Authority uses traditional 60 days after year-end as the period in which they have to be received. Property taxes are recognized when levied, net of estimated refunds and uncollectible amounts. Expenditures are generally recognized under modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is that principal and interest on general long-term debt is recognized when due. In applying the "susceptible to accrual" concept to intergovernmental revenues pursuant to GASB Statement No. 33, the provider should recognize liabilities and expenses and the recipient should recognize receivables and revenues when the applicable eligibility requirements, including time requirements, are met. Resources transmitted before the eligibility requirements are met, under most circumstances, should be reported as advances by the provider and deferred revenue by the recipient.

#### 5. Budgetary Accounting

Budgets for all funds are adopted on the modified accrual basis of accounting, which conforms to accounting principles generally accepted in the United States of America. The legal level of budgetary control is at the fund level. At year-end, budgeted appropriations lapse. The Board approves the original budget at a public meeting for which legal notices are published. The public is invited to comment at the meeting. Within each fund, the Executive Engineer/Director can make transfers between line items. Transfers between funds and any increase in the original budget, in addition to approval by the Authority's Board, must be presented to the Local Government Division of the New Mexico Department of Finance and Administration for their approval. The original budget, approved by the Authority's Board and the Local Government Division, may be subsequently amended if approved by the Authority's Board and the Local Government Division. Actual expenditures for each budget may not legally exceed the appropriations in total, including budgeted beginning cash balances. The Authority's budget for the fiscal year ended June 30, 2024 was properly approved by the Authority's Board and by the Local Government Division. It was subsequently amended.

#### 6. Investments

The Authority has invested funds in the New Mexico State Treasurer's Local Government Investment Pool (Pool). The investments are valued at amortized costs based on quoted market prices as of the valuation date.

#### 7. Project and Other Receivables

Project and other receivables are made up of the following:

Project and other receivables \$ 688,800 Total \$ 688,800

#### 8. Compensated Absences

Employees of the Authority accrue both sick leave and vacation leave as a function of service. In the event of termination, employees receive payments for accumulated vacation. In the event of retirement, employees receive payment for accumulated vacation and sick leave or take the accumulated vacation

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and sick leave prior to retirement. Employees may also, at their option (each November), convert sick leave to vacation leave or receive cash according to predetermined ratios. The following ratios are to be utilized:

- 1. Sick leave accumulation over 500 hours may be converted at the following ratios:
  - Three hours of sick leave to one hour of vacation leave, or
  - Three hours of sick leave to one hour of cash payment.
- 2. Sick leave accumulation over 850 hours may be converted at the following ratios:
  - Two hours of sick leave to one hour of vacation leave, or
  - Two hours of sick leave to one hour of cash payment.
- 3. Sick leave accumulation over 1,200 hours must be converted at the following ratios:
  - Three hours of sick leave for two hours of vacation leave, or
  - Three hours of sick leave to two hours of cash payments.

Compensated absences payables of \$164,598 have been recorded in the government-wide financial statements. Of the \$164,598, \$78,896 is considered the current portion while \$85,702 is considered the long-term portion, which is expected to be paid after one year. The compensated absence payable has been valued using the pay levels in effect on June 30, 2024, and does not include estimated payroll tax and fringe benefit costs. The amount also does not include any sick leave that is eligible to be converted to vacation leave, cash or for payment upon retirement. The General Fund is the only fund which has been, and which will be used to liquidate compensated absences liabilities.

									Due	e Within
	June	30, 2023	A	dditions	Γ	Deletions	June	e 30, 2024	Or	ne Year
Compensated absences payable	\$	193,867	\$	91,548	\$	135,640	\$	149,776	\$	63,740

### 9. Capital Assets

Property, plant, and equipment purchased or acquired, including software, are carried at historical cost or estimated historical cost. Contributed assets are recorded at the acquisition value as of the date received. Additions, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. The Authority's capitalization policy, i.e., the dollar value above which asset acquisitions are added to the capital accounts, is \$5,000 per 12-6-10 NMSA 1978. However, all capital outlay purchases may not necessarily be capitalized.

The Authority does not capitalize interest in regard to any of its capital assets. It is in normal activity that AMAFCA obtain ownership of facilities constructed by others and to give ownership to other Governmental Agencies. When AMAFCA obtains ownership, it is recorded as a capital contribution. When AMAFCA gives up ownership, it is included as part of noncapitalized project costs.

Depreciation on all depreciable assets is provided on the straight-line basis over the estimated useful lives with no salvage value. The Authority utilizes Internal Revenue Service guidelines and other guidelines to estimate the useful lives on fixed assets as follows:

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Office furniture, fixtures, and equipment 5 years

Maintenance tools and automotive equipment 7 years

Stormwater quality equipment 5 years

Telemetry equipment 5 to 40 years

Office and maintenance buildings 40 years

Infrastructure 70 years

### 10.Revenues and Expenditures

Substantially all governmental fund revenues are accrued, except the only property taxes accrued in the fund financial statements are those actually received within sixty days of year-end. Expenditures are recognized when related fund liability is incurred.

#### 11. Net Position

The government-wide financial statements utilize a net position presentation. Net position is categorized as investment in capital assets (net of related debt), restricted and unrestricted.

**Net Investment in Capital Assets** – is intended to reflect the portion of net position which are associated with non-liquid capital assets less outstanding capital asset related debt. The net related debt is the general obligation bonds issued to finance the Authority construction projects. The Authority's debt related to Capital Outlay is \$62,512,676. The Authority includes unspent bond proceeds in the amount of \$24,335,256 and \$1,997,579 of accounts payable for construction in the calculation of net investment in capital assets.

**Restricted** – are liquid assets (generated from revenues and bond proceeds) which have third-party (statutory, bond covenant or granting agency) limitations on their use. There are no net position amounts restricted by enabling legislation.

Unrestricted - represent the residual assets of the Authority, which are not restricted.

#### 12. Fund Balance

The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the Authority is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

- Nonspendable Fund Balance Includes amounts that cannot be spent because they are
  either not in spendable form, or, for legal or contractual reasons, must be kept intact. This
  classification includes inventories, prepaids, deposits with vendors, assets held for sale, and
  long-term receivables.
- Restricted Fund Balance Restricted funds are either externally imposed (such as debt covenants, grantor, contributors or other governments) or are imposed by law (constitutionally or enabling legislation).
- Committed Fund Balance The Authority's Committed Funds require formal action of the Board of Directors by resolution that identifies the specific circumstances under which their resources may be expended.

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- Assigned Fund Balance Amounts that are constrained by the Authority's expressed intent
  to use resources for specific purposes but do not meet the criteria to be classified as restricted
  or committed. Intent can be stipulated by the governing body or by an official to whom that
  authority has been given. With the exception of the General Fund, this is the residual fund
  balance classification for all governmental funds with positive balances.
- Unassigned Fund Balance This is the residual classification of the General Fund. Only the
  General Fund can report a positive "unassigned fund balance". Other governmental funds
  might report a negative balance in this classification.

Fund Balance for Subsequent Years Expenditures. In April 2016, the AMAFCA Board of Directors adopted Resolution 2016-05 – Cash Reserves that requires a minimum fund balance in the general fund of 25% of the general fund's subsequent year's budgeted expenditures (\$6,226,187 for fiscal year 2025) to ensure the Authority maintains an adequate cash flow position. AMAFCA's general fund's total fund balance is just over \$10M.

The Authority would typically use restricted fund balances first, followed by committed resources, and then assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend unassigned resources first to defer the use of these other classified funds.

#### 13. 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 assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Accordingly, actual results could differ from those estimates. Significant estimates in the Authority's financial statements include the allowance for uncollectible accounts, expected useful lives of capital assets, current portion of accrued compensated absences, and actuarial estimates included in the calculation of the net pension liability and net OPEB liability.

#### 14. Deferred Inflows

Receivables which do not meet the "available" criteria for revenue recognition under the modified accrual basis of accounting are recorded as deferred inflows. Deferred inflows at June 30, 2024 is attributable to the following:

Delinquent property taxes

\$ 352,546

#### 15. Pensions

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

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#### 16. OPEB - Healthcare

For purposes of measuring the net OPEB Healthcare liability, deferred outflows of resources and deferred inflows of resources related to this OPEB, and OPEB expense, information about the fiduciary net position of the New Mexico Retiree Health Care Authority (NMRHCA) and additions to and deductions from NMRHCA's fiduciary net position have been determined on the same basis as they are reported by NMRCHA's. For this purpose, NMRCHA recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value.

#### 17. OPEB – Life Insurance

For purposes of measuring the net liability related to OPEB for life insurance, the Authority utilized an alternative measurement method based on a valuation date of June 30, 2018. The Authority participates in the same plan as the City of Albuquerque and demographics of the Authority is similar to the City of Albuquerque, therefore, the Authority utilized the valuation report prepared for the City. Using the valuation report and adjusting for current employees, the Authority calculated a per participant liability of \$1,606 and applied it to the Authority's 43 total members (28 active and 15 retired) to calculate the liability as of June 30, 2024 of \$69,090.

The plan is administered through The Hartford, Group Benefits Division. The Authority covers the full cost of retiree life insurance coverage. The current premium rate is \$0.35 per \$1,000 of life insurance for retired employees, regardless of age. The total (income) for the Authority for the year ended June 30, 2024 was (\$51,610). The Authority contributed \$1,043 to the plan for the year ended June 30, 2024. The face amount of life insurance coverage is based on each employee's annual compensation in the year preceding retirement. Coverage amounts for those retiring after 2008 are equal to:

Final Basic Annual Pay Coverage

\$25,000 but less than \$50,000 ½ basic annual pay

Over \$50,000 \$25,000

Those retiring prior to 2008 are on a detailed coverage scale utilizing 12 final basic annual pay categories with coverage ranging from \$3,000 - \$25,000.

#### 18. Noncash Capital Contributions

The Authority's purpose is to provide a flood control system for the benefit of property within the boundaries of the Authority. Pursuant to Authority policies and practices, certain infrastructure assets including land, easements, dams, ponds, and drainage channels are contributed to the Authority. These contributions may come from other governmental entities or from private parties whose development activities are subject to the oversight of the Authority. These assets are then the continuing responsibility of the Authority. The Authority records the acquisition value of these assets at the date of contribution as program revenues and as capital outlay expenditures.

#### 19. Subsequent Events

Subsequent events have been evaluated through January 31, 2025, the date at which the financials were available for issuance, to determine whether such events should be recorded or disclosed in the financial statements for the year ended June 30, 2024.

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#### **NOTE B - CASH AND INVESTMENTS**

The Albuquerque Metropolitan Arroyo Flood Control Authority invests its funds in accordance with resolutions adopted by its Board of Directors. Pursuant to Section 72-16-22, NMSA 1978, the Authority may deposit any of its funds in any banking institution and may invest its funds in its own securities or federal securities by direct purchase. The Board of Directors has the authority to determine the amount of collateral to be provided on its deposits in accordance with applicable state statutes.

The Authority complies with Section 6-10-17, NMSA (1978), which requires that any financial institution designated as a depository of public money must deliver securities having an aggregate value of at least 50%, thus collateralizing any uninsured bank deposits. Collateral pledged by a bank on deposits is required to be held at another bank and cannot be released without the Authority's permission. The Authority currently requires 50% collateral after considering FDIC insurance on its deposits with Wells Fargo. At June 30, 2024, no cash balances exceeded the FDIC insured amount (see Schedule of Pledged Collateral).

The following schedule shows the reconciliation between the amounts reflected by the Authority's financial institutions and the amounts reflected in the financial statements under the caption "Cash" in the government-wide financial statements. Balances as reflected by financial institutions at June 30, 2024:

Wells Fargo, Albuquerque, NM - all are demand deposit accounts except	
for Ditch and Water Safety accounts	
Cash balances per depository at June 30, 2024:	
General Checking	\$ 17,914
Ditch & Water Safety Task Force	115,968
Mid Rio Grande MS4 CMC	88,500
Storm Quality Education	 162,664
Total deposits	385,046
Less fiduciary funds - cash and savings accounts	(367,132)
Net carrying value at June 30, 2024	\$ 17,914
Shown as:	
General Fund	17,914
Total cash per government-wide financial statements	\$ 17,914

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the Authority's deposits may not be returned to it. The Authority's policy regarding custodial credit risk is to comply with Section 6-10-17, NMSA (1978). As of June 30, 2024, \$135,046 of the Authority's deposits of \$385,046 with Wells Fargo were subject to custodial credit risk. See Schedule of Investments, Deposits and Pledged Collateral.

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The State Treasurer's New Mexico Local Government Investment Pool (LGIP) is not SEC registered. Section 6-10-10.1, NMSA 1978, empowers the State Treasurer, with the advice and consent of the State Board of Finance, to invest money held in the short-term investment fund in securities that are issued by the United States Government or by its departments or agencies and are either direct obligations of the United States or are backed by the full faith and credit of the United States Government or are agencies sponsored by the United States Government. LGIP investments are monitored by the same investment committee and the same policies and procedures that apply to all other state investments.

LGIP does not have unit shares. Per Section 6-10-10.1F, NMSA 1978, at the end of each month all interest earned is distributed by the State Treasurer to the contributing entities in amounts directly proportionate to the respective amount deposited in the fund and the length of time the amounts in LGIP were invested. Participation in the LGIP is voluntary. The Authority has no control over the State Treasurer's investment pools and provides the following disclosure provided by the State Treasurer's office concerning the Authority's investment in LGIP:

June 30, 2024

New Mexico LGIP AAAm rated \$50,060,379 30 day WAM (R) and 39 day WAM (F)

Following are the investment amounts by fund that are included in the State Treasurer Local Government Investment Pool as of June 30, 2024:

General Fund	\$ 10,205,395
Debt Service Fund	14,643,461
Capital Projects Fund	22,277,164
Acquisitions & Savings Fund	876,267
Agency & Area Wide Fund	2,058,092
Total governmental funds	\$ 50,060,379

The State Treasurer's Office (STO) issues standalone audited financial statements available to the public containing full disclosures of investments. That report is available on the website of the STO at www.nmsto.gov.

#### NOTE C - PROPERTY TAXES AND PROPERTY TAX RECEIVABLES

Property taxes are payable to the County Treasurer in two equal installments, due on November 10 of the year in which the tax bill was prepared and on April 10 of the following year. Pursuant to Section 7-38-38, NMSA 1978, property taxes are delinquent if not paid within thirty days after the date on which they are due. Property taxes are the personal obligation of the person owning the property on the date on 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 on which the taxes are delinquent.

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Article VIII, Section 2 of New Mexico Constitution limits the total ad valorem taxes for operational purpose levied by all overlapping governmental units within Bernalillo County to \$20.00 per \$1,000 assessed value. This limitation does not apply to special levies, such as levies for bond issues, authorized at an election by a majority of the qualified voters within Bernalillo County.

The Authority has, as of June 30, 2024, a mill levy of 0.675 mills per thousand of assessed value, which related to debt service of general obligation bonds in the Debt Service Fund. The Authority also has for the General Fund imposed operating levies of 0.172 mills per \$1,000 of assessed value on all residential property and 0.477 mills per \$1,000 of assessed value of nonresidential property within the Authority's boundaries. Section 7-37-7.1, NMSA 1978 limits the allowable increase in property taxes for operating purposes from the preceding year, but it does not limit any debt service levy. Specifically, no property tax rate or assessment for operating purposes shall be set which exceeds the prior year's tax revenue plus a percent, not in excess of five percent, determined by a specific general business indicator plus any net new increase in assessed value.

Property taxes receivable arise from tax levies which were levied and which are to be collected by the Bernalillo County Treasurer. The following are the receivables outstanding at June 30, 2024:

Receivables	
Property taxes - available	\$ 555,904
Property taxes, net of allowance	
of \$105,857 for doubtful accounts - unavailable	 352,546
Total receivables	\$ 908,450

Of the property taxes noted above, \$178,468 in the General Fund and \$377,436 in the Debt Service Fund are considered available financial resources and considered fully collectible. Delinquent property taxes of \$352,546 have been recorded in the government-wide financial statements, which includes receivables for all uncollected levied taxes. Delinquent property taxes do not represent measurable available resources so they are considered deferred inflows in the fund financial statements. Delinquent property taxes are secured by liens operating as a matter of law and are considered collectible except as provided for above. It is reasonably possible that certain property taxes may be collected over periods greater than 1 year.



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#### **NOTE D - CHANGES IN CAPITAL ASSETS**

A summary of changes in capital assets follows:

	Jı	nne 30, 2023	Additions	Transfers	(	ales or Other	June 30, 2024
Capital assets not being depreciated Infrastructure:							
Land acquisition	\$	53,885,875	\$ -	\$ 2,690,664	\$	_	\$ 56,576,539
Building & yard - construction in progress (1)	•	42,679	-	-	,	(42,679)	-
Construction in progress (1)		30,921,499	9,681,955	(32,174,778)		(538,704)	7,889,972
Total capital assets not being							
depreciated		84,850,053	9,681,955	(29,484,114)		(581,383)	64,466,511
Capital assets being depreciated							
Operations:							
Office furniture, fixtures, and equipment Maintenance tools and automotive		142,867	19,879	-		(63,477)	99,269
equipment		2,915,703	320,176	-		(253,841)	2,982,038
Stormwater quality equipment		33,823	-	-		-	33,823
Telemetry equipment		940,890	-	-		-	940,890
Office and maintenance buildings		1,863,991	15,175	-		-	1,879,166
Infrastructure:							
Utility relocations		2,036,609	-	-		-	2,036,609
Dams, channels and other							
improvements	-	276,180,067		29,484,114			305,664,181
Total capital assets being depreciated		284,113,950	355,230	29,484,114		(317,318)	313,635,976
Total capital assets		368,964,003	10,037,185			(898,701)	378,102,487
Less accumulated depreciation							
Office furniture, fixtures, and equipment		(125,722)	(9,114)	-		63,477	(71,359)
Maintenance tools and automotive equipment		(2,298,784)	(166,097)	-		253,841	(2,211,040)
Stormwater quality equipment		(15,828)	(3,999)	-		-	(19,827)
Telemetry equipment		(549,273)	(18,801)	-		-	(568,074)
Office and maintenance buildings		(908,172)	(50,844)	-		-	(959,016)
Infrastructure		(79,694,939)	(3,974,166)				(83,669,105)
Total accumulated depreciation		(83,592,718)	(4,223,021)			317,318	(87,498,421)
Capital assets, net of accumulated							
depreciation	\$	285,371,285	\$ 5,814,164	\$ -	\$	(581,383)	\$ 290,604,066

<sup>(1)</sup> Total construction in progress as of June 30, 2023 was \$30,964,178

Depreciation was allocated based on estimates of usage by each function. Depreciation was charged as follows to these functions:

General government	\$ 59,958
Flood control	4,163,063
	_
Total depreciation	\$ 4,223,021

Construction in progress as of June 30, 2024, consisted of the following:

