

Comprehensive Annual Financial Report City of El Paso, Texas

2009



For the Fiscal Year Ended August 31, 2009

City of El Paso, Texas

Comprehensive Annual Financial Report For the Fiscal Year Ended August 31, 2009

Prepared by Financial Services Department

CITY OF EL PASO, TEXAS
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INTRODUCTORY SECTION





February 26, 2010

Mayor John Cook
City Council Members and
Citizens of the City of El Paso

We submit the City of El Paso, Texas (City) Comprehensive Annual Financial Report (CAFR) for the fiscal year ended August 31, 2009. This report was prepared by the City's staff and audited by the firm of BKD LLP. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the City.

Section 7.21 of the City Charter requires an annual audit by an independent certified accountant of all City accounts. The CAFR is the summary of the City's activities for the past fiscal year. We believe this CAFR is accurate in all material aspects; that it presents fairly the financial position and financial activities of the City measured by the financial activity of its various funds; and all disclosures necessary to enable the reader to gain an understanding of the City's financial affairs have been included.

This report is presented in three sections: introductory, financial, and statistical. The introductory section includes this transmittal letter, the City's organization chart and a list of principal officials. The financial section includes the accountants' report on the financial statements and schedules, Management's Discussion and Analysis (MD&A), Government-wide and Fund Financial Statements presentations, Notes to the Financial Statements, Required Supplementary Information and combining and individual fund statements and schedules. This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. MD&A can be found immediately following the report of the independent accountants on page xiii. The statistical section includes selected unaudited financial and demographic information generally presented on a multi-year basis.

The City's management is responsible for establishing and maintaining internal controls designed to provide reasonable assurance that the assets of the government are protected from loss, theft or misuse, and that reliable accounting data is compiled to allow for preparation of financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP). The concept of reasonable assurance recognizes the cost of a control should not exceed the benefits likely to be derived and the evaluation of costs and benefits requires estimates and judgments by management. A goal of the independent audit is to

Mayor
John F. Cook

City Council

District 1
Ann Morgan Lilly

District 2
Susannah M. Byrd

District 3
Emma Acosta

District 4
Melina Castro

District 5
Rachel Quintana

District 6
Eddie Holguin Jr.

District 7
Steve Ortega

District 8
Beto O'Rourke

City Manager
Joyce A. Wilson

provide reasonable assurance that the financial statements are free of material misstatements.

Additionally, because the City receives federal awards, it is responsible for ensuring adequate internal control is in place to comply with applicable laws, regulations, contracts and grants related to those programs. A separate report, including a schedule of expenditures of federal awards, findings and questioned costs and the independent accountants' report on compliance and on internal control over financial reporting are issued.

The City's Internal Auditor's Office reports directly to the City Manager. The internal auditor's primary responsibility is measuring and evaluating the effectiveness of the accounting and administrative controls. We believe that the City's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

The City's investment policy is to minimize credit and market risks while maintaining a competitive yield on its portfolio. Accordingly, deposits are either insured by federal depository insurance or collateralized. All collateral on deposits is held either by the City's agent or by the depository's safekeeping department, as pledged to the City, while awaiting transfer to a joint custodial account at the Federal Reserve Bank. The City's investment policy follows the provisions outlined in Texas statutes.

In addition, the City maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City Council. Activities of the General Fund and Debt Service Fund are included in the annual appropriated budget. Project-length financial plans are adopted for the Capital Projects Fund. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established by fund, activity, and object (a summarization of specific categories of expenditure type). The City also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Appropriation and encumbrance balances lapse at year end. However, these commitments are generally re-appropriated and honored during the subsequent year through a budget revision.

GENERAL INFORMATION

Location

El Paso is located in far west Texas on the international boundary between the United States and the Republic of Mexico. Situated on the Rio Grande River, the City straddles the lowest altitude all-weather pass through the Rocky Mountains. It is approximately equidistant from the cities of Houston, Texas; Denver, Colorado; and Los Angeles, California. The area comprising the City of El Paso (estimated population – 644,638), the remainder of El Paso County (estimated population – 135,975) and Ciudad Juarez, Mexico (estimated population - 1,563,973) has a population in excess of 2.3 million. El Paso is the sixth largest city in Texas and the largest American city on the border with Mexico. The City's corporate limits

encompass approximately 247.4 square miles. The City of El Paso, Texas, incorporated in 1873, operates under a Home Rule Charter with a Council-Manager form of government.

The City provides a full range of services to the general public. These services include police and fire protection; emergency medical and health services; sanitation services; public transportation; construction and maintenance of streets and infrastructure; recreational activities; and cultural events.

Financial Reporting Entity

The financial statements presented in this report conform to the reporting requirements of the Governmental Accounting Standards Board (GASB), which establishes combined statements as the required reporting level for governmental entities that present financial statements in accordance with GAAP.

The basic criterion for determining whether another governmental organization should be included in a primary governmental unit's reporting entity is accountability. Accountability includes the appointment of a voting majority of the organization's governing body and the ability of the primary government to impose its will on the organization or the existence of a financial benefit/burden relationship (an organization which is fiscally dependent on the primary government should be included as part of the reporting entity).

These financial statements present the City of El Paso (the primary government and its component units). The following component units, although legally separate from the City, are reported as part of the reporting entity:

El Paso Water Utilities

The component unit column in the government-wide financial statements (pages 1 and 2) includes the financial data of the City's component unit, El Paso Water Utilities (EPWU). City Council appoints the majority of the Public Service Board and is accountable for its operation. EPWU is reported discretely in a separate column as "Component Unit – El Paso Water Utilities".

City Employees' Pension Fund (CEPF)

The City contributes to the City Employees' Pension Fund which is a single-employer defined benefit retirement system established under legal authority of the City Charter and administered by the City. Although not under the direct control of the City, the CEPF serves only City and Public Service Board employees and, because of the scope of service, is included in the City's financial statements as a Pension Trust Fund.

Firemen and Policemen's Pension Fund (FPPF)

Uniformed fire fighters and police officers participate in the FPPF, which is divided into two divisions: the fireman division and policeman division. The plan is a single-employer defined benefit retirement plan established under legal authority of State Statutes and the City Charter and is administered by a Board of Trustees (FPPF Board). Although not under the direct control of the

City, the FPPF serves only City employees and, because of the scope of service, is included in the City's financial statements as a Pension Trust Fund.

Debt Administration

During the fiscal year, the City issued \$57,615,000 in general combination tax and revenue bonds, \$111,545,000 of pension obligation bonds and \$16,020,000 of general obligation refunding bonds. At August 31, 2009, the City had \$783,110,000 of debt issues outstanding for which property taxes may be levied for principal and interest payments. These issues include \$637,485,000 of general obligation bonds and \$145,625,000 of certificates of obligation. The City has \$49,340,227 in revenue bonds, capital lease obligations and notes payable for which airport, bridge system and solid waste disposal system revenues are pledged to make principal and interest payments. Additionally, the City has \$11,100,876 of notes payable to Banc of America and the State Energy Conservation Office. For more detailed information about the City's general long-term debt, see Note 8 to the financial statements.

Of the City's \$783.1 million in general obligation bonds, \$211.04 million are pension obligation bonds that were issued by the City in May of 2009 and June of 2007 in order to address the underfunding of the Firemen and Policemen's Pension.

The debt service property tax rate during the reporting period was \$0.204 per \$100 of assessed value, while the M&O rate was \$0.429 for a total rate of \$0.633. This is a \$.03809 decrease from the 2008 overall rate of \$.67109. The overall rate has decreased \$.08683 from the 2002 rate of \$.719833. The 2009 operating tax rate of \$0.429 remains well within the \$1.85 tax rate limit established by the City Charter and the overall tax rate remains well within the \$2.50 maximum ad valorem tax rate pursuant to Article XI, Section 5, of the Texas Constitution.

The City has obtained, without insurance, an "AA" rating from Standard and Poor's and "AA-" rating from Fitch Ratings in its last bond issuance in October 2009.

Pension Trust Funds Operations

Two pension and retirement funds exist for the employees of the City. They are the City Employees' Pension Plan (CEPF) and the Firemen and Policemen's Pension Fund (FPPF), which is comprised of two divisions - Fireman Division and Policeman Division. Mellon Trust Company is the custodian for all pension plan assets. An independent audit of each of the pension funds has been completed and separate reports have been issued.

The CEPF's most recent actuarial study is dated September 1, 2008 and indicates the actuarially computed value of benefits exceed fund assets by \$78,776,027. In 2007, the City increased both the employee and City contributions in order to correct this underfunding.

The FPPF's most recent actuarial study is dated January 1, 2008 and states the actuarially computed value of benefits exceed fund assets by \$212,601,463. In 2009,

the City issued \$111,545,000 in Pension Obligation Bonds in order to complete its obligation to address this underfunding.

More detailed pension information is available in Note 13 to the financial statements and pension schedules in the Required Supplementary Information other than MD&A.

Risk Management

The City retains the risk for its general liability, police officers' liability, workers' compensation, unemployment compensation, group health, and auto liability. The City's liability for causes of action based on tort is limited by the Texas Tort Claims Act to \$250,000 per person injured or \$500,000 per incident and \$100,000 for property damage. Generally, however, there is no liability limit for causes of action based on claims for Civil Rights violations or claims arising from a breach of contract. Excluded from self-insurance are Mass Transit vehicles, liability insurance for the Airport, police auto liability and certain other catastrophic liability occurrences. Property, casualty, boiler and machinery insurance is provided by a commercial carrier.

FINANCIAL CONDITION

As the sixth largest city in Texas, El Paso's estimated 2009 population of 644,638 has grown by over 14% from its 2000 census level. Population growth will also be impacted as a result of the Defense Base Realignment and Closure (BRAC) process completed in late 2005. At that time, it was anticipated that over 20,000 new troops and 30,000 accompanying family members would become part of the City population during the next seven years. About two-thirds of the additional troops are expected to live off-base, spurring citywide residential development with an emphasis on affordable housing although other higher value master planned developments are underway or in the planning stages.

The City's large \$29 billion tax base is diverse and starting to grow beyond the typically modest rates of the past, increasing by over \$2 billion in each of the last three fiscal years. Furthermore, the relocation of air cavalry and armored aviation units to Fort Bliss is attracting high-technology companies for both services and research and development. Major additions to the City's retail, commercial and healthcare sectors helped unemployment rates trend downward to record lows in 2007. In December 2008, the City's unemployment rate fell below the national average for the first time in thirty-five years. In December 2009, the City's unemployment rate was 9.2% while the national average was 9.7%. Employment numbers at the end of December 2009 reflected a positive change of 900 jobs from December 2008.

The City's financial position has stabilized in recent years under a Council-City Manager form of government approved by voters in February 2004. The City's 2009 general fund activities reflect a \$105,271 increase in fund balance. General Fund unreserved fund balance plus the \$16 million cash reserve required by the City charter, totaled \$35.8 million as of August 31, 2009 or 11.8% of spending in fiscal

year 2009 (excluding the issuance of the pension obligation bonds). In fiscal year 2008, the general fund reflected a \$3.2 million decrease in fund balance, with undesignated general fund reserves of \$35,098,542 at August 31, 2008, or approximately 11.6% of spending.

As the 2009 year unfolded with a nationwide economic downturns, the City responded with a hiring freeze and restrictions on departmental spending. This resulted in a positive change in its general fund balance by the end of the fiscal year. Sales tax payments increased by .011% as compared to other Texas Cities such as Houston, Dallas, San Antonio, Austin and Fort Worth that all experienced decreases in their sales tax revenues from 2008 to 2009.

Strategic planning efforts continue underway within the City and the region in an effort to appropriately focus economic development and workforce efforts to expand and retain the current business base while attracting new businesses. The City of El Paso's Economic Development Department has launched new initiatives in order to bring in new businesses to the City. The City's 2010 Downtown Revitalization Plan continues to be implemented as a way to draw in new businesses and revitalize the current businesses in Downtown El Paso.

Given the population growth attributable to the Base Realignment and Closure process, continued steady normal population growth patterns and focused business attraction and expansion efforts, the economic outlook is stable. The City has an abundance of natural, cultural, educational and recreational attributes, in addition to an extremely favorable cost of living and great climate. Through effective strategic planning and management of resources, the City will be positioned to meet its growing service demands while maintaining a solid financial foundation and achieving its vision of "establishing El Paso as the premier community of the Southwest".

The Mayor and Council continue to focus on prioritized long-term strategic policy goals and City staff continues to focus on action plans necessary to achieve these goals. Both community resources and improvement in the City's internal operation and culture have been incorporated in these goals. Goals identified include:

- Fiscal Policies – To ensure long-term financial stability and sustainability of the City Government
- Customer Service – To be a high-performing, customer-focused organization
- Community Development – To become the most livable city in the United States and to be recognized as an "international city"
- Economic Development – To become the city with the lowest unemployment rate and highest per capita wages in the United States
- Citizen Involvement – To facilitate opportunities for citizens to be involved in local government
- Transportation – To establish a comprehensive transportation system.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of El Paso for its Comprehensive Annual Financial Report for the fiscal year ended August 31, 2008. This was the eleventh consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both GAAP and applicable legal requirements.

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

The preparation of this Comprehensive Annual Financial Report was made possible by the dedicated service of the employees of the Financial Services Department. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report. Additionally, the effort of the City's component units (El Paso Water Utilities, CEPF and FPPF) and their external auditors is appreciated.

We would also like to thank the Mayor, City Council and City Department Directors for their interest and support in planning and conducting the financial operation of the City in a responsible and progressive manner.

Respectfully submitted,


Joyce Wilson
City Manager


William F. Studer
Deputy City Manager - Administrative Services



Carmen Arrieta-Candelaria
Chief Financial Officer/Comptroller

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of El Paso
Texas

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
August 31, 2008

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

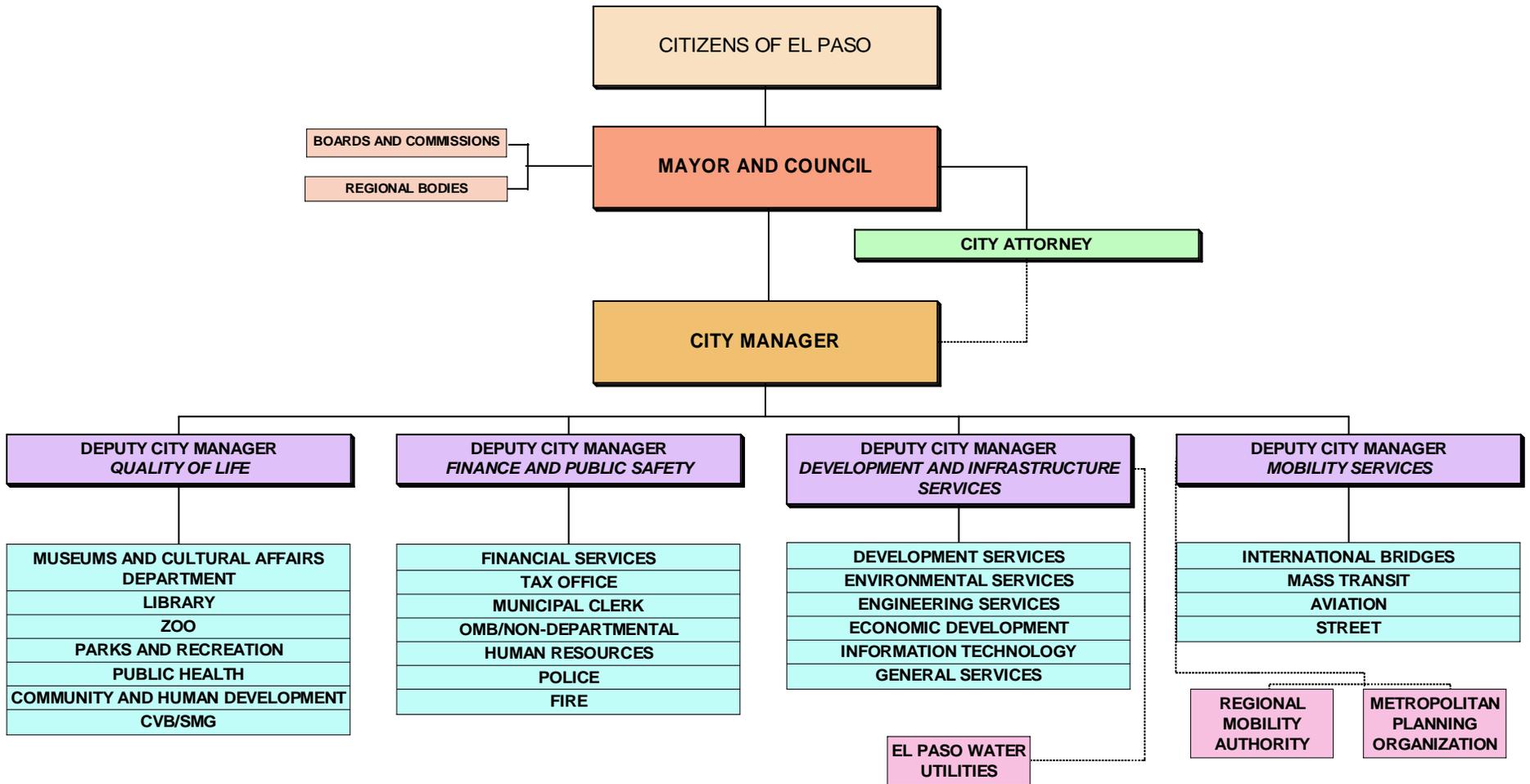


A stylized, handwritten signature in black ink, appearing to read "JEFFREY R. EMER".

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Emer".

Executive Director



LIST OF PRINCIPAL OFFICIALS

JOHN COOK

MAYOR

ANN MORGAN LILLY

DISTRICT NO. 1

RACHEL QUINTANA

DISTRICT NO. 5

SUSANNAH M. BYRD

DISTRICT NO. 2

EDDIE HOLGUIN, JR.

DISTRICT NO. 6

EMMA ACOSTA

DISTRICT NO. 3

STEVE ORTEGA

DISTRICT NO. 7

MELINA CASTRO

DISTRICT NO. 4

BETO O'ROURKE

DISTRICT NO. 8

JOYCE WILSON

CITY MANAGER

PAT ADAUTO

DEPUTY CITY MANAGER - DEVELOPMENT AND INFRASTRUCTURE SERVICES

DEBORAH HAMLYN

DEPUTY CITY MANAGER - QUALITY OF LIFE

WILLIAM STUDER

DEPUTY CITY MANAGER - FINANCIAL AND ADMINISTRATIVE SERVICES

JANE SHANG

DEPUTY CITY MANAGER - MOBILITY SERVICES

DEPARTMENT DIRECTORS

Monica Lambrana

El Paso International Airport

Sean McGlynn

Museums and Cultural Affairs

Charles McNabb

City Attorney

Michael Hill

El Paso City/County Health Dept.

Victor Q. Torres

Development Services

William Lilly

Community Development

Carmen Arrieta-Candelaria

Financial Services

Kathryn Dodson

Economic Development

R. Alan Shubert

City Engineer

Otto Drozd

Fire Chief

Stuart Ed

General Services

Linda Thomas

Human Resources

Art Armas

Information Technology

Matthew McElroy

Deputy Director-Planning

Michael Tomor

Director Museum of Art

Carol Brey-Casiano

El Paso Public Library System

Richarda Momsen

Municipal Clerk

Edmund Archuleta

El Paso Water Utilities

Roy Gilyard

Metropolitan Planning Organization

David R. Almonte

Office of Management and Budget

Nanette Smejkal

Parks and Recreation

Steve Marshall

El Paso Zoo

Gregory K. Allen

El Paso Police Department

Juan Sandoval

Tax

Ellen A. Smyth

Environmental Services

Daryl Cole

Streets

Jay Banasiak

Sun Metro-Public Transit

Said Larbi-Cherif

International Bridges

Edmundo S. Calderon

Chief Internal Auditor

Robert B. Ash

Pension Administrator

FINANCIAL SECTION



Independent Accountants' Report on Financial Statements and Supplementary Information

The Honorable Mayor and
Members of the City Council
City of El Paso, Texas
El Paso, Texas

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of El Paso, Texas (the City), as of and for the year ended August 31, 2009, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Public Service Board – El Paso Water Utilities, the discretely presented component unit of the City. We also did not audit the financial statements of the El Paso Firemen and Policemen's Pension Fund (FPPF), a component unit of the City, which statements reflect total assets and net additions (reductions) of \$655,377,550 and \$(187,411,905), respectively, and represent 52.9% and 198.1% of the aggregate remaining fund information's total assets and revenues/net additions (reductions), respectively, at August 31, 2009 and for the year then ended. The financial statements of these entities were audited by other accountants whose reports thereon have been furnished to us, and our opinions, insofar as they relate to the amounts included for such entities, are based solely on the reports of the other accountants.

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

In our opinion, based on our audit and the reports of the other accountants, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of El Paso, Texas, as of August 31, 2009, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The Honorable Mayor and
Members of the City Council
City of El Paso, Texas
Page 2

The accompanying management's discussion and analysis and budgetary and pension information as listed in the table of contents are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We and the other accountants have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying supplementary information, as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied by us and the other accountants in the audit of the basic financial statements and, in our opinion, based on our audit and the reports of other accountants, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole. The accompanying information in the introductory and statistical sections as listed in the table of contents has not been subjected to the auditing procedures applied by us and the other accountants in the audit of the basic financial statements and, accordingly, we express no opinion on it.

BKD, up

February 26, 2010

CITY OF EL PASO, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS
August 31, 2009

As management of the City of El Paso (City), we offer readers of the City's financial statements this overview and analysis of the financial activities of the City for the fiscal year ended August 31, 2009. This document is designed to:

- Provide a concise overview of the City's financial activity, comparing current year to prior year and identifying specific economic factors contributing to changes;
- Help users of the financial statements understand the relationship of the results reported in the government-wide financial statements related to governmental activities and the results reported in the major governmental funds financial statements;
- Help the reader focus on the City's financial condition as a whole, describing currently known facts, decisions or conditions expected to impact the City's financial condition and the availability of fund resources for future years; and
- Identify significant variances between the adopted budget, final budget and actual expenditures, discussing the impact of these variances on future liquidity.

Since Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities and resulting changes, it should be considered in conjunction with the letter of transmittal and the City's financial statements. The information contained in these three sections of this Comprehensive Annual Financial Report (CAFR) complements each other.

FINANCIAL HIGHLIGHTS

- ◆ On a government-wide basis, the Primary Government total assets exceeded its liabilities at August 31, 2009 by \$381.9 million. There is a \$146.5 million unrestricted net asset deficit.
- ◆ The Primary Government's total net assets increased by \$11.9 million. Governmental activities decreased net assets by \$13.7 million while increases from business-type activities totaled \$25.6 million. The Primary Government's total expenses were \$11.9 million less than the \$586.5 million generated in charges for services, grants, taxes and other revenues.
- ◆ The cost of the Primary Government's governmental activities was \$444.3 million for the 2009 fiscal year.
- ◆ As of August 31, 2009, the City's governmental funds reported combined ending fund balances of \$60.3 million, a decrease of \$11 million compared with the prior year. Approximately 60.3% of the combined fund balances or \$36.3 million is unreserved and available for the discrete purposes for which these funds are collected.
- ◆ The unreserved fund balance in the General Fund was \$19.8 million or 6.6% of total General Fund current year expenditures excluding the effects of issuing the pension obligation bonds.
- ◆ In fiscal year 2009, the City issued \$57.6 million in debt to finance capital projects, \$16 million to refund existing debt and \$111.5 million in pension obligation bonds to provide funding to the Fire and Police Pension Fund. There was a net increase of \$143.5 million in long-term liabilities from the prior year.

CITY OF EL PASO, TEXAS
 MANAGEMENT’S DISCUSSION AND ANALYSIS
 August 31, 2009

OVERVIEW OF THE FINANCIAL STATEMENTS

The CAFR includes introductory, financial and statistical sections. The financial section of the CAFR consists of three components: this discussion and analysis, the basic “liftable” financial statements and related notes to the financial statements, and the unaudited required supplementary information.

These components of the Comprehensive Annual Financial Report are graphically illustrated below:

CAFR	Introductory Section	Letter of Transmittal, Organization Chart, Other Introductory Information			
	Financial Section	Management’s Discussion and Analysis			
		Government-Wide Financial Statements	Fund Financial Statements		
		Statement of Net Assets	Governmental Funds	Proprietary Funds	Fiduciary Funds
			Balance Sheet	Balance Sheet	Statement of Fiduciary Net Assets
			Statement of Revenues Expenditures and Changes in Fund Balances	Statement of Revenues, Expenses and Changes in Fund Net Assets(Deficit) Statement of Cash Flows	Statement of Changes in Fiduciary Net Assets
	Statement of Activities				
Notes to the Financial Statements					
Required Supplementary Information Other Than MD&A					
Statistical Section	Other Statistical Information				

The basic financial statements include both government-wide and fund financial statements. These statements differ in scope, measurement focus and basis of accounting, as well as in the information provided. The following chart illustrates these differences:

	Government-Wide Statement	Fund Financial Statements		
		Governmental	Proprietary	Fiduciary
Scope	Entire entity (except fiduciary funds)	The day-to-day operating activities of the City for basic governmental services	The day-to-day operating activities of the City for business-type enterprises	Instances in which the City administers resources on behalf of others, such as property tax and pension
Accounting basis and measurement focus	Accrual accounting and economic resources measurement focus	Modified accrual and current financial resources measurement focus	Accrual accounting and economic resources measurement focus	Accrual accounting and economic resources measurement focus; except agency funds do not have measurement focus
Type of asset and liability information	All assets and liabilities, both financial and capital, short-term and long-term	Current assets and liabilities that come due during the year or soon thereafter	All assets and liabilities, both financial and capital, short-term and long-term	All assets held in a trustee or agency capacity for others and all liabilities
Type of inflow and outflow information	All revenues and expenses during the year, regardless of when cash is received or paid	Revenues for which cash is received during the year or soon thereafter; expenditures when goods or services have been received and the related liability is due and payable	All revenues and expenses during the year, regardless of when cash is received or paid	All additions and deductions during the year, regardless of when cash is received or paid

Government-wide Financial Statements

The government-wide financial statements are designed to resemble those of private-sector entities in that all governmental and business-type activities are consolidated into columns which add to a total for the Primary Government.

The *Statement of Net Assets* is designed to provide asset and liability information with the difference between the two presented as Net Assets. This statement combines governmental fund's current financial resources (short-term spendable resources) with long-term resources and obligations.

Component Units, which are other governmental units over which City Council, acting as a group, can exercise influence and/or may be obligated to provide financial subsidy, are presented as a separate column in the government-wide statements and as individual activities in the Fund Financial Statements. The focus of the statements is clearly on the Primary Government and the presentation allows the user to address the relative relationship with the Component Units.

The *Statement of Activities* is focused on both the gross and net cost of various functions (including governmental, business-type and component unit) supported by the government's general tax and other revenues. This is intended to summarize and simplify the user's analysis of the costs of various governmental services and/or subsidies to various business-type activities and/or component units.

Governmental Activities reflect the City's basic services, including police, fire, public works and community services. Property and sales taxes finance the majority of these services.

Business-type Activities reflect private sector type operations (Solid waste disposal, Airport, International Bridges and Mass Transit), where fees for services typically cover all or most of the cost of operations, including depreciation.

Fund Financial Statements

A fund is a grouping of related accounts used to maintain control over resources that have been segregated for specific activities or objectives. Fund accounting is based upon compliance with finance-related legal requirements underlying each fund. Traditional users of governmental financial statements will find the fund financial statements presentation more familiar. The focus is now on major funds, rather than fund types.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on how cash and other financial assets can readily be converted as available resources, as well as on the balances at the end of the fiscal year that are available for spending. Such information may be useful in determining what financial resources are available in the near future to finance the City's operations.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the Governmental Funds Balance Sheet and the Governmental Funds

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Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits) provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains numerous governmental funds, as needed, to insure proper accountability. Information is presented separately in the Governmental Funds Balance Sheet and in the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits) for the General Fund, Community Development Block Grants Fund, Debt Service Fund and Capital Projects Fund, all of which are considered to be major funds. Data from the remaining Special Revenue funds are combined into a single column, titled Nonmajor Governmental Funds. Individual fund data for each of these nonmajor governmental funds is provided following the required supplementary information in the form of combining financial statements and schedules. These fund financial statements follow the basic financial statements in this CAFR.

Proprietary Funds

Proprietary funds are generally used to account for services for which the City charges customers—either outside customers or internal cost centers of the City. Proprietary funds provide a more detailed report of the same type of information as shown in the government-wide financial statements. The City maintains two types of proprietary funds:

- Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its airport, mass transit, solid waste disposal and international bridges operations.
- Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses its internal service funds to account for its employee health benefits and welfare programs, risk management, fleet services, printing and mail services. As these internal services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

The proprietary funds financial statements provide separate information for the enterprise funds (i.e., El Paso International Airport, Solid Waste Management (Environmental Services), Sun Metro (Mass Transit) and International Bridges) since they are considered major funds of the City. All internal service funds are combined into a single aggregated presentation on the proprietary fund financial statements. Individual fund data for the internal service funds are provided in the form of combining statements and schedules.

While the total column on the business-type fund financial statements for enterprise funds is the same as the business-type column on the government-wide financial statement, the governmental major funds total column requires a reconciliation because of the different measurement focus which is reflected on the page following each statement. The flow of current financial resources will reflect bond proceeds and inter-fund transfers as other financial sources as well as capital expenditures and bond principal payments as expenditures. The reconciliation will eliminate these transactions and incorporate the capital assets and long-term obligations into the Governmental Activities column in the government-wide statements.

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Fiduciary Funds

Fiduciary funds are used to account for resources held by the City in a trustee capacity or as an agent for the benefit of parties outside the City, individuals, private organizations or other governmental entities. Fiduciary funds include both trust and agency type funds. Trust fund statements allow the City to present its blended component units, the City's employee pension trust funds, as well as other private purpose trusts. Agency funds include tax office collections on behalf of the other taxing entities. While these funds represent a trust responsibility, these assets are restricted in purpose and do not represent discretionary resources of the government. Therefore, these assets are not presented as part of the government-wide financial statements.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes immediately follow the financial statements.

Required Supplementary Information

In addition to the basic financial statements and accompanying notes, the CAFR also presents certain required supplementary information. These schedules include a budgetary comparison and information concerning the City's funding of its pension obligations and other postemployment benefits.

Other Information

Following the required supplementary information are additional schedules such as the combining statements referred to above in connection with nonmajor governmental funds, internal service funds and fiduciary funds and schedules of expenditures for capital projects.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Comparative information for the current and preceding year is presented below:

Condensed Schedule of Net Assets
(in thousands)

	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
Current and other assets	\$ 260,714	168,455	94,813	93,854	355,527	262,309
Capital assets	719,785	674,901	335,183	311,685	1,054,968	986,586
Total assets	980,499	843,356	429,996	405,539	1,410,495	1,248,895
Other liabilities	35,879	33,827	15,619	11,517	51,498	45,344
Long-term liabilities	884,470	735,672	92,604	97,870	977,074	833,542
Total liabilities	920,349	769,499	108,223	109,387	1,028,572	878,886
Net assets:						
Invested in capital assets, net of related debt	132,325	139,690	286,906	264,969	419,231	404,659
Restricted	84,573	78,827	24,591	20,104	109,164	98,931
Unrestricted (deficit)	(156,748)	(144,660)	10,276	11,079	(146,472)	(133,581)
Total net assets	\$ 60,150	73,857	321,773	296,152	381,923	370,009

Analysis of the City's Net Assets

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the City of El Paso, assets exceeded liabilities by \$381.9 million at August 31, 2009.

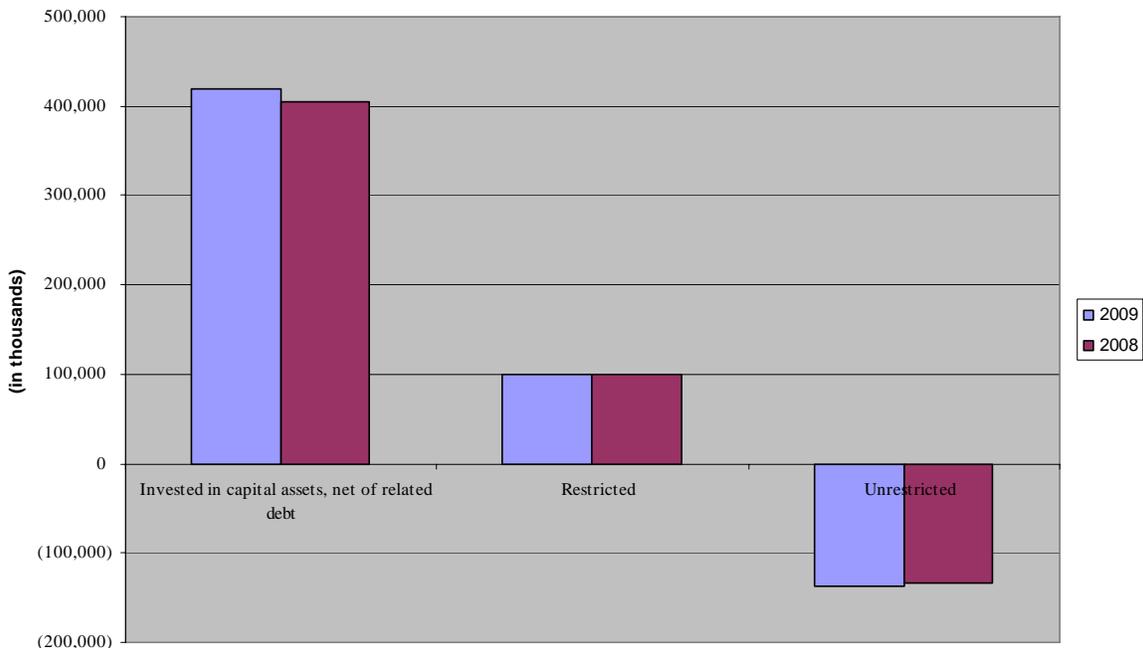
The largest portion of the City's net assets, \$419.2 million, reflects its investments in capital assets (e.g. land, buildings, equipment, improvements, construction in progress and infrastructure), less any outstanding debt used to acquire those assets. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

A portion of the City's net assets, \$100.5 million, represents resources that are subject to external restrictions on how they may be used. These restricted net assets include net assets for debt service, amounts restricted by other funding agencies, as well as a \$16 million cash reserve required by the City Charter. Restricted net assets increased 10.3% over the prior year.

Generally, all net assets generated by governmental activities are either externally restricted or invested in capital assets. Unrestricted governmental activities net assets showed a \$156.7 million deficit at the end of this year. This deficit indicates that the City has long-term commitments that exceed its net assets.

Unrestricted net assets in business-type activities totaled \$18.9 million, increasing \$7.9 million from 2008.

Primary Government Net Assets at August 31



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Analysis of the City's Operations

The following table provides a summary of the City's activities for the years ended August 31, 2009 and 2008. Governmental activities decreased the City of El Paso's net assets by \$13.7 million offset by an increase in the business-type activities of the City of \$25.6 million resulting in a net asset increase of \$11.9 million.

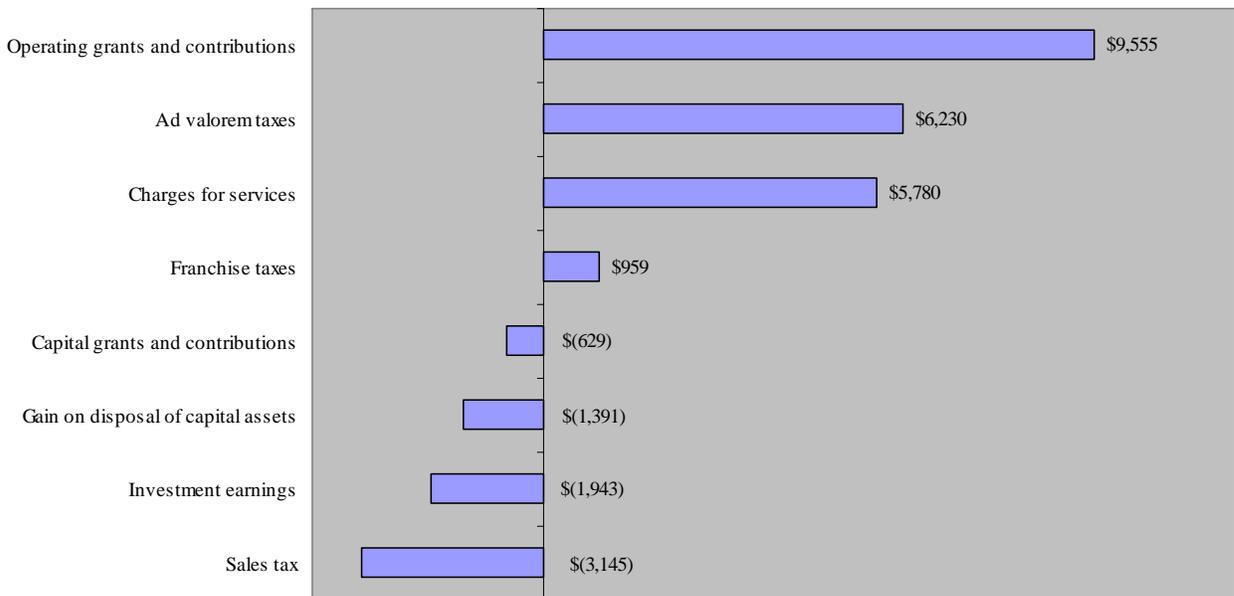
Condensed Schedule of Changes in Net Assets
For the Year Ended August 31
(in thousands)

	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
Revenues:						
Program revenues:						
Charges for services	\$ 60,808	55,028	98,761	102,019	159,569	157,047
Operating grants and contributions	45,550	35,995	15,317	12,680	60,867	48,675
Capital grants and contributions	1,167	1,796	27,770	17,793	28,937	19,589
General revenues:						
Ad valorem taxes	183,557	177,327	-	-	183,557	177,327
Sales tax	74,537	77,682	32,541	33,524	107,078	111,206
Franchise taxes	43,283	42,324	-	-	43,283	42,324
Investment earnings	1,684	3,627	953	2,513	2,637	6,140
Gain on disposal of capital assets	596	1,987	13	173	609	2,160
Total revenues	<u>411,182</u>	<u>395,766</u>	<u>175,355</u>	<u>168,702</u>	<u>586,537</u>	<u>564,468</u>
Expenses:						
Governmental activities:						
General government	41,473	43,886	-	-	41,473	43,886
Public safety	217,781	227,056	-	-	217,781	227,056
Public works	65,613	68,682	-	-	65,613	68,682
Public health	20,209	25,261	-	-	20,209	25,261
Parks	23,005	21,846	-	-	23,005	21,846
Library	9,860	10,346	-	-	9,860	10,346
Culture and recreation	19,156	16,395	-	-	19,156	16,395
Community and economic development	17,796	15,634	-	-	17,796	15,634
Interest on long-term debt	29,403	28,833	-	-	29,403	28,833
Business-type activities:						
International airport operations	-	-	36,407	38,327	36,407	38,327
Industrial park and other operations	-	-	4,932	4,644	4,932	4,644
International Bridges	-	-	5,384	3,929	5,384	3,929
Solid Waste Management	-	-	30,284	34,251	30,284	34,251
Mass Transit	-	-	53,319	50,064	53,319	50,064
Total expenses	<u>444,296</u>	<u>457,939</u>	<u>130,326</u>	<u>131,215</u>	<u>574,622</u>	<u>589,154</u>
Excess (deficiency) before transfers	(33,114)	(62,173)	45,029	37,487	11,915	(24,686)
Transfers	19,407	22,215	(19,407)	(22,215)	-	-
Increase (decrease) in net assets	<u>(13,707)</u>	<u>(39,958)</u>	<u>25,622</u>	<u>15,272</u>	<u>11,915</u>	<u>(24,686)</u>
Net assets - September 1	73,857	113,815	296,152	280,880	370,009	394,695
Net assets - August 31	<u>\$ 60,150</u>	<u>73,857</u>	<u>321,774</u>	<u>296,152</u>	<u>381,924</u>	<u>370,009</u>

Program Revenues and Expenses – Governmental Activities

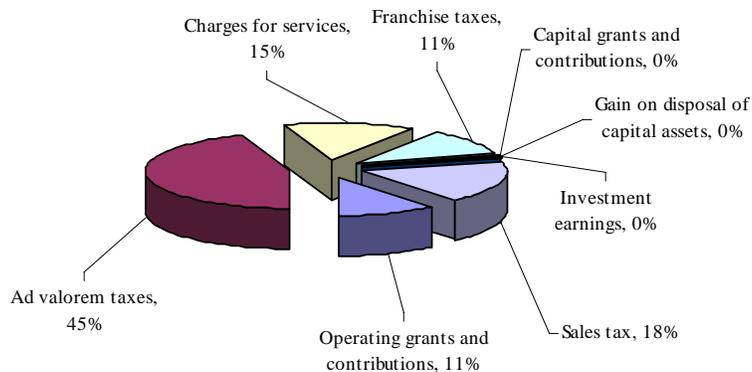
Governmental activities cover a range of typical City services and are directly supported by charges for these services, grants and contributions. In general, revenues generated by charges for services are inadequate to support the cost of the services with public safety creating the greatest burden on the taxpayer. Consequently, general revenues cover any net expense after program-specific revenues are applied. These general revenues include taxes, investment earnings and gains on sales of capital assets.

