

Sales Tax Revenue
Improvement and Refunding
Bonds

Series 2002

For Period Ending 6/30/09

DEBT SERVICE SCHEDULE

<u>Fiscal Year</u>	<u>1994 Bonds</u>	<u>2002 Bonds Principal</u>	<u>2002 Bonds Interest</u>	<u>Annual Debt Service on the 2002 Bonds</u>	<u>Combined Total Debt Service</u>	<u>Coverage ⁽¹⁾</u>
2002	\$ 178,400	--	\$ 123,421.88	\$ 123,421.88	\$ 301,821.88	30.29x
2003	179,520	\$ 25,000	164,562.50	189,562.50	369,082.50	24.77x
2004		205,000	163,562.50	368,562.50	368,562.50	24.81x
2005		215,000	155,362.50	370,362.50	370,362.50	24.68x
2006		225,000	146,762.50	371,762.50	371,762.50	24.59x
2007		230,000	137,762.50	367,762.50	367,762.50	24.86x
2008		245,000	128,562.50	373,562.50	373,562.50	24.47x
2009		255,000	118,762.50	373,762.50	373,762.50	24.46x
2010		270,000	107,925.00	377,925.00	377,925.00	24.19x
2011		255,000	96,315.00	351,315.00	351,315.00	26.02x
2012		265,000	85,095.00	350,095.00	350,095.00	26.11x
2013		275,000	73,170.00	348,170.00	348,170.00	26.26x
2014		290,000	60,382.50	350,382.50	350,382.50	26.09x
2015		305,000	46,317.50	351,317.50	351,317.50	26.02x
2016		315,000	31,525.00	346,525.00	346,525.00	26.38x
2017		335,000	16,247.50	351,247.50	351,247.50	26.03x

(1) Based on Pledged Revenues for Fiscal year ended on June 30, 2009 (the most recent year for which audited figures are available), which were \$9,142,374. There is no assurance that Pledged Revenues received in the future will equal the Pledged Revenues used in the coverage computation.

Taxable and Total Reported Gross Receipts

<u>Period Ending 6/30</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
Agriculture	\$ 18,455	\$ (2,949)	\$ 8,078	\$ 176,133	\$ 7,160	\$ 21,032
Mining	\$ 64,758,352	\$ 43,434,357	\$ 30,136,751	\$ 15,076,790	\$ 12,597,341	7,168,109
Utilities	\$ 24,884,284	\$ 23,992,059	\$ 20,967,088	\$ 23,616,230	\$ 18,056,594	9,323,569
Construction	\$ 53,921,829	\$ 62,996,082	\$ 46,069,601	\$ 37,921,950	\$ 29,719,451	43,504,805
Manufacturing	\$ 18,527,461	\$ 11,406,410	\$ 16,013,061	\$ 13,209,468	\$ 11,191,532	10,738,916
Transportation	\$ 29,845,950	\$ 26,268,755	\$ 394,845	\$ 18,138,009	\$ 8,297,496	9,284,142
Wholesale Trade	\$ 34,465,241	\$ 33,430,769	\$ 26,954,946	\$ 23,369,665	\$ 22,017,759	18,490,179
Retail Trade	\$ 202,506,459	\$ 191,379,008	\$ 183,189,166	\$ 168,142,457	\$ 179,882,981	180,710,536
Information & Cultural Industries	\$ 12,379,912	\$ 9,425,040	\$ 9,882,940	\$ 10,182,778	\$ 10,169,500	7,156,469
Finance, Insurance, Real Estate	\$ 3,594,542	\$ 3,868,187	\$ 3,487,013	\$ 3,674,124	\$ 3,592,981	4,603,518
Real Estate & Rental & Leasing	\$ 24,996,152	\$ 20,219,208	\$ 8,319,031	\$ 5,152,423	\$ 3,119,697	2,898,488
Services	\$ 46,862,916	\$ 41,132,606	\$ 42,525,757	\$ 37,456,551	\$ 32,720,305	63,825,044
Management of Companies & Enterprises	\$ 14,050,768	\$ 6,831,487	\$ -	\$ -	\$ 28,279	56,032
Educational Services	\$ 96,076	\$ 105,931	\$ 37,248	\$ 8,040	\$ 68,554	100,747
Health Care & Social Assistance	\$ 56,247,588	\$ 46,343,054	\$ 44,311,804	\$ 41,978,360	\$ 43,141,822	32,664,426
Art, Entertainment, & Recreation	\$ 192,251	\$ 206,125	\$ 130,322	\$ 40,352	\$ 62,391	96,922
Accommodation & Food Services	\$ 56,492,526	\$ 50,438,574	\$ 45,087,025	\$ 39,129,273	\$ 35,319,484	26,870,646
Other Services	\$ 97,800,126	\$ 88,888,465	\$ 90,245,377	\$ 76,805,096	\$ 84,262,442	59,918,546
Public Administration	\$ -	\$ -	\$ 1,493,527	\$ 564,993	\$ 87,607	
Non-classifiable Establishments	\$ 4,675,389	\$ 1,676,887	\$ 5,570,194	\$ 16,446,628	\$ 19,674,478	22,524,364
Total Taxable Gross Receipts	\$ 746,316,280	\$ 662,040,056	\$ 574,823,772	\$ 531,089,320	\$ 514,017,854	\$ 499,956,490
Total Reported Gross Receipts	\$ 1,087,651,622	\$ 1,017,439,926	\$ 891,611,576	\$ 852,516,215	\$ 766,171,101	731,933,638