# BASIC FINANCIAL STATEMENTS NOTES TO FINANCIAL STATEMENTS

### June 30, 2024

	June 30, 2023	additions	Inter- project Transfer	Deletions/ Transfers to Other Entities	Transfer to Capital Assets	June 30, 2024
Agency Area-Wide X						
Engineering	454,637	(16,597)	_	-	438,040	-
Construction	3,387,443	1,207,556	-	-	4,594,999	-
Agency Area-Wide X1						
Engineering	-	4,102	-	-	4,102	-
Construction	-	1,176,670	-	-	1,176,670	-
AMAFCA Building Expansion						
Engineering	205,906	27,221	6,355	-	-	239,482
Construction	-	1,407,346	-	-	-	1,407,346
AMAFCA Misc XI	<b>50.540</b>	2.452				
Engineering	78,740	3,462		-	82,202	-
Construction	355,947	1,084,512	116,315	-	1,556,774	-
AMAFCA Yard						
Engineering	6,355	-	(6,355)	-	-	-
Construction	42,679	-	-	42,679	-	-
Amole Dam, Channel & WQ Ponds						
Engineering	144,435	9,575	-	-	-	154,010
Construction	938,577	57,677	-	-	-	996,254
Amole Hubble	255		(277)			
Engineering	277	-	(277)	-	-	-
Black Arroyo Dam & Channel			(10.150)			
Engineering	17,247	2,216	(19,463)			-
Construction	81,821	15,031	(96,852)	-	-	-
Black Mesa 3 Dam Outlet LOMR						
Engineering	153,180	(2,305)	-	-	-	150,875
Calabacillas MB GCS 2 Extension						
Engineering	157,498	-	-	-	157,498	-
Construction	541,936	627	-	-	542,563	-
Calabacillas MB GCS 3a1 & 3b1						
Engineering	283,759	36,577	-	-	-	320,336
Chamisa Pond Expansion						
Engineering	64,868	58,272	-	-	-	123,140
CNM GCS						
Engineering	648,707	-	-	-	648,707	-
Construction	2,137,064	30,994	-	-	2,168,058	-
Desert Pond						
Engineering	-	673	-	-	-	673

# BASIC FINANCIAL STATEMENTS NOTES TO FINANCIAL STATEMENTS

### June 30, 2024

	June 30, 2023	additions	Inter- project Transfer	Deletions/ Transfers to Other Entities	Transfer to Capital Assets	June 30, 2024
Grantline Lining	Julie 00, 2020	114411111111111111111111111111111111111	111123101	ounci Billines	Cupitui 1155Ct5	Julie 00, 2021
Engineering	46,315	335	_	-	_	46,650
Construction	500,000	622	-	-	-	500,622
Hubble Dam Expansion						
Engineering	214,800	385,280	277	-	-	600,357
Ladera Dam 5 Diversion						
Engineering	158,567	73,573	-	-	-	232,140
Construction	-	1,150,412	-	-	-	1,150,412
NDB Dam Expand						
Engineering	684,563	10,446	-	-	695,009	-
Construction	4,137,255	2,329,815	-	-	6,467,070	-
North Pino Channel & WQ						
Engineering	101,306	-	-	-	-	101,306
Pino Aux Spillway						
Engineering	48,612	6,266	-	-	-	54,878
SE Valley Drng WQ DMP						
Land	2,690,664	-	-	-	2,690,664	-
Engineering	1,262	(1,262)	-	-	-	-
Swineburn Dam GCS		55 <b>3</b> 0 <b>7</b>				
Engineering	-	66,285	-	-	-	66,285
Tijeras GCS 383	155.054	220 750		414.712		
Engineering	175,954	238,759	-	414,713	-	-
Tijeras GCS 637	400 004			-		
Engineering	123,991	-	-	123,991	-	-
Valle de Oro Drainage			(#40.00#)			
Construction	540,005	-	(540,005)	-	-	-
Valle de Oro Drainage Design	1.560.476	10.026			1 572 402	
Engineering Construction	1,562,476 8,567,824	10,926 271,191	540,005	-	1,573,402 9,379,020	-
Construction	8,307,824	2/1,191	340,003	-	9,379,020	-
Zuni Dallas Regional Pond Land	992,762	_	_	_	_	992,762
Relocation & Clearing	252,252	_	_	_	-	252,252
Engineering	247,858	29,958	117,566	- -	- -	395,382
Construction	104,810	-	-	-	-	104,810
Zuni Penn Drain Pond						_
Engineering	111,826	5,740	(117,566)			
	30,964,178	9,681,955		581,383	32,174,778	7,889,972
		<del></del>			<del></del>	-

## BASIC FINANCIAL STATEMENTS NOTES TO FINANCIAL STATEMENTS

#### June 30, 2024

The detail of construction in progress project additions, deletions and transfers are as follows:

ADDITIONS	
Additions from the Capital Projects fund	\$ 7,539,022
Additions from the Agency & Area Wide fund	2,142,933
2024 construction in progress additions	 9,681,955
DELETIONS	
Transfers to Other Entities	(581,383)
2024 deletions	(581,383)
TRANSFERS TO CAPITAL ASSETS	
Transfers to Infrastructure	32,174,778
2024 transfers to capital assets	 32,174,778

Deletions to construction in progress consists of studies & research that do not become part of an infrastructure project and infrastructure built that is owned by another entity.

All the financing required for the construction and engineering services projects listed will be provided by funds obtained through the prior issuance of general obligation bonds and the use of the Capital Project Fund revenues.

The Authority has commitments for construction, professional services, and joint funding agreements of approximately \$10,085,529 as of June 30, 2024. These commitments can be cancelled at any time with notification.

# BASIC FINANCIAL STATEMENTS NOTES TO FINANCIAL STATEMENTS

#### June 30, 2024

#### NOTE E - GENERAL OBLIGATION BONDS PAYABLE & PREMIUMS

The change in general obligation bonds payable is as follows:

	Jı	une 30, 2023	Additions	Deletions	June 30, 2024	]	Oue Within One Year
General obligation bonds payable	\$	55,015,000	\$ 12,500,000	\$ (8,820,000)	\$ 58,695,000	\$	11,675,000
Bond premium		6,596,392	605,370	-	7,201,762		-
Bond premium amortization		(2,711,727)	 (672,359)	 -	(3,384,086)		764,789
Total	\$	58,899,665	\$ 12,433,011	\$ (8,820,000)	\$ 62,512,676	\$	12,439,789

All bonds are general-purpose obligation bonds, which are to be retired with future property tax levies for this purpose. Those property tax levies are accumulated in the Debt Service Fund, which is the fund used to make principal and interest payments. The general obligation bonds allow for the extension, betterment, alteration, reconstruction, repair and other improvements of the flood control system within AMAFCA's jurisdiction. This includes planning and research on existing or new facilities, facilities owned by other entities but within AMAFCA's system, and re-mapping of flood plains, which may or may not become capital assets of AMAFCA.

The legal debt limit for the Authority is \$80,000,000 while the total general obligation debt on June 30, 2024 was \$62,512,676. The resulting legal debt margin is \$17,487,324.

The following is the detail for each issue outstanding as of June 30, 2024:

#### Series 2016

Original amount: \$12,500,000 Interest rate - 2.0% to 4.0%

Year ended June 30,	Annual Requirements								
		Principal	]	Interest	Total				
2025 2026	\$	1,750,000 1,750,000	\$	52,500 17,500	\$	1,802,500 1,767,500			
	\$	3,500,000	\$	70,000	\$	3,570,000			

# BASIC FINANCIAL STATEMENTS NOTES TO FINANCIAL STATEMENTS

#### June 30, 2024

#### Series 2017

Original amount: \$12,500,000 Interest rate - 4.0% to 5.0%

	Annual Requirements								
Year ended June 30,	Principal		Interest		Total				
2025	\$	980,000	\$	129,750	\$	1,109,750			
2026		1,025,000		79,625		1,104,625			
2027		1,080,000		27,000		1,107,000			
	\$	3,085,000	\$	236,375	\$	3,321,375			

### <u>Series 2018</u>

Original amount: \$12,500,000 Interest rate - 3.0 - 5.0%

	Annual Requirements								
Year ended June 30,	Principal			Interest	Total				
2025	\$	1,145,000	\$	165,425	\$	1,310,425			
2026		1,200,000		106,850		1,306,850			
2027		1,260,000		57,950		1,317,950			
2028		1,300,000		19,500		1,319,500			
	\$	4,905,000	\$	349,725	\$	5,254,725			

#### Series 2019

Original amount: \$12,500,000 Interest rate - 2.0 - 4.0%

	Annual Requirements									
Year ended June 30,		Principal		Interest	Total					
2025	\$	1,270,000	\$	187,100	\$	1,457,100				
2026		1,385,000		134,000		1,519,000				
2027		1,315,000		80,000		1,395,000				
2028		1,385,000		39,850		1,424,850				
2029		1,300,000		13,000		1,313,000				
	\$	6,655,000	\$	453,950	\$	7,108,950				

# BASIC FINANCIAL STATEMENTS NOTES TO FINANCIAL STATEMENTS

#### June 30, 2024

#### Series 2020

Original amount: \$12,500,000 Interest rate - 2.0 - 4.0%

	Annual Requirements							
Year ended June 30,	Principal		Interest		Total			
2025	\$	1,000,000	\$	236,000	\$	1,236,000		
2026		1,200,000		203,000		1,403,000		
2027		2,000,000		155,000		2,155,000		
2028		2,000,000		105,000		2,105,000		
2029		2,000,000		65,000		2,065,000		
2030		2,250,000		22,500	-	2,272,500		
	\$	10,450,000	\$	786,500	\$	11,236,500		

### Series 2022

Original amount: \$12,500,000 Interest rate - 2.0 - 4.0%

	Annual Requirements									
Year ended June 30,	I	Principal		Interest	Total					
2025	\$	650,000	\$	332,250	\$	982,250				
2026		650,000		299,750		949,750				
2027		650,000		267,250		917,250				
2028		650,000		234,750		884,750				
2029		950,000		194,750		1,144,750				
2030-2033		3,800,000		323,000		4,123,000				
	\$	7,350,000	\$	1,651,750	\$	9,001,750				

#### Series 2023A

Original amount: \$12,500,000 Interest rate - 4.0 - 5.0%

	Annual Requirements									
Year ended June 30,		Principal		Interest	Total					
2025	\$	1,025,000	\$	445,875	\$	1,470,875				
2026		1,025,000		394,625		1,419,625				
2027		1,025,000		343,375		1,368,375				
2028		1,025,000		292,125		1,317,125				
2029		1,025,000		240,875		1,265,875				
2030-2034		5,125,000		517,625		5,642,625				
	\$	10,250,000	\$	2,234,500	\$	12,484,500				

## BASIC FINANCIAL STATEMENTS NOTES TO FINANCIAL STATEMENTS

### June 30, 2024

#### Series 2023B

Original amount: \$12,500,000

Interest rate - 5.0%

	Annual Requirements									
Year ended June 30,		Principal		Interest	Total					
2025	\$	3,855,000	\$	528,625	\$	4,383,625				
2026		965,000		408,125		1,373,125				
2027		965,000		359,857		1,324,857				
2028		965,000		311,625		1,276,625				
2029		965,000		263,375		1,228,375				
2030-2034		4,785,000		594,125		5,379,125				
	\$	12,500,000	\$	2,465,732	\$	14,965,732				

#### Total All Series

	Annual Requirements				
Year ended June 30,	Principal		Interest		Total
2025	\$ 11,675,000	\$	2,077,525	\$	13,752,525
2026	9,200,000		1,643,475		10,843,475
2027	8,295,000		1,290,432		9,585,432
2028	7,325,000		1,002,850		8,327,850
2029	6,240,000		777,000		7,017,000
2030-2034	15,960,000		1,457,250		17,417,250
	\$ 58,695,000	\$	8,248,532	\$	66,943,532

Bond premiums of \$7,201,762 (\$605,370 in current year) have been capitalized in the government-wide financial statements and are being amortized using straight-line against interest expense over the life of the related bonds payable, which results in materially correct accumulated amortization and amortization expense.

#### NOTE F - PUBLIC EMPLOYEES' RETIREMENT PLAN

*Plan description.* The Public Employees Retirement Fund (PERA Fund) is a cost-sharing, multiple employer defined benefit pension plan. This fund has six divisions of members, including State General, State Police/Adult Correction Officer, Municipal General, Municipal Police/Detention Officers, Municipal fire,

## BASIC FINANCIAL STATEMENTS NOTES TO FINANCIAL STATEMENTS

#### June 30, 2024

and State Legislative Divisions, and offers 24 different types of coverage within the PERA plan. All assets accumulated may be used to pay benefits, including refunds of member contributions, to any of the plan members or beneficiaries, as defined by the terms of this plan. Certain coverage plans are only applicable to a specific division. Eligibility for membership in the PERA Fund is set forth in the Public Employees Retirement Act (Chapter 10, Article 11, NMSA 1978). Except as provided for in the Volunteer Firefighters Retirement Act (10-11A-1 to 10-11A-7, NMSA 1978), the Judicial Retirement Act (10-12B-1 to 10-12B-19, NMSA 1978), the Magistrate Retirement Act (10-12C-1 to 10-12C-I 8, NMSA I 978), and the Educational Retirement Act (Chapter 22, Article 11, NMSA 1978), each employee and elected official of every affiliated public employer is required to be a member in the PERA Fund, unless specifically excluded.

Benefits provided. Benefits are generally available at age 65 with five or more years of service or after 25 years of service regardless of age for Tier I members. Provisions also exist for retirement between ages 60 and 65, with varying amounts of service required. Certain police and fire members may retire at any age with 20 or more years of service for Tier I members. Generally, the amount of retirement pension is based on final average salary, which is defined under Tier I as the average of salary for the 36 consecutive months of credited service producing the largest average; credited service; and the pension factor of the applicable coverage plan. Monthly benefits vary depending upon the plan under which the member qualifies, ranging from 2% to 3.5% of the member's final average salary per year of service. The maximum benefit that can be paid to a retiree may not exceed a range of 60% to 100% of the final average salary, depending on the division. Benefits for duty and non-duty death and disability and for post-retirement survivors' annuities are also available.

#### TIER II

The retirement age and service credit requirements for normal retirement for PERA state and municipal general members hired increased effective July 1, 2013 with the passage of Senate Bill 27 in the 2013 Legislative Session. Under the new requirements (Tier II), general members are eligible to retire at any age if the member has at least five years of service credit and the sum of the member's age and service credit equals at least 85 or at age 65 with 5 or more years of service credit. General members hired on or before June 30, 2013 (Tier I) remain eligible to retire at any age with 25 or more years of service credit. Under Tier II, police and firefighters in Plans 3, 4 and 5 are eligible to retire at any age with 25 or more years of service credit. State police and adult correctional officers, peace officers and municipal juvenile detention officers will remain in 25-year retirement plans, however, service credit will no longer be enhanced by 20%. All public safety members in Tier II may retire at age 60 with 6 or more years of service credit. Generally, under Tier II pension factors were reduced by .5%, employee. Employee contribution increased 1.5 percent and effective July 1, 2014 and employer contributions were raised .05 percent. The computation of final average salary increased as the average of salary for 60 consecutive months.

**Contributions.** The Authority participates in the Municipal Plan 3. The plan requires an employee contribution percentage of 15.65% and employer contribution percentage of 10.8%. The Pension Factor per year of Service is 3.0% for Tier I members and 2.5% for Tier II members. The Pension Maximum as a Percentage of the Final Average Salary is 100%.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. As of June 30, 2024, the Authority reported a liability of \$3,941,055 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial

## BASIC FINANCIAL STATEMENTS NOTES TO FINANCIAL STATEMENTS

#### June 30, 2024

valuation as of June 30, 2022. The total pension liability was rolled-forward from the valuation date to the plan year ending June 30, 2023 using generally accepted actuarial principles. Therefore, the employer's portion was established as of the measurement date of June 30, 2023. There were no significant events or changes in benefit provision that required an adjustment to the roll-forward liabilities as of June 30, 2023. The employer's name's proportion of the net pension liability was based on a projection of the Authority's long-term share of contributions to the pension plan relative to the projected contributions of all participating entities, actuarially determined. As of June 30, 2023, the Authority's proportion was 0.18%.

For the year ended June 30, 2024, the Authority recognized a pension expense of \$637,143. At June 30, 2024, employer's name reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources		Deferred Inflows of Resources
The Authority's contributions subsequent to the measurement date	\$	242,381	\$ -
Differences between expected and actual experience		295,792	-
Changes in assumptions		-	-
Net difference between projected and actual earnings on pension plan investments		370,552	48,097
Changes in proportion and differences between the Authority contributions and proportionate share of contributions		268,893	4,545
Total	\$	1,177,618	\$ 52,642

\$242,381 reported as deferred outflows of resources related to pensions resulting from the Authority's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

## BASIC FINANCIAL STATEMENTS NOTES TO FINANCIAL STATEMENTS

#### June 30, 2024

Year ended June 30:	
2024	\$ 317,023
2025	150,790
2026	381,041
2027	33,741
2028	-
Total	\$ 882,595

*Actuarial assumptions.* The total pension liability in the June 30, 2023 actuarial valuation was determined using the following significant actuarial assumptions, applied to all periods included in the measurement:

Actuarial valuation date	June 30, 2023
Actuarial cost method	Entry Age Normal
Amortization method	Level Percentage of Payroll
Amortization period	25 years
Actuarial assumptions:	
Investment rate of return	7.25%
Salary Increases	3.25% to 13.50% per year
<ul> <li>Projected benefit payment</li> </ul>	100 years
<ul> <li>Projected salary increases</li> </ul>	3.25% to 13.50% annual rate
Includes inflation at	2.5%
Mortality Assumption	The mortality assumptions are based on the RPH-2014 Blue Collar mortality table. Future improvement in mortality rates is assumed using 60% of the MP-2017 projection scale generationally. For non-public safety groups, 25% of in-service deaths are assumed to be duty related and 35% are assumed to be duty-related for public safety groups.
Experience Study Dates	The Board adopted new actuarial assumptions on May 30, 2024 based on the 2024 actuarial experience study prepared as of June 30, 2023. Experience study was conducted for July 1, 2018 to June 30, 2023.

The total pension liability, net pension liability, and certain sensitivity information are based on an actuarial valuation performed as of June 30, 2022. The total pension liability was rolled-forward from the valuation

## BASIC FINANCIAL STATEMENTS NOTES TO FINANCIAL STATEMENTS

#### June 30, 2024

date to the plan year ended June 30, 2023. These assumptions were adopted by the Board for use in the June 30, 2022 actuarial valuation.

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

		Long Term
	Target	Expected Real
ALL FUNDS - Asset Class	Allocation %	Rate of Return %
Global Equity	38.00	6.90
Risk Reduction & Mitigation	17.00	3.90
Credit Oriented Fixed Income	19.00	6.00
Real Assets	18.00	7.00
Multi-Risk Allocation	8.00	0.61
Total	100%	

**Discount rate:** The discount rate used to measure the total pension liability is 7.25%. The projection of cash flows used to determine the discount rate assumed that future contributions will be made in accordance with statutory rates. On this basis, the pension plan's fiduciary net position together with the expected future contributions are sufficient to provide all projected future benefit payments of current plan members as determined in accordance with GASB Statement No. 67. Therefore, the 7.25% assumed long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

#### PERA Fund Sensitivity of the Net Pension Liability to Change in the Discount Rate

The following presents the net pension liability of PERA Fund, calculated using the discount rate of 7.25%, as well as what PERA Fund's net pension liability would be if it were calculated using a discount rate that is 1% lower (6.25%) or 1% higher (8.25%) than the current rate:

		1%		Current	1%
		Decrease	Di	scount Rate	Increase
	-	(6.25%)	-	(7.25%)	 (8.25%)
The Authority's proportionate share of the					
net pension liability	\$	5,713,940	\$	3,941,055	\$ 2,467,041

## BASIC FINANCIAL STATEMENTS NOTES TO FINANCIAL STATEMENTS

#### June 30, 2024

**Pension plan fiduciary net position.** Detailed information about the pension plan's fiduciary net position is available in the separately issued FY23 PERA financial report. The report is available at http://www.nmpera.org/financial-overview/comprehensive-annual-financial-report.