The following chart (in thousands) shows the change in governmental activities' revenues from the previous year:



Revenues for governmental activities totaled \$411 million, an increase of \$15.4 million or 3.9% from 2008.

**Revenues - Governmental Activities
 For the Year Ended August 31, 2009**

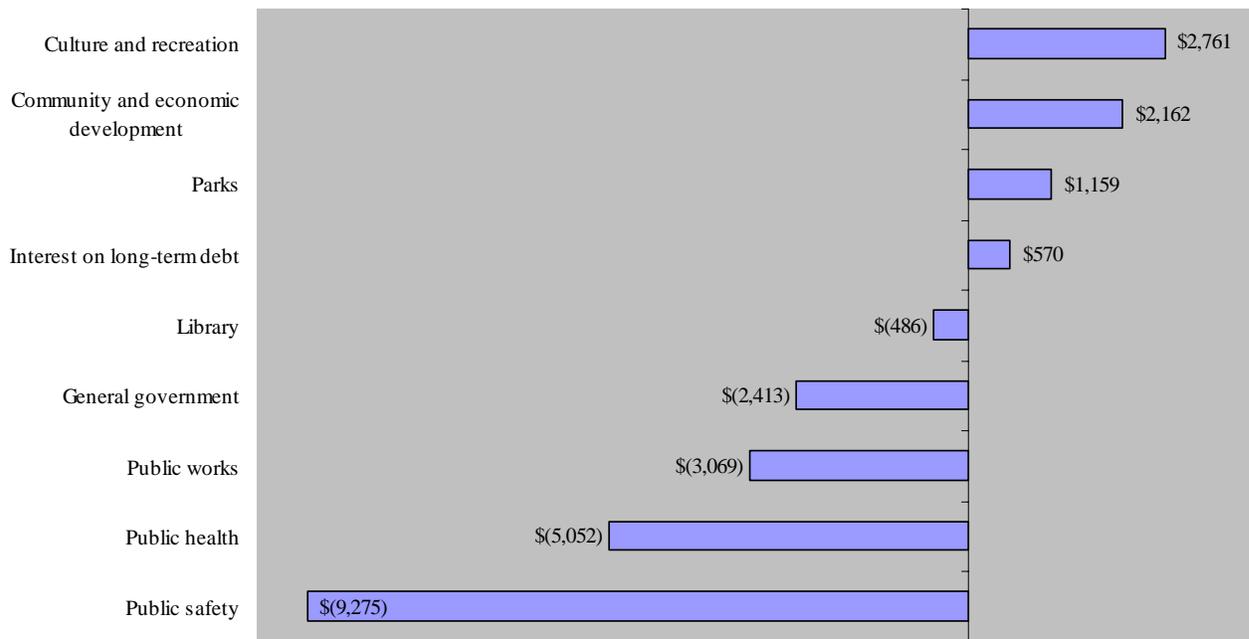


CITY OF EL PASO, TEXAS
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The ad valorem taxable valuation increased 10% while the tax rate decreased 5.7% from 2008. Ad valorem property tax revenues increased \$6.23 million (3.5%) approximating the effect of the tax rate decrease and increase in the taxable valuation. Sales taxes decreased \$3.15 million (4.1%) and franchise taxes increased \$0.959 million (2.3%). Operating and capital grants and contributions increased \$8.9 million due to increased expenditures (see below).

The cost of programs and services was \$444.3 million, a decrease of \$13.6 million (3%) from 2008. Expenses related to grants and contributions increased \$8.9 million (see above). The net pension obligation expense increased \$9.0 million, other postemployment benefits expense increased \$8.2 million, compensated absence expense increased \$4.7 million and interest on long-term debt increased \$0.570 million.

The following chart (in thousands) shows changes in governmental activities’ expenses from 2008:



Program Revenues and Expenses – Business-type Activities

Operating revenues decreased \$3.3 million (3.2%) to \$98.8 million. Operating expenses, net of depreciation, decreased \$2.3 million to \$97.5 million (2.3%) and depreciation expense increased \$3.3 million to \$30 million (12.3%). The increase in operating expenses includes \$2.7 million in Other Postemployment Benefits (OPEB) expenses and Net Pension Obligation (NPO) expenses. Nonoperating revenues decreased \$4.2 million to \$48 million and nonoperating expenses decreased \$1.7 million to \$2.8 million. Capital contributions increased \$14.2 million to \$28.6 million. Transfers out decreased \$2.8 million to \$19.4 million.

Decreases in operating revenues and passenger facility charges were due to the economic slowdown. Decreases in operating expenses, excluding depreciation, are a result of the City’s review of operations that began in the first fiscal quarter of 2009.

El Paso International Airport

This fund accounts for the operations of the El Paso International Airport and industrial parks and golf courses located on Airport property.

Operating revenues decreased \$1.4 million to \$33.9 million. There was no change in operating expenses of \$40.9 million even though OPEB and NPO expense increased by \$0.820 million and depreciation increased by \$0.565 million. Nonoperating revenues decreased \$1.3 million to \$4.5 million and nonoperating expenses decreased \$1.6 million to \$0.473 million. Capital contributions increased \$2.3 million to \$8 million and transfers out increased \$0.371 million to \$2 million.

Other significant changes were:

- Decrease in personnel services of \$0.681 million.
- Increase in maintenance and repairs of \$0.252 million.
- All other operating expenses, excluding depreciation, decreased \$0.136 million.
- Depreciation expense increased \$0.565 million.
- Investment interest decreased \$0.859 million.
- Passenger facility charge revenue decreased \$0.498 million.

Environmental Services

This fund accounts for the solid waste collection and disposal activities of the City.

Operating revenues decreased \$0.393 million (0.1%) to \$41.3 million. No changes were made to the fee schedule.

Operating expenses decreased \$3.7 million to \$28.9 million and includes \$0.578 million in NPO and OPEB expenses. Other significant changes were:

- Personnel expense increased by \$0.383 million as responsibility for environmental grants was transitioned from Public Health.
- Fuel decreased \$1.3 million.
- Landfill and transfer station utilization expense decreased \$2.2 million because of the closure of a portion of the Clint landfill and related adjustment to the estimated liability previously recorded.

Mass transit

Mass Transit operating revenues increased \$0.305 million reflecting an increase in ridership with no increase in fees.

Operating expenses increased \$3.3 million to \$52.9 million including increases of \$1.2 million in expenses to record OPEB and NPO and \$2.9 million in depreciation expense. Other significant changes were:

- Personnel expenses increased \$0.918 million as a result of expanding service hours and routes.

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- Fuel expense decreased \$0.761 million as fuel cost generally fell during the year and new LNG vehicles entered the fleet.
- FTA subsidy (entitlement grant) decreased \$1.1 million.
- Capital contributions, from the FTA, increased \$11.888 million as both new facilities and vehicles were purchased. Generally, FTA funds only a portion (usually 80%) of the cost of these assets with the difference funded with transportation sales tax revenue.

International Bridges

This fund represents activity related to the City's international bridges. There was no fee increase from 2008. Operating revenues decreased \$1.751 million due to a decrease in vehicular and pedestrian traffic crossing the City's bridges.

Operating expenses increased \$1.389 including NPO and OPEB expenses of \$0.106 million. Other significant changes were:

- Maintenance and repair expense increased \$0.699 million as the City began necessary repairs on the bridges.

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUND LEVEL STATEMENTS

Governmental funds

At the end of the current fiscal year, the City of El Paso's governmental funds reported combined ending fund balances of \$60.3 million, a decrease of \$10.5 million from 2008. Approximately 58.3% of this total amount or \$35.1 million constitutes unreserved, undesignated fund balance. The remainder of the fund balance is reserved or designated to indicate that it is not available for new spending because it has already been committed (i.e., \$16 million to provide a cash reserve, \$2.5 million to provide for inventory, \$5.5 million for debt service and \$1.2 million to pay for subsequent years expenditures and contingencies).

General Fund

The General Fund is the general operating fund of the City. The fund balance for the General Fund totaled \$38.2 million, increasing \$0.105 million from the prior year. Unreserved and undesignated fund balance increased by \$0.700 million, to \$18.8 million. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved and undesignated fund balance represents 6.6% of total fund expenditures (excluding the issuance of the pension obligation bonds) while total fund balance represents 12.7%.

The following comparisons exclude the 2009 issuance of pension obligation bonds made to partially fund the net pension obligation of the Fire and Police Pension Fund.

There was no change in sales tax/franchise fee rates or the City's fee schedule from 2008.

Revenues increased \$7.6 million and Transfers In decreased \$5.7 million or a net \$1.9 million (0.6%) from 2008.

Property taxes increased \$1.8 million or 1.5%. Assessed valuation increased 10% while the general fund property tax rate decreased 5.4%.

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Sales taxes decreased \$.2 million. Franchise taxes increased \$3 million while sales taxes decreased \$3.2 million.

Investment earnings decreased \$1 million as the yield on government securities continued to decrease through fiscal 2009. Amounts invested during the year were comparable to 2008.

Revenue from the County of El Paso, relating to providing health services to County residents, increased \$0.5 million to \$1.9 million. The Health District was reorganized in January 2008 and reported as a general fund function. In 2008, the County of El Paso contributed \$1.4 million, reported in the General Fund, and \$1 million, reported in the Health District. In total, the County of El Paso contributed \$0.5 million less in 2009.

Overall, expenditures decreased \$3.9 million while transfers out decreased \$5.3 million for a net decrease of \$1.4 million or 0.05%. The decrease in transfers out was primarily due to the Health District reorganization in January 2008.

Personnel expenditures increased \$5.3 million. There was a net \$4.6 million (5.8%) increase in civilian workforce expenditures which included a \$0.5 million decrease in overtime. This increase was due to an increase in the workforce, 3.9% at year end, and the City's classification and compensation policies. The net \$0.7 million (0.6%) increase for public safety uniformed personnel includes a decrease in overtime of \$3.9 million. There was a negligible 0.6% increase in the workforce at year end. Uniformed employees agreed to postpone the increase negotiated in their labor contract, which limited the increase in expenditures to \$4.6 million.

Self Insurance Fund charges, including Retiree health benefits decreased \$0.4 million. The City continues to decrease the Self Insurance Funds accumulated deficits.

Utilities increased \$0.169 million. Electricity increased \$0.526 million while water and natural gas decreased \$0.356 million.

Community Development Block Grants

The Community Development Block Grants Fund is the only Special Revenue Fund designated as a major fund for reporting purposes. These activities are funded by the U. S. Department of Housing and Urban Development (HUD) and program revenues of the revolving loan funds (RLF) that were initially funded by HUD. Recognition of these revenues is dependent upon the City expending these funds in accordance with the entitlement grants and is earned as expended. Expenditures increased \$3.6 million dollars from 2008 to \$16.3 million. The City utilized approximately \$3.6 million in program revenues.

Debt Service Fund

Ad valorem property tax revenues increased \$0.660 million (1.2%) as a result of a decrease of 6.3% in the debt service ad valorem property tax rate combined with a 10% increase in taxable assessed value for real and personal property. Principal and interest payments increased \$3.5 million. \$4.7 million was transferred in from the Capital Projects Fund to close capital projects, as required by debt covenants. Fund balance for the debt service fund increased \$0.231 million from 2008.

The City's debt management policy requires the fund balance remain in excess of the debt service portion of the largest taxpayer's tax levy for the year, \$903.4 thousand in 2009. The policy also requires that a plan, without causing large variances in the tax rate, should be adopted to reduce the fund balance should it exceed 25% of the current year's expenditure budget.

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Capital Projects Fund

Capital Projects Fund expenditures totaled \$81.2 million, an increase of \$2 million over the prior year. Net proceeds of debt issued in 2009 increased \$12.7 million to \$68.6 million while other funding sources (Hotel/Motel Tax, Interest and other) decreased \$5 million to \$4.4 million. Transfers from other funds (General Fund) of \$0.320 million to pay for critical capital needs, decreased \$3.2 million. Transfers to the Debt Service Fund (to close projects as required by bond covenants), increased \$1.2 million to \$4.7 million. This resulted in a decrease of \$10.8 million for the year.

Nonmajor Governmental Funds

Overall, revenues in these funds decreased \$5.6 million or 11.3%, while expenditures decreased \$5.4 million or 11%. Transfers in decreased \$2.148 million and transfers out decreased \$3.772 million resulting in a net increase in fund balance of \$0.034 million to \$18.278 million.

Federal Grants

Expenditures for Federal Grants decreased \$0.051 million from fiscal year 2008. The City is dependent upon funding by the U. S. Congress which remained consistent with the prior year.

State Grants

Expenditures increased \$2.4 million primarily due to an increase in funding from the Texas Department of Transportation.

Other Grants

Expenditures, funded by local and/or nonpublic sources, decreased \$0.007 million.

Public Health

Operating expenditures of the Health District were recorded in the General Fund beginning January 1, 2008 after the City Council dissolved the District and Public Health became a City Department reported in the General Fund. Expenditures decreased by \$2.954 million to \$11.3 million primarily because of this change.

Nongrants

Overall, expenditures in Non-Grants funds decreased \$1.4 million to \$15 million. Generally, funding for these activities occurs over several fiscal years and expenditures are made as accumulated funding allows. Major expenditures were made as follows:

\$5.6 million from the Convention and Visitors Bureau.

\$0.937 million from zoo gate receipts.

\$2.9 million from confiscated funds.

\$0.726 million from municipal court fees for technology.

\$0.537 million from Parkland Dedication fees and user fee accounts.

\$0.917 million from the Art Museum.

\$2.4 million from the El Paso Electric Company Palo Verde settlement.

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Proprietary funds

The City's proprietary fund statements provide the same type of information found in the government-wide financial statements but in more detail.

Net assets of the respective proprietary funds are shown on the Statement of Net Assets for these funds. These funds had a net asset increase as follows:

	<u>2009</u>	<u>2008</u>
El Paso International Airport	\$ 3,013,378	2,168,830
Environmental Services	7,502,133	3,943,461
Mass Transit	14,984,326	8,350,673
International Bridges	121,596	809,622
Net asset increase	<u>\$ 25,621,433</u>	<u>15,272,586</u>

Factors that contributed to the increase in net assets are discussed in the business-type activities section of the government-wide section.

GENERAL FUND BUDGETARY HIGHLIGHTS

The City originally budgeted for no change in the fund balance. City Council voted to reduce the property tax rate by 5.68% to \$.633 per \$100 in taxable value. This reduced the General Fund property tax rate 5.36% to \$.429 and reduced the debt service property tax rate 6.34% to \$.204. The taxable assessed valuation increased approximately 10% from 2008.

During 2009, appropriations were increased a total of \$2,993,417. Appropriations, totaling \$993,417, were funded by other sources including \$545,420 provided by the Texas State Comptroller for the Texas vs. Nation sports venue and \$428,200 provided from Parks Department special revenue funds for a recreation management system and connectivity costs. Appropriations were increased by \$1,000,000 to provide for an increase in facility maintenance, \$750,000 to provide for legal settlements and claims and \$250,000 to provide for emergency safety remediation for properties located in west El Paso on Northwind Drive.

Due to the uncertainties related to the economic environment, the City implemented a hiring freeze in September 2008 and conducted a review of operations that resulted in \$10,219,594 in reductions to appropriations.

CAPITAL ASSETS

The City of El Paso's investment in capital assets for its governmental and business-type activities as of August 31, 2009 amounts to \$1,055.0 million (net of accumulated depreciation).

Infrastructure Assets

General capital assets include land, improvements to land, easements, buildings, vehicles, machinery and equipment, infrastructure and all other tangible assets that are used in operations and that have initial useful lives greater than one year and exceed the government's capitalization threshold (see Note 5). The City has capitalized assets with a cost of \$5,000 or more.

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Historically, a government's largest group of assets (infrastructure – roads, bridges, traffic signals) have not been reported nor depreciated in governmental financial statements. GASB 34 requires these assets be valued and reported within the Governmental column of the Government-wide Statements. Additionally, the government must elect to either (a) depreciate these assets over their estimated useful life or (b) develop a system of asset management designed to maintain the service delivery potential to near perpetuity. The City chooses to depreciate infrastructure assets over their estimated useful lives.

CAPITAL ASSETS AT YEAR-END
(NET OF ACCUMULATED DEPRECIATION)

	Governmental Activities	Business-Type Activities	Total
Land	\$ 152,262,385	13,675,670	165,938,055
Artwork	-	965,317	965,317
Buildings	182,001,180	87,790,583	269,791,763
Equipment	25,038,706	64,639,397	89,678,103
Improvements	1,426,319	135,385,300	136,811,619
Infrastructure	184,717,463	-	184,717,463
Construction in Progress	174,339,370	32,726,813	207,066,183
Total	<u>\$ 719,785,423</u>	<u>335,183,080</u>	<u>1,054,968,503</u>

This year's major additions included:

Land	\$ 3,783,973
Runway	2,025,673
Health Facilities	3,053,018
Fire Stations	1,614,054
Vehicles, Equipment, Other	24,754,378
Parks	9,155,089
History Museum	6,416,573
Streets and Drainage	20,439,763
Zoo - Buildings and exhibits	1,482,928

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August 31, 2009

DEBT ADMINISTRATION

At the end of the fiscal year, the City of El Paso had total debt payable of \$843,551,103. Of this amount, \$783,110,000 is bonded debt backed by the full faith and credit of the government. Revenue Bonds of \$25,025,000 and Notes Payable of \$35,416,103 are secured solely by fees for services rendered. The Notes Payable are financing agreements between the City of El Paso and the State Infrastructure Bank, as well as the Federal Highway Administration to provide funding for design, construction and improvement of the International Bridges. This debt also includes Capital Lease obligations of \$10,435,892 to acquire buses and \$2,193,616 to acquire software and licenses is payable to the Banc of America Leasing & Capital LLC.

**OUTSTANDING DEBT AT YEAR-END
BONDS, NOTES PAYABLE AND MASTER EQUIPMENT LEASE/PURCHASE
AGREEMENTS**

	Governmental Activities	Business-Type Activities	Total
General Obligations	\$ 637,485,000	-	637,485,000
Revenue Bonds Payable	-	25,025,000	25,025,000
Certificate of Obligations	135,648,084	9,976,916	145,625,000
Capital Lease Obligations	-	12,629,507	12,629,507
Notes Payable	11,100,876	11,685,720	22,786,596
Unamortized (Discount) premium, net	17,872,559	(335,076)	17,537,483
Deferred Amount on Refunding	(3,606,324)	-	(3,606,324)
Total	<u>\$ 798,500,195</u>	<u>58,982,067</u>	<u>857,482,262</u>

During the fiscal year, the City issued \$57,615,000 in general obligation bonds, \$16,020,000 in refunding bonds and \$111,545,000 in pension obligation bonds.

The City's General Obligation, Revenue Bonds, and Certificate of Obligations ratings are listed below:

	Standard & Poor's	Fitch Ratings
General Obligations	AA	AA-
Revenue Bonds Payable	A-	AA-
Certificate of Obligations	AA	AA-

Additional information on the City of El Paso's long-term debt can be found in Note 8 of this CAFR.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

Economic Factors

As the sixth largest city in Texas, El Paso's estimated 2009 population of 644,638 has grown by over 14% from its 2000 census level. Population growth will also be impacted as a result of the Defense Base Realignment and Closure (BRAC) process completed in late 2005. At that time, it was anticipated that over 20,000 new troops and 30,000 accompanying family members would become part of the City population during the next seven years. About two-thirds of the additional troops are expected to live off-base, spurring citywide residential development with an emphasis on affordable housing although other higher value master planned developments are underway or in the planning stages.

The City's large \$29 billion tax base is diverse and starting to grow beyond the typically modest rates of the past, increasing by over \$2 billion in each of the last three fiscal years. Furthermore, the relocation of air cavalry and armored aviation units to Fort Bliss is attracting high-technology companies for both services and research and development. Major additions to the City's retail, commercial and healthcare sectors helped unemployment rates trend downward to record lows in 2007. In December 2008, the City's unemployment rate fell below the national average for the first time in thirty-five years. In December 2009, the City's unemployment rate was 9.2% while the national average was 9.7%. Employment numbers at the end of December 2009 reflected a positive change of 900 jobs from December 2008.

Compared to the same periods last year:

- Sales tax receipts for sales reported September through December 2008 decreased \$725,876 or 3.01%.
- Franchise fees for the quarters ended September 30 and December 31 2008 increased \$406,504 or 2.5%.
- Property tax collections for the five months ended January 31, 2009 increased \$11,134,660 or 8.6%.

General Fund Budget

Fiscal year 2010 appropriations increased \$10,167,487 million or 3.4% to \$312,254,719 million from 2009 actual expenditures and transfers. Appropriations, by activity, were increased(decreased) as follows:

<u>Function:</u>	<u>Change</u>
Public safety	\$ 6,935,354
Nondepartmental	2,463,735
Parks department	1,853,944
Public Health	547,350
Economic development	173,878
Community and human development	7,947
Library	(96,366)
Culture and recreation	(173,239)
General government	(215,095)
Transfers to other funds	(368,138)
Public works	(961,883)

CITY OF EL PASO, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS
August 31, 2009

Estimated revenue and transfers increased \$10,062,216 million from 2009 actual revenues and transfers. Revenues and transfers were increased(decreased) as follows:

<u>Revenue and transfers in:</u>	<u>Change</u>
Sales taxes	\$5,372,474
Property taxes	3,363,370
Transfers In	1,294,182
Interest	437,123
Charges for services	371,783
Rents and other	291,645
Franchise fees	(19,320)
County Participation	(45,360)
Fines and forfeits	(191,814)
Licenses and permits	(330,198)
Intergovernmental revenues	(481,669)

The City's taxable assessed value for real and personal property increased 3.12% to \$29,749,728,306 for the fiscal year 2010 tax levy. City Council decreased the General Fund rate 1.6% to \$.422 per \$100 of taxable value and increased the debt service rate 3.43% to \$.211 per \$100 of taxable value resulting in no change from the 2009 rate of \$.633 per \$100 of taxable value.

REQUEST FOR INFORMATION

The City of El Paso's Comprehensive Annual Financial Report is designed to provide citizens, customers, investors and creditors with a general overview of the City's finances. It is available at the following website: http://www.elpasotexas.gov/financial_services/financial_afr.aspp. If you have questions about this report or need any additional information, contact:

Financial Services Department
Attention: Financial Accounting and Reporting Division
2 Civic Center Plaza – 7th Floor
El Paso, Texas 79901-1196
(915) 541-4436
e-mail: ketonfw@elpasotexas.gov

CITY OF EL PASO, TEXAS

STATEMENT OF NET ASSETS

August 31, 2009

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	El Paso Water Utilities - February 28, 2009
ASSETS				
Cash and Cash Equivalents	\$ 44,489,378	48,789,655	93,279,033	14,176,913
Investments	27,359,403	21,615,207	48,974,610	500,000
Receivables, Net of Allowances	81,877,027	22,837,711	104,714,738	21,076,604
Other Current Assets	-	-	-	122,799
Prepaid Items	-	426,061	426,061	1,770,618
Internal Balances	6,360,698	(6,360,698)	-	-
Due from Component Unit	2,095,889	3,238,515	5,334,404	-
Inventory	3,353,353	3,896,890	7,250,243	2,796,518
Restricted Cash and Cash Equivalents	-	-	-	86,959,117
Restricted Investments	-	369,144	369,144	26,250,463
Restricted Trade and Other Receivables	-	-	-	61,515
Unamortized Bond Issue Costs	8,368,762	-	8,368,762	6,852,281
Net Pension Asset	86,808,626	-	86,808,626	-
Capital Assets, not being depreciated	328,234,755	47,367,800	375,602,555	85,114,313
Capital Assets being depreciated, Net	391,550,668	287,815,280	679,365,948	1,047,045,162
TOTAL ASSETS	980,498,559	429,995,565	1,410,494,124	1,292,726,303
LIABILITIES				
Liabilities:				
Accounts Payable	9,890,377	9,919,569	19,809,946	14,971,417
Accrued Payroll	8,836,571	1,942,610	10,779,181	-
Due to Primary Government	-	-	-	3,779,217
Taxes and Fees Payable	1,316,869	299,900	1,616,769	-
Accrued Interest Payable	1,820,041	551,420	2,371,461	11,546,747
Unearned Revenue	-	1,881,262	1,881,262	647,400
Construction Contracts and Retainage Payable	14,015,312	1,023,515	15,038,827	644,264
Long-term Liabilities-Current	88,667,536	19,577,579	108,245,115	28,424,972
Long-term Liabilities-Non-current	795,802,170	73,026,748	868,828,918	526,064,110
TOTAL LIABILITIES	920,348,876	108,222,603	1,028,571,479	586,078,127
NET ASSETS (DEFICIT)				
Invested in Capital Assets, net of related debt	132,325,231	286,906,206	419,231,437	629,341,448
Restricted for:				
Prepaid Items	-	-	-	-
Debt Service	7,893,064	10,495,682	18,388,746	53,169,278
Cash Reserve	16,000,000	-	16,000,000	-
Community and Economic Development	44,048,739	-	44,048,739	-
Airport Operations	-	4,549,069	4,549,069	-
Public Safety	5,411,762	-	5,411,762	-
Parks	4,819,381	-	4,819,381	-
Municipal Courts	4,255,418	-	4,255,418	-
Passenger Facilities	-	9,546,349	9,546,349	-
Culture and Recreation	2,143,607	-	2,143,607	-
Capital Projects	-	-	-	6,428,992
Unrestricted (Deficit)	(156,747,519)	10,275,656	(146,471,863)	17,708,458
TOTAL NET ASSETS	\$ 60,149,683	321,772,962	381,922,645	706,648,176

CITY OF EL PASO, TEXAS
STATEMENT OF ACTIVITIES
For the Year Ended August 31, 2009

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets			El Paso Water Utilities - February 28, 2009
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Component Unit	
					Governmental Activities	Business-type Activities		
Primary Government:								
Governmental Activities:								
General government	\$ 41,473,314	5,058,943	2,253,630	-	(34,160,741)	-	(34,160,741)	-
Public safety	217,780,949	28,596,961	11,322,463	-	(177,861,525)	-	(177,861,525)	-
Public works	65,613,445	11,833,895	2,966,311	1,167,076	(49,646,163)	-	(49,646,163)	-
Public health	20,208,520	4,873,005	12,587,249	-	(2,748,266)	-	(2,748,266)	-
Parks	23,005,417	3,559,049	277,514	-	(19,168,854)	-	(19,168,854)	-
Library	9,860,118	316,818	573,543	-	(8,969,757)	-	(8,969,757)	-
Culture and recreation	19,155,478	1,258,747	160,828	-	(17,735,903)	-	(17,735,903)	-
Community and economic development	17,795,711	5,310,286	15,408,602	-	2,923,177	-	2,923,177	-
Interest on long-term debt	29,403,379	-	-	-	(29,403,379)	-	(29,403,379)	-
Total governmental activities	<u>444,296,331</u>	<u>60,807,704</u>	<u>45,550,140</u>	<u>1,167,076</u>	<u>(336,771,411)</u>	-	<u>(336,771,411)</u>	-
Business-type Activities:								
International airport operations	36,407,172	25,639,495	3,935,525	8,002,119	-	1,169,967	1,169,967	-
Industrial park and other operations	4,932,225	8,211,856	-	-	-	3,279,631	3,279,631	-
Solid waste disposal operations	30,284,090	41,310,894	823,607	-	-	11,850,411	11,850,411	-
Mass transit operations	53,319,405	8,671,828	10,557,779	19,768,166	-	(14,321,632)	(14,321,632)	-
International bridges operations	5,384,440	14,926,788	-	-	-	9,542,348	9,542,348	-
Total business-type activities	<u>130,327,332</u>	<u>98,760,861</u>	<u>15,316,911</u>	<u>27,770,285</u>	-	<u>11,520,725</u>	<u>11,520,725</u>	-
Total Primary Government	<u>\$ 574,623,663</u>	<u>159,568,565</u>	<u>60,867,051</u>	<u>28,937,361</u>	<u>(336,771,411)</u>	<u>11,520,725</u>	<u>(325,250,686)</u>	-
Component Unit:								
Water	\$ 100,387,360	105,877,650	-	9,160,780	-	-	-	14,651,070
Wastewater and reclaimed water	59,142,251	53,802,376	-	6,304,732	-	-	-	964,857
Stormwater district	9,026,908	17,373,165	24,091,448	-	-	-	-	32,437,705
Total Component Unit	<u>\$ 168,556,519</u>	<u>177,053,191</u>	<u>24,091,448</u>	<u>15,465,512</u>	-	-	-	<u>48,053,632</u>

General revenues:

Taxes:

Property taxes, levied for general purposes	125,081,809	-	125,081,809	-
Property taxes, levied for debt service	58,475,508	-	58,475,508	-
Franchise taxes	43,282,691	-	43,282,691	-
Sales taxes	74,537,354	32,541,098	107,078,452	-
Investment earnings	1,684,376	953,273	2,637,649	1,737,211
Gain on disposal of capital assets	596,134	12,940	609,074	5,485,420
Transfers	19,406,603	(19,406,603)	-	-
Total general revenues and transfers	<u>323,064,475</u>	<u>14,100,708</u>	<u>337,165,183</u>	<u>7,222,631</u>
Change in net assets	(13,706,936)	25,621,433	11,914,497	55,276,263
Net assets - beginning	73,856,619	296,151,529	370,008,148	651,371,913
Net assets - ending	<u>\$ 60,149,683</u>	<u>321,772,962</u>	<u>381,922,645</u>	<u>706,648,176</u>

CITY OF EL PASO, TEXAS

BALANCE SHEET

GOVERNMENTAL FUNDS

August 31, 2009

	General	Community Development Block Grants	Debt Service	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS						
Cash and Cash Equivalents	\$ 9,908,661	1,247,750	4,093,041	7,075,231	9,855,516	32,180,199
Investments	15,018,682	1,859,544	1,741,955	3,147,372	77,281	21,844,834
Receivables - Net of Allowances						
Taxes	15,870,084	-	2,523,499	-	-	18,393,583
Interest	88,588	210,148	10,275	18,565	457	328,033
Trade	421,469	533	-	23,679	11,932	457,613
Notes	-	37,496,703	-	-	296,711	37,793,414
Other	8,633,801	-	-	588,146	-	9,221,947
Due from Other Government Agencies	19,177	3,791,339	-	207,715	11,631,678	15,649,909
Due from Other Funds	6,360,698	-	-	-	9,026,214	15,386,912
Due from Component Unit	1,054,290	-	-	1,041,599	-	2,095,889
Inventory	2,454,550	-	-	-	-	2,454,550
TOTAL ASSETS	\$ 59,830,000	44,606,017	8,368,770	12,102,307	30,899,789	155,806,883
LIABILITIES						
Accounts Payable	\$ 5,549,650	750,758	475,705	-	2,451,304	9,227,417
Accrued Payroll	7,998,378	107,282	-	10,162	565,737	8,681,559
Due to Other Funds	-	-	-	-	9,026,214	9,026,214
Taxes Payable	1,316,869	-	-	-	-	1,316,869
Unearned Revenue	1,407,008	43,747,977	-	-	578,204	45,733,189
Deferred Ad Valorem Taxes	5,338,387	-	2,181,958	-	-	7,520,345
Construction Contracts and Retainage Payable	-	-	-	14,015,312	-	14,015,312
Total Liabilities	21,610,292	44,606,017	2,657,663	14,025,474	12,621,459	95,520,905
FUND BALANCES (DEFICITS)						
Reserved for:						
Debt Service	-	-	5,500,901	-	-	5,500,901
Cash Reserve	16,000,000	-	-	-	-	16,000,000
Inventory	2,454,550	-	-	-	-	2,454,550
Unreserved:						
Designated for Subsequent Years	-	-	210,206	-	-	210,206
Designated for Contingencies	1,000,000	-	-	-	-	1,000,000
Undesignated-Special Revenue Funds	-	-	-	-	18,278,330	18,278,330
Undesignated	18,765,158	-	-	(1,923,167)	-	16,841,991
TOTAL FUND BALANCES (DEFICITS)	38,219,708	-	5,711,107	(1,923,167)	18,278,330	60,285,978
TOTAL LIABILITIES AND FUND BALANCES	\$ 59,830,000	44,606,017	8,368,770	12,102,307	30,899,789	155,806,883

CITY OF EL PASO, TEXAS

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET ASSETS

August 31, 2009

Fund balances - total governmental funds balance sheet \$ 60,285,978

Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.

Governmental capital assets (excluding internal service funds)	1,420,272,767	
Accumulated depreciation	<u>(700,624,402)</u>	
		719,648,365

Other long-term assets are not available to pay for current-period expenditures and therefore are omitted or deferred in the funds.

Unamortized bond issue costs	8,368,762	
Unearned revenue	951,815	
Property taxes	7,520,345	
Unearned revenue from franchise fees	1,033,397	
Net pension asset - FPPF	86,808,626	
Unearned revenue from low-income housing loans	<u>43,747,977</u>	
		148,430,922

Internal service funds are used to charge the costs of certain activities, such as health insurance, workers' compensation, unemployment, postage, copy center and equipment maintenance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets. (738,099)

Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.

Accrued interest payable	(1,820,041)	
Arbitrage rebate payable	(30,227)	
Claims and judgments	(500,000)	
Compensated absences	(50,095,496)	
Net pension obligation - CEPF	(268,023)	
Other postemployment benefits	(16,263,501)	
Deferred amount on refunding	3,606,324	
Unamortized bond issuance premium	(17,872,559)	
Bonds, notes and commercial paper payable	<u>(784,233,960)</u>	
		<u>(867,477,483)</u>

Net assets of governmental activities \$ 60,149,683

CITY OF EL PASO, TEXAS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICIT)

GOVERNMENTAL FUNDS

For the Year Ended August 31, 2009

	General	Community Development Block Grants	Debt Service	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES						
Property Taxes	\$ 122,397,196	-	57,381,255	-	261,177	180,039,628
Penalties and Interest-Delinquent Taxes	1,243,153	-	544,698	-	-	1,787,851
Sales Taxes	65,933,690	-	-	2,847,574	5,756,090	74,537,354
Franchise Fees	43,107,662	-	-	-	739,907	43,847,569
Charges for Services	20,135,255	2,035,737	1,123,137	246,873	3,809,324	27,350,326
Fines and Forfeits	13,447,353	-	-	-	2,047,669	15,495,022
Licenses and Permits	11,136,863	-	-	-	5,466	11,142,329
Intergovernmental Revenues	970,518	13,979,664	-	1,167,076	28,672,129	44,789,387
County Participation	1,927,829	-	-	-	-	1,927,829
Interest	763,022	269,080	325,926	117,423	49,139	1,524,590
Rents and Other	1,165,955	4,402	-	-	2,466,946	3,637,303
Net Increase in the Fair Value of Investments	109,855	13,602	12,742	23,022	565	159,786
TOTAL REVENUES	282,338,351	16,302,485	59,387,758	4,401,968	43,808,412	406,238,974
EXPENDITURES						
Current:						
General Government	31,485,245	223,805	-	-	2,239,410	33,948,460
Public Safety	293,741,770	-	-	-	10,647,358	304,389,128
Public Works	23,024,264	-	-	-	2,484	23,026,748
Facilities Maintenance	15,889,876	-	-	-	-	15,889,876
Public Health	7,947,025	-	-	-	10,996,795	18,943,820
Parks Department	18,400,510	273,942	-	-	77,381	18,751,833
Library	7,895,011	-	-	-	551,518	8,446,529
Non Departmental	4,030,705	-	-	-	-	4,030,705
Culture and Recreation	5,686,698	-	-	-	7,617,552	13,304,250
Economic Development	1,654,205	8,877	-	-	689,456	2,352,538
Solid Waste	-	88,351	-	-	6	88,357
Community and Human Development	512,751	11,339,887	-	-	990,716	12,843,354
Debt Service:						
Principal	-	-	31,052,868	-	-	31,052,868
Interest Expense	-	-	34,187,775	-	-	34,187,775
Payment to Refunding Bond Escrow Agent	-	-	448,428	-	-	448,428
Fiscal Fees	987,133	-	197,065	1,150,377	-	2,334,575
Capital Outlay	1,410,117	4,367,623	-	80,069,888	9,601,067	95,448,695
TOTAL EXPENDITURES	412,665,310	16,302,485	65,886,136	81,220,265	43,413,743	619,487,939
Excess(Deficiency) of revenues over expenditures	(130,326,959)	-	(6,498,378)	(76,818,297)	394,669	(213,248,965)
OTHER FINANCING SOURCES(USES):						
Transfers In	19,854,152	-	4,724,390	319,836	89,569	24,987,947
Transfers Out	(409,055)	-	-	(4,724,390)	(447,899)	(5,581,344)
Face Amount of Bonds Issued	110,987,133	-	1,809,997	56,362,870	-	169,160,000
Face Amount of Refunding Bonds Issued	-	-	16,020,000	-	-	16,020,000
Premium on Issuance of Bonds	-	-	1,467,467	2,325,929	-	3,793,396
Payment to Refunding Bond Escrow Agent	-	-	(17,292,108)	-	-	(17,292,108)
Proceeds from Sale of Capital Assets	-	-	-	599,534	(2,100)	597,434
Loan Proceeds	-	-	-	11,100,876	-	11,100,876
TOTAL OTHER FINANCING SOURCES(USES)	130,432,230	-	6,729,746	65,984,655	(360,430)	202,786,201
Net change in fund balances (deficit)	105,271	-	231,368	(10,833,642)	34,239	(10,462,764)
Fund balances - beginning of year	38,114,437	-	5,479,739	8,910,475	18,244,091	70,748,742
Fund balances (deficit) - end of year	\$ 38,219,708	-	5,711,107	(1,923,167)	18,278,330	60,285,978

CITY OF EL PASO, TEXAS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
(DEFICIT) OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
For the Year Ended August 31, 2009

Change in net assets reported for governmental activities in the statement of activities are different because:

Net change in fund balances - total governmental funds \$ (10,462,764)

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. Excluding internal service funds, this is the amount by which capital outlays exceeded depreciation in the current period.

Capital acquisitions	69,964,657	
Depreciation	<u>(24,998,948)</u>	44,965,709

The net effect of various miscellaneous transactions involving capital assets (i.e., sales, disposals) is to decrease net assets.

Cost of disposed assets	(235,226)	
Accumulated depreciation on disposed assets	<u>180,852</u>	(54,374)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.

Unearned revenue from franchise fees	(564,878)	
Unearned revenue from low-income housing loans	2,536,119	
Unearned revenue	646,605	
Property taxes	<u>1,729,838</u>	4,347,684

The issuance of long-term debt (e.g., bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets.