Source: State of New Mexico Taxation & Revenue Department

<u>Fiscal Year Ended June 30</u>	<u>State Gross Receipts Tax Revenues</u>
2009 ¹	\$ 9,142,374
2008 ¹	\$ 8,109,991
2007 ¹	\$ 7,041,591
2006 ¹	\$ 6,505,844
2005 ¹	\$ 6,296,719
2004 ¹	\$ 6,124,467

(1) 1.225% of the taxable gross receipts within a municipality is distributed to that municipality.

Source: City of Carlsbad

Historical Gross Receipts Tax Rates

<u>As of July 1</u>	<u>State of New Mexico</u>	<u>Eddy County</u>	<u>City of Carlsbad</u>	<u>Total</u>
2009	3.775%	0.250%	3.2875%	7.3125%
1/1/2009***	3.775%	0.250%	3.2875%	7.3125%
2008	3.775%	0.250%	2.7875%	6.8125%
2007	3.775%	0.250%	2.7875%	6.8125%
2006	3.775%	0.250%	2.7875%	6.8125%
2005	3.775%	0.250%	2.7875%	6.8125%
1/1/2005**	3.775%	0.250%	2.7875%	6.8125%
2004	3.275%	0.375%	2.7875%	6.4375%
1/1/2004*	3.275%	0.375%	2.7875%	6.4375%

*The gross receipts tax rate changed for the City of Carlsbad effective January 1, 2004

**The gross receipts tax rate changed for the City of Carlsbad effective January 1, 2005

***The gross receipts tax rate changed for the City of Carlsbad effective January 1, 2009

Source: State of New Mexico Taxation and Revenue Department

Historical General Fund Balance Sheet

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
ASSETS						
Cash and CD's	\$ 8,667,717	\$ 7,718,847	\$ 8,816,237	\$ 5,775,766	\$ 5,730,028	\$ 4,024,739
Receivables, net:						
Taxes*						\$ 82,675
Accounts	\$ 293,097	\$ 366,716	\$ 89,514	\$ 3,022,926	\$ 2,632,198	\$ -
Interest	\$ 9,294	\$ 37,709	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Due from other funds	-	1,414,760	-	-	79,149	-0-
Dues from other governments	\$ 3,589,963	\$ 3,847,700	\$ 3,206,503	\$ -	\$ -	\$ 1,124,920
TOTAL ASSETS	<u>\$ 12,560,071</u>	<u>\$ 13,385,732</u>	<u>\$ 12,112,254</u>	<u>\$ 8,798,692</u>	<u>\$ 8,441,375</u>	<u>\$ 5,232,334</u>
LIABILITIES EQUITY AND OTHER CREDITS						
Account payable	\$ 298,034	\$ 133,701	\$ 11,459	\$ 45,039	\$ -	\$ 36,070
Accrued expenses	\$ 830,403	\$ 719,650	\$ 563,340	\$ 535,412	\$ 413,730	
Deferred revenue	\$ 100,720	\$ 87,343	\$ 20,482	\$ 42,397	\$ 52,461	
Due to other funds	\$ -	\$ -	\$ -	\$ -	\$ -	
TOTAL LIABILITIES	<u>\$ 1,229,157</u>	<u>\$ 940,694</u>	<u>\$ 595,281</u>	<u>\$ 622,848</u>	<u>\$ 466,191</u>	<u>\$ 36,070</u>
EQUITY AND OTHER CREDITS						
Unreserved:						
Designated for subsequent year						
Undesignated	\$ 11,330,914	\$ 12,445,038	\$ 11,516,973	\$ 8,175,844	\$ 7,975,184	\$ 5,196,264
Total equity and other credits	\$ 11,330,914	\$ 12,445,038	\$ 11,516,973	\$ 8,175,844	\$ 7,975,184	\$ 5,196,264
TOTAL LIABILITIES, EQUITY AND OTHER CREDITS	<u>\$ 12,560,071</u>	<u>\$ 13,385,732</u>	<u>\$ 12,112,254</u>	<u>\$ 8,798,692</u>	<u>\$ 8,441,375</u>	<u>\$ 5,232,334</u>