Payables to the pension plan. The Authority has \$0 in payables due to NM PERA.

# NOTE G – POST-EMPLOYMENT BENEFITS – STATE RETIREE HEALTH CARE PLAN

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

NMRHCA is an independent agency of the State of New Mexico. The funds administered by NMRHCA are considered part of the State of New Mexico financial reporting entity and are OPEB trust funds of the State of New Mexico. NMRHCA's financial information is included with the financial presentation of the State of New Mexico.

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

Employees covered by benefit terms. At June 30, 2023, the Fund's measurement date, the following employees were covered by the benefit terms:

Plan	mem	here	hin

Inactive and eligible for deferred benefit	12,552
Current active members	<u>93,595</u>
Total	<u>159,125</u>
Active Membership	
Active Membership	
State general	18,462
State police and corrections	1,260
Municipal general	17,283
Municipal police	3,169
Municipal fire	2,419
Educational Retirement Board	<u>51,002</u>
Total	93,595

Current retirees and surviving spouses

52,978

## BASIC FINANCIAL STATEMENTS NOTES TO FINANCIAL STATEMENTS

#### June 30, 2024

Contributions. Employer and employee contributions to the Fund total 3% for non-enhanced retirement plans and 3.75% of enhanced retirement plans of each participating employee's salary as required by Section 10-7C-15 NMSA 1978. The contributions are established by statute and are not based on an actuarial calculation. All employer and employee contributions are non-refundable under any circumstance, including termination of the employer's participation in the Fund. Contributions to the Fund from the Authority were \$44,855 for the year ended June 30, 2024.

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflow of Resources Related to OPEB. At June 30, 2024 the Authority reported a liability of \$582,649 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of June 30, 2023, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2023. The Authority's proportion of the net OPEB liability was based on actual contributions provided to the Fund for the year ending June 30, 2023. At June 30, 2023, the Authority's proportion was .03421 percent.

For the year ended June 30, 2024, the Authority recognized OPEB expense (income) of (\$154,919). At June 30, 2024, the Authority reported outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources		Ir	Deferred of the sources
the Authority's contributions subsequent to the measurement date	\$	44,885	\$	-
Differences between expected and actual experience		9,850		105,489
Changes in assumptions		112,129		549,633
Net difference between projected and actual earnings on pension plan investments		12,485		-
Changes in proportion and differences between the Authority contributions and proportionate share of contributions		_		45,090
Total	\$	179,349	\$	700,212

The Authority's net OPEB liability and related amounts do not agree with the New Mexico Retiree Health Care Authority's Schedule of Employer Allocations and OPEB Amounts by Employer (RHC) for the year ended June 30, 2025. The Authority's RHC had previously been maintained as a portion of the City of Albuquerque's allocations and was determined between the Authority and the City at June 30, 2019. The Authority is now accounted for separately in the RHC allocations, however, the RHC amounts don't agree

## BASIC FINANCIAL STATEMENTS NOTES TO FINANCIAL STATEMENTS

#### June 30, 2024

due to previously recognized balances by the Authority leading to differences in amortization which will agree in future years.

Deferred outflows of resources totaling \$44,885 represent Authority contributions to the Fund made subsequent to the measurement date and will be recognized as a reduction of net OPEB liability in the year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in OPEB expense as follows:

Year ended

June 30:	
2024	\$ (245,837)
2025	(103,507)
2026	(121,520)
2027	(74,023)
2028	 (20,861)
	 (565,748)

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

Actuarial valuation date	June 30, 2023
Actuarial cost method	Entry age normal, level percent of pay, calculated on individual employee basis
Asset valuation method	Market value of assets
Actuarial assumptions:	
Inflation	2.30% for ERB members, 2.50% for PERA members
Projected payroll increases	3.00% to 13.00% based on years of service, including inflation
Investment rate of return	7.00%, net of OPEB plan investment expense and margin for adverse deviation including inflation
Health care cost trend rate	8% graded down to 4.5% over 14 years for Non- Medicare medical plan costs and 8.5% graded down to 4.5% over 16 years for Medicare medical plan costs
Mortality	ERB members: 2020 GRS Southwest Region Teacher Mortality Table, set back one year (and scaled at 95% for males). Generational mortality improvements in accordance with the Ultimate MP scales are projected from the year 2020.  PERA members: Headcount-Weighted RP-2014 Blue Collar Annuitant Mortality, set forward one year for females, projected generationally with Scale MP-2017 times 60%.

## BASIC FINANCIAL STATEMENTS NOTES TO FINANCIAL STATEMENTS

#### June 30, 2024

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

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

	Long Term
Asset Class	Rate of Return
U.S. core fixed income	1.6
U.S. equity - large cap	6.9
Non U.S emerging markets	8.7
Non U.S developed equities	7.2
Private equity	10.0
Credit and structured finance	3.7
Real estate	3.6
Absolute return	3.2
U.S. equity - small/mid cap	6.9

Discount Rate. The discount rate used to measure the total OPEB liability is 6.22% as of June 30, 2023. The projection of cash flows used to determine the discount rate assumed that employer contributions will be made at rates proportional to the actuary determined contribution rates. For this purpose, employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Projected employer contributions that are intended to fund the service costs for future plan members and their beneficiaries are not included. Based on those assumptions, the Authority's fiduciary net position was projected to be available to make all projected future benefit payments for current plan members through the fiscal year ending June 30, 2059. The 7.00% discount rate, which includes the assumed inflation rate of 2.30% for ERB members and 2.50% for PERA members, was used to calculate the net OPEB liability through 2052. Beyond 2059, the index rate for 20-year, tax exempt general obligation municipal bonds with an average rating of AA/Aa or higher (3.54%) was applied. Thus, 6.22% is the blended discount rate.

Sensitivity of the net OPEB liability to changes in the discount rate and healthcare cost trend rates. The following presents the net OPEB liability, calculated using the discount rate of 6.22% as of June 30, 2023, as well as what the Fund's net OPEB liability would be if it were calculated using a discount rate that is 1-percent lower or 1-percent higher than the current rate:

	1%	Current	1%
	Decrease	Discount Rate	Increase
	(5.22%)	(6.22%)	(7.22%)
The Authority's proportionate share of the			
net pension liability	\$ 734,577	\$ 582,649	\$ 459,497

#### BASIC FINANCIAL STATEMENTS NOTES TO FINANCIAL STATEMENTS

#### June 30, 2024

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

	1%	Current	1%
	Decrease	Trend Rate	Increase
The Authority's proportionate share of the			
trend rates	\$ 482,734	\$ 582,649	\$ 697,812

*OPEB plan fiduciary net position.* Detailed information about the OPEB plan's fiduciary net position is available in NMRHCA's audited financial statements for the year ended June 30, 2023.

*Payable Changes in the Net OPEB Liability.* At June 30, 2024, the Authority did not have any reported payables for outstanding contributions due to NMRHCA.

#### **NOTE H - TRANSFERS**

The following transfers occurred during the year. These transfers were used to provide an annual amount for non-recurring capital and non-capital expenditures including joint project expenditures as necessary.

Fund From	<u>To</u>	<u>Amount</u>
General Fund	Acquisitions & Savings	\$ 700,000
Capital Projects Fund	Agency & Areawide	\$2,200,000

#### **NOTE I - INTERFUND RECEIVABLES AND PAYABLES**

There were no interfund receivables and payables as of June 30, 2024.

#### NOTE J - FUND BALANCES - DESIGNATED FOR CONTINGENCIES

In April 2016, the Board of Directors passed Resolution 2016-05 – *Cash Reserves*. In addition to creating a reserve for subsequent year's expenditures, it also created the following contingency reserves:

*Infrastructure Emergency Reserve* – Can only be used by Board Action for emergency purposes. The reserve must be at least 1.5% of the total cost of the most recently audit AMAFCA infrastructure, which is \$4,615,512 as of June 30, 2024. This reserve was fully funded as of June 30, 2024.

**Board of Directors Contingency Reserve** – Will be used at Board discretion for flood control purposes. Board Action is require to use or make an adjustment to the balance. The balance as of June 30, 2024 was \$500,000.

**Executive Engineer/Director Contingency Reserve** – Can be utilized by the Executive Engineer/Director without Board approval, generally for "stop-gap" or emergency purposes. The balance as of June 30, 2024 was \$400,000.

*Insurance & Other Operating Reserve* – Can be utilized by the Executive Engineer for funding unplanned and unbudgeted expenses that are unusual in nature or infrequent in occurrence. The balance as of June 30, 2024 was \$200,000.

#### BASIC FINANCIAL STATEMENTS NOTES TO FINANCIAL STATEMENTS

#### June 30, 2024

#### **NOTE K – RISK MANAGEMENT**

The Authority is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; error omissions; and natural disasters, for which the Authority carries insurance policies for the Fiscal Year ending June 30, 2024 as follows:

#### **Worker's Compensation**

a.	Name of insurance agent	New Mexico Self-Insurers' Fund
b.	Policy Number	4020W
C.	Amount of coverage	Unlimited
d.	Expiration date	6/30/2024
e.	Premium paid	\$12,216

#### **Property**

a.	Name of insurance agent	New Mexico Self-Insurers' Fund
b.	Policy Number	4020P
C.	Amount of coverage	Scheduled Values
d.	Expiration date	6/30/2024
e.	Premium paid	\$1,866

#### **General Liability**

a.	Name of insurance agent	New Mexico Self-Insurers' Fund
b.	Policy Number	4020L
C.	Amount of coverage	\$1,050,000 per occurrence
d.	Expiration date	6/30/2024
e.	Premium paid	\$14,790

#### **Auto Liability**

Name of insurance agent	New Mexico Self-Insurers' Fund
Policy Number	4020L
Amount of coverage	\$1,050,000 per occurrence
Expiration date	6/30/2024
Premium paid	\$6,465
	Policy Number Amount of coverage

#### **Civil Rights**

a.	Name of insurance agent	New Mexico Self-Insurers' Fund
b.	Policy Number	4020 and 4020L
C.	Amount of coverage	\$5,000,000/occurrence
d.	Expiration date	6/30/2024
e.	Premium paid	\$5,979

The Authority has not filed any claims for which the settlement amount exceeded the insurance coverage during the past three years. However, should a claim be filed against the Authority which exceeds the insurance coverage, the Authority would be responsible for a loss in excess of the coverage amounts. As claims are filed, the New Mexico Self-Insurers' Fund assesses and estimates the potential loss. The address of the New Mexico Self-Insurers' Fund is 1231 Paseo de Peralta, Santa Fe, New Mexico 87501.

At June 30, 2024, no unpaid claims have been filed which exceed the policy limits. To the best of management's knowledge and belief, all known and unknown claims will be covered by insurance. No major lawsuits have been filed against the Albuquerque Metropolitan Arroyo Flood Control Authority. Coverages for all policies reported here also remain in effect for the year ending June 30, 2024.

#### BASIC FINANCIAL STATEMENTS NOTES TO FINANCIAL STATEMENTS

June 30, 2024

#### **NOTE L - SIGNIFICANT ESTIMATES**

The Authority records property tax revenues based on the amounts collected by the Bernalillo County Treasurer in June that are remitted to the Authority in July and August and deferred revenues on property taxes based on information provided by the Bernalillo County Treasurer's Office. An estimated receivable of \$1,014,307 as of June 30, 2024 was recorded by the Authority. An estimated allowance for doubtful accounts of \$105,857 was also provided in conjunction with this receivable, resulting in a net amount recorded of \$908,450.

Depreciation on capital assets is a second significant estimate. Depreciation expense totaled \$4,223,021 for the year ended June 30, 2024.

The Net Pension Liability and related deferred inflows and outflows are based on an actuarial study, see Note F for details.

The Net OPEB liability and related deferred inflows are based on an actuarial study, see Note G for details.

The current portion of Compensated Absences is estimated based on anticipated usage of accrued hours. The Authority estimates that employees will utilize the hours they have accrued up to 80 hours in the subsequent year.

#### **NOTE M – NEW ACCOUNTING STANDARDS IMPLEMENTATION**

During the fiscal year ended June 30, 2024, the Authority is in compliance with the following:

- GASB issued Statement No. 91, Conduit Debt Obligations
- GASB issued Statement No. 94, Public-Private and Public-Public Partnerships and Availability Payment Arrangements
- GASB issued Statement No. 96, Subscription-Based Information Technology Arrangements
- GASB issued Statement No. 99, Omnibus 2022
- GASB issued Statement No. 100, Accounting Changes and Error Corrections

The implementation of these statements did not have a significant impact on the Authority because the activities of the Authority were not affected by the statements in a material manner.

The Governmental Accounting Standards Board has issued statements that will become effective in future years. These statements are as follows:

In June 2022, GASB issued Statement No. 101, *Compensated Absences*. The requirements of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. The requirements of this Statement are effective for reporting periods beginning after December 15, 2023. Earlier application is encouraged.

In December 2023, GASB issued Statement No. 102, Certain Risk Disclosures. The requirements of this Statement will improve financial reporting by providing users of financial statements with essential information that currently is not often provided. The disclosures will provide users with timely information regarding certain concentrations or constraints and related events that have occurred or have begun to occur that make a government vulnerable to a substantial impact. As a result, users will have better information with which to understand and anticipate certain risks to a government's financial condition. The

#### BASIC FINANCIAL STATEMENTS NOTES TO FINANCIAL STATEMENTS

#### June 30, 2024

requirements of this Statement are effective for fiscal years beginning after June 15, 2024, and all reporting periods thereafter.

In April 2024 GASB issued Statement No. 103, Financial Reporting Model Improvements. The requirements of this Statement are effective for fiscal years beginning after June 15, 2025, and all reporting periods thereafter. Earlier application is encouraged

In September 2024 GASB issued Statement No. 104, Disclosure of Certain Capital Assets. The requirements of this Statement are effective for fiscal years beginning after June 15, 2025, and all reporting periods thereafter. Earlier application is encouraged.

The Authority is evaluating the requirements of the above statements and the impact on reporting.



### BASIC FINANCIAL STATEMENTS NOTES TO FINANCIAL STATEMENTS

#### June 30, 2024

#### **NOTE N - TAX ABATEMENTS**

The following are Industrial Revenue Bonds affecting the Authority:

June 30, 2024				
Agency number for Agency making the disclosure (Abating Agency)	5001	5001	5001	5001
Abating Agency Name	Bernalillo County	Bernalillo County	Bernalillo County	Bernalillo County
Abating Agency+A:K Type	County	County	County	County
Tax Abatement Agreement Name	3D Glass Solutions, Inc.	Admiral Beverage Corporation Project	Arroyo Vista Apartments Project	Ben E. Keith Foods
Name of agency affected by abatement agreement (Affected Agency)	Albuquerque Metro Arroyo Flood Control Authority	Albuquerque Metro Arroyo Flood Control Authority	Albuquerque Metro Arroyo Flood Control Authority	Albuquerque Metro Arroyo Flood Control Authority
Agency number of Affected Agency	4003	4003	4003	4003
Agency type of Affected Agency	Special District	Special District	Special District	Special District
Recipient(s) of tax abatement	3D Glass Solutions, Inc.	Admiral Beverage Corporation	Arroyo Vista Apartments, LLC	Ben E. Keith Foods
Tax abatement program (name and brief description)	Taxable Industrial Revenue Bonds (Series 2018)	Taxable Industrial Revenue Bonds (Series 2012)	PRB - Multifamily Housing Revenue Bonds, in one or more tax-exempt or taxable series (Arroyo Vista Project)	IRB - Taxable Industrial Revenue Bonds, Series 2018
Specific Tax(es) Being Abated	Real and personal property tax exemption	Real and personal property tax exemption	Real property tax	Real and personal property tax exemption
Authority under which abated tax would have been paid to Affected Agency	NMSA §7-37-6	NMSA §7-37-6	NMSA §3-45 Municipal Housing Law	NMSA §7-37-6
	Real Property tax :	Real Property tax :	Real Property tax :	Real Property tax:
Gross dollar amount, on an	\$2,557.80	\$5,197.07	\$4,611.02	\$9,873.36
accrual basis, by which the Affected Agency's tax revenues were reduced during the	Personal Property tax :	Personal Property tax :	Personal Property tax :	Personal Property tax :
reporting period as a result of the tax abatement agreement	\$55.62	\$119.10	\$0.00	\$0.00
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	none	none	none	none
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis	N/A	N/A	N/A	N/A

### BASIC FINANCIAL STATEMENTS NOTES TO FINANCIAL STATEMENTS

5001	5001	5001	5001	5001
Bernalillo County	Bernalillo County	Bernalillo County	Bernalillo County	Bernalillo County
County	County	County	County	County
Catholic Charities	CCC&S Family Project (dated 11/1/2016)	Ceja Vista PRB Ordinance	CFV Solar Test Laboratory, Inc. Project	Cottonwood Apartment Project
Albuquerque Metro Arroyo Flood Control Authority	Albuquerque Metro Arroyo Flood Control Authority	Albuquerque Metro Arroyo Flood Control Authority	Albuquerque Metro Arroyo Flood Control Authority	Albuquerque Metro Arroyo Flood Control Authority
4003	4003	4003	4003	4003
Special District	Special District	Special District	Special District	Special District
Wells Fargo National Bank (trustee)	CCC&S Family LLC	DBG Properties LLC	CFV Solar Test Laboratory, Inc.	GSL Properties
IRB - Taxable Industrial Revenue Bonds, Series 2016	IRB - Taxable Industrial Revenue Bonds, Series 2016	PRB - Multifamily Housing Refunding Revenue Bonds Series 2019	Taxable Industrial Revenue Bonds (Series 2010)	Multi-Family Refunding Revenue Bonds (Series 2006A) and Taxable Multi-Family Housing Revenue Bonds
Real and personal property tax exemption	Real and personal property tax exemption	Real and personal property tax exemption	Real and personal property tax exemption	Real and personal property tax exemption
NMSA §7-37-6	NMSA §7-37-6	NMSA §7-37-6	NMSA §7-37-6	NMSA 7-37-6
Real Property tax :	Real Property tax :	Real Property tax :	Real Property tax :	Real Property tax :
\$1,159.68	\$802.29	\$2.07	\$0.00	\$3,496.34
Personal Property tax :	Personal Property tax :	Personal Property tax :	Personal Property tax :	Personal Property tax:
\$0.00	\$0.00	\$0.00	\$136.12	\$0.00
none	none	none	none	none
N/A	N/A	N/A	N/A	N/A