Issuance of long-term debt	(196,280,876)	
Repayments	31,052,868	
Face amount of debt refunded	17,445,000	
Amount deferred on refunding	295,536	
Unamortized bond issuance costs	2,323,368	
Premium on issuance of bonded debt	<u>(3,793,396)</u>	(148,957,500)

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Increase in compensated absences	(4,740,331)	
Decrease in accrued interest payable	1,479,807	
Increase in net pension obligation	(8,980,579)	
Increase in net pension asset	110,000,000	
Increase in other postemployment benefits	(8,151,083)	
Amortization of premiums, issuance costs on bonds issued	<u>3,304,589</u>	92,912,403

Internal service funds are used by management to charge the costs of health insurance, worker's compensation, unemployment benefits, postage, copy center and equipment maintenance to individual funds. The net revenue of the internal service funds is reported by function within governmental activities. 3,541,906

Change in net assets of governmental activities \$ (13,706,936)

CITY OF EL PASO, TEXAS

BALANCE SHEET

PROPRIETARY FUNDS

August 31, 2009

	Business-type Activities - Enterprise Funds					Governmental Activities - Internal Service Funds
	El Paso International Airport	Environmental Services	Mass Transit	International Bridges	Totals	
ASSETS						
Current assets:						
Cash and Cash Equivalents	\$ 27,036,464	14,095,130	6,500	7,651,561	48,789,655	12,309,179
Investments	12,113,534	5,419,943	-	4,081,730	21,615,207	5,514,569
Receivables - Net of Allowances:						
Taxes	-	-	4,859,736	-	4,859,736	-
Interest	71,452	31,970	-	24,076	127,498	32,528
Trade	2,392,585	1,062,762	679,927	-	4,135,274	-
Due From Component Unit	-	3,238,515	-	-	3,238,515	-
Due From Other Government Agencies	82,715	474,097	13,158,391	-	13,715,203	-
Prepaid Items	314,555	82,662	28,844	-	426,061	-
Inventory	1,154,400	155,463	2,395,650	-	3,705,513	761,074
Fuel Inventory	7,912	-	183,465	-	191,377	137,729
Total current assets	<u>43,173,617</u>	<u>24,560,542</u>	<u>21,312,513</u>	<u>11,757,367</u>	<u>100,804,039</u>	<u>18,755,079</u>
Noncurrent assets:						
Restricted Investments	-	-	-	369,144	369,144	-
Capital Assets:						
Land	1,382,217	-	10,890,002	1,403,451	13,675,670	-
Buildings, Improvements & Equipment, Net	184,514,272	24,766,118	75,741,876	3,758,331	288,780,597	128,153
Construction in Progress	11,231,654	8,666,347	12,411,651	417,161	32,726,813	8,905
Total noncurrent assets	<u>197,128,143</u>	<u>33,432,465</u>	<u>99,043,529</u>	<u>5,948,087</u>	<u>335,552,224</u>	<u>137,058</u>
TOTAL ASSETS	<u>\$ 240,301,760</u>	<u>57,993,007</u>	<u>120,356,042</u>	<u>17,705,454</u>	<u>436,356,263</u>	<u>18,892,137</u>
LIABILITIES						
Current liabilities:						
Accounts Payable	\$ 2,286,045	4,750,105	2,722,399	161,020	9,919,569	662,960
Accrued Payroll	509,689	246,148	1,106,598	80,175	1,942,610	155,012
Current Portion - Bonds, Notes and Capital						
Lease Obligations Payable	920,525	2,594,167	2,081,494	1,468,143	7,064,329	-
Due to Other Funds	-	-	6,360,698	-	6,360,698	-
Taxes Payable	48,352	251,571	(23)	-	299,900	-
Interest Payable on Bonds and Notes	14,873	117,476	110,924	308,147	551,420	-
Unearned Revenue	1,878,042	-	720	2,500	1,881,262	-
Construction Contracts and Retainage Payable	1,023,515	-	-	-	1,023,515	-
Compensated Absences - Current	1,933,656	750,071	1,269,677	143,932	4,097,336	234,135
Landfill Closure Costs - Current	-	8,082,026	-	-	8,082,026	-
Claims and Judgments - Current	-	-	333,888	-	333,888	18,169,893
Total current liabilities	<u>8,614,697</u>	<u>16,791,564</u>	<u>13,986,375</u>	<u>2,163,917</u>	<u>41,556,553</u>	<u>19,222,000</u>
Noncurrent liabilities:						
Certificates of Obligation Bonds	-	8,658,845	-	-	8,658,845	-
Revenue Bonds	6,453,148	16,379,800	-	-	22,832,948	-
Capital Lease Obligations	-	1,493,970	8,354,398	-	9,848,368	-
Notes Payable	-	-	-	10,577,577	10,577,577	-
Compensated Absences	545,390	211,558	358,114	40,596	1,155,658	66,038
Landfill Closure Costs	-	14,180,660	-	-	14,180,660	-
Delta Transfer Station Closure Costs	-	110,650	-	-	110,650	-
Net Pension Obligation	745,082	33,760	78,196	5,855	862,893	10,634
Other Postemployment Benefits	1,092,103	1,159,600	2,336,974	210,472	4,799,149	331,564
Total noncurrent liabilities	<u>8,835,723</u>	<u>42,228,843</u>	<u>11,127,682</u>	<u>10,834,500</u>	<u>73,026,748</u>	<u>408,236</u>
TOTAL LIABILITIES	<u>17,450,420</u>	<u>59,020,407</u>	<u>25,114,057</u>	<u>12,998,417</u>	<u>114,583,301</u>	<u>19,630,236</u>
NET ASSETS						
Invested in capital assets, net of related debt	189,754,469	4,305,683	88,607,637	4,238,417	286,906,206	137,058
Restricted for:						
Debt Service	10,127,062	-	-	368,620	10,495,682	-
Airport Operations	4,549,069	-	-	-	4,549,069	-
Passenger Facilities	9,546,349	-	-	-	9,546,349	-
Unrestricted	8,874,391	(5,333,083)	6,634,348	100,000	10,275,656	(875,157)
TOTAL NET ASSETS (DEFICIT)	<u>222,851,340</u>	<u>(1,027,400)</u>	<u>95,241,985</u>	<u>4,707,037</u>	<u>321,772,962</u>	<u>(738,099)</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 240,301,760</u>	<u>57,993,007</u>	<u>120,356,042</u>	<u>17,705,454</u>	<u>436,356,263</u>	<u>18,892,137</u>

CITY OF EL PASO, TEXAS
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS(DEFICIT)
PROPRIETARY FUNDS

For the Year Ended August 31, 2009

	Business-type Activities - Enterprise Funds					Governmental Activities - Internal Service Funds
	El Paso International Airport	Environmental Services	Mass Transit	International Bridges	Total	
OPERATING REVENUES:						
Charges of Rentals and Fees	\$ 33,481,102	41,057,622	45,278	29,600	74,613,602	-
Charges of Tolls	-	-	-	14,548,432	14,548,432	-
Charges of Fares and Fees	326,295	-	8,626,013	10	8,952,318	-
Sales to Departments	-	-	-	-	-	13,872,651
Premium Contributions	-	-	-	-	-	48,197,979
General Revenues	43,954	253,272	537	348,746	646,509	1,319,864
Total Operating Revenues	33,851,351	41,310,894	8,671,828	14,926,788	98,760,861	63,390,494
OPERATING EXPENSES:						
Personnel Services	15,729,307	13,201,688	32,174,067	2,198,497	63,303,559	4,331,242
Contractual Services	13,850	-	-	-	13,850	-
Professional Services	570,654	196,378	141,577	3,500	912,109	610,153
Outside Contracts	5,099,491	2,047,313	3,235,061	791,589	11,173,454	3,429,855
Fuel and Lubricants	287,380	2,089,038	2,558,460	8,946	4,943,824	5,776,512
Materials and Supplies	744,901	3,884,437	2,650,650	49,138	7,329,126	3,287,803
Communications	184,717	183,145	135,554	20,238	523,654	15,214
Utilities	2,235,540	35,619	580,161	44,545	2,895,865	25,669
Operating Leases	15,471	9,509	389,075	341,674	755,729	96,600
Travel and Entertainment	120,351	48,046	19,002	6,331	193,730	4,051
Benefits Provided	218	-	28,843	-	29,061	41,294,003
Maintenance and Repairs	947,536	215,765	346,497	796,722	2,306,520	1,123,405
Landfill and Transfer Station Utilization	-	(640,777)	-	-	(640,777)	-
Other Operating Expenses	379,353	1,932,076	1,406,957	13,844	3,732,230	21,499
Depreciation	14,537,991	5,717,406	9,211,596	576,570	30,043,563	35,698
Total Operating Expenses	40,866,760	28,919,643	52,877,500	4,851,594	127,515,497	60,051,704
Operating Income (Loss)	(7,015,409)	12,391,251	(44,205,672)	10,075,194	(28,754,636)	3,338,790
NONOPERATING REVENUES (EXPENSES):						
Interest Revenue	434,119	224,490	1,920	132,175	792,704	162,779
Net Increase in the Fair Value of Investments	88,605	39,644	-	32,320	160,569	40,337
Interest Expense	(472,637)	(1,370,428)	(441,905)	(532,846)	(2,817,816)	-
Gain on Sale of Equipment and Land	-	5,981	12,940	-	18,921	-
Passenger Facility Charge	3,935,525	-	-	-	3,935,525	-
Sales Tax	-	-	32,541,098	-	32,541,098	-
FTA Subsidy	-	-	10,557,779	-	10,557,779	-
Other Revenues (Expenses)	-	-	-	-	-	-
Total Nonoperating Revenues (Expenses)	3,985,612	(1,100,313)	42,671,832	(368,351)	45,188,780	203,116
Income (Loss) Before Capital Contributions and Transfers	(3,029,797)	11,290,938	(1,533,840)	9,706,843	16,434,144	3,541,906
Capital Contributions	8,002,119	823,607	19,768,166	-	28,593,892	-
Transfers Out	(1,958,944)	(4,612,412)	(3,250,000)	(9,585,247)	(19,406,603)	-
Change in net assets	3,013,378	7,502,133	14,984,326	121,596	25,621,433	3,541,906
Total Net Assets(Deficit)-beginning	219,837,962	(8,529,533)	80,257,659	4,585,441	296,151,529	(4,280,005)
Total Net Assets(Deficit)-ending	\$ 222,851,340	(1,027,400)	95,241,985	4,707,037	321,772,962	(738,099)

CITY OF EL PASO, TEXAS

STATEMENT OF CASH FLOWS

PROPRIETARY FUNDS

For the Year Ended August 31, 2009

Business-type Activities - Enterprise Funds

	El Paso International Airport	Environmental Services	Mass Transit	International Bridges	Totals	Governmental Activities - Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES						
Receipts from Customers	\$ 33,922,771	40,862,034	8,837,301	14,929,288	98,551,394	63,428,647
Payments to Suppliers	(11,742,709)	(6,663,394)	(11,004,585)	(2,029,172)	(31,439,860)	(55,611,211)
Payments to Employees	(14,688,548)	(12,674,915)	(30,672,627)	(2,053,037)	(60,089,127)	(4,027,235)
Proceeds from Other Funds	-	-	6,360,698	-	6,360,698	5,497
Proceeds to Other Funds	-	-	-	-	-	(5,497)
Net cash provided (used) by operating activities	<u>7,491,514</u>	<u>21,523,725</u>	<u>(26,479,213)</u>	<u>10,847,079</u>	<u>13,383,105</u>	<u>3,790,201</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES						
Transfers to Other Funds	(1,958,944)	(4,612,412)	(3,250,000)	(9,585,247)	(19,406,603)	-
Sales Tax	-	-	33,007,615	-	33,007,615	-
FTA Subsidy	-	-	10,557,779	-	10,557,779	-
Net cash provided (used) by noncapital financing activities	<u>(1,958,944)</u>	<u>(4,612,412)</u>	<u>40,315,394</u>	<u>(9,585,247)</u>	<u>24,158,791</u>	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Passenger Facility Charge	3,935,525	-	-	-	3,935,525	-
Capital Contributions from Federal Government	8,002,119	829,588	7,626,015	-	16,457,722	-
Purchases of Capital Assets	(17,648,888)	(8,649,087)	(26,244,336)	(73,929)	(52,616,240)	(8,904)
Payment of Landfill Closure and Transfer Station costs	-	(418,586)	-	-	(418,586)	-
Principal Paid on Capital Debt	(900,525)	(3,348,297)	(2,003,298)	(1,407,159)	(7,659,279)	-
Interest Paid on Capital Debt	(474,050)	(1,341,368)	(463,471)	(569,895)	(2,848,784)	-
Proceeds from Sale of Capital Assets	-	-	12,940	-	12,940	-
Net cash used by capital and related financing activities	<u>(7,085,819)</u>	<u>(12,927,750)</u>	<u>(21,072,150)</u>	<u>(2,050,983)</u>	<u>(43,136,702)</u>	<u>(8,904)</u>
CASH FLOWS FROM INVESTING ACTIVITIES						
Proceeds from sales and maturities of investments	11,624,738	4,877,020	2,458,134	2,489,695	21,449,587	4,422,194
Purchases of Investments	(12,113,534)	(5,419,943)	-	(4,450,874)	(21,984,351)	(5,514,569)
Interest	451,272	232,164	1,920	140,419	825,775	170,588
Net cash provided (used) by investing activities	<u>(37,524)</u>	<u>(310,759)</u>	<u>2,460,054</u>	<u>(1,820,760)</u>	<u>291,011</u>	<u>(921,787)</u>
Net increase (decrease) in cash and cash equivalents	(1,590,773)	3,672,804	(4,775,915)	(2,609,911)	(5,303,795)	2,859,510
Cash and Cash Equivalents - beginning of the year	28,627,237	10,422,326	4,782,415	10,261,472	54,093,450	9,449,669
Cash and Cash Equivalents - end of the year	<u>\$ 27,036,464</u>	<u>14,095,130</u>	<u>6,500</u>	<u>7,651,561</u>	<u>48,789,655</u>	<u>12,309,179</u>

CITY OF EL PASO, TEXAS

STATEMENT OF CASH FLOWS

PROPRIETARY FUNDS

For the Year Ended August 31, 2009

Business-type Activities - Enterprise Funds

	<u>El Paso International Airport</u>	<u>Environmental Services</u>	<u>Mass Transit</u>	<u>International Bridges</u>	<u>Totals</u>	<u>Governmental Activities - Internal Service Funds</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH						
PROVIDED (USED) BY OPERATING ACTIVITIES:						
Operating Income (Loss)	\$ (7,015,409)	12,391,251	(44,205,672)	10,075,194	(28,754,636)	3,338,790
Adjustments to Reconcile Operating Income (Loss) to Net Cash						
Provided (Used) by Operating Activities:						
Landfill and Transfer Station Utilization	-	(640,777)	-	-	(640,777)	-
Depreciation Expense	14,537,991	5,717,406	9,211,596	576,570	30,043,563	35,698
Compensated Absences	229,777	86,267	165,774	24,925	506,743	93,015
Other Postemployment Benefits	547,032	584,690	1,205,056	107,028	2,443,806	176,398
Net Pension Obligation	273,047	(6,774)	(16,903)	(1,121)	248,249	(2,220)
Change in Assets and Liabilities:						
Receivables, Net	92,065	(451,937)	165,501	-	(194,371)	38,153
Inventories	68,542	(87,306)	(763,759)	-	(782,523)	(121,978)
Other Assets	2,979	-	4,561	-	7,540	5,497
Accounts and other payables	(1,235,413)	4,068,315	7,598,700	49,855	10,481,457	(572,187)
Accrued Expenses	(9,097)	(137,410)	155,933	14,628	24,054	799,035
Net cash provided (used) by operating activities	<u>\$ 7,491,514</u>	<u>21,523,725</u>	<u>(26,479,213)</u>	<u>10,847,079</u>	<u>13,383,105</u>	<u>3,790,201</u>
SCHEDULE OF NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES						
Building acquired from lease termination	<u>\$ 78,031</u>				<u>78,031</u>	

CITY OF EL PASO, TEXAS
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
August 31, 2009

	<u>Pension Trust Funds</u>	<u>Private-Purpose Trusts</u>	<u>Agency Funds</u>
ASSETS			
Cash and Cash Equivalents	\$ 21,754,876	5,757,358	3,199,759
Investments:			
Mutual Funds	10,121,212	-	-
Corporate Bonds	35,518,633	-	-
Corporate Stocks	149,886,143	-	-
Bank Collective Investment Funds	116,514,567	-	-
Commingled Investment Funds	108,566,484	-	-
Foreign Exchange Contract	24,361	-	-
Investment in Real Estate Fund	27,075,500	-	-
Fixed Income Securities	320,323,158	1,204,784	164,332
Domestic Equities	159,581,196	-	-
International Equities	165,295,031	-	-
Receivables - Net of Allowances			
Commission Credits Receivable	68,858	-	-
Due from Brokers For Securities Sold	467,439	-	-
Employer Contributions	1,745,981	-	-
Employee Contributions	1,310,786	-	-
Accrued Interest and Dividends	1,038,898	6,841	-
Special Assessment PID #1	-	-	464,531
Other	6,180	-	-
Delinquent Property Taxes-Other Taxing Entities	-	-	54,125,269
Prepaid Items	21,240	-	-
Due from Other Funds	-	-	3,562,096
Other, Net	12,118	-	-
Capital Assets:			
Buildings, Improvements & Equipment, Net	1,179,088	-	-
Total Assets	<u>\$ 1,120,511,749</u>	<u>6,968,983</u>	<u>61,515,987</u>
LIABILITIES			
Accounts Payable	\$ 2,400,418	28,273	1,607,352
Taxes Payable	-	33	-
Accrued Payroll	-	3,259	-
Payable to Bondholders - PID #1	-	-	464,531
Amount Available to Pay Bonds - PID #1	-	-	19,516
Due to Other Funds	-	3,562,096	-
Prepaid Property Taxes-Other Taxing Entities	-	-	1,479,130
Deferred Revenue - Commission Credits	68,858	-	-
Property Taxes Subject to Refund-Other Taxing Entities	-	-	3,820,189
Foreign Exchange Contract	13,875	-	-
Uncollected Property Taxes-Other Taxing Entities	-	-	54,125,269
Total liabilities	<u>2,483,151</u>	<u>3,593,661</u>	<u>61,515,987</u>
NET ASSETS:			
Held in Trust for Pension Benefits and Other Purposes	<u>\$ 1,118,028,598</u>	<u>3,375,322</u>	

CITY OF EL PASO, TEXAS
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
For the Year Ended August 31, 2009

	Pension Trust Funds	Private-Purpose Trusts
	<u> </u>	<u> </u>
ADDITIONS (REDUCTIONS):		
Contributions:		
Employer	\$ 38,281,479	-
Employee	28,990,797	-
Total contributions	<u>67,272,276</u>	<u>-</u>
Rental vehicle sales tax	-	2,663,338
Miscellaneous	-	217,887
Investment income (loss):		
Net depreciation in fair value of investments	(287,389,409)	-
Interest	8,659,816	9,891
Dividends	11,077,275	-
Securities lending income	401,432	-
Securities lending fees	(22,534)	-
Increase in commission credits receivable	37,452	-
Investment advisor fees	(4,945,599)	-
Net investment income (loss)	<u>(272,181,567)</u>	<u>9,891</u>
Other Income:		
Rental and Other Income	208,548	-
Total other income	<u>208,548</u>	<u>-</u>
 Total additions (reductions)	 <u>(204,700,743)</u>	 <u>2,891,116</u>
 DEDUCTIONS:		
Benefits paid to participants	78,444,833	-
Refunds of contributions	2,682,404	-
Administrative expenses	1,926,978	-
Expended for other purposes	-	3,822,681
Total deductions	<u>83,054,215</u>	<u>3,822,681</u>
Change in net assets	(287,754,958)	(931,565)
Net assets - beginning of the year	<u>1,405,783,556</u>	<u>4,306,887</u>
Net assets - end of the year	<u>\$1,118,028,598</u>	<u>3,375,322</u>

NOTES TO THE FINANCIAL STATEMENTS
Year Ended August 31, 2009
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CITY OF EL PASO, TEXAS

NOTES TO FINANCIAL STATEMENTS

Year Ended August 31, 2009

The City of El Paso, Texas (City) was incorporated in 1873. The government of the City is operated by authority of its charter exercising all powers conferred upon constitutional home rule cities in the State of Texas and exercises these powers as a municipal corporation, subject to the Constitution and the laws of the State of Texas. The city charter was amended in February 2004 to adopt a Council/City Manager form of government.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements have been prepared in conformity with U.S. generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The following is a summary of significant accounting policies of the City.

A. Reporting Entity

The accompanying financial statements include the City and its component units, collectively referred to as “the financial reporting entity.” In accordance with GASB Statement Number 14, as amended by GASB Statement Number 39, the component units discussed below have been included in the City’s reporting entity because of the significance of their operational or financial relationship with the City.

City Employees' Pension Fund (CEPF)

Substantially all full-time employees of the City are eligible to participate in the CEPF, except for uniformed fire fighters and police officers who are covered under separate plans. The plan is a single-employer defined benefit retirement plan established under legal authority of the City Charter and administered by a Board of Trustees (CEPF Board). The CEPF Board is comprised of the Mayor, two citizens designated by the Mayor who are not officers or employees of the City, four elected City employees, a retiree and two City district representatives. The CEPF is included in the accompanying financial statements under Pension Trust Funds and the financial information included in these statements is as of August 31, 2009.

Firemen and Policemen's Pension Fund (FPPF)

Uniformed fire fighters and police officers participate in the FPPF, which is divided into two divisions: the firemen division and policemen division. The plan is a single-employer defined benefit retirement plan established under legal authority of State Statutes and the City Charter and is administered by a Board of Trustees (FPPF Board). The FPPF Board is comprised of the Mayor, two citizens designated by the Mayor, the Chief of Police (or his designee), the Fire Chief (or his designee) and three policemen and three firemen elected by the membership of their respective divisions. The FPPF is included in the accompanying financial statements under Pension Trust Funds and the financial information included in these statements is as of December 31, 2008.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. Reporting Entity (Continued)

El Paso Water Utilities (EPWU)

As specified by City Ordinance No. 752, adopted May 22, 1952, complete management and control of EPWU is vested in a five-member board of trustees known as the Public Service Board (PSB). EPWU is financially accountable to the City.

The PSB consists of the Mayor and four residents of El Paso County, Texas. With the exception of the Mayor, all other trustees are appointed by the City Council. EPWU is reported discretely as a component unit in the accompanying financial statements and the financial information included in these statements is as of EPWU's latest fiscal year end, February 28, 2009.

Financial statements for CEPF, FPPF or EPWU may be requested from the respective entity's administrative offices:

CEPF - City Employees' Pension Fund

City of El Paso Employees' Pension Fund
Two Civic Center Plaza
El Paso, Texas 79901

FPPF - Firemen and Policemen's Pension Fund

El Paso Firemen & Policemen's Pension Fund
1155 Westmoreland, Suite 223
El Paso, Texas 79925

EPWU - El Paso Water Utilities

El Paso Water Utilities
P. O. Box 511
El Paso, Texas 79961

Related Organizations

Related organizations and jointly governed organizations provide services within the City that are administered by separate boards or commissions, but the City is not financially accountable, and such organizations are therefore, not component units of the City, even though the City Council may appoint a voting majority of an organization's board. Consequently, financial information for the following entities is not included in these financial statements:

El Paso Housing Authority

The El Paso Housing Authority (Authority) is an independent organization that has a scope of public service within the geographic boundaries of the City of El Paso. Under Texas State Statutes, the responsibility for the administration and operations of the Authority is vested solely with the Authority's Board. The Authority is dependent on federal funds from the Department of Housing and Urban Development and, as a result, is not financially dependent on the City of El Paso. In addition, the City is not responsible for any deficits incurred and has no fiscal management control.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**A. Reporting Entity (Continued)****Related Organizations (Continued)*****El Paso County 911 District***

The El Paso County 911 District (District) is a special communications district authorized by the 911 Emergency Act of 1983. The responsibility for the administration and operation of the District is vested solely with the District's Board of Managers. The City appoints two of the six board members. The District is not a component unit because the City has no significant influence over the management, budget or policies of the District. The District is dependent on service fees levied by the District on telephone customers within the participating jurisdictions.

Not-for-profit Corporations

The directors of each corporation are appointed by the City Council and all activity must be approved from time to time by ordinance or resolution duly adopted by the City Council. Approval is solely for the purpose of satisfying the conditions and requirements of Section 147(f) of the Internal Revenue Code of 1986, as amended. Certain of the corporations have authorized bonds for projects, of which \$23 million remain outstanding. The bonds specifically provide they are not a debt of the City and the City is not responsible for payment of these bonds, therefore there is no financial benefit/obligation to the City resulting from these projects and no amounts related to these bonds have been accrued in these financial statements.

El Paso Health Facilities Development Corporation

Incorporated September 2, 1981, under Chapter 221 of the Texas Health and Safety Code, for the purpose of acquiring, constructing, providing, improving, financing and refinancing health facilities in order to assist the maintenance of public health and public welfare. Its board consists of six directors who serve six-year terms of office.

El Paso Property Finance Authority, Inc.

Incorporated March 12, 1987, pursuant to the Texas Non-Profit Corporation Act, for the purpose of establishing a Permanent Public Improvements Program. Its board consists of six directors who serve two-year terms or until a successor is appointed. This corporation had no assets or liabilities and had no financial transactions during fiscal year 2009.

El Paso Housing Finance Corporation

Incorporated September 10, 1979, under Chapter 394 of the Texas Local Government Code, for the purpose of providing a means of financing the costs of residential ownership and development that will provide decent, safe, affordable and sanitary housing for persons of low and moderate income. Its board consists of seven directors who serve six-year terms of office.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**A. Reporting Entity (Continued)****Related Organizations (Continued)***City of El Paso Industrial Development Authority*

Incorporated October 10, 1979, under Article 5190.6 of the Texas Revised Civil Statutes, for the purpose of promoting and developing commercial, industrial, manufacturing and medical research enterprises to promote and encourage employment, public health and public welfare. Its board consists of nine directors who serve six-year terms of office.

B. Basic Financial Statements

The government-wide financial statements (Statement of Net Assets and Statement of Activities) report on the City and its component unit as a whole, excluding fiduciary activities. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. All activities, both governmental and business-type, are reported in the government-wide financial statements using the economic resources measurement focus and the accrual basis of accounting, which includes long-term assets and receivables as well as long-term debt and obligations. The government-wide financial statements focus more on the sustainability of the City as an entity and the change in aggregate financial position resulting from the activities of the fiscal period.

Generally, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions are made when the elimination would distort the measurement of the cost of individual functional activities. Net interfund activity and balances between governmental activities and business-type activities are shown in the government-wide financial statements.

Services performed by one function for another are credited as operating revenue to the performing department and an operating charge to the receiving department to reflect the accurate costs of programs. The rates used are intended to reflect full costs.

Certain indirect costs have been included as part of program expenses reported for the various functional activities.

The government-wide Statement of Net Assets reports all financial and capital resources of the government (excluding fiduciary funds). It is displayed in a format of assets less liabilities equals net assets, with the assets and liabilities shown in order of their relative liquidity. Net assets are required to be displayed in three components: 1) invested in capital assets, net of related debt, 2) restricted and 3) unrestricted. Invested in capital assets, net of related debt consists of capital assets net of accumulated depreciation reduced by the outstanding balance of any bonds, notes or other borrowings (excluding unspent proceeds) that are attributable to the acquisition, construction or improvements of capital assets. Restricted net assets are those with external constraints placed on their use by either: 1) creditors (such as through debt covenants), grantors, contributors or law or regulations of other governments or 2) by law through constitutional provisions or enabling legislation. All net assets not otherwise classified as invested in capital assets, net of related debt or restricted, are shown as unrestricted. Generally, the City would first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**B. Basic Financial Statements (Continued)**

Reservations or designations of net assets imposed by the reporting government, whether by administrative policy or legislative actions of the reporting government, are not shown as restricted net assets on the government-wide financial statements.

The government-wide Statement of Activities demonstrates the degree to which the direct expenses of the various functions and segments of the City are offset by program revenues. Direct expenses are those that are easily identifiable with a specific function or segment. Interest on long-term debt is not allocated to the various functions. Program revenues include: 1) charges to customers or users who purchase, use or directly benefit from goods, services or privileges provided by a particular function or segment such as licenses, permits, park user fees, etc. and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

Taxes, investment income and other revenues not identifiable with particular functions or segments are included as general revenues. The general revenues support the net costs of the functions and segments not covered by program revenues.

Also, part of the basic financial statements are fund financial statements for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. The focus of the fund financial statements is on major funds, as defined by GASB Statement Number 34. Criteria for determination of major funds are percentage of assets, liabilities, revenues or expenditures/expenses of the fund category and of the governmental and enterprise funds combined. Nonmajor funds are combined in a single column on the fund financial statements.

The governmental fund financial statements are prepared on a current financial resources measurement focus and modified accrual basis of accounting. This is the traditional basis of accounting for governmental funds. This presentation is deemed most appropriate to: 1) demonstrate legal and covenant compliance; 2) demonstrate the sources and uses of liquid resources; and 3) demonstrate how the City's actual revenues and expenditures conform to the annual budget. Since the governmental fund financial statements are presented on a different basis than the governmental activities column of the government-wide financial statements, a reconciliation is provided immediately following each fund statement. These reconciliations explain the adjustments necessary to transform the fund financial statements into the governmental activities column of the government-wide financial statements.

The proprietary (enterprise and internal service) funds and fiduciary fund financial statements are prepared on the same basis (economic resources measurement focus and accrual basis of accounting) as the government-wide financial statements. Therefore, most lines for the total enterprise funds on the proprietary fund financial statements will directly reconcile to the business-type activities column on the government-wide financial statements. Because the enterprise funds are combined into a single business-type activities column on the government-wide financial statements, certain interfund activities between these funds may be eliminated in the consolidation for the government-wide financial statements but are included in the fund columns in the proprietary fund financial statements.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Fund Accounting

The City uses funds to report its financial position and the activities. Fund accounting segregates funds according to their intended purpose and is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain governmental functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts, which includes assets, liabilities, fund balances, revenues and expenditures.

The City uses the following fund categories:

Governmental Funds

Governmental funds are those through which most of the governmental functions of the City are financed. The measurement focus is based upon determination of changes in financial position rather than upon net income determination.

The City reports the following major governmental funds:

General Fund

The General Fund is the City's primary operating fund. It accounts for all financial resources except those required to be accounted for in another fund. The General Fund is always a major fund in the basic financial statements.

Community Development Block Grants Fund (CDBG)

This fund accounts for the proceeds of federal grants approved by the Department of Housing and Urban Development (HUD) for community development projects.

Debt Service Fund

This fund accounts for the resources accumulated for and the payment of long-term debt principal, interest and related costs of governmental funds.

Capital Projects Fund

This fund accounts for the proceeds of debt issuances, private donations and internal funding for the completion of capital construction projects and equipment purchases outside the scope of general operations.

The City reports the following nonmajor governmental funds:

Special Revenue Funds (excluding CDBG)

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Fund Accounting (Continued)

Proprietary Funds

Proprietary funds are used to account for the City's ongoing organizations and activities, which are similar to those found in the private sector and where cost recovery and the determination of net income is useful or necessary for sound fiscal management. The measurement focus is based upon determination of net income, changes in net assets, financial position and cash flows.

Enterprise Funds

Enterprise funds are used to account for operations that provide services to the general public for a fee. Under GASB Statement Number 34, enterprise funds are also required for any activity whose principal revenue sources meet any of the following criteria: 1) any activity that has issued debt backed solely by the fees and charges of the activity, 2) if the cost of providing services for an activity, including capital costs such as depreciation or debt service, must legally be recovered through fees and charges or 3) it is the policy of the City to establish activity fees or charges to recover the cost of providing services, including capital costs.

The City reports on the following major enterprise funds:

El Paso International Airport (Airport)

This fund accounts for the activities of the Airport including aviation operations and leasing activities on Airport properties.

Environmental Services

This fund accounts for the activities of the City-operated refuse collection, transfer and storage operations.

Mass Transit

This fund accounts for the activities of the City-operated bus and para-transit operations (Sun Metro).

International Bridges

This fund accounts for the operations and maintenance activities of the three international bridges it controls.

Internal Service Funds

These funds account for photocopying, postage and fleet management services provided to other departments of the City and to other governments and organizations on a cost reimbursement basis and for the risk management activities of the self-insured health, workers' compensation and unemployment compensation programs.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**C. Fund Accounting (Continued)****Fiduciary Funds**

Fiduciary funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations or other governmental units. The reporting focus is upon net assets and changes in net assets and employs accounting principles similar to proprietary funds. Fiduciary funds are not included in the government-wide financial statements since they do not represent assets of the City to support City programs.

Pension Trust Funds

Pension trust funds are used to report resources that are required to be held in trust for the members and beneficiaries of defined benefit pension plans, defined contribution plans, other post-employment benefit plans or other employee benefit plans. The City has two pension trust funds to account for the activities of the CEPF and FPPF.

Private Purpose Trust Funds

This fund is used to account for resources of various trusts, the most significant of which is the car rental tax collections used for supporting the funding of the Sun Bowl Association. All resources of this fund, including any earnings on invested resources, may be used to support activities. There is no requirement that any portion of these resources be preserved as capital.

Agency Funds

Agency funds are used to account for assets held by a governmental unit as an agent for individuals, private organizations and other governmental units. Agency funds include property taxes collected for other taxing entities, special assessment for the payment of bonds issued for the Public Improvement District #1 and the Camino Real Regional Mobility Authority.

D. Measurement Focus and Basis of Accounting

In the government-wide statements, revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenue in the year for which they are levied. Other taxes and fees are recognized as revenue in the year they are earned. Revenue from most grants and similar items are recognized in the fiscal year the qualifying expenditure is made, if applicable, and all other eligibility requirements are satisfied.

Governmental funds are accounted for using the current financial resources measurement focus and the modified accrual basis of accounting. This means that only current assets and current liabilities are generally included on their balance sheet. Revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The City considers grant revenues to be available if they are collected within one year after year-end and all other revenues to be

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**D. Measurement Focus and Basis of Accounting (Continued)**

available if they are collected within 60 days after year-end except for franchise fee revenues collected within 75 days after year-end. Expenditures are recorded when the related fund liability is incurred. However, compensated absences, debt service expenditures, claims and judgments and arbitrage liabilities are recorded only when the liability has matured.

Revenues susceptible to accrual include property taxes, sales taxes, franchise taxes, fines and forfeits and interest earned on investments. Charges for services, licenses and permits and miscellaneous revenues are recorded when received in cash since they are generally not measurable until actually received which is the same as the date the services are rendered or the license or permits are issued.

In applying the susceptible to accrual concept to intergovernmental revenues, the legal and contractual requirements of the numerous individual programs are used as guidance. There are essentially two types of these revenues. In one, monies must be expended on the specific purpose or project before any amounts will be paid to the City; therefore, revenues are recognized based upon the expenditures recorded. In the other, monies are virtually unrestricted as to purpose of expenditure and are usually revocable only for failure to comply with prescribed compliance requirements. These resources are reflected as revenues at the time of receipt or earlier if the susceptible to accrual criteria are met.

The reported fund balance for each fund is considered a measure of “current financial resources.” Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they present a summary of sources and uses of “current financial resources” during the period.

Special reporting treatments are applied to governmental fund inventories and prepaid expenditures to indicate that they do not represent “current financial resources,” since they do not represent net expendable current assets. Such amounts are offset by fund balance reserve accounts.

Proprietary and fiduciary funds are accounted for using the accrual basis of accounting. Revenues are recognized when they are earned and expenses are recognized when incurred. These funds are accounted for on a flow of economic resources measurement focus whereby all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the fund’s principal ongoing operations. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating items.

GASB Statement Number 20 requires that governments’ proprietary activities apply all applicable GASB pronouncements as well as the following pronouncements issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements: Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins. Governments are given the option whether or not to apply all FASB Statements and Interpretations issued after November 30, 1989, except for those that conflict with or contradict GASB pronouncements. The City has elected not to implement FASB

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**D. Measurement Focus and Basis of Accounting (Continued)**

Statements and Interpretations issued after November 30, 1989. However, EPWU has elected to implement such pronouncements.

Agency funds are custodial in nature and do not measure results of operations or have a measurement focus.

E. Cash, Cash Equivalents and Investments

Cash balances of City funds, except for all Component Units, Pension Trust Funds, a portion of the Airport relating to passenger facility charge revenue and certain agency funds, are pooled and invested. Earnings from pooled investments are allocated to funds based upon their share of pooled cash. Each fund's equity in the pooled cash and investments is proportionately presented as "Cash and Cash Equivalents" and "Investments." Negative balances have been reclassified to due to/from other funds. The City reports cash in demand deposit accounts and investment pools as "Cash and Cash Equivalents."

Capital projects funded through bonds with future debt service requirements transfer all investment interest earned during the year to the Debt Service Fund if the debt covenants require the transfer. When projects are completed, any remaining cash is transferred to the debt service fund as prescribed by the debt covenants.

Primary Government

All investments are stated at fair value based on quoted market prices as of year-end. Investments in external investment pools are reported at cost.

Component Unit – EPWU

All investments with an original maturity greater than one year from date of purchase are stated at fair value based on quoted market prices as of year-end. Investments with an original maturity of less than one year are reported at amortized cost. For investments carried at amortized cost, premiums and discounts on the investments are amortized or accreted using the straight-line method, which approximates the interest method, over the terms of the related securities. Investments in external investment pools are reported at cost.

F. Inventories and Prepaid Items

Inventories of materials and supplies consist primarily of expendable items held for consumption. They are stated at the lower of cost (based on a first-in, first-out method) or market for all governmental and proprietary funds and on the statement of net assets for governmental activities and business-type activities. Inventories of the Component Unit - El Paso Water Utilities are stated at the lower of average cost or market. The "consumption" method is used to account for inventories. Under the consumption method, inventory acquisitions are recorded in inventory accounts and charged as expenditures (governmental fund types) or expenses (proprietary fund types and Component Unit - El Paso Water Utilities) when used. On the government-wide statement of activities, consumption of inventory is recorded as an expense.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Inventories and Prepaid Items (Continued)

Prepaid items, recorded in both government-wide (including Component Unit - El Paso Water Utilities) and fund financial statements are goods or services that are paid for in advance and are applicable to future accounting periods. Using the consumption method, prepaid items are recorded as expenditures (governmental fund types) or expenses (proprietary fund types) as the goods or services are used. On the government-wide statement of activities, consumption of prepaid items is recorded as an expense.

G. Capital Assets

GASB Statement Number 34 requires that all capital assets, whether owned by governmental activities or business-type activities, be recorded and depreciated in the government-wide financial statements. In the governmental fund statements, capital assets are not reported as they do not fit in the current financial resources measurement focus.

Capital assets, including public domain infrastructure (e.g., roads, bridges, sidewalks and other assets that are immovable and of value only to the City) are defined as assets with an initial, individual cost of more than \$5,000 and an estimated useful life greater than one year. Capital assets are recorded at cost (if purchased or constructed) or estimated historical cost. Donated capital assets are recorded at estimated fair value at the date of donation.

Major outlays for capital assets and improvements are capitalized as the projects are constructed. Interest incurred during the construction phase of projects is reflected in the capitalized value of the asset constructed for the enterprise funds. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Major improvements are capitalized and depreciated over the estimated remaining useful lives of the related capital assets.