*Taxes reclassified to Due from other governments to comply with GASB 34 Financial Statement Reporting.

Source: City of Carlsbad, Audited Financial Statements, 2004-2009.

Historical General Fund Revenue and Expenditures

The General Fund is used to account for all financial resources of the City except for those required to be accounted for in one of the other funds.

Fiscal year Ending June 30	2009	2008	2007	2006	2005	2004
Revenues						
State shared taxes	\$ 8,079,294	\$ 8,670,357	\$ 7,397,109	\$ 7,475,757	\$ 6,945,427	\$ 6,213,719
Taxes	16,291,487	13,622,591	11,871,808	10,619,093	9,845,516	8,852,596
Licenses and permits	179,920	183,704	249,901	190,731	170,388	151,950
Charges for services	756,193	777,685	475,194	532,990	480,576	530,607
Fines and forfeits	260,609	292,305	364,147	375,772	361,326	433,724
State and county grants	796,817	1,997,103	738,603	438,920	497,262	453,808
Federal Grants	-	-	223,415	112,425	36,174	11,565
Miscellaneous	509,947	487,394	582,686	936,108	734,856	596,571
Total Revenues	\$ 26,874,267	\$ 26,031,139	\$ 21,902,863	\$ 20,681,796	\$ 19,071,525	\$ 17,244,540
Expenditures						
Current:						
General government	\$ 3,556,996	\$ 4,183,978	\$ 2,965,772	\$ 2,985,885	\$ 2,642,672	\$ 3,512,207
Public safety	11,929,000	11,539,533	10,201,541	9,923,278	9,254,074	8,800,464
Public works	3,644,860	3,522,344	2,948,038	2,957,786	2,891,383	2,866,667
Culture and recreation	3,201,416	3,161,904	2,470,280	2,537,321	2,182,572	2,619,195
Public health and welfare	176,376	150,849	143,302	140,501	130,584	133,304
Economic development	133,692	122,770	300,116	269,693	225,653	-
Capital outlay	886,447	498,120	546,508	690,080	528,848	394,387
Total Expenditures	\$ 23,528,787	\$ 23,179,498	\$ 19,575,557	\$ 19,504,544	\$ 17,855,786	\$ 18,326,224
Excess (deficiency) of revenues over expenditures	3,345,480	2,851,641	2,327,306	1,177,252	1,215,739	(1,081,684)
Other Financing Sources (Uses):						
Sale of assets	-	-	-	244,700	2,000	
Operating transfers in	2,977,677	3,241,144	2,882,872	1,741,747	2,280,937	2,405,515
Operating transfers (out)	(7,437,281)	(5,465,052)	(1,869,048)	(2,963,039)	(1,553,665)	(689,058)
Net Other Financing Sources (Uses)	(4,459,604)	(2,223,908)	1,013,824	(976,592)	729,272	1,716,457
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(1,114,124)	627,733	3,341,130	200,660	1,945,011	634,773
Prior year interfund accounts eliminated*						
Fund Balance (deficit) beginning	\$ 12,445,038	\$ 11,516,974	\$ 8,175,844	\$ 7,975,184	\$ 5,196,264	\$ 4,561,491
Prior period adjustment		300,331			833,909	
Fund Balance - beginning of year as restated	<u>12,445,038</u>	<u>11,817,305</u>	<u>8,175,844</u>	<u>7,975,184</u>	<u>6,030,173</u>	
Fund Balance (deficit) ending	<u>\$ 11,330,914</u>	<u>\$ 12,445,038</u>	<u>\$ 11,516,974</u>	<u>\$ 8,175,844</u>	<u>\$ 7,975,184</u>	<u>\$ 5,196,264</u>

*Prior year interfund accounts eliminated added to comply with GASB 34 Financial Statement Reporting.

Source: City of Carlsbad, Audited Financial Statements, 2004-2009.