### BASIC FINANCIAL STATEMENTS NOTES TO FINANCIAL STATEMENTS

#### June 30, 2024

June 30, 2024	T	T	r	
Agency number for Agency making the disclosure (Abating Agency)	5001	5001	5001	5001
Abating Agency Name	Bernalillo County	Bernalillo County	Bernalillo County	Bernalillo County
Abating Agency+A:K Type	County	County	County	County
Tax Abatement Agreement	CT Corp	Desert Willow Apartments Project	General Mills Operations Project (dated 11/1/2016)	Glenrio Project
Name of agency affected by abatement agreement (Affected Agency)	Albuquerque Metro Arroyo Flood Control Authority	Albuquerque Metro Arroyo Flood Control Authority	Albuquerque Metro Arroyo Flood Control Authority	Albuquerque Metro Arroyo Flood Control Authority
Agency number of Affected Agency	4003	4003	4003	4003
Agency type of Affected Agency	Special District	Special District	Special District	Special District
Recipient(s) of tax abatement	ABQ Office Blvd. Operating Associates, L.P. (ABQ Properties).	Desert Willow Limited Partnership	General Mills Operations LLC	Glenrio LLLP
Tax abatement program (name and brief description)	IDP - Industrial Development Project	Multifamily Housing Refunding Revenue Bonds Series 2008), replacing Series 1998.	Taxable Industrial Revenue Bonds (Series 2016)	New Mexico Multifamily Housing Revenue Bonds (Series 2013)
Specific Tax(es) Being Abated	Real and personal property tax exemption	Real Property Tax	Real and personal property tax exemption	Real Property Tax
Authority under which abated tax would have been paid to Affected Agency	NMSA 7-37-6	NMSA §7-37-6	NMSA §7-37-6	NMSA §7-37-6
	Real Property tax :	Real Property tax :	Real Property tax :	Real Property tax:
Gross dollar amount, on an	\$0.00	\$0.00	\$0.00	\$0.00
accrual basis, by which the Affected Agency's tax revenues were reduced during the	Personal Property tax :	Personal Property tax :	Personal Property tax :	Personal Property tax :
reporting period as a result of the tax abatement agreement	\$0.00	\$0.00	\$0.00	\$0.00
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	none	none	none	none
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis	N/A	N/A	N/A	N/A

### BASIC FINANCIAL STATEMENTS NOTES TO FINANCIAL STATEMENTS

5001	5001	5001	5001	5001
Bernalillo County	Bernalillo County	Bernalillo County	Bernalillo County	Bernalillo County
County	County	County	County	County
Harrington Project 2015	Hotel Chaco Project	Los Poblanos Project (dated 3/1/2016)	MCT Balloon Fiesta Industrial Park Project (dated 12/31/2016)	New Beginnings Senior Living Project (dated 12/1/2016)
Albuquerque Metro Arroyo Flood Control Authority	Albuquerque Metro Arroyo Flood Control Authority	Albuquerque Metro Arroyo Flood Control Authority	Albuquerque Metro Arroyo Flood Control Authority	Albuquerque Metro Arroyo Flood Control Authority
4003	4003	4003	4003	4003
Special District	Special District	Special District	Special District	Special District
Harrington Properties	Hotel Chaco, LLC	Rembe Family, LLC	Mart-Nair Investments (Affiliated with MCT Industries and MCT Devel)	New Beginnings Senior Living LLC
Taxable Industrial Revenue Bonds	Taxable Industrial Revenue Bonds (Series 2015A)	IRB - Taxable Industrial Revenue Bonds (Series 2016)	IRB - Taxable Industrial Revenue Bonds, Series 2016 B	IRB - Taxable Industrial Revenue Bonds (Series 2016)
Real Property Tax	Real and personal property tax exemption	Real and personal property tax exemption	Real and personal property tax exemption	Real and personal property tax exemption
NIMSA §7-37-6	NMSA §7-37-6	NMSA §7-37-6	NMSA §7-37-6	NMSA 7-37-6
Real Property tax :	Real Property tax :	Real Property tax :	Real Property tax :	Real Property tax :
\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Personal Property tax :	Personal Property tax :	Personal Property tax :	Personal Property tax :	Personal Property tax :
\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
none	none	none	none	none
N/A	N/A	N/A	N/A	N/A

### BASIC FINANCIAL STATEMENTS NOTES TO FINANCIAL STATEMENTS

#### June 30, 2024

June 30, 2024				
Agency number for Agency making the disclosure (Abating Agency)	5001	5001	5001	5001
Abating Agency Name	Bernalillo County	Bernalillo County	Bernalillo County	Bernalillo County
Abating Agency+A:K Type	County	County	County	County
Tax Abatement Agreement Name	New Mexico Food Distributors, Inc. Project	New Mexico Fresh Foods	La Orilla Project IRB	MF Housing Bonds (La Vida Nueva Project)
Name of agency affected by abatement agreement (Affected Agency)	Albuquerque Metro Arroyo Flood Control Authority	Albuquerque Metro Arroyo Flood Control Authority	Albuquerque Metro Arroyo Flood Control Authority	Albuquerque Metro Arroyo Flood Control Authority
Agency number of Affected Agency	4003	4003	4003	4003
Agency type of Affected Agency	Special District	Special District	Special District	Special District
Recipient(s) of tax abatement	New Mexico Food Distributors, Inc.	New Mexico Fresh Foods, LLC	The Village at La Orilla, LLC	La Vida Nueva Housing, L.P.
Tax abatement program (name and brief description)	Taxable Variable Rate Revenue Bonds (Series 2004)  Real and personal property tax	IRB - Taxable Industrial Revenue Bonds (Series 2020)	IRB - Industrial Revenue Bond	PRB - Housing Revenue Bonds, in one or more tax-exempt or taxable series
Specific Tax(es) Being Abated	exemption	Real property tax	Real property tax	Real property tax
Authority under which abated tax would have been paid to Affected Agency	NMSA §7-37-6	NMSA 7-37-6	NMSA 7-37-6	NMSA 7-37-6
	Real Property tax :	Real Property tax :	Real Property tax :	Real Property tax :
Gross dollar amount, on an	\$0.00	\$7,419.90	\$0.00	\$0.00
accrual basis, by which the Affected Agency's tax revenues were reduced during the	Personal Property tax :	Personal Property tax :	Personal Property tax :	Personal Property tax :
reporting period as a result of the tax abatement agreement	\$0.00	\$0.00	\$0.00	\$0.00
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	none	none	none	none
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis	N/A	NA	N/A	N/A

### BASIC FINANCIAL STATEMENTS NOTES TO FINANCIAL STATEMENTS

5001	5001	5001	5001	5001				
Bernalillo County	Bernalillo County	Bernalillo County	Bernalillo County	Bernalillo County				
County	County	County	County	County				
One Central Entertainment Hub Project	Peak Dining LLC	Rio Bravo Brewing Project dated 2/1/2016)	Rio Vista Apartments Project (dated 11/1/2016)	Rodgers/JSR Holdings Project				
Albuquerque Metro Arroyo Flood Control Authority	Albuquerque Metro Arroyo Flood Control Authority	Albuquerque Metro Arroyo Flood Control Authority	Albuquerque Metro Arroyo Flood Control Authority	Albuquerque Metro Arroyo Flood Control Authority				
4003	4003	4003	4003	4003				
Special District	Special District	Special District	Special District	Special District				
One Central Associates	Sandia Peak Ski Company	DRB Properties and Rio Bravo Brewing Co	Rio Housing Associates	JSR Holdings, LLC				
IRB - Taxable Industrial Revenue Bonds, Series 2016B	IRB - Industrial Revenue Bond	IRB - Taxable Industrial Revenue Bonds (Series 2016)  IRB - Taxable Industrial Revenue Bonds (Series 2016)  Taxable Industrial Revenue Bonds (Series 2016)  Bonds (Series 20						
Real and personal property tax exemption	Real and personal property tax exemption	Real and personal property tax exemption	Real and personal property tax exemption	Real and personal property tax exemption				
NMSA 7-37-6			NMSA 7-37-6	NMSA §7-37-6				
Real Property tax :	Real Property tax :	Real Property tax :	Real Property tax :	Real Property tax :				
\$28,917.92	\$0.00	\$2,343.75	\$0.00	\$0.00				
Personal Property tax :	Personal Property tax :	Personal Property tax :	Personal Property tax :	Personal Property tax :				
\$0.00	\$0.00	\$0.00	\$0.00	\$0.00				
none	none	none	none	none				
NA	N/A	NA	N/A	NA				

### BASIC FINANCIAL STATEMENTS NOTES TO FINANCIAL STATEMENTS

#### June 30, 2024

June 30, 2024			1	· · · · · · · · · · · · · · · · · · ·			
Agency number for Agency making the disclosure (Abating Agency)	5001	5001	5001	5001			
Abating Agency Name	Bernalillo County	Bernalillo County	Bernalillo County	Bernalillo County			
Abating Agency+A:K Type	County	County	County	County			
Tax Abatement Agreement Name	Rose's Southwest Papers, Inc.	Soumill Ballamah Properties SRS Technologies Inc.		Silver Moon Lodge Project			
Name of agency affected by abatement agreement (Affected Agency)	Albuquerque Metro Arroyo Flood Control Authority	Albuquerque Metro Arroyo Flood Control Authority					
Agency number of Affected Agency	4003	4003	4003	4003			
Agency type of Affected Agency	Special District	Special District	Special District	Special District			
Recipient(s) of tax abatement	Rose's Southwest Papers, Inc.	Sawmill Bellamah Properties, LLC	Brunacini Development LTD. CO.	Silver Moon Lodge LLLP			
Tax abatement program (name and brief description)	Taxable Industrial Revenue Bonds (Series 2019)	Taxable Industrial Revenue Bonds (Series 2018)	New Mexico Multifamily Housing Revenue Bonds (Series 2013A and 2013B)				
Specific Tax(es) Being Abated	Personal property tax exemption	Real and personal property tax exemption	Real and personal property tax exemption	Real Property Tax			
Authority under which abated tax would have been paid to Affected Agency	NMSA §7-37-6	NMSA §7-37-6	NMSA §7-37-6	NMSA §7-37-6			
	Real Property tax :	Real Property tax :	Real Property tax :	Real Property tax :			
Gross dollar amount, on an	\$0.00	\$0.00	\$0.00	\$0.00			
accrual basis, by which the Affected Agency's tax revenues were reduced during the	Personal Property tax :	Personal Property tax :	Personal Property tax :	Personal Property tax :			
reporting period as a result of the tax abatement agreement	\$0.00	\$0.00	\$0.00	\$0.00			
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	none	none	none	none			
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis	N/A	N/A	N/A	N∕A			

### BASIC FINANCIAL STATEMENTS NOTES TO FINANCIAL STATEMENTS

5001	5001	5001	5001	5001			
Bernalillo County	Bernalillo County	Bernalillo County	Bernalillo County	Bernalillo County			
County	County	County	County	County			
GAHP Project IRB (Sterling Downtown)	Tempur Production USA, Inc. Project	The Village at Avalon Project (dated 12/1/2015) United Poly Systems Project dated 2014)		UR Silver LLC			
Albuquerque Metro Arroyo Flood Control Authority	Albuquerque Metro Arroyo Flood Control Authority	Albuquerque Metro Arroyo Flood Control Authority	Albuquerque Metro Arroyo Flood Control Authority	Albuquerque Metro Arroyo Flood Control Authority			
4003	4003	4003	4003	4003			
Special District	Special District	Special District	Special District	Special District			
The Greater Albuquerque Housing Partnership (GAHP),	Tempur Production USA, Inc.	Village at Avalon Apartments	Gold Mesa Investments	UR Silver LLC			
PRB - Multifamily Housing Revenue Note (The Sterling Downtown Project), Series 2016	Taxable Industrial Revenue Bonds (Series 2005A and 2005B)	Series 2015 Multifamily Housing Revenue Bonds.					
Real property tax	Real and personal property tax exemption	Real Property Tax	Real and personal property tax exemption	Real and personal property tax exemption			
NMSA §3-45 Municipal Housing Law	NMSA §7-37-6	NMSA 7-37-6	NMSA 7-37-6	NMSA §7-37-6			
Real Property tax :	Real Property tax :	Real Property tax :	Real Property tax :	Real Property tax :			
\$0.00	\$0.00	\$0.00	\$0.00	\$0.00			
Personal Property tax :	Personal Property tax :	Personal Property tax :	Personal Property tax :	Personal Property tax:			
\$0.00	\$0.00	\$0.00	\$0.00	\$0.00			
none	none	none	none	none			
N/A	N/A	N/A	N/A	N⁄A			

### BASIC FINANCIAL STATEMENTS NOTES TO FINANCIAL STATEMENTS

#### June 30, 2024

			I	,				
Agency number for Agency making the disclosure (Abating Agency)	5001	5001	5001	5001				
Abating Agency Name	Bernalillo County	Bernalillo County	Bernalillo County	Bernalillo County				
Abating Agency+A:K Type	County	County	County	County				
Tax Abatement Agreement Name	US Foodservice, Inc. Project	Valencia Retirement Apartments Project (1/1/2000)	Valle de Atrisco Family Apartments	Vitality Works, Inc. Project				
Name of agency affected by abatement agreement (Affected Agency)	Albuquerque Metro Arroyo Flood Control Authority	Albuquerque Metro Arroyo Flood Control Authority	Albuquerque Metro Arroyo Flood Control Authority	Albuquerque Metro Arroyo Flood Control Authority				
Agency number of Affected Agency	4003	4003	4003	4003				
Agency type of Affected Agency	Special District	Special District	Special District	Special District				
Recipient(s) of tax abatement	US Foodservice, Inc.	Valencia Limited Partnership	DBG Properties, LLC	Vitality Works, Inc.				
Tax abatement program (name and brief description)	Taxable Industrial Revenue Bonds (Series 2011)							
	Real and personal property tax	Real and personal property tax	Real and personal property tax					
Specific Tax(es) Being Abated	exemption	exemption	exemption	exemption				
Authority under which abated tax would have been paid to Affected Agency	NMSA §7-37-6	NMSA 7-37-6	NMSA 7-37-6	NMSA §7-37-6				
	Real Property tax :	Real Property tax :	Real Property tax :	Real Property tax:				
Gross dollar amount, on an	\$0.00	\$0.00	\$0.00	\$0.00				
accrual basis, by which the Affected Agency's tax revenues were reduced during the	Personal Property tax :	Personal Property tax :	Personal Property tax :	Personal Property tax :				
reporting period as a result of the tax abatement agreement	\$0.00	\$0.00	\$0.00	\$0.00				
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	none	none	none	none				
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis	NA	N/A	N/A	NA				

### BASIC FINANCIAL STATEMENTS NOTES TO FINANCIAL STATEMENTS

5001	5001	6004	6004	6004				
Bernalillo County	Bernalillo County	City of Albuquerque	City of Albuquerque	City of Albuquerque				
County	County	Local Gvernment	Local Gvernment	Local Gvernment				
Wagner Equipment Project (dated 12/1/2015)	West Publishing Corporation Project	MRA	MRA	MRA				
Albuquerque Metro Arroyo Flood Control Authority	Albuquerque Metro Arroyo Flood Control Authority	AMAFCA	AMAFCA	AMAFCA				
4003	4003	4003	4003	4003				
Special District	Special District	Flood Control	Flood Control	Flood Control				
Wagner Equipment Co	West Publishing Corporation, Southwest Tiburon LLC	WW Olympus NorthPoint 9100 San Mateo/Alameda	WCW Olympus Highlands North 200 Mulberry St NE	Franz/ 1716 Central Avenue, LLC				
Taxable Industrial Revenue Bonds (Series 2015)	Taxable Industrial Revenue Bonds (Series 2004A)	Metropolitan Redevelopment Code as allowed in statute and ordinance below	Metropolitan Redevelopment Code as allowed in statute and ordinance below					
Real Property Tax	Real and personal property tax exemption	Property Taxes	Property Taxes	Property Taxes				
NMSA 7-37-6	NMSA §7-37-6	Metropolitan Redevelopment Code Sections 3-60A-1 et seq. NMSA 1978	Metropolitan Redevelopment Code Sections 3-60A-1 et seq. NMSA 1978	Metropolitan Redevelopment Code Sections 3-60A-1 et sec NMSA 1978				
Real Property tax :	Real Property tax :	\$8,233	\$3,116	\$1,483				
\$0.00	\$0.00	\$0.00	\$0.00	\$0.00				
Personal Property tax :	Personal Property tax :	None Omitted	None Omitted	None Omitted				
\$0.00	\$0.00	No	No	No				
none	none	NA	NA	NA				
N/A	N/A	None Omitted	None Omitted	None Omitted				

### BASIC FINANCIAL STATEMENTS NOTES TO FINANCIAL STATEMENTS

#### June 30, 2024

June 30, 2024						
Agency number for Agency						
making the disclosure (Abating						
Agency)	6004	6004	6004	6004		
Abating Agency Name	City of Albuquerque	City of Albuquerque	City of Albuquerque	City of Albuquerque		
Abating Agency Name Abating Agency+A:K Type	Local Gvernment	Local Gvernment	Local Gvernment	Local Gvernment		
Abating Agency+A:K Type	Local Gvernment	Local Gvernment	Local Gvertiment	Local Gvernment		
	1404	1404	1404	1404		
	MRA	MRA	MRA	MRA		
Tax Abatement Agreement						
Name						
Name of agency affected by						
abatement agreement (Affected	AMAFCA	AMAFCA	AMAFCA	AMAFCA		
Agency)						
Agency number of Affected	4003	4003	4003	4003		
Agency			<u></u>			
Agency type of Affected Agency	Flood Control	Flood Control	Flood Control	Flood Control		
	Marriatt Springhill Suites/Titan	Broadstone Nob Hill/Titan		705 COPPER AVE NW ALBUQUERQUE NM 87102 ///		
	Marriott Springhill Suites/Titan		Bank of the West Center Project			
Recipient(s) of tax abatement	Development	Development	1	205 7th St NW Albuquerque NM 87102		
necipient(s) or tax abatement				37 102		
	Metropolitan Redevelopment	Metropolitan Redevelopment	Metropolitan Redevelopment	Metropolitan Redevelopment Code as allowed in statute and		
	Code as allowed in statute and	Code as allowed in statute and	Code as allowed in statute and			
	ordinance below	ordinance below	ordinance below	ordinance below		
Tax abatement program (name						
and brief description)						
and one: description,						
Specific Tax(es) Being Abated	Property Taxes	Property Taxes	Property Taxes	Property Taxes		
Authority under which abated tax would have been paid to Affected Agency	Metropolitan Redevelopment Code Sections 3-60A-1 et seq. NMSA 1978					
	\$3,339	\$3,762	\$9,103	\$264		
Gross dollar amount, on an	\$0.00	\$0.00	\$0.00	\$0.00		
accrual basis, by which the						
Affected Agency's tax revenues						
were reduced during the	None Omitted	None Omitted	None Omitted	None Omitted		
reporting period as a result of						
the tax abatement agreement	No	No	No	No		
For any Payments in Lieu of						
Taxes (PILOTs) or similar						
payments receivable by the						
Affected Agency in association	N		ļ "			
with the foregone tax revenue,	NA	NA	NA	NA		
list the amount of payments						
received in the current fiscal						
year						
If the Abating Agency is						
omitting any information	N		N 6	N		
required in this spreadsheet or	None Omitted	None Omitted	None Omitted	None Omitted		
by GASB 77, cite the legal basis						
-, - 100 //, enc the legal basis	<u> </u>	<u>I</u>	Į	Į.		