Capital assets of the primary government (including Airport, International Bridges, Department of Environmental Services and Mass Transit funds) are depreciated or amortized using the straight-line method and the following estimated useful lives:

Land improvements	15 to 20 years
Buildings and improvements	5 to 50 years
Vehicles and major equipment	3 to 12 years
Data processing	3 to 5 years
Infrastructure	12 to 100 years
Other capital assets	5 to 15 years

When capital assets are retired from service or otherwise disposed of, a gain or loss, if any, on disposal of assets is recognized. Capital assets transferred between funds are transferred at their net book value (cost less accumulated depreciation) or net realizable value, if lower, as of the date of the transfer.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. Capital Assets (Continued)

Component Unit – EPWU

EPWU utility plant in service is recorded on the basis of cost. Assets acquired through contributions are capitalized and recorded in the plant accounts at estimated fair value at date of donation. Maintenance, repairs and minor renewals are charged to operating expense, while major plant replacements are capitalized. It is the policy of EPWU to capitalize infrastructure fixed assets.

EPWU provides for depreciation of the utility plant on the straight-line method applied to individual assets. The following estimated average useful lives are used in providing for depreciation of EPWU utility plant:

Buildings and shops	25 to 33 years
Vehicles and heavy equipment	5 years
Equipment and tools	3 to 33 years
Water plant	10 to 50 years
Sewer plant	5 to 50 years

H. Insurance

Activity for certain self-insurance programs is recorded in the City's Internal Service Self-Insurance Fund. Assets and obligations related to employee health benefits, workers' compensation and unemployment compensation are included in the Self-Insurance Fund.

The City is self-insured for general liability (excluding the Mass Transit Department's fleet of vehicles and liability insurance for the Airport). Expenditures for these liabilities are accounted for in the General Fund, which will pay any liabilities incurred.

Additionally, the City maintains insurance policies acquired from independent insurance carriers for property insurance, errors and omissions insurance and auto liability insurance coverage for some of the City's fleet of vehicles.

The City provides employee health and workers' compensation benefits under its self-insurance programs. Employee health and workers' compensation benefit liabilities are accrued in the Internal Service Funds based upon actuarially determined estimates of the aggregate liability for unpaid benefits. The City records all health and workers' compensation claims liabilities, including an estimate for claims incurred but not reported. In addition, the City has a stop loss policy for health claims.

The City is subject to the State of Texas Employment Commission Act. Under this act, the City's method for providing unemployment compensation is to reimburse the State of Texas (State) for claims paid by the State.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**I. Unearned Revenue and Uncollectible Loans**

In the governmental and proprietary funds unearned revenue represents amounts reported in accordance with the City's revenue recognition criteria. It consists primarily of \$1,033,397 in franchise fees reported in the General Fund and \$43,747,977 related to low-income housing loans reported in the Community Development Block Grants Fund and \$1,878,042 in a long-term right of way reported in the El Paso International Airport Fund.

J. Interfund Transactions**1. Interfund Receivables and Payables**

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. Resulting receivables and payables are classified as "due from other funds" or "due to other funds."

2. Transactions Between Funds

Transactions between funds, which would have been treated as revenues, expenditures or expenses if they involved organizations external to the governmental unit, are accounted for as revenues, expenditures or expenses in the funds involved. Transactions which constitute reimbursements of a fund for expenditures or expenses initially made from that fund which are properly applicable to another fund are recorded as expenditures or expenses in the reimbursing fund and as reductions of the expenditure or expense in the fund reimbursed. All other transfers are included in the results of operations of both Governmental and Proprietary Funds.

K. Federal and State Grants

Grants and entitlements received for purposes normally financed through the general government are accounted for within the Special Revenue Funds. Revenues are recognized when the expenditures of Federal and State grant funds are made and all eligibility requirements have been met. Amounts owed to the City at August 31, 2009 for grants and entitlements are reflected as "Due from Other Government Agencies." The City expects to collect these balances during the subsequent fiscal year.

Grants received by Proprietary Funds are reported in the applicable Proprietary Fund.

L. Compensated Absences

City employees, excluding uniformed Police Department and Fire Department employees, earn vacation leave, which may either be taken or accumulated (up to a maximum of 400 hours) until paid upon termination or retirement. For uniformed Police Department and Fire Department employees only, all unused leave and holiday hours are accumulated and paid upon termination, retirement or death.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**L. Compensated Absences (Continued)**

Leave benefits are accrued as a liability as the benefits are earned by employees, but only to the extent that it is probable that the City will compensate the employees through paid time off or cash payments conditioned on the employee's termination or retirement. For governmental funds, a liability for these amounts is reported only if they have matured as a result of termination or retirement. For the government-wide financial statements and enterprise fund financial statements, all of the outstanding compensated absences are recorded as a liability.

M. Long-Term Obligations, Bond Premiums, Discounts and Issue Costs

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund type statement of net assets. In these statements, bond premiums and discounts, as well as issue costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issue costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issue costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issue costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

N. Restrictions, Reservations and Designations of Fund Balances/Net Assets

Restricted net assets (proprietary and fiduciary funds) are legally segregated for a specific use. Designated portions of fund balance (governmental funds) indicate tentative future spending plans, which may be changed and are subject to subsequent authorization before expenditures can be made. The nature and purpose of these restrictions and designations are explained below:

Restrictions

Restricted net assets of the Airport Fund were \$24,222,480 and relate to funds restricted by the FAA for future airport maintenance/renovation and for debt service requirements.

Restricted net assets of the International Bridges Fund were \$368,620 and relate to bond requirements that certain amounts be set aside for future debt service, repairs and maintenance of the Zaragoza Bridge.

Restricted for Employee Retirement

Pension trust fund balances are restricted for future payments to beneficiaries of the City Employees' Pension Fund and Firemen and Policemen's Pension Fund.

Reserved for Debt Service

The majority of fund balance has been reserved in the Debt Service Fund for future payment of debt service.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

N. Restrictions, Reservations and Designations of Fund Balances/Net Assets (Continued)

Reserved for Cash Reserve

In compliance with the City charter, the General Fund has reserved \$16,000,000 of its fund balance to be used at the discretion of the City Council, in lieu of short-term borrowing. If utilized, this cash reserve must be replenished annually.

Designations

Designated for Subsequent Year's Expenditures

The unreserved portion of fund balance designated for subsequent year's expenditures is the amount that has been authorized by City Council to be used in the following year's budget.

Designated for Contingencies

The City Council has designated \$1,000,000 for the payment of contingent claims in addition to amounts already accrued in the Enterprise and Internal Service Funds.

O. Statement of Cash Flows

For purposes of the statement of cash flows, the City considers cash and cash equivalents to be currency on hand, cash held by trustee, demand deposits with banks and all amounts included in pooled cash and investment pools. The City considers all highly liquid investments with an original maturity of approximately ninety days or less to be cash equivalents.

P. Claims and Judgments

Claims and judgments are accrued as expenditures in governmental funds for the amount expected to be liquidated with expendable available financial resources to the extent they mature each period. The entire liability for claims and judgments is reported in the government-wide financial statements and in the enterprise fund financial statements when it is probable that a liability has been incurred.

Q. Solid Waste Landfill Closure and Post-closure Cost

Solid waste landfill closure and postclosure costs are accounted for in accordance with guidelines recommended by GASB Statement Number 18, *Accounting for Municipal Solid Waste Landfill Closure and Postclosure Costs*. The liability, based upon landfill capacity used to date, is recorded in the Department of Environmental Services Enterprise Fund. An explanation of the liability and its calculation is in Note 8.

CITY OF EL PASO, TEXAS

NOTES TO FINANCIAL STATEMENTS

Year Ended August 31, 2009

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

R. Fiscal-year Inconsistencies

The City's component unit, EPWU, operates on a fiscal year ending on the last day of February. Therefore, the following amounts reported by the primary government are inconsistent with amounts reported by EPWU:

Primary Government - Due From Component Unit	
Governmental funds:	
General Fund	\$ 1,054,290
Capital Projects	1,041,599
Proprietary funds:	
Environmental Services	3,238,515
Due From Component Unit at August 31, 2009	<u>\$ 5,334,404</u>
Component unit - EPWU - Due To Primary Government - at February 28, 2009	<u>\$ 3,779,217</u>

A component of the Pension Trust Funds, FPPF, operates on a fiscal year ending on December 31. Therefore, the amounts reported by the primary government are inconsistent with amounts reported by FPPF. As a fiduciary fund, the amounts reported by the FPPF are excluded from the government-wide financial statements. The following amounts are reported in these statements:

	<u>Fireman Division</u>	<u>Policeman Division</u>
Primary Government:		
Employer Contributions to FPPF:		
General Fund	\$ 67,683,535	62,756,146
Nonmajor Governmental Funds	67,868	693,611
El Paso International Airport	341,214	287,948
Employer Contributions to FPPF	<u>\$ 68,092,617</u>	<u>63,737,705</u>
Fiduciary Funds - FPPF		
Employer Contribution from City	<u>\$ 8,607,484</u>	<u>12,428,593</u>

On May 15, 2009, subsequent to the fiscal year end of the FPPF, the City issued \$111,545,000 in Pension Obligation Bonds and transferred the net proceeds to the FPPF in order to partially fund the Unfunded Actuarial Accrued Liability of \$212,601,463. The Governmental Funds' Net Pension Obligation associated with the FPPF of \$23,191,374 was reduced by the net proceeds of \$110,000,000 to arrive at the Net Pension Asset recorded in these statements of \$86,808,626. The Pension Obligation Bonds are the sole obligation of the City's General Fund.

S. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires the City's management to make estimates and assumptions that effect reported amounts of assets and liabilities at the date of the financial statements and the reported changes in net assets during the reporting period. Actual results may differ from those estimates.

CITY OF EL PASO, TEXAS
NOTES TO FINANCIAL STATEMENTS

Year Ended August 31, 2009

NOTE 2. CASH AND INVESTMENTS

A summary of cash and cash equivalents and investments is presented below:

	Primary Government	Private Purpose Trusts	Agency Funds	(1)		
				Subtotal - City Treasury	Component Unit - EPWU	Pension Trust Funds
Cash and Cash Equivalents	\$ 93,279,033	5,757,358	3,199,759	102,236,150	14,176,913	21,754,876
Restricted Cash and Cash Equivalents	-	-	-	-	86,959,117	-
Cash and Cash Equivalents	93,279,033	5,757,358	3,199,759	102,236,150	101,136,030	21,754,876
Investments	48,974,610	1,204,784	164,332	50,343,726	500,000	1,092,906,285
Restricted Investments	369,144	-	-	369,144	26,250,463	-
Investments	49,343,754	1,204,784	164,332	50,712,870	26,750,463	1,092,906,285
	<u>\$ 142,622,787</u>	<u>6,962,142</u>	<u>3,364,091</u>	<u>152,949,020</u>	<u>127,886,493</u>	<u>1,114,661,161</u>

(1) Carrying amount of cash at February 28, 2009 was \$408,928. The bank balance was \$1,446,979 secured by \$250,000 FDIC Insurance and a surety bond of \$30,000,000.

Pooled Cash and Investments

The City maintains a cash and investment pool (Pool) that is available for use by the Primary Government and Private-Purpose Trusts. Each fund's portion of the Pool is proportionately reported in these statements as "Cash and cash equivalents" and "Investments." Participation in the Pool is restricted and does not include cash on hand (petty cash and change funds) and other funds that are restricted because of statutory or contractual considerations. A fund may overdraw its account in the Pool, with the overdraft reported as a liability (Due to other funds) on the balance sheet. Earnings from the Pool are allocated to the funds based upon each fund's daily balance in the Pool in accordance with the City's investment policy. Cash and Cash Equivalents and Investments of the City Treasury at August 31, 2009 were:

	Cash and Cash Equivalents	Investments	City Treasury	Non-Pooled	Pooled
Governmental Funds:					
General	\$ 9,908,661	15,018,682	24,927,343	34,886	24,892,457
Community Development					
Block Grants	1,247,750	1,859,544	3,107,294	100	3,107,194
Debt Service	4,093,041	1,741,955	5,834,996	-	5,834,996
Capital Projects	7,075,231	3,147,372	10,222,603	-	10,222,603
Other Governmental Funds	9,855,516	77,281	9,932,797	391,860	9,540,937
Internal Service Funds	12,309,179	5,514,569	17,823,748	-	17,823,748
Enterprise Funds:					
El Paso International Airport	27,036,464	12,113,534	39,149,998	8,890,615	30,259,383
Environmental Services	14,095,130	5,419,943	19,515,073	750	19,514,323
Mass Transit	6,500	-	6,500	6,500	-
International Bridges	7,651,561	4,450,874	12,102,435	419,709	11,682,726
Fiduciary Funds:					
Private Purpose Trusts	5,757,358	1,204,784	6,962,142	-	6,962,142
Agency Funds	3,199,759	164,332	3,364,091	2,833,036	531,055
	<u>102,236,150</u>	<u>50,712,870</u>	<u>152,949,020</u>	<u>12,577,456</u>	<u>140,371,564</u>

CITY OF EL PASO, TEXAS
NOTES TO FINANCIAL STATEMENTS

Year Ended August 31, 2009

NOTE 2. CASH AND INVESTMENTS (Continued)

Pooled Cash and Investments (Continued)

Cash and cash equivalents and investments of the City Treasury:

	Pooled Cash and Investments	Non-Pooled Cash and Investments	Total	Bank Balance	
Cash in bank (1)	\$ 4,379,384	3,630,774	8,010,158	10,259,953	
Cash on hand	-	94,441	94,441		
External investment pools:					
TexPool	2,412,040	-	2,412,040	2,412,040	
LOGIC	35,308,933	1,936,686	37,245,619	37,245,619	
TexasTERM	38,492,510	-	38,492,510	38,492,510	
TexSTAR	2,895,030	-	2,895,030	2,895,030	
Wells Fargo Government Investment Fund	155,646	6,546,451	6,702,097	6,702,097	
Repurchase agreement	6,384,295	-	6,384,295		
Cash and cash equivalents	90,027,838	12,208,352	102,236,190		
Mutual Fund-JPMorgan Government Funds	-	369,104	369,104		% of Investment Portfolio
\$6,850,000 par value Federal Note - 1.75% coupon, maturing 04/20/11	6,896,854	-	6,896,854	Held by City's agent in City's name.	0.73%
\$43,150,000 par value Federal National Mortgage Note - 1.7% coupon, maturing 4/29/11	43,446,872	-	43,446,872		13.60%
					85.67%
	\$ 140,371,564	12,577,456	152,949,020		

(1) Held by financial institution. Fully insured by FDIC insurance. No collateral required. Pursuant to legislation enacted in October 2008, each Public Funds customer is separately insured in the interim for up to \$250,000 in the aggregate for all time and savings deposits and unlimited protection for the aggregate of all non-interest-bearing deposits until December 31, 2013. All City accounts are presently non-interest-bearing deposits.

NOTE 2. CASH AND INVESTMENTS (Continued)**Investments – City Treasury**

The City follows GASB Statement Number 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. This statement requires that governmental entities report investments at fair value and that all investment income, including changes in the fair value of investments, be reported as revenue in the statement of activities. The City reports the change in fair value as “Net Increase (Decrease) in Fair Value of Investments.”

The City has adopted an investment policy to minimize the inherent risks associated with deposits and investments. The primary objective of the City’s investment policy is to invest funds to provide for the maximum safety of principal. After consideration of the City’s safety and liquidity requirements, this policy seeks the highest possible investment return. The policy defines:

- The requirements for authorized financial institutions, depositories and broker/dealers.
- Investments authorized and prohibited.
- The maximum maturity for any single investment as three years.
- The maximum dollar-weighted average maturity for investment pools as two years.

The City’s investment policy requires that financial institutions, broker/dealers, intermediaries and advisers must meet certain conditions and provide certain information prior to entering into investment activities with the City.

The City participates in TEXPOOL, LOGIC, Texas Term, TexSTAR and Wells Fargo Government Investment Fund, which are external investment pools. The State Comptroller of Public Accounts maintains oversight responsibility for TEXPOOL. This responsibility includes the ability to influence operations, designation of management and accountability for fiscal matters. LOGIC, Texas Term and TexSTAR are public funds investment pools organized in conformity with the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code and the Public Funds Investment Act, Chapter 2256 of the Texas Government Code and are privately managed. Although TEXPOOL, LOGIC, Texas Term, TexSTAR and Wells Fargo Government are not registered with the SEC as investment companies, they operate in a manner consistent with the SEC’s Rule 2(a)7 of the Investment Company Act of 1940. GASB Statement 31 allows 2(a)7-like pools to use amortized cost (which excludes unrealized gains and losses) rather than fair value to report net assets to compute share price. The fair value of the City’s position in TEXPOOL, LOGIC, Texas Term, TexSTAR and Wells Fargo Government is the same as the value of TEXPOOL, LOGIC, Texas Term, TexSTAR and Wells Fargo Government shares.

Custodial Credit Risk (Deposits) - Collateralization is required for deposits in demand deposit accounts, certificates of deposit and repurchase agreements. The collateralization level is 105% of principal and accrued interest. Collateral is held in the City’s name by an independent third party with whom the City has a current custodial agreement and collateral instruments are limited to those instruments authorized by the City’s investment policy.

Custodial Credit Risk (Investments) - Securities are held by the City’s agent in the City’s name.

CITY OF EL PASO, TEXAS**NOTES TO FINANCIAL STATEMENTS****Year Ended August 31, 2009****NOTE 2. CASH AND INVESTMENTS (Continued)****Investments – City Treasury (Continued)**

Credit Risk – The investment policy authorizes the following securities:

- obligations of the United States or its agencies and instrumentalities
- direct obligations of the State of Texas or its agencies and instrumentalities
- collateralized mortgage obligations directly issued by a federal agency or instrumentality of the United States, the underlying security for which is guaranteed by the agency or instrumentality of the United States
- other obligations, the principal and interest of which are unconditionally guaranteed or insured by, or backed by the full faith and credit of this state or the United States or their respective agencies and instrumentalities
- obligations of states, agencies, counties, cities, and other political subdivisions of any state rated as to investment quality by a nationally recognized investment rating firm not less than A or its equivalent
- certificates of deposit and share certificates
- repurchase agreements
- mutual funds that invest in securities described above
- investment pools that invest in securities described above

Concentration of Credit Risk – While the investment policy does not limit the percentage of authorized investment in the portfolio, investment diversification is required.

Interest Rate Risk – The City will minimize interest rate risk, which is the risk that the market value of securities will fall due to changes in market interest rates, by structuring the investment portfolio so that securities mature in a manner consistent with projected cash requirements, thereby avoiding the need to sell securities on the open market prior to maturity.

At August 31, 2009, investments of the City Treasury are as follows:

Investment type	Fair Value	Maturity in years		Rating / Agency
		Less than 1	1 - 5	
U.S. agencies	\$ 50,343,726		50,343,726	AAA / S&P
External investment pools	94,131,591	94,131,591		AAA / S&P
Mutual funds	369,104	369,104		AAA / S&P
	144,844,421	94,500,695	50,343,726	

NOTE 2. CASH AND INVESTMENTS (Continued)**Cash, Investments, and Security Lending – CEPF**

The CEPF's investments are managed by various investment managers who have discretionary authority over the assets managed by them, within the investment guidelines established by the Board, under contracts with the CEPF. The investments are held by the CEPF's custodian in the CEPF's name. The investments are uninsured and generally consist of short-term securities, U.S. and foreign government securities, and domestic and foreign corporate debt and equity securities. Certain investment managers have invested in certain bank collective investment funds, which invest primarily in U.S. corporate stocks and government bonds. The bank collective funds may also invest in foreign exchange contracts, stock index futures, and temporary collective investment funds and may enter into collateralized securities lending transactions.

Through adherence to the CEPF's Investment Rules and Regulations, management attempts to limit or mitigate certain risks. Certain of these requirements are listed below.

Bonds – The CEPF's current policies only allow for investment-grade bonds. In the corporate bond portfolio, the CEPF has a minimum rating of BBB or Baa2 as minimum ratings for 80% of the bond portfolio. There is a provision for an immediate sell should the quality of the bonds dip below BBB or Baa2 for 80% of the portfolio. The remainder of the bond portfolio may be invested in BBB- or Baa3 bonds. Should these bonds fall below this grade, it triggers an immediate sale.

Mortgage-backed securities – The CEPF has adopted special investment rules with regard to mortgage-backed securities. These rules limit the duration of the purchased mortgage-related securities. Each security must satisfy a FLUX score of 15 or lower. This test must be satisfied at the time of purchase and quarterly thereafter. The average FLUX score for the portfolio's aggregate Collateralized Mortgage Obligation position shall not exceed the FLUX score of the current coupon mortgage pass-throughs or exceed seven years in duration. Mortgage-backed derivatives are prohibited.

Fixed-income portfolios – The annual standard deviation of returns for the CEPF's domestic fixed-income portfolio shall not exceed 1.33% of the annual standard deviation of the Lehman Brothers Aggregate Bond Index. This index has since changed their name to Barclay's Capital Aggregate Index.

Index bond portfolios – The index must maintain a risk level, as measured by the standard deviation of quarterly returns that equals the risk of the Lehman Brothers Government Index Fund or Barclay's Capital Aggregate Index if longer duration bonds are included in the portfolio.

Equity managers – Under current policies, equity managers cannot invest in Bank and/or insurance companies rated less than A- by S&P, cannot invest in the stock of nonpublic corporations, cannot invest in short sales of any type, cannot invest in letter or restricted stock, cannot invest in the use of margin, cannot invest in the entity in which the manager is employed, cannot invest more than 25% in any one industry, cannot hold more than 10% of the portfolio in any one company, and cannot hold more than 20% of the managed portfolio in American Depository Receipts.

Real Estate – The annual standard deviation of returns for the CEPF's real estate investment portfolios is not expected to exceed 1.5 times the annual standard deviation of the returns of the NARETT Index for the Real Estate Investment Trust Portfolio, and 1.5 times the annual standard deviation of the returns of the NCREIF Index for the Private Real Estate Portfolio.

NOTE 2. CASH AND INVESTMENTS (Continued)**Cash, Investments, and Security Lending – CEPF (Continued)**

High Yield Fixed Income - The annual standard deviation of returns for the CEPF's high yield fixed income portfolio is not expected to exceed 1.5 times the annual standard deviation of the returns for the Merrill Lynch High Yield Index.

Emerging Markets Equity – The annual standard deviation of returns for the CEPF's emerging markets equity portfolio is not expected to exceed 1.5 times the annual standard deviation of the returns for the Emerging Markets Equity Benchmark Index.

(a) Deposits

Custodial credit risk is the risk that in the event of a bank failure, a government's deposits may not be returned to it. The CEPF's investment policy does not specifically address custodial credit risk for deposits. As of August 31, 2009, the CEPF's deposit balances were exposed to custodial credit risk in the amount of \$9,337 because the deposits were uninsured and uncollateralized.

(b) Investments

As of August 31, 2009 the CEPF had the following investments and maturities.

Investment type	Fair value	Investment maturities (in ye ars)			
		Less than 1	1 - 5	6 - 10	More than 10
Money market funds	\$ 14,242,630	\$14,242,630	—	—	—
High-yield bond obligatins	35,518,633	—	14,791,754	17,600,255	3,126,624
Bank collective investment bond funds	90,064,031	90,064,031	—	—	—
	<u>\$139,825,294</u>	<u>104,306,661</u>	<u>14,791,754</u>	<u>17,600,255</u>	<u>3,126,624</u>

Interest rate risk is the risk that the market value of securities will fall due to changes in market interest rates. The CEPF's policy is to minimize interest rate risk by structuring the investment portfolio so that the duration securities are held and the coupon rates of such are appropriately diversified.

Credit risk is the risk that the issuer or other counterparty to an investment will not fulfill its obligations. The CEPF's investment policy maintains that corporate obligations be rated at least BBB by Standard and Poor's or equivalent rating by a recognized rating agency. However, up to 20% of the corporate bond portfolio may be invested in corporate obligations rated BBB- by Standard and Poor's or an equivalent rating by a recognized agency. At August 31, 2009 the CEPF held corporate bonds in the aggregate fair value of \$35,518,633. All corporate bonds held were rated as investment grade by Moody's Investment Services.

CITY OF EL PASO, TEXAS**NOTES TO FINANCIAL STATEMENTS****Year Ended August 31, 2009****NOTE 2. CASH AND INVESTMENTS (Continued)****Cash, Investments, and Security Lending – CEPF (Continued)**

Custodial credit risk is the risk that in the event of the failure of the counterparty to a transaction, the CEPF will not be able to recover the value of the investment or collateral securities that are in the possession of an outside party. The CEPF's investment policy does not specifically address this type of risk. As of August 31, 2009 all securities are held by an agent in the CEPF's name with the exception of the bank collective investments funds that are uninsured and the underlying securities are held by various counterparties not in the name of the CEPF exposing the balances in the amount of \$225,666,002 as of August 31, 2009, to custodial credit risk.

Concentration of credit risk is the risk of loss attributed to the magnitude of the CEPF's investment in a single issuer. The CEPF's investment policy does not allow for the investment portfolio to hold more than 10% in any one company. The following table presents the fair value of investments that represents 5% or more of the CEPF's net assets available for benefits at August 31, 2009.

	<u>Shares/ Par Value</u>	<u>Fair Value</u>
EB MCM Aggregate Bond Index Fund- Mellon Capital Management Corporation	379	\$ 55,159,139
LSV International Value Equity, LP LSV Asset Management Company	231,966	30,432,505
MFS International Growth Fund MFS Heritage Trust Company	373,476	29,190,869
AIG Global Emerging Market Equity Fund AST Capital Trust Company	4,969,815	29,417,414

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment or a deposit. The CEPF's investment policy allows 10% to 20% of equity securities be invested in foreign markets. The CEPF's exposure to foreign currency risk at August 31, 2009 was as follows:

<u>Investment</u>	<u>Currency</u>	<u>Fair value</u>
Cash and equivalents	(1)	\$ 257,041
Corporate stocks	British pound	8,508
Corporate stocks	European euro	12,119
Corporate stocks	Japanese yen	2,119
Total		<u>\$ 279,787</u>

- (1) Investments in cash and cash equivalents ranging from \$1,217 to \$141,225 were held in Australian dollars, British pounds, Danish kroner, European euros, Japanese yen, and Swiss francs at August 31, 2009.

NOTE 2. CASH AND INVESTMENTS (Continued)**Cash, Investments, and Security Lending – CEPF (Continued)****Security Lending Transactions**

State statutes and board of trustees' policies permit the CEPF to lend its securities to broker/dealers and other entities with a simultaneous agreement to return the collateral for the same securities in the future. The CEPF's custodian lends securities of the type on loan at year-end for collateral in the form of U.S. issuer securities of 102% and non U.S. issuer securities of 105%. All securities loans can be terminated on demand by either the CEPF or the borrower, although the average term of the loans is one week. The relationship between the maturities of the investment pool and the system's loans is affected by the maturities of the securities loans made by other entities that can use the agent's pool, which the CEPF cannot determine. The CEPF cannot pledge or sell collateral securities received unless the borrower defaults.

Custodial credit risk for securities lending transactions is the risk that, in the event of the failure of the counterparty, the system will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. For the year ended August 31, 2009 the CEPF had no credit risk exposure to borrowers because the amounts the CEPF owes borrowers exceeds amounts borrowers owe the CEPF. At August 31, 2009, the fair value of securities loaned was \$18,649,076 and was comprised of corporate stocks.

Cash, Investments, and Security Lending – FPPF

The FPPF's investments are managed by various investment managers who have discretionary authority over the assets managed by them, within the investment guidelines established by the Board under contracts with the Fund. The Investments of the Fund are held by the Fund's custodians and various investment managers. The investments generally consist of short-tem securities, U.S. and foreign government securities, and domestic and foreign corporate debt and equity securities. Certain investment managers have invested in certain bank collective investments funds which invest primarily in U.S. corporate stocks and government bonds. The bank collective funds may also invest in foreign exchange contracts, stock index futures, and temporary collective investment funds and may enter into collateralized securities lending transactions.

Though adherence to the Fund's Investment Policy, management attempts to limit or mitigate certain risks. Certain of these requirements are listed below.

Domestic Large Cap Equity Portfolio – The annual standard deviation of returns for the FPPF's domestic large cap equity portfolio, if actively managed, is not expected to exceed 1.25 times the annual standard deviation of the S & P 500 Index. If passively managed, it is not expected to exceed 1.1 times the annual standard deviation of the S & P 500 Index.

Domestic Small Cap Equity Portfolio – The annual standard deviation of returns for the FPPF's domestic small cap equity portfolio, if actively managed, is not expected to exceed 1.50 times the annual standard deviation of the Russell 2000 Index.

NOTE 2. CASH AND INVESTMENTS (Continued)**Cash, Investments, and Security Lending – FPPF (Continued)**

International Equity Portfolio – The annual standard deviation of returns for the Fund’s international equity portfolio, if actively managed, is not expected to exceed 1.5 times the annual standard deviation of the returns for the International Equity Benchmark Index.

Emerging Markets Equity Portfolio – The annual standard deviation of returns for the FPPF’s emerging markets equity portfolio, if actively managed, is not expected to exceed the 1.5 times the annual standard deviation of the returns for the Emerging Markets Equity Benchmark Index.

Domestic Fixed Income Portfolio – The annual standard deviation of returns for the FPPF’s domestic fixed income portfolio, if actively managed, is not expected to exceed 1.3 times the annual standard deviation of the returns for the Lehman Brothers Aggregate Bond Index. If passively managed, the portfolio is not expected to exceed 1.2 times the annual standard deviation of the returns for the Lehman Brothers Aggregate Bond Index.

Domestic Core-Real Estate Portfolio – The annual standard deviation of returns for the FPPF’s domestic core – plus fixed income portfolio, if actively managed, is not expected to exceed 1.5 times the annual standard deviation of the returns for the NCREIF Index.

Domestic Cash Equivalents Investments – The risk objective shall be to stay within an acceptable risk level, as measured by standard deviations, which is equal to that of the 91-day Treasury Bill rate.

Credit Risk, Concentration of Credit Risk, and Interest Rate Risk – At December 31, 2008, the FPPF held bond mutual funds in the aggregate fair value of \$320,849,867.

Investments

As of December 31, 2008, the FPPF had the following investments and maturities:

Investment type	Fair value	Investment maturities (in years)			
		Less than 1	1 - 5	6 - 10	More than 10
Mutual bond funds	\$320,849,867	320,849,867	—	—	—

CITY OF EL PASO, TEXAS**NOTES TO FINANCIAL STATEMENTS****Year Ended August 31, 2009****NOTE 2. CASH AND INVESTMENTS (Continued)****Cash, Investments, and Security Lending – FPPF (Continued)**

The FPPF's exposure to foreign currency risk at December 31, 2008 was as follows:

<u>Investment</u>	<u>Currency</u>	<u>Fair Value</u>
Cash and equivalents	(1)	\$ 99,447
Corporate stocks	Canadian dollar	2,797,095
Corporate stocks	European Union Euro	34,586,515
Corporate stocks	Hong Kong Dollar	1,617,974
Corporate stocks	Japanese Yen	13,087,041
Corporate stocks	South Korean Won	1,814,198
Corporate stocks	Norwegian Krone	1,209,421
Corporate stocks	Swedish Kronor	2,501,714
Corporate stocks	Swiss Franc	4,464,557
Corporate stocks	British Pund Sterlilng	10,782,731
		<u>\$ 72,960,693.00</u>

(1) Investments in cash and cash equivalents were held in Canadian dollars, British pounds, European euros, and Japanese yen.

Securities Lending – The Fund has entered into an agreement with its custodian bank, the Northern Trust Company (the Lending Agent), under which Fund owned investments are lent to one or more borrowers for a fee. The types of securities that governments lend include U.S. government and agency securities, domestic and foreign corporate equity and fixed-income securities, and foreign government fixed-income securities. Parameters are established by the Fund's Investment guidelines for securities lending transactions along with the Securities Lending Authorization Agreement. The Lending Agent is responsible for collecting all required collateral in the form of U.S. dollar cash, securities issued or guaranteed by the United States Government or its agencies or instrumentalities or irrevocable letters of credit issued by banks independent of the borrowers. The Lending Agent may invest on behalf of the PFFP any and all cash collateral as agreed upon by both parties. The Fund's policy is to match the maturities of the collateral investments and the securities loans and at year-end all securities loans could be terminated on demand by either the entity or the borrower and substantially all cash collateral is invested in overnight or on-demand investments. There were no losses from securities lending transactions during the period resulting from a default of a borrower or the lending agent.

Concurrently with the delivery of the FPPF's securities to a borrower, the Lending Agent shall obtain from such borrower collateral in an amount equal, as of such date, to the required percentage, of the market value of any security loaned, including any accrued interest. The required percentage is 102% with respect to U.S. securities and 105% with respect to foreign securities except in the case of loans of foreign securities which are denominated and payable in U.S. dollars, in which event the required percentage is 102%. If at the close of trading on any business day, the market value of the Collateral delivered by the Borrower is less than the minimum percentage (100%) of the market value of such loaned securities, the Lending Agent shall require that the Borrower deliver an amount of additional collateral by the close of the next business day. Because of this, the Fund believes there is minimal

NOTE 2. CASH AND INVESTMENTS (Continued)**Cash, Investments, and Security Lending – FPPF (Continued)**

credit risk associated with securities lending transactions. There is no loss indemnification provided to the Fund by the investment managers or broker/dealers.

As of December 31, 2008, \$38,564,334 of Fund owned investments were loaned to borrowers respectively. These loans were fully collateralized per the requirements of the lending agreements described above. There were no losses from securities lending transactions during the year ended December 31, 2008 resulting from a default of a borrower or the lending agent.

EPWU has adopted an investment policy to minimize the inherent risks associated with deposits and investments. The Public Funds Investment Act (Texas Government Code Chapter 2256) contains specific provisions in the areas of investment practices, management reports and establishment of appropriate policies. Among other things, it requires EPWU to adopt, implement, and publicize an investment policy. That policy must address the following areas: (1) safety of principal and liquidity, (2) portfolio diversification, (3) allowable investments, (4) acceptable risk levels, (5) expected rates of return, (6) maximum allowable stated maturity of portfolio investments, (7) maximum average dollar-weighted maturity allowed based on the stated maturity date for the portfolio, (8) investment staff quality and capabilities, and (9) bid solicitation preferences for certificates of deposit. Texas statutes and ordinances of the City of El Paso authorize EPWU to expend funds for the operation of EPWU, including the purchase of investments. EPWU is permitted to invest available funds in (1) obligations of the U.S. Treasury, certain U.S. agencies, and the State of Texas; (2) certificates of deposit, (3) certain municipal securities, (4) money market mutual funds, (5) investment pools, (6) other obligations, the principal of and interest on which are unconditionally guaranteed or insured by the State of Texas or the United States; obligations of states, agencies, counties, cities, and other political subdivisions of any state having a rating of not less than A or its equivalent, and (7) fully collateralized repurchase agreements having a defined termination date and secured by obligations of the United States or its agencies and instrumentalities. The Act also requires EPWU to have independent auditors perform test procedures related to investment practices as provided by the Act. EPWU is in substantial compliance with the requirements of the Act and with local policies.

EPWU participates in TEXPOOL, which is a government investment pool in the State of Texas. The State Comptroller of Public Accounts maintains oversight responsibility for TEXPOOL. This responsibility includes the ability to influence operations, designation of management and accountability for fiscal matters. Federated Investors manage the daily operations of the pool under a contract with the State Comptroller. Although TEXPOOL is not registered with the SEC as an investment company, it operates in a manner consistent with the SEC's Rule 2(a) of the Investment Company Act of 1940. GASB Statement 31 allows 2(a)7-like pools to use amortized cost (which excludes unrealized gains and losses) rather than fair value to report net assets to compute share price. The fair value of EPWU's position in TEXPOOL is the same as the value of TEXPOOL shares. EPWU also participates in TexSTAR, which is an investment service created by local governments for local governments. TexSTAR was organized in conformity with the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code, and the Public Funds Investment Act, Chapter 2256 of the Texas Government Code. These acts provide for the creation of public funds investment pools such as TexSTAR and authorize eligible governmental entities to invest their public funds in investment pools.

NOTE 2. CASH AND INVESTMENTS (Continued)

Investments – Component Unit – EPWU (Continued)

State statutes permit EPWU to enter into certain repurchase agreements, that is, a sale of securities with a simultaneous agreement to repurchase them in the future at the same price plus a contract rate of interest. All sales of investments under reverse repurchase agreements must be for fixed terms. In investing the proceeds of reverse repurchase agreements, the term to maturity of the investments is the same as the term of reverse repurchase agreement. During fiscal year 2009, EPWU did not enter into any reverse repurchase agreements.

Credit risk is the risk of loss due to failure of an issuer not fulfilling its obligations. EPWU minimizes credit risk by limiting investments to the safest types of securities as authorized by its investment policy and by pre-qualifying the financial institutions and broker/dealers with which the EPWU will do business.

EPWU minimizes concentration of credit risk by diversifying the investment portfolio so that potential losses on individual securities will be minimized. In addition, they also invest in securities with varying maturities, and are continuously investing a portion of the portfolio in readily available funds such as local government investment pools (LGIPs) and money market funds. Diversification by investment type shall be established by the following maximum percentages of investment type to the total EPWU portfolio:

U.S. Government Securities	100%
State, Agencies, Counties, Cities and other	50%
Certificates of Deposit	50%
Money Market Mutual Funds	80%
Eligible Investment Pools	100%

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, EPWU will not be able to recover deposits or collateral securities that are in the possession of an outside party. For investments, the custodial credit risk is the risk that, in the event of the failure of the counterparty to a transaction, EPWU will not be able to recover the value of investment or collateral securities that are in the possession of an outside party.

EPWU minimizes depository custodial credit risk by depositing and investing under the terms of a contract, contents of which are set out in the depository contract. The depository bank places approved pledged securities for safekeeping and trust with EPWU's agent bank in an amount sufficient to protect EPWU funds on a day-to-day basis during the period of the contract. The pledge of approved securities is waived only to the extent of the depository bank's dollar amount of Federal Deposit Insurance Corporation (FDIC) insurance. Effective January 14, 2004, EPWU approved the use of surety bonds as collateral for deposits; currently, the surety bond amounts to \$30,000,000.

CITY OF EL PASO, TEXAS

NOTES TO FINANCIAL STATEMENTS

Year Ended August 31, 2009

NOTE 2. CASH AND INVESTMENTS (Continued)

Investments – Component Unit – EPWU (Continued)

EPWU minimizes investment custodial credit risk by requiring that all collateral securities be held by a third party institution. The EPWU requires full collateralization of all EPWU investments, other than investments which are obligations of the U.S. government and its agencies and instrumentalities, or by the Federal Reserve Bank, except the collateral for certificates of deposits in banks. The collateral for certificates of deposits in banks will be registered in EPWU's name in the bank's trust department or, alternatively, in a Federal Reserve Bank account in EPWU's name.

Interest rate risk is the risk that changes in the interest rates will adversely affect the fair value of investments. EPWU minimizes interest rate risk by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity. It is also minimized by investing operating funds primarily in shorter-term securities, money market mutual funds or similar investment pools. The core of investments is limited to relatively low risk securities in anticipation of earning a fair return relative to the risk being assumed. The operating funds portfolio should have a weighted average maturity less than 270 days with a maximum of two years for any investment.

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment or a deposit. EPWU does not directly invest in foreign securities; however, the escrow accounts money market fund might invest a minimal amount of the fund's portfolio in foreign securities.

At February 28, 2009 investments of EPWU are as follows:

Investment type	Fair Value	Maturity in years		Rating / Agency
		Less than 1	1 - 5	
U.S. agencies	\$ 26,750,463	26,750,463		AAA / S&P
Investment pools	25,341,283	25,341,283		AAA / S&P
Mutual bond funds-Fidelity Treasury Money Market Fund	31,923,394	31,923,394		AAA / S&P
Mutual bond funds- Government Money Market Fund	43,462,425	43,462,425		AAA / S&P
	<u>127,477,565</u>	<u>127,477,565</u>	<u>—</u>	

NOTE 3. PROPERTY TAXES

The City's property tax is levied each October 1 on the assessed value listed as of January 1 for all real and personal property located in the City. A receivable for property taxes is recognized and recorded at the levy date. The adjusted assessed value for the roll as of January 1, 2008, upon which the 2009 levy was based, was \$28,720,179,301.