### BASIC FINANCIAL STATEMENTS NOTES TO FINANCIAL STATEMENTS

	2001	2001		2001				
6004 City of Albuquerque	6004 City of Albuquerque	6004  City of Albuquerque	6004  City of Albuquerque	6004  City of Albuquerque				
Local Gvernment								
IRB	IRB	IRB	IRB	IRB				
AMAFCA	AMAFCA	AMAFCA	AMAFCA	AMAFCA				
4003	4003	4003	4003	4003				
Flood Control								
Hotel Andaluz (La Posada)	Netflix Studios	Hotel Blue/ARRIVE	Hotel Parq (Memorial Ventures, LLC)	Ktech (Air Products)				
Industrial Revenue Bonds- program as allowed in statute and ordinance below	Industrial Revenue Bonds- program as allowed in statute and ordinance below	Industrial Revenue Bonds- program as allowed in statute and ordinance below	Industrial Revenue Bonds- program as allowed in statute and ordinance below	Industrial Revenue Bonds- program as allowed in statute and ordinance below				
Property Taxes								
Article VIII Property taxes	III Property taxes		Article VIII Property taxes	Article VIII Property taxes				
\$918	\$475	\$1,303	\$1,264	\$3,784				
\$0.00	\$0.00	\$0.00	\$0.00	\$0.00				
None Omitted								
No NA	No NA	No NA	No NA	NA NA				
None Omitted								

### BASIC FINANCIAL STATEMENTS NOTES TO FINANCIAL STATEMENTS

#### June 30, 2024

June 30, 2024						
Agency number for Agency						
making the disclosure (Abating						
Agency)	6004	6004	6004	6004		
J , ,						
Abating Agency Name	City of Albuquerque	City of Albuquerque	City of Albuquerque	City of Albuquerque		
Abating Agency+A:K Type	Local Gvernment	Local Gvernment	Local Gvernment	Local Gvernment		
7,1						
	IRB	IRB	IRB	IRB		
Tax Abatement Agreement						
Name						
Name of agency affected by						
abatement agreement (Affected	AMAFCA	AMAFCA	AMAFCA	AMAFCA		
Agency)	7 445 (1 57 )	7 445 41 67 1	7 448 41 57 1	7 400 (1 67)		
Agency number of Affected						
	4003	4003	4003	4003		
Agency						
Agency type of Affected Agency	Flood Control	Flood Control	Flood Control	Flood Control		
	Kairos Hawking Dr SE 87106	International School 2660	MENAUL SCHOOL 301	Affordable Solar 3900 SINGER		
	Trained Flawking Dr GE 67 100	EASTMAN CROSSING SE	MENAUL BLVD NE	BLVD NE		
Recipient(s) of tax abatement						
	Industrial Revenue Bonds-	Industrial Revenue Bonds-	Industrial Revenue Bonds-	Industrial Revenue Bonds-		
	program as allowed in statute					
	and ordinance below	and ordinance below	and ordinance below	and ordinance below		
Tax abatement program (name						
and brief description)						
	D	B	D	D T		
Specific Tax(es) Being Abated	Property Taxes	Property Taxes	Property Taxes	Property Taxes		
				A.6.1.3011.D		
	Article VIII Property taxes					
Authority under which abated						
tax would have been paid to						
Affected Agency						
	\$14,028.48	\$693.04	\$4,839.09	\$1,765.29		
}						
Gross dollar amount, on an	\$0.00	\$0.00	\$1.00	\$2.00		
accrual basis, by which the						
Affected Agency's tax revenues	None Omitted	None Omitted	None Omitted	None Omitted		
were reduced during the	OITHLOG		Tions officed			
reporting period as a result of						
the tax abatement agreement	No	No	No	No		
For any Payments in Lieu of						
Taxes (PILOTs) or similar						
payments receivable by the						
Affected Agency in association						
	NA	NA	NA	NA		
with the foregone tax revenue,						
list the amount of payments						
received in the current fiscal						
year						
If the Abating Agency is						
omitting any information	None Omitted	None C:#	None C:#	None C:#		
required in this spreadsheet or	None Omitted	None Omitted	None Omitted	None Omitted		
by GASB 77, cite the legal basis						
wy aman //, tite the legal basis		1				

### BASIC FINANCIAL STATEMENTS NOTES TO FINANCIAL STATEMENTS

6147	6147	6147	6147	452				
City of Rio Rancho	City of Rio Rancho	City of Rio Rancho	City of Rio Rancho	New Mexico Hospital Equipment				
Municipality (Home Rule)	Municipality (Home Rule)	Municipality (Home Rule)	Municipality (Home Rule)	Loan Council State Agency				
	Industrial Revenue Bond Project- Lease Agreement			Lease Agreement (New Mexico				
Albuquerque Metro Arroyo Flood Control Authority	Albuquerque Metro Arroyo Flood Control Authority	Albuquerque Metro Arroyo Flood Control Authority	Albuquerque Metro Arroyo Flood Control Authority	Albuquerque Metro Arroyo Flood Control Authority				
4003	4003	4003	4003	4003				
Arroyo Flood Control Authority	Arroyo Flood Control Authority	Arroyo Flood Control Authority	Arroyo Flood Control Authority	Soil & Water Conservation				
Atrisco Energy Storage Project	Atrisco Solar Project	Quail Rancho Energy Storage	Quail Rancho Solar Energy	Lovelace Health System, Inc.				
Atrisco Energy Storage LLC will issue up to \$420,000,000 million in Industrial Revenue Bonds to acquire solar energy storage equipment and facilities located within the corporate boundaries of the City of Rio Rancho, NM, to be used for the storage of electrical energy.	Atrisco Solar LLC will issue up to \$430,000,000 million in Industrial Revenue Bonds to acquire solar energy power generation equipment and facilities within the corporate boundaries of the City of Rio Rancho, NM.	Quail Ranch Energy Storage LLC will issue up to \$140,000,000 million in Industrial Revenue Bonds to acquire solar energy storage equipment and facilities located within the corporate boundaries of the City of Rio Rancho, NM, to be used for the storage of electrical energy.	sue up to \$140,000,000 n in Industrial Revenue to acquire solar energy e quipment and facilities ad within the corporate daries of the City of Rio p, NM, to be used for the  will issue up to \$110,000,000 million in Industrial Revenue Bonds to acquire solar energy storage equipment and facilities located within the corporate boundaries of the City of Rio Rancho, NM, to be used for the					
Property Taxes, Gross Receipts and Compensating Tax	Property Taxes, Gross Receipts	Property Taxes, Gross Receipts	Property Taxes, Gross Receipts and Compensating Tax	Property Tax				
Sections 3-32-1 through 3-32- 16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9- 119 NMSA 1978 Annotated.	n 3-32- Sections 3-32-1 through 3-32- ated, 16, NMSA 1978 Annotated, 16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross ting Tax Receipts and Compensating Tax gh 7-9- Act Section 7-9-1 through 7-9- Sections 3-32-1 through 3-32- ated, NMSA 16, NMSA 1978 Annotated. Gross 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9- Act Section 7-9-1 through 7-9-		Sections 3-32-1 through 3-32- 16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross	NMSA 7-38				
Property Tax \$0.00	Property Tax \$0.00	Property Tax \$0.00	Property Tax \$0.00	This cannot be determined by the New Mexico Hospital Equipment Loan Council as the abating agency. The Council is not a taxing authority, nor does it provide for valuation of qualifying property. Valuation of property is determined by Bernaililo County. However, the following values are based on what has been determined by Bernaililo County. The Council does not confirm nor validate these amounts.  Property Tax = \$6,282.78				
N/A	N/A	N/A	N/A	NA				
N/A	N/A	N/A	N/A	NA				
No	No	No	No	NA				
N/A	N/A	N/A	N/A	NA				
None Omitted	None Omitted	None Omitted	None Omitted	None Omitted				

### BASIC FINANCIAL STATEMENTS NOTES TO FINANCIAL STATEMENTS

June 30, 2024

June 30, 2024	
Agency number for Agency	
making the disclosure (Abating	
Agency)	452
011	New Mexico Hospital Equipment
Abating Agency Name	Loan Council
Abating Agency+A:K Type	State Agency
abating Agency+A.R Type	Lease Agreement (New Mexico
	Hospital Equipment Loan
	Council/Lovelace Health
	System, Inc. dated 12/1/2007;
ax Abatement Agreement	'Lovelace Women's Hospital
	-
lame	Project')
lame of agency affected by	Albuquerque Metro Arroyo
batement agreement (Affected	Flood Control Authority
gency)	,
gency number of Affected	4003
gency	4000
gency type of Affected Agency	Soil & Water Conservation
	Lovelace Health System, Inc.
ecipient(s) of tax abatement	
	New Mexico Hospital Equipment
	Loan Act (New Mexico Statue
	58-23-29 )
	,
ax abatement program (name	
nd brief description)	
	Danasat : Tarr
pecific Tax(es) Being Abated	Property Tax
	NMSA 7-38
uthority under which abated	
ax would have been paid to	
ffected Agency	
	This cannot be determined by
	This cannot be determined by the New Mexico Hospital
	Equipment Loan Council as the
	abating agency. The Council is
	not a taxing authority, nor does
	it provide for valuation of
	qualifiying property.
Constant dellar and	
Gross dollar amount, on an	NA
accrual basis, by which the	
Affected Agency's tax revenues	la la
were reduced during the	NA
reporting period as a result of	
the tax abatement agreement	NA
or any Payments in Lieu of	
axes (PILOTs) or similar	İ.
	1
ayments receivable by the	
ayments receivable by the affected Agency in association	
payments receivable by the Affected Agency in association	
oayments receivable by the Affected Agency in association with the foregone tax revenue,	
ayments receivable by the offected Agency in association with the foregone tax revenue, st the amount of payments	
payments receivable by the  Iffected Agency in association  with the foregone tax revenue,  ist the amount of payments  eceived in the current fiscal	NA NA
payments receivable by the Affected Agency in association with the foregone tax revenue, ist the amount of payments eceived in the current fiscal rear	NA
payments receivable by the Affected Agency in association with the foregone tax revenue, ist the amount of payments eceived in the current fiscal rear f the Abating Agency is	NA NA
ayments receivable by the Affected Agency in association with the foregone tax revenue, st the amount of payments eceived in the current fiscal ear If the Abating Agency is writting any information	NA None Omitted
payments receivable by the suffected Agency in association with the foregone tax revenue, set the amount of payments eccived in the current fiscal lear fit the Abating Agency is partiting any information equired in this spreadsheet or	
payments receivable by the Affected Agency in association with the foregone tax revenue, ist the amount of payments received in the current fiscal year f the Abating Agency is pomitting any information required in this spreadsheet or by GASB 77, cite the legal basis	

## REQUIRED SUPPLEMENTAL INFORMATION

#### SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

Last 10	) Fi	SC	al Y	/ea	ırs*							
			2024 Measurem Date (As of and the Year En June 30, 20		rement Mea te and for (As of Ended the Y		2023 Measurement Date (As of and for the Year Ended June 30, 2022)		2022 Measurement Date As of and for e Year Ended ne 30, 2021)		(A	2021 easurement Date s of and for Year Ended e 30, 2020)
AMAFCA's porportion of the net pension liability			0.18%		)	0.16%				0.16%		0.16%
AMAFCA's proportionate share of the net pension liability		\$	3,94	1,055	\$	2,980	,894	\$	1,79	95,254	\$	3,251,742
AMAFCA's covered payroll		\$	1,988	8,478	\$	,604	,383	\$	1,50	02,786	\$	1,517,788
AMAFCA's proportionate share of the net pension liability as a percentage of its covered payroll			19	98.2%	,	18:	5.8%			119.5%		214.2%
Plan fiduciary net position as a percentage of total pension liab	oility	67%		69%		77%		77%	66%			
	(A	Date (As of and for (Athe Year Ended the		Meas (As of the Ye	easurement Meas Date C s of and for (As of Year Ended the Year		2018 Measurement Date (As of and for he Year Ended une 30, 2017)				Date for (As of and for ded the Year Ende	
						1/		0.17%		0.1	7%	0.15%
AMAFCA's porportion of the net pension liability			0.16%		0.18	⁄0		0.1770				
AMAFCA's porportion of the net pension liability  AMAFCA's proportionate share of the net pension liability	\$		0.16% 9,574	\$ 2	0.18 2,869,86			3,958	\$	2,645,7	31	\$ 1,583,015
	\$ \$	2,80				7 \$	2,31		\$ \$	2,645,7 1,421,2		\$ 1,583,015 \$ 1,360,284
AMAFCA's proportionate share of the net pension liability	•	2,80 1,46	9,574		2,869,86	7 \$ 8 \$	2,31 1,48	3,958	•		85	

<sup>\*</sup> The amounts presented were determined as of June 30. This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, AMAFCA will present information for those years for which information is available.

#### SCHEDULE OF PERA CONTRIBUTIONS

Last 10 Fiscal Years*											
		-	e Ye	f and for ear Ended 2024		of and for Year End 2023		e Ye	and for ar Ended 022		s of and for Year Ended 2021
Contractually required contribution		\$		242,381	\$	198,4	36 \$		147,218	\$	147,479
Contributions in relation to the contractually required contribution	n			242,381		198,4	36		147,218		147,479
Contribution deficiency (excess)		\$		-	\$	-	\$		-	\$	
AMAFCA's covered payroll		\$	2	2,244,226	\$	1,997,3	08 \$	1	,604,383	\$	1,502,786
Contributions as a percentage of covered payroll				10.8%		9.9%		9.2%			9.8%
		s of and Year En 2020		As of and the Year E 2019	Inded	As of a the Year 20	r Ended		s of and for Year Ende 2017		As of and for ne Year Ended 2016
Contractually required contribution	\$	148,	895	\$ 140	),413	\$ 1	39,486	\$	140,81	5 \$	136,173
Contributions in relation to the contractually required contribution		148,	895	140	),413	1	39,486		140,81	5	136,173
Contribution deficiency (excess)	\$		_	\$	-	\$	-	\$	-	\$	
AMAFCA's covered payroll	\$	1,517,	788	\$ 1,468	3,764	\$ 1,4	67,118	\$	1,482,89	7 \$	1,421,285
Contributions as a percentage of covered payroll		9	.8%	,	9.6%		9.5%		9.5	%	9.6%

#### Notes to Required Supplementary Information

Changes of benefit terms. The PERA Fund COLA and retirement eligibility changes in recent years are described in Note 1 of the PERA FY20 audit available at: http://www.nmpera.org/financial-overview/comprehensive-annual-financial-report.

Changes of assumptions. The Public Employees Retirement Association (PERA) of New Mexico Actuarial Valuation as of June 30, 2020, report is available at: http://www.nmpera.org/financial-overview/comprehensive-annual-financial-report.

<sup>\*</sup> The amounts presented were determined as of June 30. This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, AMAFCA will present information for those years for which information is available.

#### SCHEDULE OF PROPORTIONATE SHARE OF THE OPEB - HEALTHCARE LIABILITY

#### Last 10 Fiscal Years\*

	(A	2024 asurement Date As of and for e Year Ended ne 30, 2023)	( th	2023 easurement Da (As of and for ne Year Endea une 30, 2022	d	2022 Measurement Date (As of and for the Year Ended June 30, 2021)	
AMAFCA's proportion of the net OPEB liability		0.03%	ó	0.03	%	0.03%	
AMAFCA's proportionate share of the net OPEB liability	\$	582,649	\$	749,67	3	\$ 1,021,983	
AMAFCA's covered payroll	\$	1,988,478	\$	1,578,81	2	\$ 1,502,786	
AMAFCA's proportionate share of the net OPEB liability as a percentage of its covered payroll		29.3%	ó	47.5	%	68.0%	
Plan fiduciary net position as a percentage of total OPEB liability	44.2%			33.3	%	6 25.4%	
	2021 Measurement Date (As of and for the Year Ended June 30, 2020)		2020 Measurement Date (As of and for the Year Ended June 30, 2019)		(h	As of and for the Year Ended tune 30, 2018)	
AMAFCA's proportion of the net OPEB liability		0.03%		0.03%		0.03%	
AMAFCA's proportionate share of the net OPEB liability	\$	1,321,396	\$	1,087,497	\$	1,536,222	
AMAFCA's covered payroll	\$	1,517,788	\$	1,468,764	\$	1,467,118	
AMAFCA's proportionate share of the net OPEB liability as a percentage of its covered payroll		87.1%		74.0%		104.7%	
Plan fiduciary net position as a percentage of total OPEB liability		16.5%		18.9%		13.1%	

<sup>\*</sup> The amounts presented were determined as of June 30. This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, AMAFCA will present information for those years for which information is available.

#### SCHEDULE OF OPEB – HEALTHCARE CONTRIBUTIONS

Last 10 Fiscal	Υe	ars	S*				
		As of and for the Year Ended 2024		-	as of and for Year Ended 2023		s of and for Year Ended 2022
Contractually required contribution	\$	4	44,885	\$	32,945	\$	29,997
Contributions in relation to the contractually required contribution		4	44,885		32,945		29,997
Contribution deficiency (excess)	\$		-	\$	-	\$	-
AMAFCA's covered payroll	\$	2,24	44,226	\$	2,027,926	\$	1,604,383
Contributions as a percentage of covered payroll	2.0%			1.6%			1.9%
		As of and for the Year Endo					As of and for ne Year Ended 2019
Contractually required contribution		\$	30,0	56	\$ 30,350	5 \$	29,732
Contributions in relation to the contractually required contribution			30,0	56	30,35	5	29,732
Contribution deficiency (excess)		\$	-		\$ -	\$	-
AMAFCA's covered payroll		\$	1,502,7	86	\$ 1,517,78	8 \$	1,468,764
Contributions as a percentage of covered payroll			2.	0%	2.0	%	2.0%

<sup>\*</sup> The amounts presented were determined as of June 30. This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, AMAFCA will present information for those years for which information is available.

Notes to Required Supplementary Information

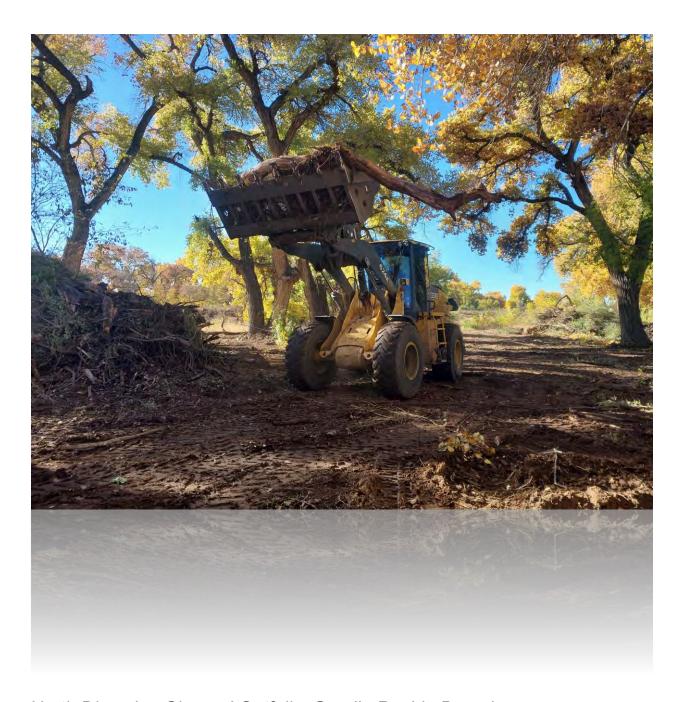
Changes of benefit terms. The NMRHCA Fund COLA and retirement eligibility changes in recent years are described in Note 1 of the NMRHCA FY21 audit available at: http://www.nmrhca.org//administration/financial-documents/.

Changes of assumptions. The NMRHCA Actuarial Valuation as of June 30, 2021 report is available at: http://www.nmrhca.org//administration/financial-documents/.



South Diversion Channel Outfall

# SUPPLEMENTARY INFORMATION



North Diversion Channel Outfall – Sandia Pueblo Boundary

#### **BUDGETARY COMPARISON SCHEDULES - BUDGET AND ACTUAL**

**Debt Service Fund** 

	 Budget Original		Budget Final	ctual Amount dgetary Basis	Variance Positive (Negative)		
Revenues							
Property taxes	\$ 12,770,793	\$	12,770,793	\$ 13,035,967	\$	265,174	
Total revenues	 12,770,793		12,770,793	 13,035,967		265,174	
Expenditures							
Debt service:							
Interest and fixed charges	1,938,761		1,942,056	2,029,744		(87,688)	
Bond principal	13,320,000		13,345,000	8,820,000		4,525,000	
Total expenditures	 15,258,761	-	15,287,056	 10,849,744		4,437,312	
Excess (deficiency) of revenues over expenditures before other financing sources and uses	(2,487,968)		(2,516,263)	2,186,223		4,702,486	
Other financing sources and uses Bond Premiums	 			 			
Total other financing and uses	 _			-		-	
Net change in fund balance	(2,487,968)		(2,516,263)	2,186,223		4,702,486	
Fund Balance, beginning of year	 12,834,674		12,834,674	12,834,674			
Fund Balance, end of year	\$ 10,346,706	\$	10,318,411	\$ 15,020,897	\$	4,702,486	

#### **BUDGETARY COMPARISON SCHEDULES - BUDGET AND ACTUAL**

**Capital Projects Fund** 

		audget riginal	Budget Final	tual Amount Igetary Basis	Variance Positive (Negative)
Revenues					
Investment	\$	1,000	\$ 1,000	\$ -	\$ (1,000)
Revenue from jointly funded projects Other revenues			 3,182,225	 3,981,841	 799,616
Total revenues		1,000	 3,183,225	 3,981,841	 798,616
Expenditures					
Contract - Professional Services**		7,988,225	10,360,000	973,045	9,386,955
Debt Service/Bond Related		150,000	150,000	160,700	(10,700)
Infrastructure**	4	3,980,000	 43,980,000	 6,565,977	 37,414,023
Total expenditures	5	2,118,225	 54,490,000	 7,699,722	 46,790,278
Deficiency of revenues over expenditures before other					
financing uses	(5	2,117,225)	(51,306,775)	(3,717,881)	47,588,894
Other financing sources and uses					
Transfers to other funds	(	(2,200,000)	(2,200,000)	(2,200,000)	-
Proceeds from bond sale	3	7,500,000	 37,500,000	 13,105,369	 (24,394,631)
Total other financing sources					
and uses	3	5,300,000	 35,300,000	 10,905,369	 (24,394,631)
Net change in fund balance	(1	6,817,225)	(16,006,775)	7,187,488	23,194,263
Fund Balance, beginning of year	1	4,123,067	 14,123,067	 14,123,067	 
Fund Balance, end of year	\$ (	(2,694,158)	\$ (1,883,708)	\$ 21,310,555	\$ 23,194,263

<sup>\*\*</sup> These line items include the total budgeted costs for all the Authority's capital projects. These projects are generally completed over multiple fiscal years. In addition, projects included in the current year budget may not incur costs until subsequent fiscal years.

#### **BUDGETARY COMPARISON SCHEDULES – BUDGET AND ACTUAL**

**Acquisitions & Savings Fund** 

	Budget Original	_		ual Amount getary Basis	P	fariance fositive fegative)
Revenues						
Miscellaneous	\$ -	\$	50,000	\$ 18,090	\$	(31,910)
Total revenues	 		50,000	 18,090		(31,910)
Expenditures						
Stormwater Quality	8,681		8,681	-		8,681
Flood Control	552,545		952,545	343,910		608,635
Planning, Engineering, and R&D	175,021		175,021	30,000		145,021
Information Technology	215,000		215,000	191,391		23,609
Governmental Body	20,000		20,000	-		20,000
Capital Outlay - Equipment & Machinery	-		-	-		-
Capital Outlay - Buildings & Structures						-
Total expenditures	 971,247		1,371,247	 565,301		805,946
Excess of revenues over						
expenditures before other						
financing sources and uses	(971,247)		(1,321,247)	(547,211)		774,036
Other financing sources and uses						
Transfers from other funds	300,000		700,000	700,000		_
Transfers to other funds	 			 		
Total other financing sources						
and uses	 300,000		700,000	 700,000	-	
Net change in fund balance	(671,247)		(621,247)	152,789		774,036
Fund Balance, beginning of year	 721,791		721,791	 721,791		
Fund Balance, end of year	\$ 50,544	\$	100,544	\$ 874,580	\$	774,036

#### **BUDGETARY COMPARISON SCHEDULES - BUDGET AND ACTUAL**

**Agency & Areawide Fund** 

	Budget Original		Budget Final		tual Amount Igetary Basis	Variance Positive (Negative)	
Revenues Revenue from jointly funded projects Other revenues	\$	-	\$ 400,000	\$	376,367	\$	(23,633)
Total revenues	-		 400,000	-	376,367		(23,633)
Expenditures							
Contract - Professional Services Planning		240,000	240,000		5,091		234,909
Infrastructure		2,160,000	 2,160,000		2,383,888		(223,888)
Total expenditures		2,400,000	 2,400,000		2,388,979		11,021
Deficiency of revenues over expenditures before other							
financing uses		(2,400,000)	(2,000,000)		(2,012,612)		(12,612)
Other financing sources and uses Transfers from other funds Proceeds from bond sale		2,200,000	 2,200,000		2,200,000		- -
Total other financing sources and uses		2,200,000	 2,200,000		2,200,000		
Net change in fund balance		(200,000)	200,000		187,388		(12,612)
Fund balances, beginning of year		1,492,250	 1,492,250		1,492,250		
Fund Balance, end of year	\$	1,292,250	\$ 1,692,250	\$	1,679,638	\$	(12,612)



#### **COMBINING STATEMENT OF FIDUCIARY NET POSITION – FIDUCIARY FUNDS**

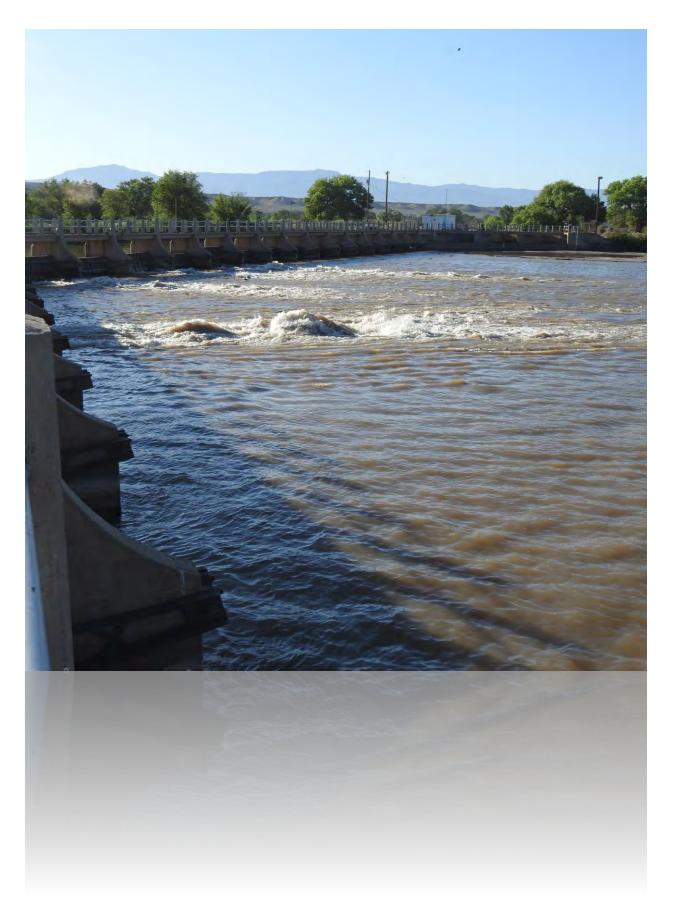
	 h & Water fety Task		Rio Grande	(	ormwater Quality	Total Custodial			
	 Force	MS	S4 CMC	Co	ordinator		Funds		
ASSETS									
Cash in bank	\$ 115,968	\$	88,500	\$	162,664	\$	367,132		
Total assets	 115,968		88,500		162,664		367,132		
LIABILITIES									
Accounts payable	 42,159		34,520		123,000		199,679		
Total liabilities	42,159		34,520		123,000		199,679		
NET POSITION Restricted									
Other Organizations	73,809		53,980		39,664		167,453		
Total net position	\$ 73,809	\$	53,980	\$	39,664	\$	167,453		

#### **COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION – FIDUCIARY FUNDS**

	Ditch & Water Safety Task Force		Mid Rio Grande MS4 CMC		ormwater Quality oordinator	Total Custodial Funds	
ADDITIONS							
Contributions							
Participation	\$	60,000	\$	41,100	\$ 173,750	\$	274,850
Other		2,505			 -		2,505
Total additions		62,505		41,100	173,750		277,355
DEDUCTIONS							
Profressional services		86,262		21,435	123,000		230,697
Educational outreach		-		-	47,619		47,619
Other		8,941		13,196	273		22,410
Total deductions		95,203		34,631	 170,892		300,726
Net increase(deficiency) in							
fiduciary net position		(32,698)		6,469	2,858		(23,371)
Net Position, beginning of year		106,507		47,511	 36,806		190,824
Net position, end of year	\$	73,809	\$	53,980	\$ 39,664	\$	167,453



# STATISTICAL SECTION



Isleta Dam at Rio Grande

#### June 30, 2024

This part of the Annual Comprehensive 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 Authority's overall financial health.

#### **Financial Trends**

These schedules present information to help the reader understand how the Authority's 97-103 financial performance and well-being have changed over time.

#### **Revenue Capacity**

These schedules present information to help the reader assess the Authority's most 104-111 significant revenue source, the property tax

#### **Debt Capacity**

These schedules present information to help the reader assess the affordability of the

Authority's current level of outstanding debt and the Authority'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 Authority's financial activities take place.

#### **Operating Information**

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



#### **NET POSITION BY COMPONENT**

**Last Ten Fiscal Years** 

June 30, 2024

#### (ACCRUAL BASIS OF ACCOUNTING)

(ACCRUAL E	BASIS OF ACCOUN	TING)	
	2024	2023	2022
Governmental activities			
Net investment in capital assets	\$250,429,067	\$241,954,788	\$235,858,592
Restricted	15,798,314	13,323,930	13,745,822
Unrestricted	6,068,147	5,195,302	4,318,738
Total governmental activities net of position	\$272,295,528	\$260,474,020	\$ 253,923,152
	2021	2020	2019
Governmental activities			
Net investment in capital assets	\$230,618,650	\$226,711,135	\$214,988,196
Restricted	11,746,098	10,934,607	16,746,452
Unrestricted	5,147,439	5,567,050	7,769,788
Total governmental activities net of position	\$ 247,512,187	\$243,212,792	\$239,504,436
	2018	2017	2016
Governmental activities			
Net investment in capital assets	\$212,351,685	\$ 195,818,843	\$ 176,226,208
Restricted	13,552,050	15,892,539	37,175,362
Unrestricted	3,613,407	15,233,565	1,542,075
Total governmental activities net of position	\$ 229,517,142	\$226,944,947	\$214,943,645
	2015		
Governmental activities			
Net investment in capital assets	\$ 174,423,162		
Restricted	30,502,239		
Unrestricted	4,513,789		
Total governmental activities net of position	\$209,439,190		

#### **CHANGES IN NET POSITION**

**Last Ten Years** 

June 30, 2024

(ACCRUAL BASIS OF ACCOUNTING)

Expenses	2024	2023	2022	2021
Governmental activities:				
Flood Control	\$ 6,311,503	\$ 6,377,842	\$ 5,722,012	\$ 10,230,486
Planning, Engineering, and R&D	1,078,055	1,882,118	1,383,414	4,092,394
General Government	2,942,776	2,248,981	1,824,686	1,743,661
Interest on long-term debt	1,615,168	1,286,581	894,931	1,128,179
Stormwater Quality	221,405	-	-	-
Total government activities expenses	12,168,907	11,795,522	9,825,043	17,194,720
Program Revenues				
Government activities:				
Capital Grants and contributions				
Jointly Fund Capital Projects				
and Contributions	4,358,208	421,633	232,415	50,856
Net (expenses)/revenue				
Governmental activities	(7,810,699)	(11,373,889)	(9,592,628)	(17,143,864)
General Revenue				
Governmental activities:				
Property taxes	17,571,786	16,745,865	15,944,434	15,472,246
Capital asset contributions	1,980,303	-	-	5,623,704
Investment/interest income	80,118	1,140,962	40,724	56,491
Other		37,930	18,435	290,818
Total governmental activities	19,632,207	17,924,757	16,003,593	21,443,259
Change in Net Position				
Governmental activities	11,821,508	6,550,868	6,410,965	4,299,395
Prior period adjustment	-	-	-	-
Total primary government	\$11,821,508	\$ 6,550,868	\$ 6,410,965	\$ 4,299,395

#### **CHANGES IN NET POSITION**

**Last Ten Years** 

\$ 7,901,110 3,830,687	\$ 5,384,809 3,263,133 1,672,709	\$ 4,070,051 4,303,616	\$ 4,480,695	\$ 4,142,305	<b>*</b> 4 0 40 00 =
1,867,335 1,109,024 - 14,708,156	1,123,802	1,560,467 910,834 - 10,844,968	4,451,092 1,616,442 840,647 - 11,388,876	3,006,586 1,576,782 717,601 - 9,443,274	\$ 4,043,625 5,481,072 1,539,855 649,688 - 11,714,240
1,205,015	2,850,557	106,915	592,813	30,200	429,500
(13,503,141)	(8,593,896)	(10,738,053)	(10,796,063)	(9,413,074)	(11,284,740)
14,923,161 143,176 704,893 1,440,267 17,211,497	14,549,609 1,045,512 868,874 27,865 16,491,860	14,066,842 800,449 451,289 27,603 15,346,183	13,691,862 8,859,639 190,102 55,762 22,797,365	13,256,530 861,957 76,431 843,958 15,038,876	13,086,450 1,049,855 34,209 54,784 14,225,298
3,708,356 - \$ 3,708,356	7,897,964 2,089,330 \$ 9,987,294	4,608,130 (2,035,935) \$ 2,572,195	12,001,302	5,625,802 121,347 \$ 5,747,149	2,940,558 21,516,445 \$24,457,003

#### **FUND BALANCES OF GOVERNMENTAL FUNDS**

**Last Ten Years** 

June 30, 2024

#### (MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	2024	2023	2022	2021
General Fund				
Nonspendable	\$ -	\$ -	\$ -	\$ -
Restricted	2,621,544	2,323,249	2,182,292	2,125,098
Committed	7,272,059	6,740,721	6,347,619	6,553,451
Assigned	-	-	-	-
Unassigned	180,276	176,584	163,308	155,227
Total general fund	\$10,073,879	\$ 9,240,554	\$ 8,693,219	\$ 8,833,776
All other governmental funds				
Nonspendable	\$ -	\$ -	\$ -	\$ -
Restricted	38,011,090	28,449,991	36,090,629	29,568,959
Committed	874,580	721,791	796,247	822,206
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total all other governmental funds	\$38,885,670	\$ 29,171,782	\$ 36,886,876	\$ 30,391,165
Total Fund Balance	\$48,959,549	\$ 38,412,336	\$ 45,580,095	\$ 39,224,941

#### **FUND BALANCES OF GOVERNMENTAL FUNDS**

**Last Ten Years** 

 2020	2019	2018	2017	2016	2015
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2,081,553	2,267,303	2,316,874	2,332,980	2,468,364	4,880,067
6,519,361	6,388,005	6,206,135	6,128,300	6,126,497	3,900,000
-	-	-	-	-	-
 144,860	141,063	136,169	128,770	113,135	44,107
\$ 8,745,774	\$ 8,796,371	\$ 8,659,178	\$ 8,590,050	\$ 8,707,996	\$ 8,824,174
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
30,710,132	47,950,362	43,852,050	41,733,548	37,175,362	30,502,239
718,222	474,818	388,761	308,521	304,597	463,316
-	-	-	-	-	-
-					
\$ 31,428,354	\$ 48,425,180	\$ 44,240,811	\$ 42,042,069	\$ 37,479,959	\$ 30,965,555
\$ 40,174,128	\$ 57,221,551	\$ 52,899,989	\$ 50,632,119	\$ 46,187,955	\$ 39,789,729

#### **CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS**

**Last Ten Years** 

June 30, 2024

#### (MODIFIED ACCRUAL BASIS OF ACCOUNTING)

•	2024	2023	2022	2021
Revenues				
Property taxes	\$ 17,684,463	\$ 16,754,104	\$ 15,942,189	\$ 15,433,851
Investment/interest income	1,980,303	1,140,962	40,724	φ 13, <del>4</del> 33,631 56,491
Jointly funded projects	4,358,208	421,633	232,415	50,856
Revenue from Rental Property	-	18,033	-	-
Capital grant	-	-	-	-
Other	80,118	19,897	18,435	290,818
Total revenues	24,103,092	18,354,629	16,233,763	15,832,016
Expenditures				
General government	2,926,909	2,177,506	1,766,338	1,660,252
Flood control	1,968,633	2,040,016	1,740,863	6,554,232
Planning, engineering, and R&D	496,672	1,753,400	1,383,413	1,586,520
Stormwater Quality	221,405	-	-	-
Rental property	-	-	-	5,526
Capital outlay	10,037,185	19,836,311	8,320,744	9,137,630
Debt service:				
Principal	8,820,000	11,525,000	8,460,000	9,465,000
Interest	2,029,744	1,545,470	1,551,550	1,723,425
Bond issuance costs	160,700	123,831	44,075	109,572
Reappraisal fees	-	-	-	
Total expenditures	26,661,248	39,001,534	23,266,983	30,242,157
Excess (deficiency) of				
revenues over expenditures	(2,558,156)	(20,646,905)	(7,033,220)	(14,410,141)
Other financing sources (uses)				
Transfers in	2,900,000	1,530,290	2,315,000	1,440,000
Transfers out	(2,900,000)	(1,530,290)	(2,315,000)	(1,440,000)
Bonds issued	12,500,000	12,500,000	12,500,000	12,500,000
Premium on bonds issued	605,369	979,147	888,372	960,954
Perminate loss on investments				
Total other financing sources (uses)	13,105,369	13,479,147	13,388,372	13,460,954
Net change in fund balances	\$ 10,547,213	\$ (7,167,758)	\$ 6,355,152	\$ (949,187)
Debt service as a percentage of				
non-capital expenditures	65%	68%	67%	47%
Debt service as a percentage of total expenditures	41%	34%	43%	37%