Taxes are due by January 31 following the October 1 levy date. During the fiscal year, 97.44% of the current tax levy (October 2008) was collected. The statutory lien date is January 1.

The methods of property assessment and tax collection are determined by Texas statute. The statutes provide for a property tax code, countywide appraisal districts and certain exemptions from taxation, such as intangible personal property, household goods and family-owned automobiles.

The appraisal of property within the City is the responsibility of the El Paso Central Appraisal District. The El Paso Central Appraisal District is required under the Property Tax Code to assess all property within the appraisal district on the basis of 100% of its appraised value and is prohibited from applying any assessment ratios. The value of property within the appraisal district must be reviewed every three years; however, the City may require more frequent reviews of appraised values at its own expense. The City may challenge appraised values established by the appraisal district through various appeals and, if necessary, legal action.

The City is authorized to set tax rates on property within the City limits. However, if the adopted tax rate for operations exceeds the effective operating rate as calculated pursuant to the property tax code for the previous year by more than 8%, qualified voters of the City may petition for an election to determine whether to limit the tax rate increase to no more than 8%.

Through a contractual arrangement, the City of El Paso bills and collects property taxes for several other governmental entities as well as the City. The City is permitted by Article II, Section 5 of the State of Texas Constitution to levy taxes up to \$2.50 per \$100 of assessed valuation for general governmental services, including the payment of principal and interest on general obligation long-term debt. Under the City Charter, a limit on taxes levied for general governmental services, exclusive of payments of principal and interest on general obligation long-term debt, has been established at \$1.85 per \$100 assessed valuation.

The tax rate to finance general governmental purposes, other than the payment of principal and interest on general obligation long-term debt, for the year ended August 31, 2009, was \$.429 per \$100 assessed valuation. The City has a tax margin for general governmental purposes of \$1.421 per \$100 assessed valuation and could levy \$409,957,345 in additional taxes from the assessed valuation of \$28,720,179,301 before the legislative limit is reached.

Property taxes that are measurable and available (receivable within the current period and collected within the current period or within 60 days thereafter to be used to pay liabilities of the current period) are recognized as revenue in the year of levy. Property taxes that are measurable, but not available, are recorded, net of estimated uncollectible amounts, as unearned revenues in the year of levy. Such unearned revenues are recognized as revenue in the fiscal year in which they become available.

CITY OF EL PASO, TEXAS**NOTES TO FINANCIAL STATEMENTS****Year Ended August 31, 2009**

NOTE 3. PROPERTY TAXES (Continued)

The balance of delinquent property taxes receivable and property tax assessments included in unearned revenues at August 31, 2009 is as follows:

	<u>General Fund</u>	<u>Debt Service Fund</u>
Property Taxes Receivable	\$ 8,408,447	3,441,596
Less allowance for uncollectibles	<u>2,246,222</u>	<u>918,097</u>
Net property taxes receivable	<u>6,162,225</u>	<u>2,523,499</u>
Deferred Ad Valorem Taxes	<u>\$ 5,338,387</u>	<u>2,181,958</u>

CITY OF EL PASO, TEXAS
NOTES TO FINANCIAL STATEMENTS

Year Ended August 31, 2009

NOTE 4. RECEIVABLES

Receivables and due from other government agencies are summarized below:

Governmental activities							
	General Fund	Community Development Block Grants Fund	Debt Service	Capital Projects	Non Major Funds	Internal Service Funds	Total
Property Taxes	\$ 8,408,447	-	3,441,596	-	-	-	11,850,043
Sales Taxes	9,707,858	-	-	-	-	-	9,707,858
Trade	1,522,791	533	-	23,679	11,932	-	1,558,935
Interest	88,588	210,148	10,275	18,565	457	32,528	360,561
Franchise fees	8,633,800	-	-	-	-	-	8,633,800
Other	-	-	-	588,146	-	-	588,146
Due from Other Government Agencies	19,177	3,791,339	-	207,715	11,631,678	-	15,649,909
Notes receivable - low income housing loans	-	39,270,918	-	-	296,711	-	39,567,629
Allowance for doubtful accounts	(3,347,542)	(1,774,215)	(918,097)	-	-	-	(6,039,854)
Receivables, net of allowances	<u>25,033,119</u>	<u>41,498,723</u>	<u>2,533,774</u>	<u>838,105</u>	<u>11,940,778</u>	<u>32,528</u>	<u>82,441,905</u>
Business-type activities							
	El Paso International Airport	Environmental Services	Mass Transit	International Bridges	Total		
Sales Taxes	\$ -	-	4,859,736	-	4,859,736		
Trade	3,787,170	1,387,703	679,927	-	5,854,800		
Interest	71,452	31,970	-	24,076	127,498		
Due from Component Unit	-	3,238,515	-	-	3,238,515		
Due from Other Government Agencies	82,715	474,097	13,158,391	-	13,715,203		
Allowance for doubtful accounts	(1,394,585)	(324,941)	-	-	(1,719,526)		
Receivables, net of allowances	<u>2,546,752</u>	<u>4,807,344</u>	<u>18,698,054</u>	<u>24,076</u>	<u>26,076,226</u>		

CITY OF EL PASO, TEXAS
NOTES TO FINANCIAL STATEMENTS

Year Ended August 31, 2009

NOTE 5. CAPITAL ASSETS

Capital asset activity for the government-wide financial statements was as follows:

	Balances September 1, 2008	Transfers	Increases	Decreases	Balances August 31, 2009
Governmental Activities: ¹					
Land	\$ 151,193,663	1,068,722	-	-	152,262,385
Buildings not in use	1,633,000	-	-	-	1,633,000
Construction in progress	154,976,764	(43,262,383)	62,624,989	-	174,339,370
Total capital assets not being depreciated	<u>307,803,427</u>	<u>(42,193,661)</u>	<u>62,624,989</u>	<u>-</u>	<u>328,234,755</u>
Capital assets being depreciated					
Buildings	285,904,342	11,298,455	-	-	297,202,797
Improvements other than buildings	20,178,552	-	-	-	20,178,552
Vehicles and major equipment	87,371,549	-	5,657,530	(235,226)	92,793,853
Data processing equipment and software	14,592,436	-	1,691,042	-	16,283,478
Other capital assets	2,845,308	-	-	-	2,845,308
Infrastructure	633,636,670	30,895,206	-	-	664,531,876
Total capital assets, being depreciated	<u>1,044,528,857</u>	<u>42,193,661</u>	<u>7,348,572</u>	<u>(235,226)</u>	<u>1,093,835,864</u>
Less accumulated depreciation for:					
Buildings	108,491,712	-	8,342,905	-	116,834,617
Improvements other than buildings	18,424,195	-	328,038	-	18,752,233
Vehicles and major equipment	63,585,212	-	6,752,211	(180,852)	70,156,571
Data processing equipment and software	12,682,348	-	1,199,706	-	13,882,054
Other capital assets	2,845,308	-	-	-	2,845,308
Infrastructure	471,402,627	-	8,411,786	-	479,814,413
Total accumulated depreciation	<u>677,431,402</u>	<u>-</u>	<u>25,034,646</u>	<u>(180,852)</u>	<u>702,285,196</u>
Total capital assets, being depreciated, net	<u>367,097,455</u>	<u>42,193,661</u>	<u>(17,686,074)</u>	<u>(54,374)</u>	<u>391,550,668</u>
Governmental activities capital assets, net	<u>\$ 674,900,882</u>	<u>-</u>	<u>44,938,915</u>	<u>(54,374)</u>	<u>719,785,423</u>

Depreciation expense was charged to governmental functions/programs in the government-wide financial statements as follows:

Governmental Activities¹	
General government	\$ 430,969
Public safety	6,011,806
Public Works	9,536,267
Public health	619,202
Parks	2,642,274
Library	912,337
Culture and recreation	4,810,367
Community and economic development	35,726
Total depreciation expense - governmental activities	<u>24,998,948</u>
Internal service funds	35,698
Depreciation Expense	<u>\$ 25,034,646</u>

¹ The capital assets of Internal Service Funds are included in governmental activities. In fiscal year 2009, Internal Service Funds capital asset cost was \$1,797,852. Depreciation expense of \$35,698 resulted in an ending accumulated depreciation balance of \$1,660,794 to arrive at a net book value of \$137,058.

CITY OF EL PASO, TEXAS
NOTES TO FINANCIAL STATEMENTS

Year Ended August 31, 2009

NOTE 5. CAPITAL ASSETS (Continued)

	Balance September 1, 2008	Transfers	Increases	Decreases	Balance August 31, 2009
Business-type activities:					
El Paso International Airport					
Capital assets not being depreciated:					
Land	\$ 1,382,217	-	-	-	1,382,217
Artwork	965,317	-	-	-	965,317
Construction in progress	29,814,738	(36,908,053)	18,324,969	-	11,231,654
Total capital assets not being depreciated	32,162,272	(36,908,053)	18,324,969	-	13,579,188
Capital assets being depreciated:					
Buildings	119,139,505	-	78,030	-	119,217,535
Improvements other than buildings	175,301,337	35,656,293	-	468,081	210,489,549
Vehicles and major equipment	12,483,362	1,251,760	474,786	107,400	14,102,508
Total capital assets being depreciated	306,924,204	36,908,053	552,816	575,481	343,809,592
Less accumulated depreciation for:					
Buildings	47,035,993	-	3,947,979	-	50,983,972
Improvements other than buildings	89,132,950	-	9,622,510	468,081	98,287,379
Vehicles and major equipment	10,129,184	-	967,502	107,400	10,989,286
Total accumulated depreciation	146,298,127	-	14,537,991	575,481	160,260,637
Total capital assets, being depreciated, net	160,626,077	36,908,053	(13,985,175)	-	183,548,955
El Paso International Airport capital assets, net	\$ 192,788,349	-	4,339,794	-	197,128,143
Environmental Services					
Capital assets not being depreciated:					
Construction in progress	\$ 5,516,901	-	3,149,446	-	8,666,347
Total capital assets not being depreciated	5,516,901	-	3,149,446	-	8,666,347
Capital assets being depreciated:					
Buildings	1,062,085	-	-	-	1,062,085
Improvements other than buildings	14,192,778	-	-	-	14,192,778
Vehicles and major equipment	46,245,849	-	5,499,640	20,999	51,724,490
Total capital assets being depreciated	61,500,712	-	5,499,640	20,999	66,979,353
Less accumulated depreciation for:					
Buildings	371,355	-	21,242	-	392,597
Improvements other than buildings	9,564,464	-	1,733,992	-	11,298,456
Vehicles and major equipment	26,581,010	-	3,962,172	21,000	30,522,182
Total accumulated depreciation	36,516,829	-	5,717,406	21,000	42,213,235
Total capital assets, being depreciated, net	24,983,883	-	(217,766)	(1)	24,766,118
Environmental Services capital assets, net	\$ 30,500,784	-	2,931,680	(1)	33,432,465
Mass Transit					
Capital assets not being depreciated:					
Land	\$ 8,728,195	-	2,161,807	-	10,890,002
Construction in progress	7,572,238	-	4,839,413	-	12,411,651
Total capital assets not being depreciated	16,300,433	-	7,001,220	-	23,301,653
Capital assets being depreciated:					
Buildings	25,161,488	-	-	-	25,161,488
Improvements other than buildings	30,516,877	-	2,025,673	-	32,542,550
Vehicles and major equipment	71,173,680	-	16,931,020	5,573,658	82,531,042
Total capital assets being depreciated	126,852,045	-	18,956,693	5,573,658	140,235,080
Less accumulated depreciation for:					
Buildings	9,122,495	-	841,266	-	9,963,761
Improvements other than buildings	13,044,516	-	1,910,327	-	14,954,843
Vehicles and major equipment	38,688,305	-	6,460,003	5,573,708	39,574,600
Total accumulated depreciation	60,855,316	-	9,211,596	5,573,708	64,493,204
Total capital assets, being depreciated, net	65,996,729	-	9,745,097	(50)	75,741,876
Mass Transit capital assets, net	\$ 82,297,162	-	16,746,317	(50)	99,043,529

CITY OF EL PASO, TEXAS
NOTES TO FINANCIAL STATEMENTS

Year Ended August 31, 2009

NOTE 5. CAPITAL ASSETS (Continued)

	Balance September 1, 2008	Transfers	Increases	Decreases	Balance August 31, 2009
Business-type activities (CONTINUED):					
International Bridges					
Capital assets not being depreciated:					
Land	\$ 850,007	553,444	-	-	1,403,451
Construction in progress	910,500	(550,185)	56,846	-	417,161
Total capital assets not being depreciated	1,760,507	3,259	56,846	-	1,820,612
Capital assets being depreciated:					
Buildings	11,130,729	-	-	-	11,130,729
Improvements other than buildings	60,592	-	-	-	60,592
Vehicles and major equipment	2,955,859	-	-	-	2,955,859
Total capital assets being depreciated	14,147,180	-	-	-	14,147,180
Less accumulated depreciation for:					
Buildings	6,915,523	-	525,401	-	7,440,924
Improvements other than buildings	2,893,497	-	39,702	-	2,933,199
Vehicles and major equipment	-	3,259	11,467	-	14,726
Total accumulated depreciation	9,809,020	3,259	576,570	-	10,388,849
Total capital assets, being depreciated, net	4,338,160	(3,259)	(576,570)	-	3,758,331
International Bridges capital assets, net	\$ 6,098,667	-	(519,724)	-	5,578,943
All business-type activities:					
Capital assets not being depreciated:					
Land	10,960,419	553,444	2,161,807	-	13,675,670
Artwork	965,317	-	-	-	965,317
Construction in progress	43,814,377	(37,458,238)	26,370,674	-	32,726,813
Total capital assets not being depreciated	55,740,113	(36,904,794)	28,532,481	-	47,367,800
Capital assets being depreciated:					
Buildings	156,493,807	-	78,030	-	156,571,837
Improvements other than buildings	220,071,584	35,656,293	2,025,673	468,081	257,285,469
Vehicles and major equipment	132,858,750	1,251,760	22,905,446	5,702,057	151,313,899
Total capital assets being depreciated	509,424,141	36,908,053	25,009,149	6,170,138	565,171,205
Less accumulated depreciation for:					
Buildings	63,445,366	-	5,335,888	-	68,781,254
Improvements other than buildings	114,635,427	-	13,306,531	468,081	127,473,877
Vehicles and major equipment	75,398,499	3,259	11,401,144	5,702,108	81,100,794
Total accumulated depreciation	253,479,292	3,259	30,043,563	6,170,189	277,355,925
Total capital assets, being depreciated, net	255,944,849	36,904,794	(5,034,414)	(51)	287,815,280
All business-type activities capital assets, net	311,684,962	-	23,498,067	(51)	335,183,080

Depreciation expense was charged to business-type activities as follows:

International airport operations	\$ 14,537,991
Solid waste operations	5,717,406
Mass transit operations	9,211,596
International bridges operations	576,570
	<u>\$ 30,043,563</u>

Interest expense for business-type activities in 2009 is \$2,817,816. Interest cost as a component of the cost of construction in progress, is reported in accordance with FASB Accounting Standards Codification (ASC) 835-20. No interest was capitalized in 2009.

CITY OF EL PASO, TEXAS
NOTES TO FINANCIAL STATEMENTS

Year Ended August 31, 2009

NOTE 5. CAPITAL ASSETS (Continued)

Construction Commitments

As of August 31, 2009:	Fund Equity and Other Sources Available	Remaining Commitment
Governmental funds	\$ 21,846,938	46,487,163
Proprietary funds	22,076,386	26,747,435
Total	43,923,324	73,234,598

Component Unit – EPWU

Capital asset activity for EPWU was as follows:

	Balance March 1, 2008	Additions	Reductions	Balance February 28, 2009
Capital assets, not being depreciated:				
Land and right-of-way	\$ 4,203,075	1,192,003	-	5,395,078
Land not in service	57,970,073	-	2,739	57,967,334
Construction work in progress	108,434,064	42,937,077	129,619,240	21,751,901
Total capital assets, not being depreciated	170,607,212	44,129,080	129,621,979	85,114,313
Capital assets, being depreciated				
Wastewater plant	557,149,226	76,179,643	3,474	633,325,395
Water plant	831,731,252	66,545,917	250,503	898,026,666
Drainage system	-	23,887,412	-	23,887,412
Irrigation water rights contracts	7,443,049	1,048,875	-	8,491,924
Equipment and tools	27,949,826	2,647,936	221,597	30,376,165
Vehicles	13,623,854	3,824,542	562,857	16,885,539
Buildings and shops	11,599,694	2,177,471	-	13,777,165
Total capital assets, being depreciated	1,449,496,901	176,311,796	1,038,431	1,624,770,266
Less accumulated depreciation for:				
Wastewater plant	239,061,988	17,126,207	3,474	256,184,721
Water plant	250,689,305	24,484,310	250,503	274,923,112
Drainage system	-	518,370	-	518,370
Irrigation water rights contracts	300,885	105,968	-	406,853
Equipment and tools	26,382,740	1,983,432	221,597	28,144,575
Vehicles	10,491,719	1,870,399	562,857	11,799,261
Buildings and shops	5,181,753	566,459	-	5,748,212
Total accumulated depreciation	532,108,390	46,655,145	1,038,431	577,725,104
Total capital assets, being depreciated, net	917,388,511	112,075,743	-	1,047,045,162
Utility Plant	\$ 1,087,995,723	206,297,755	137,684,123	1,132,159,475

Total depreciation charged to operations was \$46,655,145. Interest expenses on bonds, commercial paper and land notes payable was \$22,039,037. Expenses capitalized on construction projects was \$1,090,539.

Land not in service is essentially unimproved land that EPWU has purchased for its surface and ground water rights. EPWU owns a total of 103,852.691 acres of land which includes 29,702.361 acres in El Paso County, 73,281.88 acres in Hudspeth, Presidio, Jeff Davis and Culberson counties and 868.45 acres in New Mexico.

EPWU unit was committed to open contracts relating to construction projects totaling \$112,277,965 as of February 28, 2009.

CITY OF EL PASO, TEXAS

NOTES TO FINANCIAL STATEMENTS

Year Ended August 31, 2009

NOTE 6. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

A. Interfund Receivables and Payables

Interfund receivable and payable balances at August 31, 2009 were as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Mass Transit	\$ 6,360,698 (1)
Nongrants	Federal Grants	3,875,136 (1)
	State Grants	4,187,938 (1)
	Public Health	963,140 (1)
Total		<u>\$ 15,386,912</u>

(1) Overdraft in Pooled Cash

CITY OF EL PASO, TEXAS

NOTES TO FINANCIAL STATEMENTS

Year Ended August 31, 2009

NOTE 6. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS (Continued)

B. Transfers

Transfers are made as required by the annual budget resolution or subsequent City Council action. Interfund transfers made during the year were as follows:

Transfer Out:	Transfer In:				Total
	General Fund	Debt Service	Capital Projects	Nonmajor Governmental Funds	
Governmental Activities:					
General Fund	\$ -	-	319,836 (6)	89,219 (4)	409,055
Capital Projects	-	4,724,390 (5)	-	-	4,724,390
Nonmajor Governmental Funds	447,549 (7)	-	-	350	447,899
Total Governmental Activities	447,549	4,724,390	319,836	89,569	5,581,344
Business-type Activities:					
El Paso International Airport	1,958,944 (1)	-	-	-	1,958,944
International Bridges	9,585,247 (2)	-	-	-	9,585,247
Environmental Services	4,612,412 (3)	-	-	-	4,612,412
Mass Transit	3,250,000 (1)	-	-	-	3,250,000
Total Business-type Activities	19,406,603	-	-	-	19,406,603
Total	\$ 19,854,152	4,724,390	319,836	89,569	24,987,947

(1) Indirect cost (PILOT):

Airport	\$ 1,958,944
Mass Transit	\$ 3,250,000

(2) Transfer of unrestricted net assets to General Fund

\$ 9,585,247

(3) Cost recovery for street usage

\$ 4,612,412

(4) Council Special Projects
Mayor's Fund Top 100 Teens Program
Libray Dia de los Niños Fund

\$ 87,369
500
1,350
\$ 89,219

(5) Convention and Visitors Bureau share of debt

\$ 1,587,964

Transfer unexpended funds from Capital Projects

3,136,426
\$ 4,724,390

(6) Interest earnings on \$16mm cash reserve
Vehicle inventory tax

\$ 195,945
123,891
\$ 319,836

(7) Transfer from special revenue fund - Parks Department
Transfer from special revenue fund - District funds

\$ 428,200
19,349
\$ 447,549

CITY OF EL PASO, TEXAS**NOTES TO FINANCIAL STATEMENTS****Year Ended August 31, 2009****NOTE 7. OPERATING LEASES****A. Primary Government**

The City, as lessee, leases buildings, office space and equipment under various lease agreements. Generally, these lease agreements provide for cancellation in the event the City Council does not appropriate funding in subsequent fiscal years. Therefore, the City is not obligated beyond each fiscal year. Management expects the leases to continue. These leases are treated as operating leases for accounting purposes. Operating lease expenditures for the year ended August 31, 2009 amounted to \$3,052,149.

Additionally, the City, as lessor, leases certain buildings and equipment under various monthly lease agreements, which are cancelable.

A substantial portion of the airport terminal building and other areas are leased to third parties through operating leases. The majority of these include certified passenger airline leases, commercial and noncommercial aviation ground leases, industrial site leases, auto rental concession leases and food and beverage concession leases. These leases are for varying periods and require the payment of minimum annual rentals. Leases with concessionaires also require payment of percentage rents based on sales in excess of stipulated amounts. Rental income in connection with these operating leases and various other monthly rental agreements for the year ended August 31, 2009 was \$15,259,767 including percentage contingent rents of \$3,006,997.

The following is a schedule of airport revenue from future minimum rentals on non-cancelable operating leases as of August 31, 2009:

<u>YEAR ENDING</u>	
2010	\$ 13,743,711
2011	7,658,064
2012	7,227,187
2013	6,972,955
2014	6,892,475
2015-2019	32,446,310
2020-2024	25,534,237
2025-2029	15,228,859
2030-2034	10,141,825
2035-2039	3,108,841
2040-2044	1,135,571
2045-2049	303,485
TOTAL	<u>\$ 130,393,520</u>

Historical costs of these leased assets and related accumulated depreciation were \$108,832,476 and \$60,191,970, respectively, as of August 31, 2009.

NOTE 7. OPERATING LEASES (Continued)

B. Component Unit - EPWU

1. Leasing Arrangements with EPWU as Lessor

EPWU, as lessor, leases real properties under various long-term lease agreements under the operating method of accounting for leases. Minimum future rentals to be received on non-cancelable leases as of February 28, 2009 for each of the next five years and for each of the five-year periods thereafter::

<u>Year Ended the last day of February</u>	<u>Amount</u>
2010	\$ 2,019,473
2011	1,757,435
2012	1,682,929
2013	1,574,483
2014	1,532,237
2015-2019	6,767,022
2020-2024	4,286,060
2025-2029	2,333,056
2030-2034	1,645,539
2035-2039	64,338
Total Minimum Future Rentals	<u><u>\$ 23,662,572</u></u>

2. Leasing Arrangements with EPWU as Lessee

EPWU leases computer equipment and copiers under various long-term lease agreements under the operating method of accounting for leases. Rental expense for the year ended February 28, 2009 was \$483,848 and \$77,550 for Water and Wastewater Utility and Municipal Drainage Utility, respectively. Minimum future payments as of February 28, 2009 for each of the next five years are:

<u>Year Ended the last day of February</u>	<u>Water and Wastewater Utility</u>	<u>Municipal Drainage Utility</u>
2010	\$ 456,865	\$ 86,521
2011	392,173	89,791
2012	242,106	796
2013	33,646	-
2014	1,253	-
	<u><u>\$ 1,126,043</u></u>	<u><u>\$ 177,108</u></u>

NOTE 8. LONG-TERM OBLIGATIONS**A. Primary Government****1. General Obligation Debt - Capital Projects Funding**

The Capital Projects Fund is used to account for the acquisition and construction of general government capital assets. Capital projects are funded primarily by the issuance of general obligation debt, other tax supported debt and intergovernmental revenues.

General obligation debt, which includes general obligation bonds, certificates of obligation and contractual obligations, is collateralized by the full faith and credit of the City and is reported as an obligation in the Statements of Net Assets, Governmental and Business-type Activities. The City intends to retire its general obligation debt, plus interest, from future ad valorem tax levies and is required by ordinance to create from such tax revenues a sinking fund sufficient to pay the current interest due thereon and each installment of principal as it becomes due. The tax rate to finance the payment of principal and interest on general obligation long-term debt for the year ended was \$.204000 per \$100 assessed valuation.

The City Charter states that all indebtedness of the City that is supported by property tax shall not exceed ten percent of the total assessed valuation of the City's tax rolls. Ten percent of the fiscal year 2009 total assessed valuation base equals approximately \$2,872,017,930. The City's legal debt margin was \$2,536,078,760. General obligation debt sold to fund fixed assets of proprietary funds is reported as an obligation of those proprietary funds, although they are not obligated by the applicable bond indentures to repay any portion of principal and interest on outstanding general obligation debt. However, the City intends for the proprietary funds to meet the debt service requirements.

There are a number of limitations and restrictions contained in the various general obligation bond indentures. The City believes it is in compliance with all significant limitations and restrictions.

2. Revenue Bonds

The City issues revenue bonds for which income derived from the assets acquired or constructed with the debt proceeds are pledged to repay the principal and interest on bonds. The bond ordinances for the Zaragoza Bridge revenue bonds contain limitations and restrictions, including but not limited to the establishment of a sinking fund equal to 1.25 times the average annual debt service on the bonds. A restriction of net assets in the amount of \$368,620 in the International Bridges Fund has been recorded to comply with that requirement. The bond ordinance for the Plaza Theatre combination tax and revenue certificates of obligation bonds pledges revenues of the International Bridges Fund. The City believes it is in compliance with all significant limitations and restrictions of its revenue bond ordinances

3. Notes Payable

The City has obtained loans in the International Bridges Fund for which income derived from the assets acquired or constructed with the loan proceeds are pledged to repay the principal and interest on loans. These loans are repayable from bridge tolls collected by the City and are not repayable from general revenues of the City.

CITY OF EL PASO, TEXAS

NOTES TO FINANCIAL STATEMENTS

Year Ended August 31, 2009

NOTE 8. LONG-TERM OBLIGATIONS (Continued)

A. Primary Government (Continued)

4. Long-Term Debt

The following summarizes significant facts about general obligation bonds, certificates of obligation, revenue bonds, notes payable and capital lease obligations:

	Interest Rates		Balance
	at Issue date	August 31, 2009	
Governmental activities	3.00 - 7.00%	3.00 - 5.25%	\$ 784,233,960
Business-type activities	3.00 - 5.30%	3.25 - 5.00%	59,317,143
			<u>\$ 843,551,103</u>

5. Bonded and Other Indebtedness Incurred during Fiscal Year Ended August 31, 2009

On January 15, 2009, \$57,615,000 was issued in general combination tax and revenue certificates of obligation bonds. These bonds were issued at a premium of \$2,325,930 with issuance costs of \$1,140,876 and interest rates between 3% and 5% with a final maturity of August 15, 2034. The first interest payment was due August 15, 2009. Proceeds from the bonds are to be used for construction, resurfacing and improving streets, roads and sidewalks, to purchase equipment, vehicles and supplies for the storm water, police and street maintenance departments.

On May 15, 2009, \$111,545,000 was issued in general obligation pension bonds. These bonds were issued at a cost of \$987,133 and interest rates between 3.11% and 3.61% with a final maturity of August 15, 2014. The first interest payment is due August 15, 2009. Proceeds from the bonds were used to partially fund the unfunded actuarial accrued liability in the City's Firemen and Policemen's Pension Fund.

On June 1, 2009, \$16,020,000 was issued in general obligation refunding bonds at a premium of \$1,467,467 with issuance costs of \$195,359 and interest rates between 3% and 5% with a final maturity of August 15, 2014. The first interest payment is due February 15, 2010. Proceeds were used to advance refund \$17,445,000 of the City's outstanding general obligation debt. The City reduced its aggregate debt service payments by \$567,175 and obtained an economic gain of \$1,140,305. The accounting loss of \$244,364 has been deferred in the government-wide financial statements and will be amortized over the remaining life of the refunded bonds using a method approximating the effective interest method.

CITY OF EL PASO, TEXAS
NOTES TO FINANCIAL STATEMENTS

Year Ended August 31, 2009

NOTE 8. LONG-TERM OBLIGATIONS (Continued)

A. Primary Government (Continued)

6. Bonds Authorized and Unissued

There were no authorized, unissued bonds at August 31, 2009.

7. Debt Service Requirements

Bonded Debt Requirements (General Obligation Bonds and Certificate of Obligation Bonds)

Year Ending August 31	Governmental Activities		Business-Type Activities		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2010	\$ 28,226,929	37,136,184	1,318,071	467,432	29,545,000	37,603,615
2011	29,483,928	35,788,137	1,366,072	406,658	30,850,000	36,194,795
2012	30,793,773	34,340,760	1,416,227	340,273	32,210,000	34,681,033
2013	31,933,753	32,892,328	536,247	271,932	32,470,000	33,164,260
2014	141,820,939	31,420,172	429,061	242,935	142,250,000	31,663,107
2015-2019	131,775,876	116,262,020	2,269,124	819,218	134,045,000	117,081,238
2020-2024	134,937,408	83,791,462	2,147,592	293,764	137,085,000	84,085,226
2025-2029	131,785,478	48,879,055	494,522	12,089	132,280,000	48,891,144
2030-2034	105,040,000	16,415,845	-	-	105,040,000	16,415,845
2035	7,335,000	441,421	-	-	7,335,000	441,421
Total	\$ 773,133,084	437,367,384	9,976,916	2,854,301	783,110,000	440,221,684

Revenue Bond Requirements

Year Ending August 31	Business-type Activities	
	Principal	Interest
2010	1,925,000	1,186,643
2011	1,630,000	1,113,688
2012	1,700,000	1,042,788
2013	1,775,000	967,413
2014	1,855,000	887,250
2015-2019	6,380,000	3,239,675
2020-2024	4,890,000	2,005,187
2025-2028	4,870,000	639,344
Total	\$ 25,025,000	\$ 11,081,988

NOTE 8. LONG-TERM OBLIGATIONS (Continued)

A. Primary Government (Continued)

Capital Lease and Certificates of Obligations

Year Ending August 31	Business-type Activities	
	Principal	Interest
2010	\$ 2,781,140	482,781
2011	2,893,502	370,418
2012	3,010,435	253,484
2013	2,334,976	131,793
2014	1,609,454	40,583
Total	<u>\$ 12,629,507</u>	<u>1,279,059</u>

Notes Payable

Year Ending August 31	Business-type Activities	
	Principal	Interest
2010	\$ 1,108,143	498,377
2011	1,150,862	450,658
2012	1,195,393	401,127
2013	1,241,812	349,708
2014	1,290,199	296,321
2015-2019	3,446,273	842,719
2020-2023	2,253,038	228,184
	<u>\$ 11,685,720</u>	<u>3,067,094</u>

In prior years, the City legally defeased certain outstanding general obligation bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments of the old bonds. Accordingly, the trust accounts and the legally defeased bonds are not included in the City's financial statements.

At August 31, 2009, the remaining outstanding balance of legally defeased bonds is \$125,265,000.

CITY OF EL PASO, TEXAS
NOTES TO FINANCIAL STATEMENTS

Year Ended August 31, 2009

NOTE 8. LONG-TERM OBLIGATIONS (Continued)

A. Primary Government (Continued)

9. Long-Term Obligations and Amounts Due Within One Year

	Balance September 1, 2008	Additions	Reductions	Balance August 31, 2009	Due Within One Year
Governmental Activities:					
Bonds/Commercial Paper Payable:					
General Obligation Bonds	\$ 554,630,000	127,565,000	44,710,000	637,485,000	24,650,000
Certificates of Obligation	81,820,952	57,615,000	3,787,868	135,648,084	3,576,929
Add: Unamortized Premium	16,978,993	3,793,396	2,899,830	17,872,559	2,407,945
Less: Deferred Amount on Refunding	(4,017,322)	(244,364)	(655,362)	(3,606,324)	(597,591)
Total Bonds (1)	649,412,623	188,729,032	50,742,336	787,399,319	30,037,283
Notes Payable (2)	-	11,100,876	-	11,100,876	621,511
Compensated Absences (4)	45,562,323	40,371,958	35,538,612	50,395,669	39,308,622
Arbitrage Rebate Liability (1)	30,227	-	-	30,227	30,227
Accrued Self-Insurance Claims (3)	17,407,672	41,294,591	40,532,370	18,169,893	18,169,893
Net Pension Obligation - CEPF (1)	339,639	11,411,697	11,472,679	278,657	-
Net Pension Obligation - FPPF (1)	14,152,033	29,469,604	43,621,637	-	-
Other Postemployment Benefits (3)	8,267,584	11,124,005	2,796,524	16,595,065	-
Claims and Judgements (2)	500,000	-	-	500,000	500,000
Governmental Activities long-term liabilities	\$ 735,672,101	333,501,763	184,704,158	884,469,706	88,667,536
The City estimates payment of long-term liabilities from funds as follows:					
(1) Debt Service Fund					
(2) General Fund					
(3) Internal Service Funds					
(4) General Fund, Community Development Block Grants, Federal Grants, State Grants and Internal Service Funds					
Business-type Activities:					
El Paso International Airport:					
Revenue Bonds	\$ 9,070,000	-	1,000,000	8,070,000	1,020,000
Less: Unamortized Discount	(795,802)	-	(99,475)	(696,327)	(99,475)
Total Bonds Payable	8,274,198	-	900,525	7,373,673	920,525
Compensated Absences	2,249,269	1,984,207	1,754,430	2,479,046	1,933,656
Net Pension Obligation - CEPF	41,632	1,101,539	1,107,425	35,746	-
Net Pension Obligation - FPPF	430,403	884,747	605,814	709,336	-
Other Postemployment Benefits	545,071	547,032	-	1,092,103	-
Total El Paso International Airport	11,540,573	4,517,525	4,368,194	11,689,904	2,854,181
Environmental Services:					
Certificates of Obligation	11,249,048	-	1,272,132	9,976,916	1,318,071
Master Equipment Lease/Purchase Agreement	3,036,072	-	842,457	2,193,615	699,645
Revenue Bonds	17,795,000	-	1,200,000	16,595,000	545,000
Add: Unamortized Premium	394,959	-	33,708	361,251	31,451
Total Bonds/Notes Payable	32,475,079	-	3,348,297	29,126,782	2,594,167
Landfill Closure and Post-Closure	22,905,983	-	643,297	22,262,686	8,082,026
Delta Transfer Station Post-Closure	108,131	2,519	-	110,650	-
Compensated Absences	875,362	738,322	652,055	961,629	750,071
Net Pension Obligation - CEPF	40,534	1,267,539	1,274,313	33,760	-
Other Postemployment Benefits	574,910	584,690	-	1,159,600	-
Total Environmental Services	56,979,999	2,593,070	4,643,649	53,655,107	11,426,264
Mass Transit:					
Capital Lease Obligation	12,439,190	-	2,003,298	10,435,892	2,081,494
Compensated Absences	1,462,017	1,306,147	1,140,373	1,627,791	1,269,677
Claims and Judgements	325,468	333,888	325,468	333,888	333,888
Hydrocarbon Clean-up	173,282	-	173,282	-	-
Net Pension Obligation - CEPF	95,099	3,163,269	3,180,172	78,196	-
Other Postemployment Benefits	1,131,918	1,205,056	-	2,336,974	-
Total Mass Transit	15,626,974	6,008,360	1,639,123	14,812,741	3,685,059
International Bridges:					
Revenue Bonds	700,000	-	340,000	360,000	360,000
Notes Payable	12,752,879	-	1,067,159	11,685,720	1,108,143
Total Bonds/Notes Payable	13,452,879	-	1,407,159	12,045,720	1,468,143
Compensated Absences	159,603	149,415	124,490	184,528	143,932
Net Pension Obligation - CEPF	6,976	209,694	210,815	5,855	-
Other Postemployment Benefits	103,444	107,028	-	210,472	-
Total International Bridges	13,722,902	466,137	1,531,649	12,446,575	1,612,075
Business-type activities long-term liabilities	\$ 97,870,448	13,585,092	12,182,615	92,604,327	19,577,579

CITY OF EL PASO, TEXAS
NOTES TO FINANCIAL STATEMENTS

Year Ended August 31, 2009

NOTE 8. LONG-TERM OBLIGATIONS (Continued)

A. Primary Government (Continued)

10. Long-Term-Debt Outstanding

	Date Issued	Amount (in thousands)	Interest Rate Range	September 1, 2008	Issued	Reduction	August 31, 2009
Certificates of Obligation							
SERIES 2001	01/15/01	\$ 26,850	4.5 - 5.25%	\$ 1,665,000	-	815,000	850,000
SERIES 2001-A	12/01/01	33,970	3.25 - 5.25%	10,715,000	-	1,250,000	9,465,000
SERIES 2003	04/03/03	44,010	3 - 5%	29,575,000	-	1,640,000	27,935,000
SERIES 2005 - Plaza Theatre (1)	08/15/05	17,315	2.95 - 4.97%	16,115,000	-	625,000	15,490,000
SERIES 2007	05/01/07	35,000	4 - 5%	35,000,000	-	730,000	34,270,000
SERIES 2009	01/15/09	57,615	3 - 5.5%	-	57,615,000	-	57,615,000
Total Certificate of Obligation Bonds				<u>93,070,000</u>	<u>57,615,000</u>	<u>5,060,000</u>	<u>145,625,000</u>
General Obligations							
SERIES 1999	01/15/99	27,275	3.5 - 5%	18,870,000	-	18,870,000	-
SERIES 2000	02/15/00	10,325	5.1 - 5.3%	2,975,000	-	2,975,000	-
SERIES 2002 REFUNDING BONDS	05/15/02	55,090	3.5 - 5.75%	21,695,000	-	5,215,000	16,480,000
SERIES 2003	08/15/03	29,265	2.5 - 5%	16,705,000	-	5,110,000	11,595,000
SERIES 2005 REFUNDING BONDS	04/01/05	152,190	3.5 - 5.25%	146,815,000	-	8,395,000	138,420,000
SERIES 2006	04/15/06	56,350	3.625 - 5%	54,685,000	-	1,345,000	53,340,000
SERIES 2007 REFUNDING BONDS	02/15/07	95,190	4 - 5%	95,190,000	-	-	95,190,000
SERIES 2007A	05/01/07	40,000	4 - 5%	40,000,000	-	1,055,000	38,945,000
SERIES 2007 PENSION BONDS	06/15/07	101,240	5.512 - 6%	101,240,000	-	1,745,000	99,495,000
SERIES 2008	02/15/08	56,455	3.5 - 5%	56,455,000	-	-	56,455,000
SERIES 2009 PENSION BONDS	05/15/09	111,545	3.11 - 3.61%	-	111,545,000	-	111,545,000
SERIES 2009 REFUNDING BONDS	06/01/09	16,020	3 - 5%	-	16,020,000	-	16,020,000
Total General Obligation Bonds				<u>554,630,000</u>	<u>127,565,000</u>	<u>44,710,000</u>	<u>637,485,000</u>
TOTAL TAX SUPPORTED DEBT				<u>\$ 647,700,000</u>	<u>185,180,000</u>	<u>49,770,000</u>	<u>783,110,000</u>
ENERGY CONSERVATION NOTES PAYABLE				<u>\$ -</u>	<u>11,100,876</u>	<u>-</u>	<u>11,100,876</u>
NOTES PAYABLE-International Bridges:							
FED LOAN	12/01/91	3,000	variable	\$ 1,350,000	-	100,000	1,250,000
SIB LOAN	10/04/99	8,922	4.30%	5,295,879	-	664,429	4,631,450
SIB LOAN	01/01/08	6,107	4.10%	6,107,000	-	302,730	5,804,270
TOTAL NOTE PAYABLE				<u>\$ 12,752,879</u>	<u>-</u>	<u>1,067,159</u>	<u>11,685,720</u>
CAPITAL LEASE OBLIGATION PAYABLE:							
Environmental Services		38,333	1.99%	\$ 3,036,072	-	842,457	2,193,615
Mass Transit:		15,000	3.679 - 4.25%	12,439,190	-	2,003,298	10,435,892
TOTAL CAPITAL LEASE OBLIGATION PAYABLE				<u>\$ 15,475,262</u>	<u>-</u>	<u>2,845,755</u>	<u>12,629,507</u>
REVENUE BONDS:							
RB 1997 - International Bridges	05/01/98	3,010	3.95 - 4.85%	\$ 700,000	-	340,000	360,000
RB 2003 - El Paso International Airport	09/15/03	18,000	3 - 4.625%	9,070,000	-	1,000,000	8,070,000
RB 2004 - Solid Waste Management	07/14/04	22,120	3 - 5.125%	17,795,000	-	1,200,000	16,595,000
TOTAL REVENUE BONDS				<u>\$ 27,565,000</u>	<u>-</u>	<u>2,540,000</u>	<u>25,025,000</u>
PID REVENUE BOND							
RB 2006 Thunder Canyon	04/15/07	400	4.79%	\$ 380,000	-	25,000	355,000

CITY OF EL PASO, TEXAS
NOTES TO FINANCIAL STATEMENTS

Year Ended August 31, 2009

NOTE 8. LONG-TERM OBLIGATIONS (Continued)

B. Component Unit – EPWU

1. Revenue Bonds

Water and Sewer Revenue Bonds, in the amount of \$519,273,000 at February 28, 2009, are equally and ratably secured by and payable from an irrevocable first lien on and pledge of the net revenue of EPWU.