#### **CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS**

**Last Ten Years** 

2020	2019	2018	2017	2016	2015
	<b>4.4.5</b>		<b>A</b> 40 <b>-</b> 00 4 <b>-</b> 0	<b>4.40.407.707</b>	<b>.</b>
\$ 14,971,686	\$ 14,578,386	\$ 14,046,231	\$ 13,703,472	\$ 13,427,765	\$ 13,224,992
704,893	868,874	451,289 106,015	190,102	76,431	34,209
988,313	2,850,557	106,915	592,813	30,200	100,000
216,702	<u>-</u>	_	<u>-</u>	-	<u>-</u>
1,440,267	27,865	27,603	55,762	773,458	32,071
18,321,861	18,325,682	14,632,038	14,542,149	14,307,854	13,391,272
		,002,000			
1,762,835	1,607,998	1,529,457	1,554,037	1,544,459	1,468,858
3,641,482	1,178,697	1,143,984	1,059,377	1,064,564	1,114,205
1,297,189	936,458	907,167	995,714	945,377	854,293
, , , <u>-</u>	, -	, -	, -	, -	, -
27,489	-	-	-	-	-
16,816,463	12,861,751	8,618,742	9,754,160	7,970,856	10,085,097
10,130,000	10,030,000	12,125,000	9,300,000	8,675,000	8,400,000
1,693,826	1,494,573	1,328,014	1,085,169	923,055	822,994
-	93,355	95,362	93,245	104,120	108,574
-	-	-	-	-	132,092
35,369,284	28,202,832	25,747,726	23,841,702	21,227,431	22,986,113
(17,047,423)	(9,877,150)	(11,115,688)	(9,299,553)	(6,919,577)	(9,594,841)
(17,047,420)	(0,077,100)	(11,110,000)	(0,200,000)	(0,010,011)	(0,004,041)
1,831,000	2,481,000	208,000	458,521	400,000	100,000
(1,831,000)	(2,481,000)	(208,000)	(458,521)	(400,000)	(100,000)
(1,031,000)	12,500,000	12,500,000	12,500,000	12,500,000	12,500,000
_	822,841	883,558	1,243,717	817,803	775,885
_	-	-	-	-	(3,940)
-	13,322,841	13,383,558	13,743,717	13,317,803	13,271,945
\$ (17,047,423)	\$ 3,445,691	\$ 2,267,870	\$ 4,444,164	\$ 6,398,226	\$ 3,677,104
56%	65%	66%	59%	63%	53%
2270	2270	2270	2270	2270	3370
33%	41%	52%	44%	45%	40%
33 /0	4170	JZ /0	<del>4 - 7</del> 0	75 /0	70 /0

#### ASSESSED VALUE AND ESTIMATE OF ACTUAL VALUE OF PROPERTY

**Last Ten Fiscal Years** 

June 30, 2024

#### **CURRENT TAX YEAR**

Fiscal Year Ended June 30,	Base (Prior Year's Abstract)	Net New Valuation
2024	\$ 18,991,233,011	\$ 169,355,148
2023	17,933,524,918	145,069,813
2022	17,100,925,766	222,619,151
2021	16,449,708,670	157,307,116
2020	15,971,902,706	130,316,441
2019	15,478,364,557	137,221,679
2018	14,969,915,568	131,625,233
2017	14,475,546,466	129,837,918
2016	14,022,994,497	153,546,883
2015	13.765.785.936	109.732.239

Source: County Assessor's Office and State Department of Finance and Administration

Non-Residential was -\$192,395,375 which totals a negative \$45,076,549.

<sup>(1) 2015</sup> Valuation Maintenance for Residential was \$147,318,826,

## ASSESSED VALUE AND ESTIMATE OF ACTUAL VALUE OF PROPERTY Last Ten Fiscal Years

June 30, 2024

#### **CURRENT TAX YEAR**

ı	Valuation Maintenance	As	Centrally sessed Value	Total Assessed Valuation
\$	503,121,854	\$	683,383,684	\$ 20,347,093,697
	649,627,643		571,061,305	19,331,642,894
	547,217,476		532,875,421	18,403,637,814
	187,194,629		540,439,036	17,334,649,451
	98,313,206		510,033,551	16,710,565,904
	197,319,396		513,192,735	16,326,098,367
	235,501,931		453,134,739	15,790,177,471
	170,983,185		487,992,410	15,264,359,979
	120,198,125		484,785,453	14,781,524,958
	(45,076,549) (1	)	465,509,090	14,341,027,265



Ladera Dam 5

#### PROPERTY TAX RATES: DIRECT AND OVERLAPPING (PER \$1,000 OF ASSESSED VALUATION)

**Last Ten Fiscal Years** 

June 30, 2024

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Albuquerque Flood Control										
Operating	0.172	0.175	0.173	0.171	0.174	0.174	0.172	0.171	0.173	0.177
Debt Service	0.675	0.675	0.675	0.675	0.675	0.675	0.675	0.675	0.675	0.675
Total Direct Rate	0.847	0.850	0.848	0.846	0.849	0.849	0.847	0.846	0.848	0.852
Rio Grande Conservancy District	6.069	6.069	5.069	5.069	5.069	5.069	5.069	4.828	4.598	4.379
Village of Los Rancho de Albuquerque										
Debt Service	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Bernalillo County										
Operating	6.949	7.078	7.011	6.972	7.114	7.105	7.022	6.996	7.090	7.245
Debt Service	1.264	1.264	1.264	1.265	1.265	1.265	1.265	1.265	1.265	1.265
Open Space	0.191	0.195	0.193	0.192	0.196	0.196	0.194	0.193	0.196	0.200
Judgement	-	0.006	0.006	0.007	0.007	0.008	0.009	0.009	0.010	0.011
City of Albuquerque										
Operating	6.170	6.284	6.232	6.180	6.317	6.313	6.253	6.241	6.339	6.493
Debt Service	4.976	4.976	4.976	4.976	4.976	4.976	4.976	4.976	4.976	4.976
Albuquerque Public Schools										
Operating	0.268	0.273	0.271	0.264	0.270	0.269	0.267	0.266	0.270	0.275
Debt Service	4.480	4.480	4.480	4.480	4.284	4.262	4.118	4.101	4.061	4.089
Capital Improvement (Senate Bill 9)	1.963	2.000	2.000	2.000	2.000	2.000	1.921	1.914	1.940	1.982
Building (House Bill 33)	3.766	3.838	3.838	3.761	3.838	3.835	3.800	3.787	3.838	3.838
School District Ed. Tech Debt	-	-	-	-	0.196	0.222	0.367	0.384	0.378	0.347
Central NM Community College										
Operating	2.733	2.790	2.775	2.763	2.822	2.823	2.799	2.789	2.776	2.831
Debt Service	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	0.550
Hospitals	6.224	6.339	6.279	6.272	6.400	6.400	6.400	6.400	6.198	6.334
Village of Tijeras										
Operating	2.225	0.885	0.834	0.886	0.881	0.893	0.874	0.871	0.868	0.841
Rio Rancho										
Operating	7.093	7.650	7.650	7.167	6.358	7.650	7.650	7.650	7.650	7.187
Debt Service	2.771	2.772	2.770	2.770	2.770	2.770	2.768	2.051	2.016	1.848
State of New Mexico	1.360	1.360	1.360	1.360	1.360	1.360	1.360	1.360	1.360	1.360

Note - When there are separate residential and non-residential rates, the direct rate is a combined porportion of the rates and not the actual mil levy rate

<sup>(1)</sup> County is no longer required to attach special district's schedules to the abstract-info is not available for property tax vallues.

<sup>(2)</sup> The Open Space mill levy was expired for fiscal years 2013, 2014, and 2015.

 <sup>(3)</sup> All portions of the City of Rio Rancho that are in the AMAFCA Jurisdiction are undeveloped. Source: County Assessor's Office, County Treasurer's Office and State Department of Finance and Administration



Tijeras Arroyo

#### PRINCIPAL PROPERTY TAXPAYERS

**Current Year and Ten Years Ago** 

June 30, 2024

	2024			2015			
			Percentage of			Percentage of	
	Taxable		Total Taxable	Taxable		Total Taxable	
	Assessed		Assessed	Assessed		Assessed	
Taxpayer	Value	Rank	Value	Value	Rank	Value	
Public Service Company of							
New Mexico - Electric Services	310,954,838	1	1.528%	179,328,751	1	1.209%	
Amazon.com Services LLC	65,686,802	2	0.323%				
New Mexico Gas Company	51,389,319	3	0.253%	40,961,206	3	0.276%	
Comcast of NM Inc.	41,913,726	4	0.206%	29,590,859	4	0.199%	
MDS Investment LLC	27,968,029	5	0.137%			0.000%	
Cellco Partnership	20,151,032	6	0.099%			0.000%	
Coronado Center LLC	19,294,795	7	0.095%	15,960,737	7	0.108%	
Presbyterian Healthcare Services	19,245,257	8	0.095%			0.000%	
Qwest Corporation	16,965,813	9	0.083%	60,766,219.00	2	0.410%	
BNSF Railway Company	18,320,874	10	0.090%			0.000%	
Verizion Wireless	-		-	19,210,452	5	0.129%	
Southwest Airlines	-		-	17,785,971	6	0.120%	
Simon Property Group, Ltd (Cottonwood Mall)	-		-	13,565,606.00	8	0.091%	
GCC Rio Grande Inc.	-		-	13,294,067	9	0.090%	
AHS Albuquerque Regional Medical Center	-		_	12,049,803	10	0.081%	
Total	\$ 591,890,485		2.909%	\$ 402,513,671		2.713%	

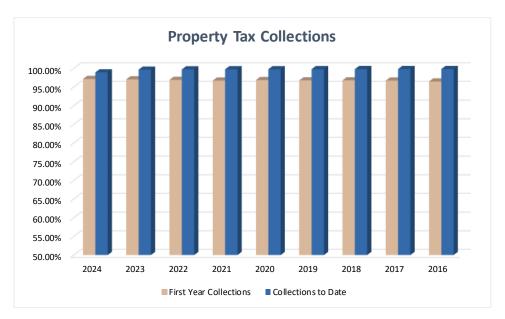
Source: County Treasurer's Office



#### PROPERTY TAX LEVIES AND COLLECTIONS

**Last Ten Fiscal Years** 

						Collected	within the			
Fiscal Year	Ope	erational Tax	Deb	t Service Tax	Total Tax	Fiscal Year	of the Levy		Total Collect	ions to Date
Ended June 30,	Lev	y for Fiscal Year		Operational vy for Fiscal Year	Debt Service Levy for Fiscal Year	Amount	Percentage of Levy	Collections in Subsequent Years	Amount	Percentage of Levy
2024	\$	4,719,550	\$	13,220,246	17,939,796	\$17,388,850	96.93%	-	17,388,850	96.93%
2023		4,423,931		12,512,433	16,936,364	16,452,652	97.14%	299,149	16,751,801	98.91%
2022		4,185,236		11,911,271	16,096,507	15,620,101	97.04%	417,784	16,037,885	99.64%
2021		4,123,899		11,473,025	15,596,924	15,115,011	96.91%	436,410	15,551,421	99.71%
2020		4,026,379		11,149,451	15,175,830	14,678,938	96.73%	457,934	15,136,872	99.74%
2019		3,914,483		10,822,729	14,737,212	14,275,124	96.86%	426,516	14,701,640	99.76%
2018		3,786,789		10,441,453	14,228,242	13,768,721	96.77%	427,412	14,196,133	99.77%
2017		3,721,450		10,108,470	13,829,920	13,384,425	96.78%	416,130	13,800,555	99.79%
2016		3,670,671		9,783,139	13,453,810	13,012,483	96.72%	414,366	13,426,849	99.80%
2015		3,632,376		9,611,373	13,243,749	12,777,699	96.48%	440,412	13,218,111	99.81%



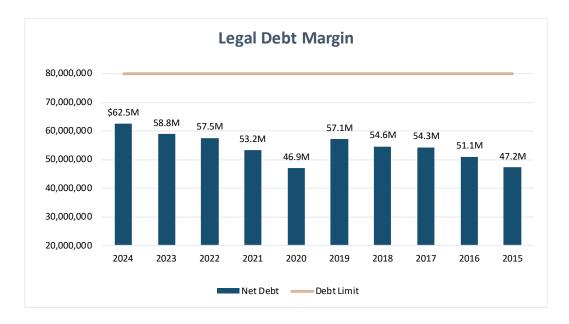
#### **LEGAL DEBT MARGIN INFORMATION**

**Last Ten Fiscal Years** 

June 30, 2024

	2024	2023	2022	2021
Debt Limit	\$ 80,000,000	\$ 80,000,000	\$ 80,000,000	\$ 80,000,000
Total net debt applicable				
to limit (1)	62,512,676	58,899,665	57,560,773	53,263,789
Legal debt margin	 17,487,324	\$ 21,100,335	\$ 22,439,227	\$ 26,736,211
Total net debt applicable				
to the limit as a percentage				
of debt limit	78.14%	73.62%	71.95%	66.58%

Sources: Details regarding the Authority's outstanding debt can be found in the notes to the financial statements.



#### **LEGAL DEBT MARGIN INFORMATION**

**Last Ten Fiscal Years** 

2020	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>		2015
\$ 80,000,000	\$ 80,000,000	\$ 80,000,000	\$ 80,000,000	\$ 80,000,000	\$	80,000,000
49,965,883	60,701,080	57,982,888	57,256,442	53,259,715		49,820,108
		<b>*</b>	<b>.</b>	<b>.</b>	_	
\$ 30,034,117	\$ 19,298,920	\$ 22,017,112	\$ 22,743,558	\$ 26,740,285	\$	30,179,892
62.469/	7E 990/	70 400/	74 570/	66 F70/		62.200/
62.46%	75.88%	72.48%	71.57%	66.57%		62.28%



Swinburne Dam Spillway

#### **RATIOS OF GENERAL BONDED DEBT OUTSTANDING**

**Last Ten Fiscal Years** 

June 30, 2024

					Percentage of Estimated		Personal		
Fiscal Year	General Obligation Bonds (1)	Less: Amounts Available in Debt Service Fund	Total	Percentage of Personal Income (2)	Actual Taxable Value (3) of Property	Per Capita (2)	Income (amounts expressed in thousands) (4)	Actual Taxable Value	Population
2024	\$ 62.512.676	\$ 15.020.897	\$ 47.491.779	0.16%	0.31%	93.08	\$ 39.553.228	20.347.093.697	671,586
2023	58,899,665	12,834,674	46,064,991	0.16%	0.30%	87.34	37,353,112	19,331,642,894	674,393
2022	57,560,773	13,529,404	44,031,369	0.20%	0.31%	84.44	29,423,596	18,403,637,814	681,666
2021	53,263,789	11,431,418	41,832,371	0.18%	0.27%	78.68	29,423,596	17,334,649,451	681,666
2020	49,965,883	10,447,388	39,518,495	0.17%	0.25%	73.81	29,423,596	16,710,565,904	681,666
2019	60,701,080	11,251,836	49,449,244	0.21%	0.31%	89.67	29,423,596	16,326,098,367	679,121
2018	57,982,888	11,252,174	46,730,714	0.20%	0.30%	85.68	28,984,605	15,790,177,471	678,701
2017	57,256,442	13,546,456	43,709,986	0.20%	0.31%	84.60	27,932,680	15,264,359,979	676,773
2016	53,259,715	12,717,115	40,542,600	0.19%	0.29%	78.83	28,128,250	14,781,524,958	676,953
2015	49,820,108	11,813,184	38,006,924	0.18%	0.28%	73.91	26,989,302	14,341,027,265	676,685

Note: Details regarding the Authority's outstanding debt can be found in the notes to the financial statements.

#### Sources

- 1) Presented net of original issuance discounts and premiums
- 2) US Census Bureau for Bernalillo County, 2018 and 2017 amounts are unavailable so 2016 were used and can be found in the Schedule of Demographic and Economic Statistics
- 3) See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property for property value data.
- 4) US Federal Reserve Bank of St. Louis
- 5) The Authority only has general obligation bonds, no business type activities, and no component units.

#### **DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT AS OF JUNE 30, 2024**

**Last Ten Fiscal Years** 

June 30, 2024

	Debt	Applicable to	_	MAFCA Share of
	Outstanding	AMAFCA		Debt
AMAFCA (1)	\$ 62,512,676	100.00%	\$	62,512,676
Albuquerque Public Schools	467,510,000	90.97%		125,277,298
City of Albuquerque	419,746,000	100.00%		119,746,000
Bernalillo County	101,380,000	92.83%		94,115,784
Central New Mexico Community College	89,130,000	76.69%		68,357,474
Village of Los Ranchos	4,768,000	100.00%		4,768,000
State of New Mexico	447,170,000	17.73%		79,287,187
Subtotal Overlapping Debt			1,0	91,551,742
Total Direct and Overlapping De	ebt		\$ 1,1	154,064,418
Ratios:				
AMAFCA direct debt to				
assessed valuation				0.32%
Total direct and overlapping debt to				
assessed valuation				5.98%
AMAFCA direct debt to				
actual valuation				0.11%
Total direct and overlapping debt to				
actual valuation				1.99%
AMAFCA debt per capita			\$	92.11
Direct and overlapping debt per capita			\$	1,700.40

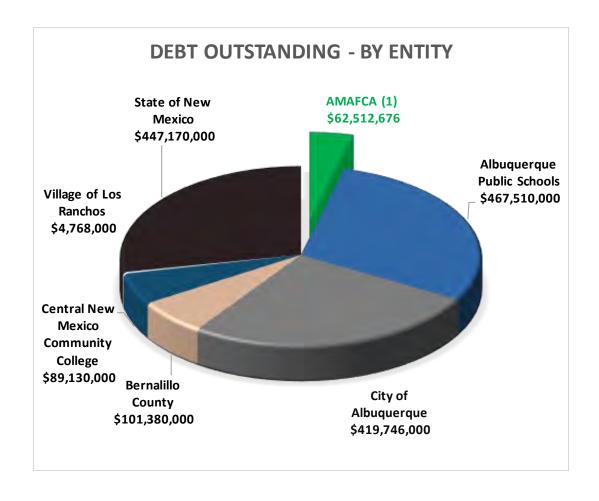
Source: Debt outstanding data provided by each governmental unit.

Method: Percentage of overlap is calculated using most current assessed property valuation and comparing the respective entity to the Authority.

<sup>(1)</sup> Presented net of original issuance discounts and premiums

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT AS OF JUNE 30, 2024

Last Ten Fiscal Years



#### **DEMOGRAPHIC AND ECONOMIC STATISTICS**

**Last Ten Fiscal Years** 

June 30, 2024

		Personal	Per	
		Income	Capita	
Fiscal		(amounts expressed	Personal	Unemployment
<u>Year</u>	Population (1)	in thousands) (2)	Income (2)	Rate (2)
2024	671,586	39,553,228	58,895	4.4%
2023	674,393	37,457,810	55,543	4.1%
2022	681,666	38,832,295	55,493	8.5%
2021	681,666	36,548,204	53,616	8.0%
2020	681,666	33,958,555	49,817	8.5%
2019	679,121	31,327,852	46,130	5.0%
2018	678,701	29,620,548	43,643	4.9%
2017	676,773	28,582,865	42,215	6.1%
2016	676,953	27,991,330	41,349	6.8%
2015	676,685	27,051,836	39,977	6.6%

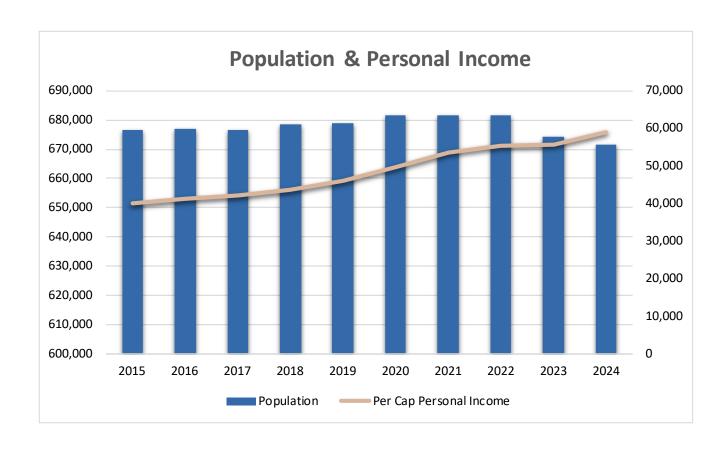
Education (3)		<u>Percent</u>	School Enrollment (4)	
Persons age 25 and Over:			Elementary School	32,048
Less than 9th grade	22,220	5%	Mid-High Schools	15,571
9th-12th grade, no diplomas	28,475	6%	High Schools	26,575
High School Graduates	101,867	21%	Private and parochial schools	11,842
Associates Degree	98,459	21%	CNM	19,415
Some college, no degree	44,256	9%	University of New Mexico	23,379
Bachelor degree	97,338	20%		
Graduate or professional degree	85,300	18%		
Percentage completed high sch	ool	89%		
Percentage completed 4 year c	ollege	38%		

#### Sources:

- (1) US Census Bureau for Bernalillo County
- (2) US Federal Reserve Bank of St. Louis
- (3) National Center for Education Statistics
- (4) New Mexico Higher Education Department

#### **DEMOGRAPHIC AND ECONOMIC STATISTICS**

**Last Ten Fiscal Years** 



#### PRINCIPAL EMPLOYERS

For the Current Year and Ten Years Ago

June 30, 2024

		2024			2015	
			Percentage	_		Percentage
			of Total County			of Total County
Employer	<u>Employees</u>	Rank	<u>Employment</u>	<b>Employees</b>	Rank	<u>Employment</u>
Kirtland Air Force Base	23,000	1	6.67%			
Albuquerque Public Schools	15,000	2	4.35%	14,810	2	4.88%
Presbyterian Health System (2)	13,456	3	3.90%	7,310	5	2.41%
Sandia National Labs	13,361	4	3.87%	9,852	4	3.25%
UNM Hospital/Health Sciences Center (3)	12,105	5	3.51%	5,960	6	1.96%
City of Albuquerque	6,300	6	1.83%	5,500	7	1.81%
State of New Mexico	4,371	7	1.27%	4,950	8	1.63%
Amazon	3,500	8	1.02%			
University of New Mexico	3,460	9	1.00%	15,360	1	5.06%
NM Veterans Affairs Healthcare System	3,100	10	0.90%			
Intel				2,800	10	0.92%
Kirtland Air Force Base (1)				10,125	3	3.34%
Lovelace (4)				4,000	9	1.32%
Total	97,653		28.32%	80,667		26.58%

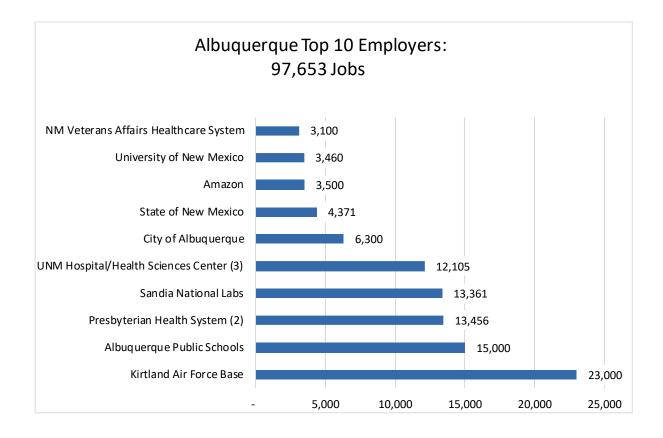
Sources:

Albuquerque Economic Development, November 2024

Notes: (1) For 2015, Kirtland's employment number includes active duty military, guard reserve, civil service and contract employees.

#### **PRINCIPAL EMPLOYERS**

For the Current Year and Ten Years Ago





Angostura Dam at Rio Grande

#### FULL-TIME EQUIVALENT AMAFCA EMPLOYEES BY FUNCTION

**Last Ten Fiscal Years** 

	<u>2024</u>	2023	2022	2021	2020	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Function										
General & Administrative	8	7	5	5	5	5	5	5	5	6
Planning & Engineering	4	4	8	6	6	6	5	6	5	5
Maintence	16	16	11	10	12	12	12	12	12	12
		<del></del> 27		20		23		23		23

#### **OPERATING INDICATORS BY FUNCTION**

**Last Ten Fiscal Years** 

#### June 30, 2024

	2024	2023	2022	2021
Finance				
General Operating Disbursements	990	885	854	814
Disbursements for Bond Related Expenditures	191	200	129	202
Purchasing				
Number of RFPs and Bids Issued (1)	12	14	24	11 (2)
Number of On-Call Engineering Task Orders (1)	9	11	32	19 (2)
Flood Control & Infrastructure				
Number of Citizen reported deficiencies (1) (3)	0	0	0(2)	2 (2)
Number of Dams & Ponds	79	77	77	77
Miles of Unlined Arroyos	38.1	38.1	39.6	37.6
Miles of Lined Arroyos	38.2	38.2	38.1	38.1
Miles of Pipe	15.3	14.7	14.2	14.2
Acres/sqr ft of maintained real property	2,370	2,361	2,370	2,367
Vehicle Miles Driven	118,936	132,395	141,900	137,938
Equipment Hours Incurred	3,357	2,374	2,687	2,690
Water Quality				
Number of Water Quality Structures	133	133	133	130
Cubic Yards of Sediment Removal (1)(4)	2,130	13,412	36,888	53,079
Cublic Yards of Trash/Debris Removal (1)(4)	1,954	2,725	4,696	1,413
Planning & Engineering				
LOMRs Completed (1)	1	1	-	1
Development Reviews				
CPC	38	39	52	32
EPC	55	48	47	43
DRB (or equivalent)	20	42	43	46
PWDN	89	60	49	37
Grading Plan Approvals (4)		-	-	-
Annual Rainfall (1)				
Annual - @ Albuquerque Sunport	6.75	5.77	9.31	5.50
Monsoon Season (July - September)	1.85	1.92	6.10	3.13
North Diverson Channel Peak Discharge (cfs)	10400	7,720	2,250	2,250
Rio Grande River Peak Flow Rate (cfs)	3310	5,360	1,800	2,240

<sup>(1)</sup> Calendar Year

Source: All data provided by AMAFCA departments unless otherwise noted.

<sup>(2)</sup> Through issuance of the ACFR

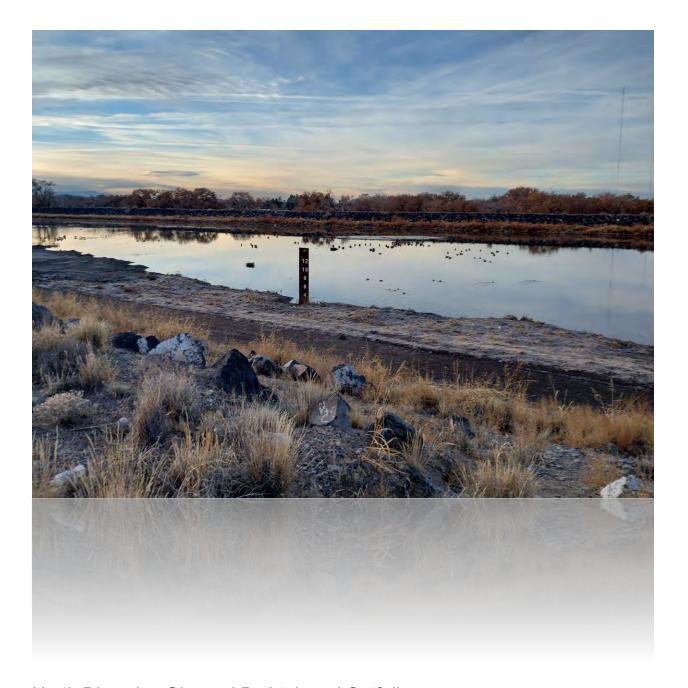
<sup>(3)</sup> Calls received by the City of Albuquerque "311 Line" noting flooding or ponding caused by runoff The issue may not be at or pertaining to an AMAFCA facility.

<sup>(5)</sup> The Authority began tracking development reviews differently in 2015, no prior data and no grading plan approvals tracked after 2014

#### **OPERATING INDICATORS BY FUNCTION**

**Last Ten Fiscal Years** 

<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
768	753	729	771	773	867
215	200	186	182	198	226
14	12	5	17	9	26
29	42	44	64	47	66
1	0	0	5	1	31
76	76	71	69	69	69
37.8	38.7	39.2	40.2	40.2	40.1
38.0	37.8	37.7	36.8	36.7	36.7
13.7	12.2	11.4	11.4	11.3	11.2
2,436	2,378	2,375	2,236	2,236	2,236
155,407	145,739	126,082	131,178	154,347	141,143
4,134	3,174	4,878	3,120	2,529	3,360
404	404	404	404	407	400
131	131	131	131	127	126
16,041 1,128	69,814 1,845	105,778 1,612	50,728 1,705	14,444 822	34,976 2,399
1,120	1,040	1,012	1,703	022	2,399
-	-	-	3	1	1
11	31	35	71	44	37
10	32	34	59	55	43
30	64	45	60	47	41
49	60	45	61	48	56
-	-	-	-	-	-
5.88	8.78	8.72	7.67	6.68	11
2.45	2.83	4.00	4.54	3.04	5
501	3,130	7,190	4,620	5,660	4,000
1,260	5,720	2,800	5,660	3,950	3,070



North Diversion Channel Bathtub and Outfall

## STATE COMPLIANCE

#### SCHEDULE OF INVESTMENTS, DEPOSITS, AND PLEDGED COLLATERAL

**Last Ten Fiscal Years** 

New Mexico State Treasurer, Santa Fe, NM - Investments:		
Local Government Investment Pool	\$	50,060,379
Wells Fargo Bank, Albuquerque, NM - Demand Deposit Accounts:		
Depository balances as of June 30, 2023		
Checking (non-interest bearing)		
General account	\$	17,914
Storm Quality Education	Ψ	162,664
MRG Stormwater MS4 CMC		88,500
Ditch & Water Safety Task Force Fund		115,968
Briefice Water Surety Tubic Force Faind		112,700
Total depository balances	\$	385,046
Less FDIC insurance coverage		(250,000)
2000 1 DIO INDUIANO COVOTAGO		(250,000)
Uninsured balance	\$	135,046
Collateralization required (50%)	\$	67,523
Wells Fargo Collateralization on AMAFCA behalf a/o June 30, 2024		
Ginnie Mae, Interest Only Securities at market value		
par \$12,260,146; interest rate 2%; maturity date 11/20/51		
CUSIP #36179WRZ3		8,202,164
Total collateral	\$	8,202,164
	¢.	
Collateralization in deficit of requirement		<del>-</del>
	-	
Excess collateral as of June 30, 2024	\$	8,134,640

**JOINT POWER AGREEMENTS** 

June 30, 2024

The Authority has no Joint Powers Agreements.



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## INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Joseph M. Maestas, P.E., CFE
New Mexico State Auditor
Board of Directors and Management
Albuquerque Metropolitan Arroyo Flood Control Authority
Albuquerque, New Mexico

We have audited, 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, the financial statements of the governmental activities, each major fund, the aggregate remaining fund information, and the budgetary comparison of the general fund of the Albuquerque Metropolitan Arroyo Flood Control Authority (the "Authority") as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements, and have issued our report thereon dated January 31, 2025.

#### **Report on Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Authority's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Authority's internal control. Accordingly, we do not express an opinion on the effectiveness of the Authority's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We identified certain deficiencies in internal control, described in the accompanying schedule of findings and responses as item 2024-001 that we consider to be significant deficiencies.

#### **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Authority's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. 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*.

We noted a certain matter that is required to be reported per section 12-6-5 NMSA 1978 that has been described in the accompanying schedule of findings and responses as item 2024-002.

#### **Authority's Responses to the Findings**

Government Auditing Standards requires the auditor to perform limited procedures on the Authority's responses to the findings identified in our audit and described in the accompanying schedule of findings and responses. The Authority's responses were not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the responses.

#### **Purpose of this Report**

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

Carr, Riggs & Ingram, LLC Albuquerque, New Mexico

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January 31, 2025

#### **SECTION I – SUMMARY OF AUDITOR'S RESULTS**

#### Financial Statements:

1.	Ту	pe of auditor's report issued	Unmodified
2.	Int	ternal Control over financial Reporting:	
	a.	Material weaknesses identified?	No
	b.	Significant deficiencies identified not considered to be material weaknesses?	Yes
	c.	Noncompliance material to the financial statements noted?	No

#### **SECTION II – FINANCIAL STATEMENT FINDINGS**

#### 2024-001 - Revenue Recognition - Significant Deficiency

Condition – Revenue from joint projects in the amount of \$82,417 was recognized in the current fiscal year, however should have been recorded as a receivable in the prior year.

*Criteria* – According to Governmental Accounting Standards Board (GASB) principles, revenue should be recognized in the period in which it is earned and realizable. GASB Statement No. 33 provides guidance on revenue recognition, stating that revenue should be recorded when the underlying exchange or non-exchange transaction occurs.

Effect – The misstatement of revenue results in overstating the current year's revenue and understating the prior year's revenue. This could lead to incorrect assessments of the Authority's financial performance and position.

Cause – The misstatement occurred due to a lack of proper cut-off procedures and controls over revenue recognition at year-end. The finance team did not adequately review and adjust the revenue transactions to ensure they were recorded in the correct period.

Auditor's Recommendations — We recommend that the Authority implement stronger cut-off procedures and controls to ensure that revenue is recorded in the correct period. This includes conducting a thorough review of revenue transactions at year-end and implementing a checklist or automated controls to verify the accuracy of revenue cut-off.

Views of Responsible Officials and Planned Corrective Action — The accounts receivable in the amount of \$82,417 was the result of a memorandum of agreement with Kirtland Air Force Base, which states that 'AMAFCA will bill the Air Force upon completion of responsibilities'. This is a receivable seeking reimbursement of expenses, as such AMAFCA submits the receivable to the Air Force after the period in which the expenses were incurred. In this case, the expenses occurred in the fourth quarter of FY23 and the billing occurred in July of FY24 — as such the receivable was recorded in FY24, as opposed to FY23. Finance staff will employ changes in the future to the receivable billing process to change the system posting date to the prior period, which should resolve any potential similar issues in the future.

Responsible Official - Director of Finance and Procurement

Timeline and Estimated Completion Date - June 30, 2025

#### SECTION III – SECTION 12-6-5 NMSA 1978 FINDINGS

#### 2024-002 (2023-003) - Late Audit Report - Other Noncompliance - Repeated

Condition – The required submission date of the audit report for the fiscal year ended June 30, 2024, to the New Mexico State Auditor was December 15, 2024. The audit report was not submitted by the specified due date.

Management's Progress on Repeat Finding – The issuance of the prior year's (2023) audit report was delayed due to key personnel turnover. This issue was resolved in the current fiscal year (2024). However, the delay in the current fiscal year was mainly due to IT issues.

*Criteria* – 2.2.2.9(A) NMAC establishes a due date of December 15 for submission of this audit report to the Office of the State Auditor.

Effect – The Authority is not in compliance with the Report Due Dates prescribed in the New Mexico Administrative Code.

Cause – Due to some IT issues which caused a delay in obtaining audit support, hence additional time was needed in order to complete the audit.

Auditor's Recommendation – We recommend the Authority submit future audit reports timely and create a time schedule that will enable the Authority to become compliant with the Office of the State Auditor's deadlines.

Views of Responsible Officials and Planned Corrective Action — AMAFCA had an IT issue causing the system to be unavailable for 2 weeks during a critical period of the audit. The outage caused finance staff to be completely without computers or access to the system. The loss of these two weeks caused an immediate impact in responding to audit inquiries as well as a trickle-down effect with the audit site work. Ultimately the outage made it impossible to complete the audit in compliance with the state auditor deadline. While system outages are ultimately out of the control of finance staff, finance staff has migrated some it's key files to a cloud-based storage (OneDrive), which could potentially help with any future issues. Recovery from the outage also included installation of additional IT infrastructure that will improve technology resilience and reduce or eliminate down time in the future. Additional system health monitoring software was installed network wide as well as changes in procedures to eliminate possible risk.

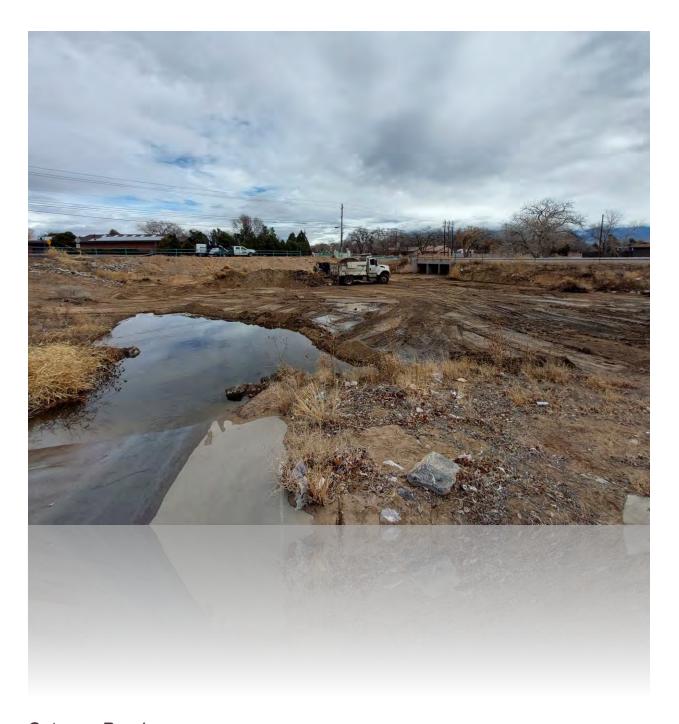
Responsible Official – Director of Finance and Procurement

Timeline and Estimated Completion Date – June 30, 2025

#### **SECTION IV – PRIOR YEAR AUDIT FINDINGS**

#### Section 12-6-5 NMSA 1978

- 2023-001 Internal Control over Financial Reporting Significant Deficiency Resolved
- 2023-002 Timeliness of Bank Reconciliations Significant Deficiency Resolved
- 2023-003 Late Audit Report Other Noncompliance Repeated



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**EXIT CONFERENCE** 

June 30, 2024

An exit conference was held on January 31, 2025 and attended by the following:

#### **AMAFCA Board Members**

Ronald D. Brown Chair
Bruce Thomson Director

#### **AMAFCA Administrative Staff**

Kevin Troutman Executive Director

Maria Zuniga Director of Finance & Procurement

Laurel Johnson Accounting Manager

### Carr, Riggs & Ingram, LLC Staff

Alan D. Bowers, Jr, CPA, CITP Partner

Adeel Gauba Senior Accountant