2. Changes in Long-Term-Debt

Revenue Bonds changes during the year and balances, excluding deferred gains and losses, include the following individual issues:

	Dated	Original Amount	Interest Rates	Balance Outstanding March 1	Additions During Year	Deletions During Year	Balance Outstanding February 29	Due Within One Year
Revenue Bonds:								
1990-B	12/01/90	8,000,000	no interest	8,000,000	-	-	8,000,000	-
1999-A	09/23/99	211,000	4.84 to 5.89%	157,000	-	9,000	148,000	10,000
1999-B	09/23/99	106,000	4.84 to 5.89%	80,000	-	5,000	75,000	5,000
1999-C	12/02/99	15,480,000	4.30 to 5.75%	1,500,000	-	-	1,500,000	730,000
1999-D	12/20/99	15,190,000	3.20%	11,675,000	-	660,000	11,015,000	685,000
2000	12/19/00	13,210,000	4.875 to 5.750%	3,085,000	-	-	3,085,000	550,000
2001	08/01/01	16,265,000	2.45 to 4.50%	13,275,000	-	665,000	12,610,000	690,000
2001-A	12/15/01	88,780,000	4.00 to 6.00%	50,840,000	-	2,465,000	48,375,000	2,595,000
2002	01/01/02	7,520,000	0.15 to 3.35%	5,965,000	-	325,000	5,640,000	330,000
2003 Refunding	08/15/03	89,745,000	4.99%	76,925,000	-	4,770,000	72,155,000	5,035,000
2003-A	08/15/03	1,000,000	no interest	850,000	-	50,000	800,000	50,000
2003-B	12/01/03	10,000,000	0 to 4.19%	9,990,000	-	5,000	9,985,000	5,000
2004 Refunding	02/01/04	36,070,000	2.50 to 5.00%	33,695,000	-	980,000	32,715,000	1,025,000
2004 A Refunding	11/15/04	14,360,000	2.5 to 5.25%	13,415,000	-	490,000	12,925,000	505,000
2005-A	03/01/05	45,660,000	3.00 to 5.00%	45,320,000	-	350,000	44,970,000	365,000
2005-B	04/01/05	36,515,000	4.00 to 5.25%	36,515,000	-	-	36,515,000	-
2005 -C	04/01/05	10,000,000	1.95 to 3.8%	9,620,000	-	385,000	9,235,000	395,000
2006	12/15/06	37,745,000	3.75 to 5%	33,845,000	-	3,560,000	30,285,000	3,005,000
2006A	11/15/06	45,200,000	4 to 5%	43,825,000	-	2,435,000	41,390,000	2,550,000
2007	08/02/08	35,500,000	4 to 5%	35,500,000	-	-	35,500,000	-
2008	02/20/08	30,520,000	3.5 to 5%	30,520,000	-	-	30,520,000	5,290,000
1995 Homestead		975,000	6.35 to 6.8%	780,000	-	110,000	670,000	115,000
1995A Homestead		175,000	5.25%	165,000	-	5,000	160,000	5,000
2008-B	08/15/08	22,000,000	1.5 to 3.95%	-	22,000,000	-	22,000,000	-
2008-C	11/15/08	35,000,000	2.38 to 5.50%	-	35,000,000	-	35,000,000	-
Total Revenue Bonds:				465,542,000	71,000,000	17,269,000	519,273,000	23,940,000
Deferred Gain on refunding bond issues				12,137,600	396,245	440,469	12,093,376	1,204,788
Land Notes Payable		10,372,878	3.95 to 5.00%	8,238,920	-	600,827	7,638,093	630,457
Commercial Paper Payable				14,000,000	30,000,000	35,000,000	9,000,000	-
Other Post Employment Benefits				1,293,985	1,366,925	-	2,660,910	-
Self Insurance Claims				1,259,250	4,211,574	3,936,442	1,534,382	821,626
Accrued Vacation				1,949,932	1,823,448	1,484,059	2,289,321	1,828,101
Total Component Unit - EPWU				\$ 504,421,687	108,798,192	58,730,797	554,489,082	28,424,972

Interest costs incurred on revenue bonds totaled \$21,882,129 of which \$377,852 was capitalized.

CITY OF EL PASO, TEXAS

NOTES TO FINANCIAL STATEMENTS

Year Ended August 31, 2009

NOTE 8. LONG-TERM OBLIGATIONS (Continued)

B. Component Unit – EPWU (Continued)

3. Annual Revenue Bond and Land Notes Payable Debt Service Requirements

Year Ending last day of February	Principal			Interest			Total Principal and Interest
	Revenue Bonds	Land Note	Total	Revenue Bonds	Land Note	Total	
2010	\$ 23,940,000	630,457	24,570,457	22,829,315	379,592	23,208,907	47,779,364
2011	22,161,000	661,552	22,822,552	22,392,379	348,497	22,740,876	45,563,428
2012	24,002,000	694,186	24,696,186	21,333,597	315,863	21,649,460	46,345,646
2013	23,238,000	728,434	23,966,434	20,279,205	281,616	20,560,821	44,527,255
2014	22,583,000	764,375	23,347,375	19,296,983	245,674	19,542,657	42,890,032
2015-2019	129,948,000	4,159,089	134,107,089	80,072,544	644,133	80,716,677	214,823,766
2020-2024	135,246,000	-	135,246,000	49,019,061	-	49,019,061	184,265,061
2025-2029	112,930,000	-	112,930,000	18,516,250	-	18,516,250	131,446,250
2030-2034	25,225,000	-	25,225,000	1,691,996	-	1,691,996	26,916,996
Totals	\$ 519,273,000	7,638,093	526,911,093	255,431,330	2,215,375	257,646,705	784,557,798

5. Debt Covenants

The bond ordinances require EPWU to maintain revenues in each fiscal year, after deduction for maintenance and operation expenses, in the amount of at least 1.5 times the debt service requirements in such year. EPWU believes it is in compliance with this covenant.

6. Commercial Paper

In October 1997, the PSB-City of El Paso approved a Commercial Paper Program in the amount of \$50,000,000. The purpose of the Commercial Paper Program is to provide funds for the interim financing of a portion of the costs of capital improvements to the system.

The borrowings under the Commercial Paper Program are equally and ratably secured by and are payable from (i) the proceeds from the sale of bonds or additional borrowing under the Commercial Paper Program and (ii) borrowing under and pursuant to the revolving credit agreement.

EPWU and JP Morgan Chase Bank (Bank) have entered into a revolving credit agreement (Credit Agreement) pursuant to which the Bank is obligated under the Credit Agreement to loan to the City amounts not to exceed \$50,000,000 as amended, for the purpose of paying amounts due on the Commercial Paper Program. Any borrowing under the Credit Agreement is equally and ratably secured by and payable from the above-described sources pledged for payment of the Commercial Paper Program and from a pledge of the net revenues of the system, such pledge being subordinate to the pledge of net revenues securing all senior lien obligations. Management plans to continue the remarketing of the tax-exempt commercial paper notes as it intends to

NOTE 8. LONG-TERM OBLIGATIONS (Continued)

B. Component Unit – EPWU (Continued)

6. Commercial Paper (Continued)

maintain a portion of its debt in variable rates. Since the commercial paper represents activity that is the result of EPWU’s long-term financing plan, the amounts outstanding are presented as long term. The commercial paper can be sold in \$100,000 increments and matures from 1 to 270 days. As of February 28, 2009, the following amounts were outstanding:

Amount	Maturity Date	Coupon Rate
\$ 9,000,000	March 10, 2009	0.80%

C. Solid Waste Landfill Closure and Postclosure Care Cost

The City owns and operates two landfills located in the East (Clint) and Northeast (McCombs) areas of the City of El Paso. Closure and postclosure care of the landfills are subject to the requirements of Subtitle D of the Resource Conservation and Recovery Act (P.L. 94/580) and Sections 330.250-256 of Title 30 of the *Texas Administrative Code* administered by the Texas Commission on Environmental Quality (TCEQ), formerly the Texas Natural Resource Conservation Commission (TNRCC). These regulations require the City to place a final cover on each landfill when it ceases to accept waste and to perform certain maintenance and monitoring functions for 30 years after the closure of each landfill.

During fiscal year 2004, the City hired independent consultants to prepare a revised estimate of the total closure and postclosure costs for the landfills. The estimated total closure and postclosure costs, adjusted by an inflation factor specified by the TCEQ, is \$68.2 million at August 31, 2009. The recognized portion of the total liability, \$22.7 million, is computed based on the percentage of landfill capacity used, approximately 29.3%, as of August 31, 2009. The remaining estimated total current cost of closure and postclosure care remaining to be recognized is \$45.5 million.

Clint Landfill (TCEQ Permit 1482) – The City closed this facility in fiscal year 2009. Closure costs are estimated at \$8.5 million. Approximately \$419 was expended in 2009 resulting in the recorded closure cost liability of \$8 million. The recorded estimated postclosure cost liability is \$3 million.

Clint Landfill (TCEQ Permit 2284) – This landfill is currently accepting solid waste and capacity used is 12.13% at August 31, 2009. The estimated closure and postclosure cost liability of \$3.3 million is included in the recorded liability.

McCombs Landfill (TCEQ Permit 729A) – This landfill is currently accepting solid waste and capacity used is 26.7% at August 31, 2009. The estimated closure and postclosure cost liability of \$7.9 million is included in the recorded liability. TCEQ’s review of the revised closure and postclosure cost estimate is pending. Management believes TCEQ will accept the estimate.

NOTE 8. LONG-TERM OBLIGATIONS (Continued)**C. Solid Waste Landfill Closure and Postclosure Care Cost (Continued)**

Actual costs may be higher due to inflation, changes in technology or changes in regulations. The Department of Environmental Services, an enterprise fund and part of the City will meet closure and postclosure care financial requirements.

Sections 330.280-286 of Title 30 of the *Texas Administrative Code* requires landfill owners to demonstrate financial assurance that they will have sufficient financial resources to satisfy closure and postclosure care expenses at such time as these become payable. The regulations provide various means by which a municipality may demonstrate financial assurance. For the year ended August 31, 2009, the City met all of the financial tests required by the TCEQ and will demonstrate financial assurance to the TCEQ by way of the City's most recent bond rating and/or financial ratios computed using 2009 audited financial statements.

D. Solid Waste Transfer Station

The City owns and operates a transfer process facility for solid waste near Delta Street in El Paso (Delta Transfer Station – TCEQ Permit 728). Beginning in March 2000, Section 330.282 of Title 30, the *Texas Administrative Code*, administered by the TCEQ, required “a detailed written cost estimate, in current dollars, showing the cost of hiring a third party to close the process facility by cleaning up the litter and debris from the site and the equipment, hauling the litter and debris to an approved landfill and to render the facility closed by dismantling vital operational parts and locking up the facility.” At August 31, 2009, the estimated total cost of closure of the Delta Transfer Station is \$110,650 and is recognized as a liability in these financial statements. The TCEQ, pending review and acceptance of this estimate, utilizes the previous estimate of \$275,705.

E. Arbitrage Rebate Payable

The City's financial advisor has determined that the City may have earned interest revenue on unused bond proceeds in excess of amounts allowed by applicable Federal regulations that may have to be rebated to the Federal government. This estimated amount, \$30,227 at August 31, 2009, is recorded as a liability in the statement of net assets.

NOTE 9. RESTRICTED NET ASSETS

Airport

The Airport has various assets that are restricted for specific use in accordance with an agreement with the United States Government entered into in 1950 whereby 1,907 acres of land were donated to the Airport. Any revenues derived from the sale, lease or other use of this land must be utilized for the development, improvement, operation and maintenance of the Airport subject to the approval of the Federal Aviation Administration. Earnings from invested funds may be used for the purposes previously described. Under this agreement, advances to other Airport funds for development and improvement of Airport facilities are permitted, subject to approval from the Federal Aviation Administration.

International Bridges

The International Bridges Fund is required by bond debt requirements to restrict certain amounts for future debt service, repairs and maintenance of the Zaragoza Bridge.

Business-type Activities

The balances of the restricted net assets accounts in the enterprise funds are as follows:

Restricted for debt service:		
El Paso International Airport	\$	10,127,062
International Bridges		368,620
Restricted by Federal Aviation Administration:		
El Paso International Airport		4,549,069
Restricted for passenger facilities:		
El Paso International Airport		9,546,349
Total restricted net assets	\$	<u>24,591,100</u>

Component Unit - EPWU

Based upon certain bond covenants and other requirements, EPWU is required to establish and maintain prescribed amounts of resources (consisting of cash and temporary investments) that can be used only to service outstanding debt and other specifically restricted activities (construction, improvements and customer deposits).

NOTE 10. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

Claim liabilities are estimated considering the effects of inflation, recent claim settlement trends (including frequency and amounts of payouts) and other economic and social factors (including the effects of specific, incremental claim adjustment expense, salvage and subrogation).

A. Internal Service Funds

Provisions under various types of risk are presented below:

Internal Service Funds account for certain self-insured activities. These include Workers' Compensation, Group Health and Unemployment Compensation. The premiums are recognized as revenues in the Internal Service Funds and as expenditures or expenses in the Governmental and Proprietary fund types, as appropriate. Accruals for unpaid claims and claims incurred but not reported are reflected in the accompanying proprietary funds balance sheet as Claims and Judgments. This provision is based upon City experience, including recoveries, since the inception of the insurance programs and represents the loss and an allocated loss expense. The total estimated claims payable at August 31, 2009 is \$18,169,893 of which \$12,925,724 represents workers' compensation claims reserve losses. Employees of EPWU (the proprietary component unit) also participate in the group health plan that is managed by the City. The total claims liability reported in the Internal Service Funds at August 31, 2009, is based on the requirements of GASB Statement Number 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. No settlements in excess of insurance coverage were made in any of the prior three fiscal years.

Changes in the Funds' claims liability amount in fiscal 2008 and 2009 were:

	Workers' Compensation	Group Health	Unemployment Compensation	Total
Claims liability at August 31, 2007	\$ 11,496,699	4,728,779	-	16,225,478
Incurred claims	7,179,204	29,897,859	161,791	37,238,854
Payment on claims	(6,365,409)	(29,529,460)	(161,791)	(36,056,660)
Claims liability at August 31, 2008	12,310,494	5,097,178	-	17,407,672
Incurred claims	7,631,353	33,276,898	385,752	41,294,003
Payment on claims	(7,016,123)	(33,129,907)	(385,752)	(40,531,782)
Claims liability at August 31, 2009	\$ 12,925,724	5,244,169	-	18,169,893

B. General Liability Insurance

The City is self-insured for general, police officers and certain automobile liability, with the exception of the Mass Transit Department's fleet of vehicles, liability for the Airport, certain automobile liability and certain other catastrophic liability for which the City is insured. Expenditures for self-insured liabilities are accounted for in the General Fund, which will pay any liabilities incurred.

NOTE 10. RISK MANAGEMENT (Continued)

B. General Liability Insurance (Continued)

The City has joined together with other governments in the Texas Municipal League Intergovernmental Risk Pool (TML). The City pays an annual premium to TML for auto vehicle insurance coverage. The agreement with TML provides that TML will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of \$500,000 to \$1,000,000 for each insurance event. The City anticipates no contingent losses.

TML has published its own financial report that can be obtained from the Texas Municipal League Intergovernmental Risk Pool, Austin, Texas.

The City continues to carry commercial fidelity bonds for elected officials and for management.

C. Property and Casualty Insurance

Property, casualty, boiler and machinery insurance is provided by a commercial carrier.

D. Workers' Compensation Insurance

The City self-insures against workers' compensation claims.

E. Group Health and Life Insurance

The City maintains a group health insurance plan for active and retired employees and their eligible dependents through a self-insured plan of benefits. Access HealthSource, Inc administers the plan. Reinsurance coverage limits the annual liability. Contributions to the fund are provided by both the City and participating employees. A commercial carrier provides the group life insurance plan. Costs are recorded in the fund from which the employees' compensation is paid.

F. Unemployment Compensation Insurance

The City self-insures for unemployment compensation claims through an agreement with the Texas Workforce Commission (TWC). Under the agreement, TWC administers all claims and is reimbursed by the City for claims incurred plus administrative charges.

G. Component Unit - EPWU

EPWU is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. EPWU, through the City, maintains insurance policies acquired from independent insurance carriers covering all structural property.

EPWU provides health benefits, life insurance and worker's compensation benefits under the City's self-insurance plan. Contributions to the plans are provided by both EPWU and participating employees. A commercial carrier provides the group life insurance plan.

CITY OF EL PASO, TEXAS
NOTES TO FINANCIAL STATEMENTS

Year Ended August 31, 2009

NOTE 10. RISK MANAGEMENT (Continued)

G. Component Unit - EPWU (Continued)

At February 28, 2009, accrued liabilities for these claims follow:

Health Insurance - current liability	\$ 557,555
Workers' Compensation - long-term liability	976,827
	<u>\$ 1,534,382</u>

Changes in accrued liabilities for these claims follow:

Claims liability at February 28, 2007	\$ 1,602,956
Incurred claims	3,786,324
Payment on claims	<u>(4,130,030)</u>
Claims liability at February 28, 2008	1,259,250
Incurred claims	4,211,574
Payment on claims	<u>(3,936,442)</u>
Claims liability at February 29, 2009	<u>\$ 1,534,382</u>

NOTE 11. COMMITMENTS AND CONTINGENCIES**A. Litigation and Claims**

Various claims and lawsuits are pending against the City in addition to those accrued at August 31, 2009. Accruals have not been made for these lawsuits because of the remote possibility the plaintiff's will prevail. The City estimates this exposure to be between \$2,332,000 and \$2,707,000. The City believes that resolution of these matters will not have a material adverse effect on the financial condition of the City.

B. Environmental

In May 1991, diesel fuel was discovered to be leaking from underground storage tanks at the City's bus maintenance facility. City management believes the leak began during 1990, with over 875,000 gallons of diesel fuel leaking into and contaminating the soil and water table surrounding and underneath the maintenance facility. The TCEQ was notified of the leak and clean-up procedures began. On April 6, 2009, the TCEQ notified the City the closure requirements of Title 30, Texas Administrative Code, Chapter 334 (30 TAC 334) had been met and no further corrective action was necessary.

The total clean-up cost for the project was approximately \$5,786,805, net of reimbursement from the TCEQ Petroleum Storage Tank Remediation Fund of approximately \$1,997,500. The City paid \$267,385 during the current fiscal year. As of August 31, 2009, the City has no liability recorded in the Mass Transit Fund for this project.

Effective September 1, 2008, the City implemented GASB Statement No. 49 *Accounting and Financial Reporting for Pollution Remediation Obligations*. The implementation had no financial impact on the City during the current year.

C. Grants

The City has received Federal and State financial assistance in the form of grants and entitlements that are subject to review and audit by the grantor agencies. Such audits could result in requests for reimbursement by the grantor agency for expenditures disallowed under terms and conditions specified in the grant agreements. In the opinion of City management, such disallowances, if any, will not be significant.

D. Other Bond Issues

The City has, in prior years, participated in several issues of Industrial Revenue Bonds and International Airport Special Facilities Revenue and Refunding Bonds, issued for the purposes of constructing privately owned manufacturing, commercial and other related facilities within the City. These bonds are neither direct nor contingent liabilities of the City, as the revenue from the lease agreements and property purchased with the bond proceeds are pledged for the total payment of the principal and interest on the bonds and the bondholders can look only to these sources for repayment.

At August 31, 2009, no Industrial Revenue Bonds issued by the City were outstanding.

On April 15, 2007, the City issued \$400,000 in Public Improvement District #1 special assessment revenue bonds. This bond is not a general obligation of the City and does not give rise to a charge

NOTE 11. COMMITMENTS AND CONTINGENCIES (Continued)**D. Other Bond Issues (Continued)**

against the general credit or taxing powers of the City. At August 31, 2009, the outstanding liability of these bonds is \$355,000.

On November 19, 1991, the City issued \$13,975,000 in City of El Paso International Airport Special Facilities Revenue Refunding Bonds (Marriott Corporation Project). These bonds refunded a 1981 issue and extended principal payments to March 1, 2016 with interest at 7.75% per annum. At August 31, 2009, all of these bonds remained outstanding (the first principal payment is not scheduled until March 1, 2012).

E. Unfunded Pension Liabilities

In February 2004, the voters of the City authorized the City to contract with the FPPF to make contributions to the FPPF solely for the purpose of addressing the unfunded liabilities of the FPPF, subject to receipt of certain agreements between the City and the FPPF. As of January 1, 2008, the latest actuarial valuation reflected unfunded liabilities of \$114,013,651 for the FPPF-Fireman Division and \$98,587,812 for the FPPF-Policeman Division.

In September 2003, the voters of Texas ratified an amendment to the Texas Constitution, Article 16, Sec. 66 which provides: "The political subdivision or subdivisions and the retirement system that finance benefits under the retirement system are jointly responsible for ensuring that benefits under this section are not reduced or otherwise impaired." In the event of a conflict between a City Charter provision and a provision of the Constitution, the Constitution provision would likely prevail, in which case the City could be obligated to make additional contributions to the FPPF. The nature and amount of underfunding of the FPPF and the amount the City may be required to contribute is unknown at this time.

F. Component Unit - EPWU

Through the ordinary course of its operations, EPWU becomes subject to various claims and litigation. As of February 28, 2009, EPWU was named in a number of legal actions with aggregate estimated possible damages to be less than \$500,000, which have not been accrued. Management and legal counsel are of the opinion that settlement of these claims and pending litigation will not have a materially adverse effect on the financial condition of EPWU.

EPWU has received federal and state financial assistance for specific purposes that are subject to review and audit by the grantor agencies. Although management believes compliance with grant guidelines is adhered to, grantor audits could result in requests for reimbursement of expenditures determined to be disallowed. Management believes such disallowances, if any, will be immaterial.

NOTE 12. POST-EMPLOYMENT HEALTH CARE BENEFITS

Plan Description: The City sponsors and administers an informal single-employer defined benefit healthcare plan. Texas statute provides that retirees from a municipality with a population of 25,000 or more and that receive retirement benefits from a municipal retirement plan are entitled to purchase continued health benefits coverage for the retiree and the retiree's dependents unless the retiree is eligible for group health benefits coverage through another employer. The State of Texas has the authority to establish and amend the requirements of this statute. The City does not issue standalone financial statements of the healthcare plan but all required information is presented in this report.

Funding Policy: The contribution requirements of plan members are established by City ordinance and may be amended as needed. Retiree coverage is the same as the coverage provided to active City employees. Retirees pay premiums ranging from \$166.56 per month to \$1,213.39 per month depending on the coverage elected. The City's adopted budget policy maintains that retirees must pay 45% of the cost of premiums and the City will fund the remaining 55%. Retirees are responsible for the full cost of coverage for their dependents who participate in the plan. The cost of retiree healthcare benefits is recognized on a pay-as-you-go financing method and is recorded as an expense in the Internal Service Self-Insurance Fund as liabilities are incurred. Of 2,082 retirees eligible, there were 923 retirees covered under this plan at August 31, 2009. Dependent coverage was provided for 413 of the retirees. Total benefits paid by the City for retirees during the fiscal year were \$5,473,011. Retirees contributed \$2,676,487 or 49% of the total current year cost.

Annual OPEB Cost and Net OPEB Obligation: The City's annual other postemployment benefit (OPEB) expense is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years.

CITY OF EL PASO, TEXAS**NOTES TO FINANCIAL STATEMENTS****Year Ended August 31, 2009****NOTE 12. POST-EMPLOYMENT HEALTH CARE BENEFITS (Continued)**

The following table shows the components of the City's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the City's net OPEB obligation:

Annual required contribution	\$ 13,741,885
Interest on net OPEB obligation	478,037
Adjustment to annual required contribution	<u>(652,113)</u>
Annual OPEB cost	13,567,809
Total annual employer contribution (pay-as-you-go)	<u>(2,796,522)</u>
Increase in net OPEB obligation	10,771,287
Net OPEB Obligation - beginning of year	<u>10,622,927</u>
Net OPEB Obligation - end of year	<u><u>\$ 21,394,214</u></u>

The components of the annual required contribution (ARC) calculation reflecting a 30-year amortization period is as follows:

Normal cost	\$ 5,005,526
Interest	225,253
Amortization cost	<u>8,511,106</u>
Annual required contribution (ARC)	<u><u>\$ 13,741,885</u></u>

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2009 and 2008 is as follows:

Fiscal Year Ended August 31	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2009	\$13,567,807	20.6%	\$21,394,214
2008	\$13,741,885	22.7%	\$10,622,927

Funded Status and Funding Progress: As of September 1, 2007, the most recent actuarial valuation date, the plan was not funded. The actuarial accrued liability for benefits was \$138,636,551, and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability (UAAL) of \$138,636,551. The covered payroll (annual payroll of active employees covered by the plan) was \$234,513,187 and the ratio of the UAAL to the covered payroll was 59.1%.

NOTE 12. POST-EMPLOYMENT HEALTH CARE BENEFITS (Continued)

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, will present multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits. However, since only one valuation has been performed, there is no trend information to report.

Actuarial Methods and Assumptions: Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the September 1, 2007, actuarial valuation, the projected unit credit cost method was used. The actuarial assumptions included a 4.5% investment rate of return based on the City's rate of return on investments for 2007, and an annual healthcare cost trend rate of 10% for 2007 and then reduced by decrements of one percent annually to an ultimate rate of 5% after five years. Both rates included a 4.5% inflation assumption. The UAAL is being amortized as a level dollar of projected payroll on an open basis. The remaining amortization period at August 31, 2009, was thirty years.

CITY OF EL PASO, TEXAS

NOTES TO FINANCIAL STATEMENTS

Year Ended August 31, 2009

NOTE 13. PENSION PLANS

The employees of City of El Paso and EPWU participate in one of two single-employer defined benefit pension plans: the City Employees' Pension Fund (CEPF) and the Firemen and Policemen's Pension Funds (FPPF), which consists of separate divisions for firemen (FPPF-Firemen Division) and policemen (FPPF-Policemen Division). Separate boards of trustees administer these pension plans as described in Note 1 (CEPF Board and FPPF Board, respectively). The CEPF was established in accordance with authority granted by Chapter 2.64 of the El Paso City Code and is a component unit (fiduciary fund type) of the City. The FPPF was established in accordance with authority granted by Article 6243b of *Vernon's Annotated Texas Statutes* and is a component unit (fiduciary fund type) of the City. Each pension plan issues stand-alone financial statements that may be obtained from the respective funds' administrative offices.

Firemen and Policemen's Pension Funds	201 E. Main Suite 1616 El Paso, TX 79901
City Employees' Pension Fund	City of El Paso Two Civic Center Plaza El Paso, TX 79901

A. Membership

Membership of each plan consisted of the following:

	August 31, 2009	December 31, 2008	
	CEPF	FPPF-Firemen Division	FPPF-Police Division
Retirees and beneficiaries receiving benefits	2,082	627	828
Terminated plan members entitled to but not yet receiving benefits	92	1	6
Active plan members	4,176	842	1,135
Total	6,350	1,470	1,969

B. City Employees' Pension Fund

1. Plan Description

Substantially all full-time employees of the City are eligible to participate in the retirement plan, except for uniformed firefighters and police officers who are covered under separate plans. Nonemployer contributions are limited to participating employees of the CEPF.

The designated purpose of the CEPF is to provide retirement, death, and disability benefits to participants or their beneficiaries. The CEPF is administered by the CEPF Board, which is comprised of two citizens designated by the Mayor who are not officers or employees of the City, four elected City employees, a retiree, and two district representatives. The CEPF Board contracts with an independent pension custodian, investment managers, a pension consultant and an actuary to assist in managing the CEPF.

Through August 31, 2009 and 2008, the City is the only contributing employer. The CEPF pays

NOTE 13. PENSION PLANS (Continued)**B. City Employees' Pension Fund (Continued)****1. Plan Description (Continued)**

direct administrative costs. The City provides indirect administrative support such as office space, utilities, and payroll processing at no charge to the CEPF. The CEPF reimburses the City for various direct costs of processing pension checks, such as postage and supplies.

The CEPF is not required to maintain any legally required reserves.

Participation is mandatory for classified employees (except permanent part-time employees). For nonclassified employees, participation is mandatory for employees hired after July 1997. Classified employees include all persons who are permanent, full-time employees and are not otherwise excluded from the CEPF. Participants who leave the plan before completion of five years of service receive a refund of their contributions. Participants leaving the plan with more than five years of service may receive a refund of their contributions plus interest at 5.5% compounded annually.

Participants become vested after reaching 40 years of age and 10 years of service. Normal retirement is the earlier of: (i) 55 years of age with 10 years of service, or (ii) 30 years of service, regardless of age. Participants who have both completed 10 years of service and attained age 40 may retire, but defer receiving pension payments until they reach normal retirement age. Alternatively, such vested participants may elect an early retirement, which will provide an actuarially reduced pension benefit payment upon termination. Persons retiring and eligible to receive benefits receive monthly pension payments in the amount of 2.5% of average monthly gross earnings received by the employee during the three years immediately prior to retirement, or 2.5% of the average monthly base salary and longevity pay received by the employee during the year immediately prior to retirement, or 2.5% of the monthly base salary and longevity pay for the month immediately prior to retirement, whichever is greater, multiplied by the number of completed years of service, plus .2083 of 1% of such average for each additional completed or fractional part of a month of service. A reduced pension benefit is available to surviving spouses and dependents. The plan includes no automatic increase in retirement benefits; however, the Board, at its discretion after consideration of a recent actuarial review of the funding status, may provide ad hoc cost of living or other increases in retirement benefits.

2. Basis of Accounting

The accounting policies of the CEPF have been established to conform to GAAP for state and local governments as promulgated by authoritative pronouncements issued by the Governmental Accounting Standards Board. The CEPF is accounted for on an economic resources measurement focus using the accrual basis of accounting.

The preparation of financial statements in conformity with GAAP requires the CEPF's management to make estimates and assumptions that affect reported amounts of assets and liabilities at the date of the financial statements and the reported changes in net assets during the reporting period. Actual results may differ from those estimates.

NOTE 13. PENSION PLANS (Continued)**B. City Employees' Pension Fund (Continued)****3. Method Used to Value Investments**

Investments are stated at fair value in the accompanying statements of net assets available for benefits. The fair value of marketable investments, including U.S. government securities and corporate bonds and stocks, is determined by the latest bid price or by the closing exchange price at balance sheet dates (fair value). The fair value of investments in bank collective investment funds is determined by the investment funds based on the market values of the underlying securities in the funds. Bank collective investment funds are governed by Section 9.18 of Regulation 9 issued by the Office of Comptroller of the Currency and by other applicable regulations as defined by the Mellon Bank, N.A. Employee Benefit Collective Investment Fund Plan.

Purchases and sales of securities are recorded on a trade-date basis. Interest income is recorded on the accrual basis. Dividends are recorded on the ex-dividend date.

Net appreciation (depreciation) in fair value of investments reflected in the statements of changes in net assets available for benefits represents gains or losses realized during the year plus or minus the change in the net unrealized gains or losses on investments. Net unrealized gains or losses on investments represent the change in the difference between the cost and market value of investments at the beginning versus the end of the year.

4. Concentration of Investments

The following table presents the fair value of investments that represent 5% or more of the CEPF's net assets available for benefits at August 31, 2009. These investments are in bank collective investment funds which consist of diversified portfolios of investments as described above.

	<u>Shares</u>	<u>Fair Value</u>
EB MCM Aggregate Bond Index Fund		
Mellon Capital Management Corporation	379	\$ 55,159,139
LSV International Value Equity, LP		
LSV Asset Management Company	231,966	30,432,505
MFS International Growth Fund		
MFS Heritage Trust Company	373,475	29,190,869
AIG Global Emerging Market Equity Fund		
AST Capital Trust Company	4,969,814	29,417,414

NOTE 13. PENSION PLANS (Continued)**B. City Employees' Pension Fund (Continued)****5. Contributions Required and Contributions Made**

Contribution rates for the CEPF are based upon local statutes and are not actuarially determined. However, each time a new actuarial valuation is performed, contribution requirements are compared to the actuarially determined amount necessary to fund service costs and amortize the unfunded actuarial accrued liability (using entry-age-normal cost method) over 40 years. As of the most recent actuarial valuation, the contribution rate was 17% of annual covered payroll.

Contributions for the year ended August 31, 2009 were made as follows:

	Amount	Stated percentage of covered payroll
Employer contribution	\$ 17,245,402	11.65%
Employee contributions	11,533,666	7.75%
Total contributions	\$ 28,779,068	19.40%

6. Securities Lending

The CEPF enters into securities lending transactions with broker/dealers for which fees are paid to the CEPF. The Board may legally and contractually authorize the use of the CEPF's securities for lending transactions. Parameters are established by the CEPF's investment guidelines for securities lending transactions. These guidelines require that all securities lending occur with specified broker/dealers and that securities be collateralized using U.S. issuer securities at 102% and non U.S. issuer securities at 105% of the fair value of the securities. U.S. issuer securities used as collateral are marked to market on a daily basis to ensure that the collateralization requirements of the fair value of investments is always maintained. The CEPF may not pledge or sell the collateral securities except on default of the borrower. Because of this, the CEPF administration believes there is minimal credit risk associated with securities lending transactions. There is no loss indemnification provided to the CEPF by the investment managers or broker/dealers.

At August 31 the fair value of securities loaned to others was \$18,649,076 of consisting of corporate stocks.

CITY OF EL PASO, TEXAS**NOTES TO FINANCIAL STATEMENTS****Year Ended August 31, 2009****NOTE 13. PENSION PLANS (Continued)****B. City Employees' Pension Fund (Continued)****7. Annual Pension Cost and Net Pension Obligation**

The City's annual pension cost and net pension obligation to CEPF for the current year were as follows:

Annual required contribution	\$ 17,157,420
Interest on net pension obligation	41,910
Adjustment to annual required contribution	<u>(45,594)</u>
Annual pension cost	17,153,736
Contributions made	<u>17,245,402</u>
Decrease in net pension obligation	(91,666)
Net pension obligation - beginning of year	<u>523,880</u>
Net pension obligation - end of year	<u><u>\$ 432,214</u></u>

The City's annual pension cost, the percentage of annual pension cost contributed to the plan, and the net pension obligation for 2009 is as follows:

Fiscal Year Ended August 31	Annual Pension Cost	Percentage of Annual Pension Cost Contributed	Net Pension Obligation
2009	\$ 17,153,736	100.5%	\$ 432,214
2008	16,254,257	101.5%	523,880
2007	15,665,369	93%	775,050

8. Funded Status and Funding Progress:

As of September 1, 2008, the most recent actuarial valuation date, the plan was 87.5% funded. The actuarial accrued liability for benefits was \$631,591,455, and the actuarial value of assets was \$552,815,428, resulting in an unfunded actuarial accrued liability (UAAL) of \$78,776,027. The covered payroll (annual payroll of active employees covered by the plan) was \$136,507,894 and the ratio of the UAAL to the covered payroll was 57.7%.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Actuarially determined amounts are subject to revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, will present multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

NOTE 13. PENSION PLANS (Continued)**B. City Employees' Pension Fund (Continued)****9. Actuarial Methods and Assumptions:**

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

For the September 1, 2008 actuarial valuation, the entry age normal cost method was used. The actuarial value of pension benefit assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period. The actuarial assumptions included an 8.0% investment rate of return (net of administrative expenses), projected salary increases of 4.5% to 7.75%, which includes an inflation rate of 4.0% and no costs of living increases. The remaining amortization period at September 1, 2008, was 16 years using a level percent, open basis, amortization period. Factors that significantly affected the identification of trends were changes in contribution rates for employee and employer contributions from 6.75% to 7.75% and 10.25% to 11.65%, respectively.

C. Firemen and Policemen's Pension Fund**1. Plan Description**

The designated purpose of the FPPF is to provide retirement, death and disability benefits to participants or their beneficiaries.

The FPPF is a defined benefit pension plan covering uniformed firefighters and police officers employed by the City of El Paso. Non-employer contributions are limited to participating employees. The City of El Paso is the only participating employer. The City's contributions to the FPPF are limited to 18% of compensation as provided by the City Charter. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of the legal funding limitations.

The FPPF – Fireman Division is a defined benefit, contributory retirement plan covering uniformed employees of the Fire Department. Participants are required to contribute 15.28% of their compensation to the FPPF.

The FPPF – Policeman Division is a defined benefit, contributory retirement plan covering uniformed employees of the Police Department. Participants are required to contribute 13.89% of their compensation to the FPPF.

Under both divisions, membership is mandatory and effective upon commencement of the probationary period. Participant contributions are not refunded if a participant terminates with less than five years of service and all benefits under the FPPF are terminated. Participant contributions (without interest) are refunded upon request if a participant terminates with five or more years of service but less than twenty years of service. All benefits under the FPPF are

NOTE 13. PENSION PLANS (Continued)

C. Firemen and Policemen's Pension Fund (Continued)

1. Plan Description (Continued)

terminated if contributions are refunded.

Upon completion of ten or more years of service, a participant may terminate his service for reasons other than disability or death and receive a pension commencing at age fifty or immediately upon date of termination of service if at least fifty years of age at the time of termination. The pension benefit is equal to 2.75% times final compensation, times the number of years of service, not to exceed 28 years. Normal retirement occurs when employees reach age forty-five and have twenty years of service. Retirement benefits are computed based upon 2.75% of the participant's final compensation times the number of years of service, not to exceed 77% of a participant's final compensation. A reduced pension benefit is permitted with twenty years of service and before age forty-five. The pension benefit is equal to 2.75% times final compensation times the number of years of service, not to exceed twenty-eight, multiplied by the appropriate actuarial reduction factor.

Final compensation is based upon the participant's highest wages in any calendar month within the 12 months preceding retirement excluding overtime pay. Except for disability pensions, a participant's final rank must have been held for at least six months in order to use the monthly pay at the higher rank. A surviving spouse receives 100% of the retiree's pension subject to certain provisions. A participant may receive disability benefits resulting from a total and permanent disability from an injury in the line of duty or any injury not due to the member's own fault. The disability benefit is equal to 2.75% of final compensation times the number of years of service, not to exceed twenty-eight years, with a minimum benefit of 50% of final compensation. Cost-of-living adjustments are granted to individuals retiring after March 23, 1980, subject to applicable waiting periods, except for deferred retirees. Participants who are fifty years old and have twenty and one-half years of service may elect the Back Deferred Retirement Option Program (BackDROP). The Back DROP benefit is a lump sum payment and a reduced monthly benefit. The Back DROP period must be at least six months and not more than 36 months.

2. Basis of Accounting

The FPPF is maintained under the provisions of Article 6243b of *Vernon's Annotated Texas Statutes*. All current FPPF provisions are set forth in a resolution entitled "City of El Paso, Texas Firemen and Policemen's Pension Fund" effective October 16, 1996 and amended July 17, 2002, as well as state statute. Benefit provisions, contribution obligations and funding policy of the FPPF are established and amended in accordance with authority granted by Article 6243b of *Vernon's Annotated Texas Statutes*. The costs of administering the FPPF are paid out of the Fund's assets.

The FPPF financial statements are prepared using the accrual basis of accounting. Employer and participant contributions are recognized in the period in which employees provide services to the entity. Benefits and refunds are recognized when paid in accordance with the terms of each plan.

NOTE 13. PENSION PLANS (Continued)**C. Firemen and Policemen's Pension Fund (Continued)****3. Method Used to Value Investments**

Investments are reported at fair value. The fair value of investments is determined by the latest bid price or by the closing exchange price at balance sheet dates (market value). Purchases and sales of securities are recorded on trade-date basis. Interest income is recorded on the accrual basis. Dividends are recorded on the ex-dividend date.

4. Contributions Required and Contributions Made

Funding policies provide for periodic employer and participant contributions as established by the City Charter, the Board of Trustees and a vote of active participants in accordance with Article 6243b of *Vernon's Annotated Texas Statutes*. Actuarial valuations are prepared biennially for the FPPF. The FPPF's actuary has indicated that, under the current contribution rate, the FPPF will never accumulate sufficient assets to cover the Unfunded Actuarial Accrued Liability (UAAL). Based upon the results of the actuarial evaluations, if present contribution requirements are insufficient to accumulate sufficient assets to amortize the unfunded actuarial accrued liability, the FPPF's Board of Trustees, after approval by secret ballot of the rank and file policemen or firemen, could increase participant contributions or decrease participant benefits to maintain the actuarial integrity of the system. The City's contribution is determined by a formula set forth in the City Charter.

5. Securities Lending

The FPPF entered into securities lending transactions with its custodian bank, Mellon Bank, N.A. (the Lending Agent), under which FPPF-owned investments are loaned to one or more borrowers for a fee. The Lending Agent is responsible for collecting all required collateral in the form of U.S. dollar cash, securities issued or guaranteed by the United States Government or its agencies or instrumentalities, or irrevocable letters of credit issued by banks independent of the borrowers.

Concurrent with the delivery of the FPPF's securities to a borrower, the Lending Agent obtains from the borrower collateral in an amount equal, as of such date, to the required percentage, of the market value of any security loaned, including accrued interest. The required percentage is 102% with respect to U.S. securities and 105% with respect to foreign securities except in the case of loans of foreign securities which are denominated and payable in U.S. dollars, in which event the required percentage is 102%.

At December 31, 2008, \$38,564,334 of FPPF owned investments were loaned to others.

CITY OF EL PASO, TEXAS

NOTES TO FINANCIAL STATEMENTS

Year Ended August 31, 2009

NOTE 13. PENSION PLANS (Continued)

C. Firemen and Policemen’s Pension Fund (Continued)

6. Annual Pension Cost and Net Pension Obligation

The City’s annual pension cost and net pension obligation to FPPF for the current year were as follows:

Fireman Division:

Annual required contribution	\$ 13,255,005
Interest on net pension obligation	183,002
Adjustment to annual required contribution	<u>(127,581)</u>
Annual pension cost	13,310,426
Contributions made	<u>8,607,484</u>
Increase in net pension obligation	4,702,942
Net pension obligation - beginning of year	<u>2,287,520</u>
Net pension obligation - end of year	<u><u>\$ 6,990,462</u></u>

Policeman Division:

Annual required contribution	\$ 16,746,050
Interest on net pension obligation	983,593
Adjustment to annual required contribution	<u>(685,718)</u>
Annual pension cost	17,043,925
Contributions made	<u>12,428,593</u>
Increase in net pension obligation	4,615,332
Net pension obligation - beginning of year	<u>12,294,916</u>
Net pension obligation - end of year	<u><u>\$ 16,910,248</u></u>

The City’s annual pension cost, the percentage of annual pension cost contributed to the plan, and the net pension obligation for 2008 is as follows:

Fireman Division

Fiscal Year Ended December 31,	Annual Pension Cost	Percentage of Annual Pension Cost Contributed	Net Pension Obligation
2008	\$ 13,310,426	64.7%	\$ 6,990,462
2007	15,794,257	403.8%	2,287,520
2006	15,343,321	52.3%	49,079,920

NOTE 13. PENSION PLANS (Continued)**C. Firemen and Policemen's Pension Fund (Continued)****6. Annual Pension Cost and Net Pension Obligation (Continued)***Policeman Division*

Fiscal Year Ended December 31,	Annual Pension Cost	Percentage of Annual Pension Cost Contributed	Net Pension Obligation
2008	\$ 17,043,925	72.9%	\$ 16,910,248
2007	20,800,595	263.4%	12,294,916
2006	20,153,124	57.4%	45,195,981

7. Funded Status and Funding Progress:*Fireman Division:*

As of January 1, 2008, the most recent actuarial valuation date, the plan was 73.6% funded. The actuarial accrued liability for benefits was \$431,938,611 and the actuarial value of assets was \$317,924,960, resulting in an unfunded actuarial accrued liability (UAAL) of \$114,013,651. The covered payroll (annual payroll of active employees covered by the plan) was \$41,165,230 and the ratio of the UAAL to the covered payroll was 276.7%.

Policeman Division:

As of January 1, 2008, the most recent actuarial valuation date, the plan was 83.9% funded. The actuarial accrued liability for benefits was \$613,942,215 and the actuarial value of assets was \$515,354,403, resulting in an unfunded actuarial accrued liability (UAAL) of \$98,587,812. The covered payroll (annual payroll of active employees covered by the plan) was \$56,840,063 and the ratio of the UAAL to the covered payroll was 173.4%.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Actuarially determined amounts are subject to revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, will present multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

NOTE 13. PENSION PLANS (Continued)

C. Firemen and Policemen’s Pension Fund (Continued)

8. Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

For the January 1, 2008 actuarial valuation, the entry age normal cost method was used. The actuarial value of pension benefit assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period. The actuarial assumptions included an 8.0% investment rate of return (net of administrative expenses), projected salary increases of 5.5% to 10.5%, which includes an inflation rate of 4.0% and a cost of living adjustment of 3%. The remaining amortization period at January 1, 2008, was 30 years using a level percent, open basis, amortization period. Factors that significantly affected the identification of trends were changes in contribution rates for the Policeman Division employees from 11.89% to 13.89% effective July 1, 2007.

NOTE 14. FUND DEFICITS

The following funds of the City have deficit net assets as follows:

	Governmental Activities		Businesstype Activity
	Capital Projects	Internal Service Funds	Environmental Services
Net Asset deficit	\$ (1,923,167)	(738,099)	(1,027,400)

The deficits in the Internal Service Funds and Environmental Services result primarily from the recognition of certain future liabilities and will be funded through increased rates in future periods. The deficits in these two funds were reduced in 2009.

NOTE 15. EXCESS OF EXPENDITURES OVER APPROPRIATIONS

A summary, by department, of expenditures exceeding appropriations at the legal level of budgetary control is as follows:

	<u>General Fund</u>
Department:	
Street Department	\$ 311,625
Fire Department	113,248
History Museum	229
Nondepartmental	398,029

Expenditures exceeding appropriations were funded through revenue sources in excess of the budget or unexpended appropriations within the same department or function.

NOTE 16. SUBSEQUENT EVENTS

On October 12, 2009 the City of El Paso issued \$76,180,000 in Combination Tax and Revenue Certificates of Obligation Bonds dated September 24, 2009. These bonds were issued at a premium of \$3,585,079 with issuance costs of \$330,000 to construct, resurface and improve streets, roads, thoroughfares, sidewalks, pathways and related municipal facilities. Interest rates are 4% to 6.163% and the first payment due is on February 15, 2010. Final payment is due August 15, 2034. Included in the issuance were \$45,740,000 Direct Subsidy – Build America Bonds and \$3,230,000 Direct Subsidy – Recovery Zone Economic Development Bonds.

EPWU – Component Unit

During 2009, the Texas Legislature passed House Bill 4004 which affects the number of members that serve on the Public Service Board. Effective May 23, 2009 the composition of the Public Service Board that oversees the El Paso Water Utilities will increase from five members to seven. In addition, the Texas Legislature also passed Senate Bill 874 and Senate Bill 1522 that exempts El Paso County and local school districts in the City of El Paso from paying drainage fees. Senate Bill 874 exempting El Paso County is effective May 30, 2009, and Senate Bill 1522 exempting local school districts is effective June 19, 2009. All previous charges are not refundable.

A long-term land lease has been negotiated between EPWU and the Secretary of the Army. The lease has been approved by the PSB and the PSB is awaiting finalization by the Secretary of the Army. The lease is expected to be finalized within the subsequent fiscal year.

**REQUIRED SUPPLEMENTARY
INFORMATION OTHER THAN
MD&A**



CITY OF EL PASO, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended August 31, 2009

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)	% of Budget
	Original	Final			
Resources (inflows):					
Property taxes	\$ 123,130,082	124,022,267	122,397,196	(1,625,071)	98.69%
Penalties and Interest-Delinquent taxes	1,189,305	1,189,305	1,243,153	53,848	104.53%
Sales taxes	72,561,022	72,561,022	65,933,690	(6,627,332)	90.87%
Franchise fees	43,139,604	43,139,604	43,107,662	(31,942)	99.93%
Licenses and permits	12,617,842	12,617,842	11,136,863	(1,480,979)	88.26%
Fines and forfeits	15,056,090	15,056,090	13,447,353	(1,608,737)	89.32%
Charges for services	20,912,597	20,912,597	20,135,255	(777,342)	96.28%
Intergovernmental revenues	353,889	899,309	970,518	71,209	107.92%
County Participation	1,600,000	1,600,000	1,927,829	327,829	120.49%
Rents and other	1,642,940	1,643,440	1,165,955	(477,485)	70.95%
Interest and increase in fair value of investments	2,423,320	2,423,320	872,877	(1,550,443)	36.02%
Transfers In	21,199,602	21,729,833	19,854,152	(1,875,681)	91.37%
Face Amount of Pension Obligation					
Bonds Issued		110,987,133	110,987,133	-	100.00%
Amounts available for appropriation from current year resources	<u>315,826,293</u>	<u>428,781,762</u>	<u>413,179,636</u>	<u>(15,602,126)</u>	<u>96.36%</u>
Charges to appropriations (outflows)					
General government:					
Mayor and Council	1,316,806	1,234,491	1,213,904	20,587	98.33%
City Manager	1,933,445	1,797,040	1,782,090	14,950	99.17%
Municipal Clerk	670,971	646,699	644,106	2,593	99.60%
Financial Services	2,964,197	2,860,406	2,815,590	44,816	98.43%
Information Technology	10,825,615	10,946,972	10,408,038	538,934	95.08%
City Attorney	4,873,975	5,456,243	5,409,469	46,774	99.14%
Office of Management and Budget	1,309,433	1,117,149	1,078,338	38,811	96.53%
Planning	1,872,885	2,035,971	2,024,511	11,460	99.44%
Human Resources	2,326,992	2,324,801	2,316,716	8,085	99.65%
Tax Office	4,506,024	4,446,440	4,095,443	350,997	92.11%
Public safety:					
Police Department	108,944,356	158,397,796	156,626,194	1,771,602	98.88%
Fire Department	74,819,409	132,759,463	132,872,711	(113,248)	100.09%
Municipal Court	4,322,881	4,244,415	4,242,865	1,550	99.96%
Public works:					
Development Services Administration	880,290	933,182	929,651	3,531	99.62%
Facilities Maintenance	15,629,942	16,403,573	15,889,876	513,697	96.87%
Engineering	3,768,613	3,885,413	3,794,836	90,577	97.67%
Building Permits and Inspections	3,521,201	3,483,061	3,436,551	46,510	98.66%
Street Department	14,991,460	14,551,601	14,863,226	(311,625)	102.14%
Public Health	9,223,638	8,267,738	7,954,525	313,213	96.21%
Parks department	21,486,742	20,870,196	18,653,512	2,216,684	89.38%
Library	8,470,606	8,002,497	7,895,011	107,486	98.66%
Culture and recreation:					
Art Museum	1,262,692	1,258,704	1,258,082	622	99.95%
History Museum	560,354	518,161	518,390	(229)	100.04%
Archeology Museum	257,356	236,596	236,052	544	99.77%
Cultural Affairs	267,327	281,880	280,272	1,608	99.43%
Zoo	3,452,772	3,465,180	3,465,180	-	100.00%
Economic development	1,909,793	1,917,065	1,654,205	262,860	86.29%
Community and human development	595,186	516,929	512,751	4,178	99.19%
Nondepartmental:					
Operating contingency	1,200,000	404,066	365,989	38,077	90.58%
Salary reserve	2,677,691	394,525	10,391	384,134	2.63%
Non Departmental	4,983,641	6,896,406	5,420,352	1,476,054	78.60%
Transfers to other funds	-	7,509	405,538	(398,029)	5400.69%
Total charges to appropriations	<u>315,826,293</u>	<u>420,562,168</u>	<u>413,074,365</u>	<u>7,487,803</u>	<u>98.22%</u>
Increase (Decrease) in fund balance:	-	8,219,594	105,271	(8,114,323)	
Fund balance, September 1	38,114,437	38,114,437	38,114,437	-	
Fund balance, August 31	<u>\$ 38,114,437</u>	<u>46,334,031</u>	<u>38,219,708</u>	<u>(8,114,323)</u>	

This budget and this schedule are prepared on a basis consistent with accounting principles generally accepted in the United States.

CITY OF EL PASO, TEXAS
 REQUIRED SUPPLEMENTARY INFORMATION
 Schedules of Funding Progress (in thousands) (Unaudited)
 August 31, 2009

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age Normal Cost Method (b)	Unfunded (Overfunded) AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll (b-a) / (c)
Other Postemployment Benefits:						
9/1/2007	\$ -	138,637	138,637	-	234,513	59.1%
City Employee Pension Fund (CEPF) ⁽¹⁾:						
9/1/2008	\$ 552,815	631,591 ⁽²⁾	78,776	87.5%	\$ 136,508	57.7%
9/1/2006	471,232	568,602	97,370	82.9%	123,982	78.5%
9/1/2004	429,153	512,168	83,015	83.8%	121,111	68.5%
Firemen and Policemen's Pension Fund (FPPF)						
<i>Fireman Division:</i>						
1/1/2008	\$ 317,925	431,939	114,014	73.6%	\$ 41,165	276.7%
1/1/2007	215,036	374,484	159,448	57.4%	38,326	416.0%
1/1/2006	194,959	330,727	135,768	58.9%	31,486	431.2%
<i>Policeman Division:</i>						
1/1/2008	\$ 515,354	613,942 ⁽³⁾	\$ 98,588	83.9%	\$ 56,840	173.4%
1/1/2007	388,533	547,072	158,539	71.0%	53,275	297.6%
1/1/2006	350,347	472,812	122,465	74.1%	49,935	245.2%

⁽¹⁾ Funding progress is evaluated by the Fund's enrolled actuary every other year.

⁽²⁾ Factors that significantly affected the identification of trends were changes in contribution rates for employee and employer contributions from 6.75% to 7.75% and 10.25% and 11.65%, respectively.

⁽³⁾ Factors that significantly affected the identification of trends were changes in contribution rates for employees from 11.89% to 13.89%.

**COMBINING AND INDIVIDUAL
FUND STATEMENTS AND
SCHEDULES**



GENERAL FUND



CITY OF EL PASO, TEXAS
 General Fund
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Function/Activity	Adopted Budget	Adjusted Budget	Actuals	Variance with Final Budget Positive (Negative)	% Budget Utilized
COUNCIL DISTRICT 01-WAGES	\$ 99,818	78,428	78,428	-	100.00%
COUNCIL DISTRICT 01-OTHER OPERATING EXPENDITURES	25,704	25,750	22,026	3,724	85.54%
COUNCIL DISTRICT 02-WAGES	99,818	95,382	95,382	-	100.00%
COUNCIL DISTRICT 02-OTHER OPERATING EXPENDITURES	25,704	25,887	25,618	269	98.96%
COUNCIL DISTRICT 03-WAGES	99,818	83,339	83,339	-	100.00%
COUNCIL DISTRICT 03-OTHER OPERATING EXPENDITURES	25,704	25,776	25,577	199	99.23%
COUNCIL DISTRICT 04-WAGES	99,818	85,628	85,628	-	100.00%
COUNCIL DISTRICT 04-OTHER OPERATING EXPENDITURES	25,704	25,710	25,484	226	99.12%
COUNCIL DISTRICT 05-WAGES	99,818	91,689	91,689	-	100.00%
COUNCIL DISTRICT 05-OTHER OPERATING EXPENDITURES	25,704	25,727	25,438	289	98.88%
COUNCIL DISTRICT 06-WAGES	99,818	105,640	105,640	-	100.00%
COUNCIL DISTRICT 06-OTHER OPERATING EXPENDITURES	25,704	21,731	21,731	-	100.00%
COUNCIL DISTRICT 07-WAGES	99,818	95,651	95,651	-	100.00%
COUNCIL DISTRICT 07-OTHER OPERATING EXPENDITURES	25,704	26,678	26,932	(254)	100.95%
COUNCIL DISTRICT 08-WAGES	99,818	101,644	101,644	-	100.00%
COUNCIL DISTRICT 08-OTHER OPERATING EXPENDITURES	25,704	25,246	25,246	-	100.00%
OFFICE OF THE MAYOR-WAGES	224,814	235,774	235,774	-	100.00%
OFFICE OF THE MAYOR-OTHER OPERATING EXPENDITURES	87,816	66,320	50,186	16,134	75.67%
ATTORNEYS AND PARALEGALS-WAGES	2,775,805	2,726,730	2,726,730	-	100.00%
ATTORNEYS AND PARALEGALS-OTHER OPERATING EXPENDITURES	88,484	88,484	88,484	-	100.00%
LEGAL SECRETARIAL STAFF-WAGES	379,408	368,131	368,131	-	100.00%
LEGAL SECRETARIAL STAFF-OTHER OPERATING EXPENDITURES	23,502	23,502	23,502	-	100.00%
LEGAL SUPPORT STAFF-WAGES	73,394	70,651	70,651	-	100.00%
LEGAL SUPPORT STAFF-OTHER OPERATING EXPENDITURES	2,891	2,891	2,891	-	100.00%
LEGAL OPERATING EXPENSE-OTHER OPERATING EXPENDITURES	78,942	69,842	48,618	21,224	69.61%
TRIAL OPER EXP & DAMAGES SETT-OTHER OPERATING EXPENDITURES	976,049	1,320,749	1,301,454	19,295	98.54%
OUTSIDE COUNSEL SERVICES-OTHER OPERATING EXPENDITURES	475,500	785,263	779,008	6,255	99.20%
OFFICE OF MGMT & BUDGET-WAGES	1,159,896	959,976	959,976	-	100.00%
OFFICE OF MGMT & BUDGET-OTHER OPERATING EXPENDITURES	149,537	157,173	118,362	38,811	75.31%
TAX OFFICE COLLECTIONS-WAGES	1,035,328	1,000,816	1,000,816	-	100.00%
TAX OFFICE COLLECTIONS-OTHER OPERATING EXPENDITURES	3,470,696	3,445,624	3,094,627	350,997	89.81%
PLANNING ADMINISTRATION-WAGES	285,854	260,594	260,594	-	100.00%
PLANNING ADMINISTRATION-OTHER OPERATING EXPENDITURES	64,624	65,682	58,233	7,449	88.66%
Zoning ZBA Historic-WAGES	511,132	518,571	518,571	-	100.00%
Zoning ZBA Historic-OTHER OPERATING EXPENDITURES	53,797	53,260	52,842	418	99.22%
PLANNING-LONG RANGE-WAGES	223,462	212,519	212,519	-	100.00%
PLANNING-LONG RANGE-OTHER OPERATING EXPENDITURES	15,075	15,075	14,455	620	95.89%
Planning Subdivisions-WAGES	234,321	362,385	362,385	-	100.00%
Planning Subdivisions-OTHER OPERATING EXPENDITURES	30,304	30,008	29,056	952	96.83%
Plan Review-WAGES	404,333	473,370	473,370	-	100.00%
Plan Review-OTHER OPERATING EXPENDITURES	49,983	44,507	42,486	2,021	95.46%

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Function/Activity	Adopted Budget	Adjusted Budget	Actuals	Variance with Final Budget Positive (Negative)	% Budget Utilized
HUMAN RESOURCES ADMIN-WAGES	\$ 515,479	490,098	490,098	-	100.00%
HUMAN RESOURCES ADMIN-OTHER OPERATING EXPENDITURES	69,479	55,506	54,830	676	98.78%
RECRUITMENT & EXAMINATIONS-WAGES	534,747	544,311	544,311	-	100.00%
RECRUITMENT & EXAMINATIONS-OTHER OPERATING EXPENDITURES	102,142	100,319	99,143	1,176	98.83%
ORGANIZATIONAL DEVELOPMENT-WAGES	258,548	238,738	238,738	-	100.00%
ORGANIZATIONAL DEVELOPMENT-OTHER OPERATING EXPENDITURES	356,794	428,627	422,401	6,226	98.55%
PAYROLL AND RECORDS-WAGES	447,200	424,599	424,599	-	100.00%
PAYROLL AND RECORDS-OTHER OPERATING EXPENDITURES	42,603	42,603	42,596	7	99.98%
FINANCIAL ACCT & REPORTING-WAGES	366,517	371,704	371,704	-	100.00%
FINANCIAL ACCT & REPORTING-OTHER OPERATING EXPENDITURES	58,254	57,611	44,279	13,332	76.86%
TREASURY SERVICES-WAGES	188,718	163,794	163,794	-	100.00%
TREASURY SERVICES-OTHER OPERATING EXPENDITURES	10,356	10,356	10,356	-	100.00%
FISCAL OPERATIONS-WAGES	517,312	442,949	442,949	-	100.00%
FISCAL OPERATIONS-OTHER OPERATING EXPENDITURES	43,361	43,361	43,361	-	100.00%
PURCHASING ADMINISTRATION-WAGES	744,971	754,646	754,646	-	100.00%
PURCHASING ADMINISTRATION-OTHER OPERATING EXPENDITURES	73,727	67,985	62,981	5,004	92.64%
PURCHASING ADMINISTRATION-CAPITAL EXPENDITURES	-	9,000	8,231	769	91.46%
GRANTS ADMINISTRATION-WAGES	84,121	75,031	75,031	-	100.00%
GRANTS ADMINISTRATION-OTHER OPERATING EXPENDITURES	4,330	4,330	4,330	-	100.00%
CAPITAL ASSETS MANAGEMENT-WAGES	180,651	195,568	195,568	-	100.00%
CAPITAL ASSETS MANAGEMENT-OTHER OPERATING EXPENDITURES	46,713	48,317	46,897	1,420	97.06%
Financial Svcs CFO-WAGES	343,015	322,493	322,493	-	100.00%
Financial Svcs CFO-OTHER OPERATING EXPENDITURES	302,151	281,261	258,195	23,066	91.80%
Financial Svcs CFO-CAPITAL EXPENDITURES	-	12,000	10,775	1,225	89.79%
MUNICIPAL CLERK-CITY CLERK-WAGES	288,478	286,964	286,964	-	100.00%
MUNICIPAL CLERK-CITY CLERK-OTHER OPERATING EXPENDITURES	382,493	359,735	357,142	2,593	99.28%
MUNICIPAL CLERK ADMIN-WAGES	2,687,675	2,566,463	2,566,463	-	100.00%
MUNICIPAL CLERK ADMIN-OTHER OPERATING EXPENDITURES	844,799	884,764	883,619	1,145	99.87%
MUNICIPAL CLERK JUDICIARY-WAGES	705,992	718,947	718,947	-	100.00%
MUNICIPAL CLERK JUDICIARY-OTHER OPERATING EXPENDITURES	84,415	74,241	73,836	405	99.45%
CITY MANAGER-WAGES	1,093,393	1,046,070	1,046,070	-	100.00%
CITY MANAGER-OTHER OPERATING EXPENDITURES	129,944	101,458	95,746	5,712	94.37%
PUBLIC INFORMATION OFFICE-WAGES	190,994	214,673	214,673	-	100.00%
PUBLIC INFORMATION OFFICE-OTHER OPERATING EXPENDITURES	32,693	21,598	21,597	1	100.00%
INTERNAL AUDIT-WAGES	402,571	352,868	352,868	-	100.00%
INTERNAL AUDIT-OTHER OPERATING EXPENDITURES	83,850	60,373	51,136	9,237	84.70%
CHIEF'S OFFICE-WAGES	75,489,715	127,113,299	127,113,299	-	100.00%
CHIEF'S OFFICE-OTHER OPERATING EXPENDITURES	10,242,089	10,209,589	10,011,652	197,937	98.06%
INTERNAL AFFAIRS-WAGES	60,221	60,715	60,715	-	100.00%
INTERNAL AFFAIRS-OTHER OPERATING EXPENDITURES	102,520	102,520	102,200	320	99.69%

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Function/Activity	Adopted Budget	Adjusted Budget	Actuals	Variance with Final Budget Positive (Negative)	% Budget Utilized
TRAINING-WAGES	\$ 880,233	760,650	760,650	-	100.00%
TRAINING-OTHER OPERATING EXPENDITURES	676,368	666,368	329,256	337,112	49.41%
PD PERSONNEL-WAGES	171,144	174,903	174,903	-	100.00%
PD PERSONNEL-OTHER OPERATING EXPENDITURES	126,303	106,303	54,292	52,011	51.07%
PLANNING AND RESEARCH-WAGES	187,867	173,845	173,845	-	100.00%
PLANNING AND RESEARCH-OTHER OPERATING EXPENDITURES	25,643	25,643	24,115	1,528	94.04%
VEHICLE OPERATIONS-OTHER OPERATING EXPENDITURES	4,246,370	3,946,370	3,751,830	194,540	95.07%
GRANT OPERATIONS (PDHQ)-WAGES	160,169	74,969	74,969	-	100.00%
GRANT OPERATIONS (PDHQ)-OTHER OPERATING EXPENDITURES	15,376	15,376	14,961	415	97.30%
COMMUNICATIONS-WAGES	4,684,765	4,750,825	4,750,825	-	100.00%
COMMUNICATIONS-OTHER OPERATING EXPENDITURES	396,372	404,222	388,969	15,253	96.23%
RECORDS-WAGES	1,996,530	1,758,294	1,758,294	-	100.00%
RECORDS-OTHER OPERATING EXPENDITURES	192,126	204,626	202,209	2,417	98.82%
POLICE SUPPLY-OTHER OPERATING EXPENDITURES	610,500	496,343	306,830	189,513	61.82%
FINANCIAL SERVICES-WAGES	565,761	533,594	533,594	-	100.00%
FINANCIAL SERVICES-OTHER OPERATING EXPENDITURES	3,314,178	2,314,178	1,621,084	693,094	70.05%
SPECIAL SERVICES-WAGES	103,175	104,842	104,842	-	100.00%
SPECIAL SERVICES-OTHER OPERATING EXPENDITURES	221,877	221,877	175,182	46,695	78.95%
CENTRAL REGIONAL COMMAND-WAGES	549,332	549,059	549,059	-	100.00%
CENTRAL REGIONAL COMMAND-OTHER OPERATING EXPENDITURES	131,485	131,485	130,423	1,062	99.19%
MISSION VALLEY REGIONAL COMMAND-WAGES	252,424	254,415	254,415	-	100.00%
MISSION VALLEY REGIONAL COMMAND-OTHER OPERATING EXPENDITURES	37,529	37,529	37,608	(79)	100.21%
NORTHEAST REGIONAL COMMAND-WAGES	258,253	214,703	214,703	-	100.00%
NORTHEAST REGIONAL COMMAND-OTHER OPERATING EXPENDITURES	36,264	36,264	36,289	(25)	100.07%
PEBBLE HILLS REGIONAL COMMAND-WAGES	260,689	263,645	263,645	-	100.00%
PEBBLE HILLS REGIONAL COMMAND-OTHER OPERATING EXPENDITURES	67,764	67,764	67,231	533	99.21%
WESTSIDE REGIONAL COMMAND-WAGES	183,954	173,447	173,447	-	100.00%
WESTSIDE REGIONAL COMMAND-OTHER OPERATING EXPENDITURES	39,687	39,687	38,005	1,682	95.76%
OPERATIONAL SUPPORT-WAGES	1,316,710	1,173,924	1,173,924	-	100.00%
OPERATIONAL SUPPORT-OTHER OPERATING EXPENDITURES	206,974	211,784	193,776	18,008	91.50%
DIRECTED INVESTIGATIONS-WAGES	435,700	354,207	354,207	-	100.00%
DIRECTED INVESTIGATIONS-OTHER OPERATING EXPENDITURES	257,278	257,279	250,458	6,821	97.35%
CRIMINAL INVESTIGATIONS-WAGES	217,998	195,050	195,050	-	100.00%
CRIMINAL INVESTIGATIONS-OTHER OPERATING EXPENDITURES	223,013	218,203	205,438	12,765	94.15%
FIRE DEPARTMENT ADMINISTRATION-WAGES	1,080,053	60,501,442	60,501,442	-	100.00%
FIRE DEPARTMENT ADMINISTRATION-OTHER OPERATING EXPENDITURES	2,114,606	2,164,068	2,474,462	(310,394)	114.34%
FIRE FIGHTING TRAINING-WAGES	1,107,504	1,106,309	1,106,309	-	100.00%
FIRE FIGHTING TRAINING-OTHER OPERATING EXPENDITURES	1,127,739	942,816	928,795	14,021	98.51%
FD EMERGENCY OPERATIONS-WAGES	51,176,215	50,412,699	50,412,699	-	100.00%
FD EMERGENCY OPERATIONS-OTHER OPERATING EXPENDITURES	7,039,129	6,959,271	6,954,261	5,010	99.93%

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Function/Activity	Adopted Budget	Adjusted Budget	Actuals	Variance with Final Budget Positive (Negative)	% Budget Utilized
SPECIAL OPERATIONS-WAGES	\$ 178,728	328,770	328,770	-	100.00%
SPECIAL OPERATIONS-OTHER OPERATING EXPENDITURES	31,100	31,100	29,757	1,343	95.68%
FIRE PREVENTION-WAGES	3,132,825	2,934,866	2,934,866	-	100.00%
FIRE PREVENTION-OTHER OPERATING EXPENDITURES	333,004	332,004	331,952	52	99.98%
FIRE COMMUNICATIONS-WAGES	612,657	549,140	549,140	-	100.00%
FIRE COMMUNICATIONS-OTHER OPERATING EXPENDITURES	65,098	65,098	63,458	1,640	97.48%
LOGISTICS-WAGES	520,489	483,953	483,953	-	100.00%
LOGISTICS-OTHER OPERATING EXPENDITURES	2,848,102	2,563,359	2,388,273	175,086	93.17%
AIRPORT FIREFIGHTERS-WAGES	-	912	912	-	100.00%
FIRE SUPPORT PERSONNEL-WAGES	3,156,321	3,087,817	3,087,817	-	100.00%
FIRE SUPPORT PERSONNEL-OTHER OPERATING EXPENDITURES	295,839	295,839	295,839	-	100.00%
FIRE DEPT GRANTS-OTHER OPERATING EXPENDITURES	-	-	6	(6)	
FACILITY MAINTENANCE-OTHER OPERATING EXPENDITURES	1,390,856	1,332,006	1,307,563	24,443	98.16%
FACILITY PERSONNEL-WAGES	1,774,178	1,612,975	1,612,975	-	100.00%
FACILITY PERSONNEL-OTHER OPERATING EXPENDITURES	209,455	204,021	203,380	641	99.69%
FACILITY SUPPORT-OTHER OPERATING EXPENDITURES	1,149,752	1,148,870	1,069,264	79,606	93.07%
FACILITY SPECIAL PROJECTS-OTHER OPERATING EXPENDITURES	-	1,000,000	885,842	114,158	88.58%
FACILITY UTILITIES-OTHER OPERATING EXPENDITURES	11,105,701	11,105,701	10,810,852	294,849	97.35%
Streets Equipment Support-WAGES	168,852	161,590	161,590	-	100.00%
Streets Equipment Support-OTHER OPERATING EXPENDITURES	1,493,639	1,437,439	1,176,152	261,287	81.82%
Streets Contract Management-WAGES	714,025	713,207	713,207	-	100.00%
Streets Contract Management-OTHER OPERATING EXPENDITURES	75,342	75,342	75,342	-	100.00%
Streets Medians-WAGES	276,559	239,034	239,034	-	100.00%
Streets Medians-OTHER OPERATING EXPENDITURES	815,583	625,583	604,893	20,690	96.69%
Admin Support and Data Mgmt-WAGES	650,099	713,332	713,332	-	100.00%
Admin Support and Data Mgmt-OTHER OPERATING EXPENDITURES	253,690	253,690	251,102	2,588	98.98%
STREETS & FACILITIES MAINT-WAGES	3,324,789	3,290,625	3,290,625	-	100.00%
STREETS & FACILITIES MAINT-OTHER OPERATING EXPENDITURES	2,469,740	2,234,741	2,899,231	(664,490)	129.73%
SIGNS AND MARKINGS-WAGES	831,333	829,447	829,447	-	100.00%
SIGNS AND MARKINGS-OTHER OPERATING EXPENDITURES	426,343	434,187	427,137	7,050	98.38%
TRAFFIC SIGNALS-WAGES	1,134,998	1,150,267	1,150,267	-	100.00%
TRAFFIC SIGNALS-OTHER OPERATING EXPENDITURES	293,407	313,407	310,585	2,822	99.10%
STREET GRAFFITI PROGRAM-WAGES	469,275	457,602	457,602	-	100.00%
STREET GRAFFITI PROGRAM-OTHER OPERATING EXPENDITURES	170,072	170,072	170,056	16	99.99%
STREET SWEEPING OPERATIONS-WAGES	776,579	751,545	751,545	-	100.00%
STREET SWEEPING OPERATIONS-OTHER OPERATING EXPENDITURES	647,135	700,491	642,717	57,774	91.75%
GRAFFITI CLEAN UP-OTHER OPERATING EXPENDITURES	-	-	(638)	638	
Development Services Admin-WAGES	717,877	848,870	848,870	-	100.00%
Development Services Admin-OTHER OPERATING EXPENDITURES	162,413	84,312	80,781	3,531	95.81%
ENGINEERING ADMIN-WAGES	312,226	735,095	735,095	-	100.00%
ENGINEERING ADMIN-OTHER OPERATING EXPENDITURES	91,385	96,819	92,466	4,353	95.50%

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DESIGN DIVISION-WAGES	\$ 427,495	379,606	379,606	-	100.00%
DESIGN DIVISION-OTHER OPERATING EXPENDITURES	34,744	34,744	31,260	3,484	89.97%
CONSTRUCTION INSPECTION-WAGES	332,543	213,889	213,889	-	100.00%
CONSTRUCTION INSPECTION-OTHER OPERATING EXPENDITURES	136,336	126,336	90,741	35,595	71.83%
PROJECT ENGINEERING-WAGES	453,121	423,483	423,483	-	100.00%
PROJECT ENGINEERING-OTHER OPERATING EXPENDITURES	38,704	38,704	32,612	6,092	84.26%
ENGINEERING TRAFFIC-WAGES	873,706	821,094	821,094	-	100.00%
ENGINEERING TRAFFIC-OTHER OPERATING EXPENDITURES	109,876	109,876	86,162	23,714	78.42%
Engineering CIP-WAGES	210,548	250,323	250,323	-	100.00%
Engineering CIP-OTHER OPERATING EXPENDITURES	30,879	30,879	22,352	8,527	72.39%
PROJECT DEVELOPMENT-WAGES	225,028	168,047	168,047	-	100.00%
PROJECT DEVELOPMENT-OTHER OPERATING EXPENDITURES	18,917	18,917	13,100	5,817	69.25%
CONTRACT ADMINISTRATION-WAGES	444,517	408,250	408,250	-	100.00%
CONTRACT ADMINISTRATION-OTHER OPERATING EXPENDITURES	28,588	29,351	26,356	2,995	89.80%
PLAN REVIEW-WAGES	885,253	888,503	888,503	-	100.00%
PLAN REVIEW-OTHER OPERATING EXPENDITURES	67,660	62,965	62,086	879	98.60%
COMMERCIAL INSPECTIONS-WAGES	856,106	859,542	859,542	-	100.00%
COMMERCIAL INSPECTIONS-OTHER OPERATING EXPENDITURES	182,285	138,143	123,053	15,090	89.08%
RESIDENTIAL INSPECTIONS-WAGES	610,603	665,743	665,743	-	100.00%
RESIDENTIAL INSPECTIONS-OTHER OPERATING EXPENDITURES	150,688	206,185	201,024	5,161	97.50%
BLDG INSPECTION & PERMIT ADMIN-WAGES	197,834	233,338	233,338	-	100.00%
BLDG INSPECTION & PERMIT ADMIN-OTHER OPERATING EXPENDITURES	176,335	132,066	121,835	10,231	92.25%
Subdivision Inspection-WAGES	347,509	250,148	250,148	-	100.00%
Subdivision Inspection-OTHER OPERATING EXPENDITURES	46,928	46,428	31,279	15,149	67.37%
ADMIN - FLEET SERVICES-OTHER OPERATING EXPENDITURES	-	-	191	(191)	
INFORMATION TECHNOLOGY ADMIN-WAGES	450,832	464,846	464,846	-	100.00%
INFORMATION TECHNOLOGY ADMIN-OTHER OPERATING EXPENDITURES	95,787	95,492	59,184	36,308	61.98%
INFORMATION TECHNOLOGY ADMIN-CAPITAL EXPENDITURES	-	295	121	174	41.02%
GEOGRAPHIC INFORMATION SYSTEMS-WAGES	149,313	101,644	101,644	-	100.00%
GEOGRAPHIC INFORMATION SYSTEMS-OTHER OPERATING EXPENDITURES	301,858	301,858	255,348	46,510	84.59%
MEDIA PRODUCTION-WAGES	106,311	105,620	105,620	-	100.00%
MEDIA PRODUCTION-OTHER OPERATING EXPENDITURES	9,517	9,517	6,554	2,963	68.87%
INFORMATION SERVICES-WAGES	2,149,895	2,298,912	2,298,912	-	100.00%
INFORMATION SERVICES-OTHER OPERATING EXPENDITURES	3,737,697	3,690,420	3,366,030	324,390	91.21%
INFORMATION SERVICES-CAPITAL EXPENDITURES	221,550	326,861	280,316	46,545	85.76%
TELECOMMUNICATIONS-WAGES	448,134	406,786	406,786	-	100.00%
TELECOMMUNICATIONS-OTHER OPERATING EXPENDITURES	3,154,721	3,144,721	3,062,677	82,044	97.39%
ENVIRONMENT - FOOD-WAGES	1,099,439	857,390	857,390	-	100.00%
ENVIRONMENT - FOOD-OTHER OPERATING EXPENDITURES	255,231	250,981	223,977	27,004	89.24%

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 For the Year Ended August 31, 2009

Function/Activity	Adopted Budget	Adjusted Budget	Actuals	Variance with Final Budget Positive (Negative)	% Budget Utilized
ANIMAL SERVICES-WAGES	\$ 2,109,925	1,969,840	1,969,840	-	100.00%
ANIMAL SERVICES-OTHER OPERATING EXPENDITURES	940,117	919,697	762,986	156,711	82.96%
STD CLINICS-WAGES	253,205	243,595	243,595	-	100.00%
STD CLINICS-OTHER OPERATING EXPENDITURES	74,747	71,496	56,810	14,686	79.46%
DENTAL-WAGES	713,776	298,322	298,322	-	100.00%
DENTAL-OTHER OPERATING EXPENDITURES	149,343	152,806	116,160	36,646	76.02%
ADULT IMMUNIZATION SERVICES-WAGES	151,115	100,148	100,148	-	100.00%
ADULT IMMUNIZATION SERVICES-OTHER OPERATING EXPENDITURES	51,949	76,949	64,376	12,573	83.66%
LABORATORY-WAGES	463,713	374,476	374,476	-	100.00%
LABORATORY-OTHER OPERATING EXPENDITURES	286,408	273,790	255,742	18,048	93.41%
LABORATORY-CAPITAL EXPENDITURES	-	7,500	7,500	-	100.00%
EPIDEMIOLOGY-WAGES	160,803	125,260	125,260	-	100.00%
EPIDEMIOLOGY-OTHER OPERATING EXPENDITURES	30,430	24,280	18,008	6,272	74.17%
HEALTH ADMINISTRATION-WAGES	250,281	304,985	304,985	-	100.00%
HEALTH ADMINISTRATION-OTHER OPERATING EXPENDITURES	568,943	559,543	582,208	(22,665)	104.05%
HEALTH SUPPORT SERVICES-WAGES	582,201	556,229	556,229	-	100.00%
HEALTH SUPPORT SERVICES-OTHER OPERATING EXPENDITURES	867,291	883,225	826,578	56,647	93.59%
HEALTH EDUCATION PROGRAM-WAGES	185,292	187,897	187,897	-	100.00%
HEALTH EDUCATION PROGRAM-OTHER OPERATING EXPENDITURES	29,429	29,329	22,038	7,291	75.14%
RECREATION & SENIOR CTRS-WAGES	-	221	221	-	100.00%
FACILITIES MAINTENANCE-OTHER OPERATING EXPENDITURES	-	-	(1,402)	1,402	
PARK MAINTENANCE-OTHER OPERATING EXPENDITURES	-	-	(36)	36	
SHELTERS GENERAL ADMINISTRATIO-OTHER OPERATING EXPENDITURES	-	-	124	(124)	
PARKS & RECREATION ADMIN-WAGES	888,381	838,932	838,932	-	100.00%
PARKS & RECREATION ADMIN-OTHER OPERATING EXPENDITURES	278,102	284,088	257,326	26,762	90.58%
PARKS & RECREATION ADMIN-CAPITAL EXPENDITURES	-	73,000	13,622	59,378	18.66%
RECREATION & SENIOR CTRS-WAGES	2,608,702	2,479,592	2,479,592	-	100.00%
RECREATION & SENIOR CTRS-OTHER OPERATING EXPENDITURES	1,137,037	1,173,317	950,809	222,508	81.04%
RECREATION & SENIOR CTRS-CAPITAL EXPENDITURES	-	232,000	90,216	141,784	38.89%
AQUATICS-WAGES	1,210,367	1,128,200	1,128,200	-	100.00%
AQUATICS-OTHER OPERATING EXPENDITURES	239,194	288,693	258,439	30,254	89.52%
FACILITIES MAINTENANCE-WAGES	1,489,524	1,491,751	1,491,751	-	100.00%
FACILITIES MAINTENANCE-OTHER OPERATING EXPENDITURES	1,047,883	1,023,205	895,142	128,063	87.48%
FACILITIES MAINTENANCE-CAPITAL EXPENDITURES	-	9,495	9,400	95	99.00%
PARK MAINTENANCE-WAGES	3,006,599	2,652,897	2,652,897	-	100.00%
PARK MAINTENANCE-OTHER OPERATING EXPENDITURES	6,080,864	5,548,656	4,406,801	1,141,855	79.42%
PARK MAINTENANCE-CAPITAL EXPENDITURES	-	141,705	139,764	1,941	98.63%

CITY OF EL PASO, TEXAS
 General Fund
 Schedule of Expenditures - Budget and Actual
 Legal Level of Budgetary Control
 For the Year Ended August 31, 2009

Function/Activity	Adopted Budget	Adjusted Budget	Actuals	Variance with Final Budget Positive (Negative)	% Budget Utilized
ATHLETICS & SPORTS CTRS-WAGES	\$ 1,077,761	1,120,322	1,120,322	-	100.00%
ATHLETICS & SPORTS CTRS-OTHER OPERATING EXPENDITURES	906,221	914,696	604,504	310,192	66.09%
PARK PLANNING & DEVELOPMENT-WAGES	358,400	408,576	408,576	-	100.00%
PARK PLANNING & DEVELOPMENT-OTHER OPERATING EXPENDITURES	56,170	49,800	36,607	13,193	73.51%
AFTER SCHOOL & SCHOOL SITES-WAGES	258,442	245,388	245,388	-	100.00%
AFTER SCHOOL & SCHOOL SITES-OTHER OPERATING EXPENDITURES	54,638	53,844	28,242	25,602	52.45%
SPECIAL EVENTS-WAGES	92,470	93,600	93,600	-	100.00%
SPECIAL EVENTS-OTHER OPERATING EXPENDITURES	44,989	44,989	29,859	15,130	66.37%
LEISURE INSTRUCTION-WAGES	53,487	50,161	50,161	-	100.00%
LEISURE INSTRUCTION-OTHER OPERATING EXPENDITURES	239,524	240,274	159,307	80,967	66.30%
DAYCARE OPERATIONS-WAGES	292,135	216,942	216,942	-	100.00%
DAYCARE OPERATIONS-OTHER OPERATING EXPENDITURES	65,852	65,852	48,206	17,646	73.20%
ZOO GENERAL OPERATIONS-WAGES	3,090,588	3,032,072	3,032,072	-	100.00%
ZOO GENERAL OPERATIONS-OTHER OPERATING EXPENDITURES	362,184	361,830	361,830	-	100.00%
ZOO GENERAL OPERATIONS-CAPITAL EXPENDITURES	-	71,278	71,278	-	100.00%
LIBRARY ADMINISTRATION-WAGES	903,368	1,205,821	1,205,821	-	100.00%
LIBRARY ADMINISTRATION-OTHER OPERATING EXPENDITURES	503,774	346,859	335,138	11,721	96.62%
CATALOGING ORDERING & PROCESS-WAGES	521,501	502,386	502,386	-	100.00%
CATALOGING ORDERING & PROCESS-OTHER OPERATING EXPENDITURES	898,453	780,034	712,913	67,121	91.40%
MEMORIAL BRANCH OPERATIONS-WAGES	206,184	198,179	198,179	-	100.00%
MEMORIAL BRANCH OPERATIONS-OTHER OPERATING EXPENDITURES	24,342	23,781	21,429	2,352	90.11%
ARMIJO BRANCH OPERATIONS-WAGES	163,475	164,849	164,849	-	100.00%
ARMIJO BRANCH OPERATIONS-OTHER OPERATING EXPENDITURES	11,628	11,182	9,882	1,300	88.37%
RICHARD BURGESS BRANCH OPER-WAGES	438,494	390,970	390,970	-	100.00%
RICHARD BURGESS BRANCH OPER-OTHER OPERATING EXPENDITURES	38,023	38,248	34,245	4,003	89.53%
CIELO VISTA BRANCH OPER-WAGES	265,787	170,789	170,789	-	100.00%
CIELO VISTA BRANCH OPER-OTHER OPERATING EXPENDITURES	10,501	10,501	10,501	-	100.00%
CLARDY FOX BRANCH OPER-WAGES	223,440	225,632	225,632	-	100.00%
CLARDY FOX BRANCH OPER-OTHER OPERATING EXPENDITURES	17,238	17,977	16,729	1,248	93.06%
IRVING SCHWARTZ BRANCH OPER-WAGES	269,100	248,665	248,665	-	100.00%
IRVING SCHWARTZ BRANCH OPER-OTHER OPERATING EXPENDITURES	19,783	17,832	15,557	2,275	87.24%
MARQUEZ MISSION VALLEY LIB-WAGES	327,982	301,054	301,054	-	100.00%
MARQUEZ MISSION VALLEY LIB-OTHER OPERATING EXPENDITURES	22,857	21,696	21,042	654	96.99%
WESTSIDE BRANCH OPERATIONS-WAGES	240,964	171,634	171,634	-	100.00%
WESTSIDE BRANCH OPERATIONS-OTHER OPERATING EXPENDITURES	16,880	12,919	9,606	3,313	74.36%
YSLETA BRANCH OPERATIONS-WAGES	240,150	213,784	213,784	-	100.00%
YSLETA BRANCH OPERATIONS-OTHER OPERATING EXPENDITURES	28,020	25,788	24,117	1,671	93.52%
EASTSIDE REGIONAL BRANCH-WAGES	420,154	320,717	320,717	-	100.00%
EASTSIDE REGIONAL BRANCH-OTHER OPERATING EXPENDITURES	49,558	50,482	47,198	3,284	93.49%

CITY OF EL PASO, TEXAS
 General Fund
 Schedule of Expenditures - Budget and Actual
 Legal Level of Budgetary Control
 For the Year Ended August 31, 2009

Function/Activity	Adopted Budget	Adjusted Budget	Actuals	Variance with Final Budget Positive (Negative)	% Budget Utilized
MAIN LIBRARY-WAGES	\$ 1,962,951	1,889,593	1,889,593	-	100.00%
MAIN LIBRARY-OTHER OPERATING EXPENDITURES	158,988	149,113	143,131	5,982	95.99%
WESTSIDE REGIONAL LIBRARY-WAGES	442,103	446,930	446,930	-	100.00%
WESTSIDE REGIONAL LIBRARY-OTHER OPERATING EXPENDITURES	44,908	45,082	42,520	2,562	94.32%
ART MUSEUM ADMINISTRATION-WAGES	626,692	640,286	640,286	-	100.00%
ART MUSEUM ADMINISTRATION-OTHER OPERATING EXPENDITURES	215,622	204,059	203,629	430	99.79%
ART MUSEUM EDUCATION-WAGES	121,623	119,407	119,407	-	100.00%
ART MUSEUM EDUCATION-OTHER OPERATING EXPENDITURES	20,274	20,274	20,168	106	99.48%
Archaeology Museum-WAGES	213,458	192,698	192,698	-	100.00%
Archaeology Museum-OTHER OPERATING EXPENDITURES	43,898	43,898	43,354	544	98.76%
HISTORY MUSEUM OPERATIONS-WAGES	451,649	424,244	424,244	-	100.00%
HISTORY MUSEUM OPERATIONS-OTHER OPERATING EXPENDITURES	108,705	93,917	94,099	(182)	100.19%
ART MUSEUM CURATORIAL-WAGES	217,880	214,077	214,077	-	100.00%
ART MUSEUM CURATORIAL-OTHER OPERATING EXPENDITURES	60,601	60,601	60,515	86	99.86%
HISTORY MUSEUM RESTRICTED FUND-OTHER OPERATING EXPENDITURES	-	-	47	(47)	
ACR ADMIN-WAGES	186,340	215,677	215,677	-	100.00%
ACR ADMIN-OTHER OPERATING EXPENDITURES	80,987	66,203	64,595	1,608	97.57%
RELOCATION SERVICES - GEN FUND-WAGES	47,642	47,419	47,419	-	100.00%
RELOCATION SERVICES - GEN FUND-OTHER OPERATING EXPENDITURES	7,006	7,006	7,000	6	99.91%
NEIGH SERVC - CONSERVATION PROG-WAGES	368,210	289,675	289,675	-	100.00%
NEIGH SERVC - CONSERVATION PROG-OTHER OPERATING EXPENDITURES	172,328	172,829	168,657	4,172	97.59%
ECONOMIC DEV ADMINISTRATION-WAGES	929,652	875,992	875,992	-	100.00%
ECONOMIC DEV ADMINISTRATION-OTHER OPERATING EXPENDITURES	980,141	1,041,073	778,213	262,860	74.75%
SPECIAL ITEMS-OTHER OPERATING EXPENDITURES	8,861,332	4,987,491	3,340,165	1,647,326	66.97%
SPECIAL ITEMS-CAPITAL EXPENDITURES	-	819,440	778,894	40,546	95.05%
CASH RESERVE FUND-OTHER OPERATING EXPENDITURES	-	-	195,945	(195,945)	
GENERAL CITY REVENUES-OTHER OPERATING EXPENDITURES	-	892,185	892,185	-	100.00%
PENSION OBLIGATION BONDS 2007-OTHER OPERATING EXPENDITURES	-	987,133	987,133	-	100.00%
CRRMA-OTHER OPERATING EXPENDITURES	-	8,748	248	8,500	2.83%
	<u>\$ 315,826,293</u>	<u>420,562,168</u>	<u>413,074,365</u>	<u>7,487,803</u>	<u>98.22%</u>

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.



CITY OF EL PASO, TEXAS
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 August 31, 2009

	Special Revenue Funds					Total
	Federal Grants	State Grants	Other Grants	Public Health	Nongrants	
ASSETS						
Cash and Cash Equivalents	\$ -	-	218,335	-	9,637,181	9,855,516
Investments	-	-	-	-	77,281	77,281
Receivables - Net of Allowances						
Interest	-	-	-	-	457	457
Trade	-	-	-	-	11,932	11,932
Notes	46,711	-	-	-	250,000	296,711
Due From Other Government Agencies	4,893,800	4,729,784	87,375	1,606,889	313,830	11,631,678
Due From Other Funds	-	-	-	-	9,026,214	9,026,214
TOTAL ASSETS	\$ 4,940,511	4,729,784	305,710	1,606,889	19,316,895	30,899,789
LIABILITIES						
Accounts Payable	\$ 504,204	464,474	7,986	194,668	1,279,972	2,451,304
Accrued Payroll	124,116	77,372	1,885	333,662	28,702	565,737
Due to Other Funds	3,875,136	4,187,938	-	963,140	-	9,026,214
Unearned Revenue	437,055	-	25,730	115,419	-	578,204
TOTAL LIABILITIES	4,940,511	4,729,784	35,601	1,606,889	1,308,674	12,621,459
FUND BALANCES						
Unreserved:						
Undesignated	-	-	270,109	-	18,008,221	18,278,330
TOTAL FUND BALANCES	-	-	270,109	-	18,008,221	18,278,330
TOTAL LIABILITIES AND FUND BALANCES	\$ 4,940,511	4,729,784	305,710	1,606,889	19,316,895	30,899,789

CITY OF EL PASO, TEXAS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 For the Year Ended August 31, 2009

	Special Revenue Funds					
	Federal Grants	State Grants	Other Grants	Public Health	Nongrants	Total
Revenues						
Property Taxes	\$ -	-	-	-	261,177	261,177
Sales Taxes	-	-	-	-	5,756,090	5,756,090
Franchise Fees	-	-	-	-	739,907	739,907
Charges for Services	-	-	-	650,146	3,159,178	3,809,324
Fines and Forfeits	-	-	-	-	2,047,669	2,047,669
Licenses and Permits	-	5,466	-	-	-	5,466
Intergovernmental Revenues	9,439,954	7,353,441	136,555	10,631,072	1,111,107	28,672,129
Interest	37,707	-	-	-	11,432	49,139
Rents and Other	-	111,913	-	-	2,355,033	2,466,946
Net Increase in the Fair Value of Investments	-	-	-	-	565	565
Total revenues	<u>9,477,661</u>	<u>7,470,820</u>	<u>136,555</u>	<u>11,281,218</u>	<u>15,442,158</u>	<u>43,808,412</u>
Expenditures						
Current:						
General Government	1,365,239	628,109	-	-	246,062	2,239,410
Public Safety	3,790,161	3,961,130	-	-	2,896,067	10,647,358
Public Works	-	892	1,621	(29)	-	2,484
Public Health	-	-	30,233	10,966,562	-	10,996,795
Parks Department	-	3,572	-	65,169	8,640	77,381
Library	-	532,094	5	-	19,419	551,518
Culture and Recreation	70	82,431	69,511	-	7,465,540	7,617,552
Economic Development	100,122	-	-	-	589,334	689,456
Solid Waste	-	-	-	6	-	6
Community and Human Development	768,205	26,252	7,601	-	188,658	990,716
Capital Outlay	3,453,864	2,236,340	12,207	247,410	3,651,246	9,601,067
Total expenditures	<u>9,477,661</u>	<u>7,470,820</u>	<u>121,178</u>	<u>11,279,118</u>	<u>15,064,966</u>	<u>43,413,743</u>
Excess (Deficiency) of revenues over (under) expenditures	-	-	15,377	2,100	377,192	394,669
OTHER FINANCING SOURCES(USES):						
Transfers In	-	-	-	-	89,569	89,569
Transfers Out	-	-	-	-	(447,899)	(447,899)
Other Sources (Uses)	-	-	-	(2,100)	-	(2,100)
Total other financing sources (uses):	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,100)</u>	<u>(358,330)</u>	<u>(360,430)</u>
Net change in fund balances	-	-	15,377	-	18,862	34,239
Fund balances - beginning of year	-	-	254,732	-	17,989,359	18,244,091
Fund balances - end of year	<u>\$ -</u>	<u>-</u>	<u>270,109</u>	<u>-</u>	<u>18,008,221</u>	<u>18,278,330</u>

CITY OF EL PASO, TEXAS
 Schedule of Expenditures - Special Revenue Funds
 For the Year Ended August 31, 2009

Grant	Description	Nonmajor Governmental Funds						
		Community						
		Development Block Grants	Federal Grants	State Grants	Other Grants	Public Health	Nongrants	Total Nonmajor Governmental Funds
2007-GS-H7-0044	2007-GS-H7-0044 PUBLIC SAFETY	\$ -	43,295	-	-	-	-	43,295
G080801	BRAC OEA FY08	-	-	628,109	-	-	-	628,109
G210010	COPS MORE 98 CIVILIAN AWARE	-	668	-	-	-	-	668
G210011	COPS UNIVERSAL HIRING AWARE	-	7,383	-	-	-	-	7,383
G210122	COPS MORE PHASE 2	-	(3,558)	-	-	-	-	(3,558)
G210430	HIDTA TRANSPORTATION FY04	-	27	-	-	-	-	27
G210608	G210608 TPA GRANT	-	240,000	-	-	-	-	240,000
G210625	G210625 HIDTA STING FY06	-	152	-	-	-	-	152
G210627	G210627 HIDTA STASH HOUSE FY06	-	67	-	-	-	-	67
G210716	G210716 COPS STEP SCHOOLS FY06	-	-	85,514	-	-	-	85,514
G210719	G210719 TPA-TECH&PROG FY07	-	10,785	-	-	-	-	10,785
G210722	OCDETF 07 0413	-	7	-	-	-	-	7
G210725	HIDTA STING 2007	-	4,681	-	-	-	-	4,681
G210726	G210726 INTEL 2007	-	2,246	-	-	-	-	2,246
G210727	G210727 STASH HOUSE 2007	-	5,527	-	-	-	-	5,527
G210728	G210728 MULTI 2007	-	10,495	-	-	-	-	10,495
G210730	G210730 HIDTA TRANS FY07	-	11,095	-	-	-	-	11,095
G210731	G210731 FUGITIVE 2007	-	1,432	-	-	-	-	1,432
G210735	2005 CONGRESS'L MANDATED GRANT	-	269,666	-	-	-	-	269,666
G210802	G210802 ATPA GRANT FY08	-	-	17,572	-	-	-	17,572
G210803	G210803 DART FY08	-	-	(289)	-	-	-	(289)
G210805	G210805 SAFE COMMUNITIES FY08	-	-	6,651	-	-	-	6,651
G210806	G210806 OVAG FY08	-	-	61,154	-	-	-	61,154
G210807	G210807 COMP STEP 08	-	-	(63,974)	-	-	-	(63,974)
G210810	G210810 BUFFERZONE GRANT FY'08	-	158,656	-	-	-	-	158,656
G210814	G210814 TOBACCO COMPL FY 08	-	166,889	-	-	-	-	166,889
G210815	G210815 LSBP FY 2008	-	-	1,247,290	-	-	-	1,247,290
G210820	COPS SECURE OUR SCHOOLS FY08	-	103,247	-	-	-	-	103,247
G210821	COPS TECHNOLOGY FY08	-	101,644	-	-	-	-	101,644
G210824	210824 TXDOT IMPAIRED DRIVING	-	-	10,091	-	-	-	10,091
G210825	G210825 STING DHE 07	-	11,536	-	-	-	-	11,536
G210826	G810826 STASH HOUSE DHE 07	-	35,848	-	-	-	-	35,848
G210827	G210827 ENTERPRISE DHE 07	-	(997)	-	-	-	-	(997)
G210828	G210828 TRANSPORTATION DHE 07	-	928	-	-	-	-	928
G210829	G210829 BORDER STAR 3	-	1,666	-	-	-	-	1,666
G210830	G210830 OCDETF 08 0217	-	7,929	-	-	-	-	7,929
G210833	G210833 BSET - FINGER ID	-	219	-	-	-	-	219
G210902	G210902 ABTPA FY09	-	-	1,194,314	-	-	-	1,194,314
G210903	G210903 VAWA (DART) FY09	-	-	91,725	-	-	-	91,725
G210905	G210905 SAFE COMMUNITIES FY09	-	-	152,818	-	-	-	152,818

CITY OF EL PASO, TEXAS
 Schedule of Expenditures - Special Revenue Funds
 For the Year Ended August 31, 2009

Grant	Description	Nonmajor Governmental Funds						Total Nonmajor Governmental Funds
		Community Development Block Grants	Federal Grants	State Grants	Other Grants	Public Health	Nongrants	
G210907	G210907 COMP STEP 09	\$ -	-	599,083	-	-	-	599,083
G210908	WEED AND SEED PROGRAM	-	-	56,441	-	-	-	56,441
G210909	CLICK IT OR TICKET 09	-	-	27,799	-	-	-	27,799
G210911	G210911 JABG-SHOCAP YR#10	-	-	27,745	-	-	-	27,745
G210913	BULLETPROOF VEST PROGRAM	-	31,401	-	-	-	-	31,401
G210918	G210918 VCLG FY09-FORMERLY VAG	-	-	75,002	-	-	-	75,002
G210919	G210919 TPA-TECH & PROG FY09	-	49,840	-	-	-	-	49,840
G210920	GANG INITIATIVE	-	-	463,040	-	-	-	463,040
G210924	G210924 TXDOT IDM-09	-	-	19,390	-	-	-	19,390
G210926	G210926 INTELLIGENCE FY08	-	73,072	-	-	-	-	73,072
G210928	G210928 MULTI FY08	-	173,510	-	-	-	-	173,510
G210930	G210930 TRANSPORTATION FY08	-	8,579	-	-	-	-	8,579
G210931	G210931 FUGITIVE 08	-	16,246	-	-	-	-	16,246
G210932	G210932 STING FY08	-	867,154	-	-	-	-	867,154
G210933	G210933 STASH HOUSE FY08	-	215,980	-	-	-	-	215,980
G210939	G210939 ENTERPRISE FY08	-	10,257	-	-	-	-	10,257
G210955	STING FY09	-	419,702	-	-	-	-	419,702
G210956	INTELLIGENCE FY09	-	81,096	-	-	-	-	81,096
G210957	STASH HOUSE FY09	-	223,392	-	-	-	-	223,392
G210958	MULTI FY09	-	24,308	-	-	-	-	24,308
G210959	ENTERPRISE FY09	-	8,271	-	-	-	-	8,271
G210960	TRANSPORTATION FY09	-	2,482	-	-	-	-	2,482
G210961	FUGATIVE FY09	-	654	-	-	-	-	654
G210962	STING DHE FY09	-	9,786	-	-	-	-	9,786
G210963	STASH HOUSE DHE FY09	-	6,001	-	-	-	-	6,001
G211004	GENERAL VICTIM ASSISTANCE-DIRI	-	-	493	-	-	-	493
G220506	G220506 MMRS'03 CONTRACT	-	-	(1,740)	-	-	-	(1,740)
G220603	G220603 FIRE SPECIAL OPS -EPA	-	-	10,733	-	-	-	10,733
G220607	G220607 OPS & SAFETY PROG FY06	-	34,423	-	-	-	-	34,423
G220701	G220701 EMPG FY2007	-	(8)	-	-	-	-	(8)
G220707	G220707 FLOOD 2006	-	34,923	-	-	-	-	34,923
G220801	EMERGENCY MGMT FY08	-	11,919	-	-	-	-	11,919
G220802	G220802 STATE HOMELAND SEC '06	-	287,224	-	-	-	-	287,224
G220803	G220803 EMERGENCY NOTIFIC SYS	-	25,300	-	-	-	-	25,300
G220804	G220804 SW TX-NM FUSION CENTER	-	556,332	-	-	-	-	556,332
G220805	G220805 TEXAS PEER TO PEER	-	7,071	-	-	-	-	7,071
G220806	G220806 ENH EMGNCY PLAN & COOR	-	251,777	-	-	-	-	251,777
G220807	G220807 ENH EMERGENCY OPER CTR	-	1,972	-	-	-	-	1,972
G220808	G220808 PUBLIC SAFETY DIGITAL	-	1,060,169	-	-	-	-	1,060,169
G220809	G220809 MGMT & ADMINISTRATION	-	9,055	-	-	-	-	9,055

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 Schedule of Expenditures - Special Revenue Funds
 For the Year Ended August 31, 2009

Grant	Description	Nonmajor Governmental Funds						
		Community	Federal	State Grants	Other Grants	Public Health	Nongrants	Total Nonmajor Governmental Funds
		Development Block Grants	Grants					
G220810	G220810 LETPP	\$ -	287,704	-	-	-	-	287,704
G220811	G220811 MMRS	-	151,804	-	-	-	-	151,804
G220812	G220812 SHSP	-	1,316	-	-	-	-	1,316
G220813	G220813 FIRE PREVENTION	-	198,014	-	-	-	-	198,014
G220901	G220901 FY09 EMERERGENCY MGMT	-	259,415	-	-	-	-	259,415
G220902	ASST. TO FF- EQUIPMENI	-	553,310	-	-	-	-	553,310
G220906	ENHANCE RG INFO CTR	-	6,699	-	-	-	-	6,699
G220910	PLAN AND COORDINATE UASI 08	-	47,228	-	-	-	-	47,228
G220913	EL PASO VOLUNTEER	-	37,660	-	-	-	-	37,660
G220914	REGIONAL AHIMI	-	2,377	-	-	-	-	2,377
G220916	ADMIN FY08 HOMELAND SECURITY	-	11	-	-	-	-	11
G220918	EXPLOSIVE DEVICE DETECTION	-	5,066	-	-	-	-	5,066
G229903	MMRS - MEDICAL RESPONSE SYSTEM	-	-	70,705	-	-	-	70,705
G320301	TX FOREST SVC. ARBORIST	-	-	892	-	-	-	892
G329601	GRAFITTI CLEAN UP	-	-	-	-	(29)	-	(29)
G410622	G410622 BIO TERRORISM LAB'06	-	-	-	-	(8)	-	(8)
G410625	G410625 OPHP BIOTERRISM FY06	-	-	-	-	(15)	-	(15)
G4106AD	G4106AD WIC ADMIN FY06 DSHS	-	-	-	-	(31)	-	(31)
G410704	G410704 PDN SEXUAL HLTH PROG	-	-	-	-	56,112	-	56,112
G410707	G410707 TB PREV & CONTROL FY07	-	-	-	-	(99)	-	(99)
G410726	G410726 2-1-1 AREA INFO CENTER	-	-	-	-	27,415	-	27,415
G410727	G410727 CARRYOVER TITILEV FY07	-	-	-	-	15,577	-	15,577
G410732	ZOONOSIS	-	-	-	-	1,029	-	1,029
G4107AD	G4107AD WIC ADMIN FY07 DSHS	-	-	-	-	(118)	-	(118)
G4107BF	G4107BF WIC BREASTFEEDING FY07	-	-	-	-	(6)	-	(6)
G4107NE	G4107NE WIC NUTRITION FY07 DSH	-	-	-	-	(129)	-	(129)
G410802	TB OUTREACH-FY08-DSHS	-	-	-	-	100,012	-	100,012
G410804	G410804 PDN TWO SHOULD KNOW 08	-	-	-	-	15,148	-	15,148
G410806	TDH IMMUNIZATION-FY08-DSHS	-	-	-	-	4,580	-	4,580
G410807	TDH TB PREVENTION AND CONTROL	-	-	-	-	1,123	-	1,123
G410808	CHS POP BASED-FY08-DSHS	-	-	-	-	1,015	-	1,015
G410809	ENVIRONMENTAL HEALTH GROUP-FY08	-	-	-	-	6	-	6
G410811	TDH OFFICE OF REGIONAL PLANNIN	-	-	-	-	505	-	505
G410812	TDF HIV SURVEILLANCE - STATE	-	-	-	-	18	-	18
G410813	TDF BUREAU W&C FEES-FY08	-	-	-	-	6	-	6
G410820	STD/HIV FEDERAL-FY08-TCEQ	-	-	-	-	35,661	-	35,661
G410822	BIO TERRORISM LAB FY08	-	-	-	-	(6,075)	-	(6,075)
G410823	HIV SURVEILLANCE - FED-FY08-TC	-	-	-	-	4,019	-	4,019
G410825	OPHP BIOTERRORISM FY08	-	-	-	-	27,600	-	27,600
G410826	211 AREA INFO CENTER FY08	-	-	-	-	25,463	-	25,463

CITY OF EL PASO, TEXAS
 Schedule of Expenditures - Special Revenue Funds
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Grant	Description	Nonmajor Governmental Funds						Total Nonmajor Governmental Funds
		Community Development Block Grants	Federal Grants	State Grants	Other Grants	Public Health	Nongrants	
G410831	G410831 SEXUAL HEALTH FY08	\$ -	-	-	-	3,154	-	3,154
G4108AD	ADMIN WIC ADMIN-FY08	-	-	-	-	619,360	-	619,360
G4108BF	BF04 WIC BREASTFEEDING-FY08	-	-	-	-	34,376	-	34,376
G4108NE	NE04 WIC NUTRITION-FY08	-	-	-	-	119,779	-	119,779
G410902	G410902 TB OUTREACH (LESS 5%)	-	-	-	-	198,207	-	198,207
G410904	G410904 TWO SHOULD KNOW	-	-	-	-	214,012	-	214,012
G410905	INFECTIOUS DISEASE CONTROL UN	-	-	-	-	5,671	-	5,671
G410906	G410906 TDH IMMUNIZATION	-	-	-	-	1,700,463	-	1,700,463
G410907	G410907 DSHS TB PREVENT CONTRL	-	-	-	-	482,819	-	482,819
G410908	G410908 CHC-POP BASED DSH	-	-	-	-	144,074	-	144,074
G410911	G410911 DSHS REGIONAL PLANNING	-	-	-	-	203,641	-	203,641
G410912	G410912 HIV/SURV STATE	-	-	-	-	12,696	-	12,696
G410913	G410913 TDH BUR OF WOMEN & CHL	-	-	-	-	183,446	-	183,446
G410920	G410920 STD/HIV FEDERAL	-	-	-	-	109,130	-	109,130
G410922	G410922 BIO TERRORISM-LAB	-	-	-	-	212,633	-	212,633
G410923	G410923 HIV/SURV FEDERAL DSHS	-	-	-	-	24,585	-	24,585
G410925	G410925 OPHP BIO TERRORISM	-	-	-	-	457,334	-	457,334
G410926	G410926 211 AREA INFO CENTER	-	-	-	-	228,358	-	228,358
G410928	EWIDS FY09	-	-	-	-	41,452	-	41,452
G410929	BIO TERRORISM DISCRETIONARY PF	-	-	-	-	32,564	-	32,564
G410930	BIO TERRORISM DISCRETIONARY	-	-	-	-	2,734	-	2,734
G410931	G410931 MED INST FOR SEX HELTH	-	-	-	-	43,691	-	43,691
G410932	ZOONOSIS	-	-	-	-	28,833	-	28,833
G4109AD	G4109AD WIC ADMINISTRATION	-	-	-	-	4,201,733	-	4,201,733
G4109BF	G4109BF WIC BREASTFEEDING	-	-	-	-	282,270	-	282,270
G4109NE	G4109NE WIC NUTRITION EDUCTION	-	-	-	-	1,291,292	-	1,291,292
G411022	BIO TERRORISM LAB-DSHS	-	-	-	-	5,666	-	5,666
G411025	OPHP/BIOTERRORISM-DSHS	-	-	-	-	12,139	-	12,139
G411028	EWIDS	-	-	-	-	3,242	-	3,242
G4110AD	WIC ADMIN-DSHS	-	-	-	-	5,401	-	5,401
G4110BF	WIC BREASTFEEDING-DSHS	-	-	-	-	301	-	301
G4110NE	WIC NUTRITION-DSHS	-	-	-	-	114	-	114
G530711	G530711 NEA- THE BIG READ FY07	-	-	388	-	-	-	388
G530801	E RATE FY08	-	-	12,788	-	-	-	12,788
G530803	TSLAC FY08	-	-	(4,618)	-	-	-	(4,618)
G530810	TANG FY08	-	-	(3,271)	-	-	-	(3,271)
G530811	G530811 NEA THE BIG READ	-	-	40	-	-	-	40
G530901	G530901 ERATE	-	-	73,822	-	-	-	73,822
G530902	G530902 LONE STAR	-	-	87,814	-	-	-	87,814
G530903	G530903 TSLAC	-	-	304,465	-	-	-	304,465

CITY OF EL PASO, TEXAS
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Grant	Description	Nonmajor Governmental Funds						Total Nonmajor Governmental Funds
		Community Development Block Grants	Federal Grants	State Grants	Other Grants	Public Health	Nongrants	
G530909	G530909 TANG	\$ -	-	82,175	-	-	-	82,175
G530910	G530910 MEXICO BIG READ	-	-	19,940	-	-	-	19,940
G540801	540801 TCA EDUC GRANT FY08	-	-	14	-	-	-	14
G540901	G540901 TCA EDUCATION FY09	-	-	5,831	-	-	-	5,831
G540902	G540902 TCA EXHIBITS FY09	-	-	6,057	-	-	-	6,057
G550901	G550901 TCA CORE SUPPORT FY09	-	-	6,958	-	-	-	6,958
G550902	G550902 TCA SUBGRANTING FY09	-	-	26,660	-	-	-	26,660
G550904	G550904 ARTS ED NRSA	-	-	20,212	-	-	-	20,212
G560801	EVENING LECTURE SERIES	-	70	-	-	-	-	70
G560902	G560902 IMLS LV	-	-	16,699	-	-	-	16,699
G7104RSCITY	RSCITY RETIRED SR VOL PROG	-	(61)	-	-	-	-	(61)
G7105HM	7105HM HOME PROGRAM FY'05	373,738	-	-	-	-	-	-
G7105RSCITY	7105RSCITY RETIRED SR. PROG'05	-	61	-	-	-	-	61
G7106HM	G7106HM HOME PROGRAM FY'06	2,401,635	-	-	-	-	-	-
G7107HM	G7107HM HOME PROG FY07	1,671,869	-	-	-	-	-	-
G7108FGCITY	FOSTERGRANDPARENTS CITY FUNDEL	-	14,763	-	-	-	-	14,763
G7108FGFEDR	FOSTERFRANDPARENTS FED FUNDEL	-	24,515	-	-	-	-	24,515
G7108HM	G7108HM HOME PROG FY08	287,717	-	-	-	-	-	-
G7108RSCITY	RSVP CITY FUNDED	-	42,402	-	-	-	-	42,402
G7108RSFEDR	RSVP FEDERAL FUNDED	-	(11,947)	-	-	-	-	(11,947)
G7108RSSTAT	RSVP STATE FUNDED	-	(344)	-	-	-	-	(344)
G7109FGCDBG	G7109FGCDBG FGP CD FUNDED	-	26,018	-	-	-	-	26,018
G7109FGCITY	G7109FGCITY FGP CITY FUNDED	-	33,248	-	-	-	-	33,248
G7109FGFEDR	G7109FGFEDR FGP FEDERAL FUNDEL	-	466,788	-	-	-	-	466,788
G7109FGSTAT	G7109FGSTAT FGP STATE FUNDEL	-	5,000	-	-	-	-	5,000
G7109HM	G7109HM HOME PROGRAM FY 09	465,583	-	-	-	-	-	-
G7109RSCITY	G7109RSCITY RSVP CITY FUNDED	-	61,174	-	-	-	-	61,174
G7109RSFEDR	G7109RSFEDR RSVP FEDERAL FUNDEL	-	74,679	-	-	-	-	74,679
G7109RSSTAT	G7109RSSTAT RSVP STATE FUNDEL	-	31,909	-	-	-	-	31,909
G710RLFAD06	G7106RLFAD06 RLF ADMIN FY'06	23	-	-	-	-	-	-
G710RLFAD08	G710RLFAD08 ADMIN COSTS FY08	2,297	-	-	-	-	-	-
G710RLFAD09	G710RLFAD09 RLF ADMIN	693,269	-	-	-	-	-	-
G710RLFCDAH	CDA/HOUSING REHAB - RLI	165,431	-	-	-	-	-	-
G710RLFHOME	HOME PROG INCOME	1,195,962	-	-	-	-	-	-
G710SHP	SUPPORTIVE HOUSING PROGRAM TXC	33,355	-	-	-	-	-	-
G7132CD0002	G7132CD0002 CD 32ND YR ADMIN	(250)	-	-	-	-	-	-
G7132CD0015	G7132CD0015 MILLER CR S & D	36,865	-	-	-	-	-	-
G7132CD0016	G7132CD0016 ORNDORFF DR S & D	9,891	-	-	-	-	-	-
G7132CD0017	G7132CD0017 EL BARRIO PARK IMP	110,165	-	-	-	-	-	-
G7132CD0019	G7132CD0019 TOM LEA PARK	39,045	-	-	-	-	-	-

CITY OF EL PASO, TEXAS
 Schedule of Expenditures - Special Revenue Funds
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Grant	Description	Community Development Block Grants	Nonmajor Governmental Funds					Total Nonmajor Governmental Funds
			Federal	State Grants	Other Grants	Public Health	Nongrants	
			Grants					
G7132CD0021	G7132CD0021 CHILD EMERG NURCER	\$ 56,473	-	-	-	-	-	-
G7132CD0026	G7132CD0026 BORDERLAND PH V	396,427	-	-	-	-	-	-
G7132CD0028	G7132CD0028 BOYS CLUB PH II	100,427	-	-	-	-	-	-
G7132PS0026	BORDERLAND V	8,834	-	-	-	-	-	-
G7133CD0002	G7133CD0002 CDBG ADMIN FY08	(49,343)	-	-	-	-	-	-
G7133CD0005	G7133CD0005 SUN COUNTRY FY08	4	-	-	-	-	-	-
G7133CD0010	G7133CD0010 TULA IRROBALI	326,859	-	-	-	-	-	-
G7133CD0032	G7133CD0032 DISAB EXER PRGM	(689)	-	-	-	-	-	-
G7133CD0036	G7133CD0036 GRANDVW PARK IMP	328,800	-	-	-	-	-	-
G7133CD0037	G7133CD0037 CORONADO RD PHASE	877,119	-	-	-	-	-	-
G7133CD0038	G7133CD0038CORONADO PHASE II	2,435	-	-	-	-	-	-
G7133CD0039	G7133CD0038YSLETA LIB COMP LAB	27,507	-	-	-	-	-	-
G7133CD0040	G7133CD0040 PAVO REAL PRK IMPR	85,698	-	-	-	-	-	-
G7133CD0041	G7133CD0041 MUNDY PRK IMPRV	136,273	-	-	-	-	-	-
G7133CD0042	G7133CD0042 CITYWIDE CURB CUT	36,351	-	-	-	-	-	-
G7133CD0043	G7133CD0043 VOLAR BLDG IMPRV	424,026	-	-	-	-	-	-
G7133CD0048	G7133CD0048 EPCDC-CENTROMAYAPA	150,000	-	-	-	-	-	-
G7133ES0009	SALVATION ARMY	1,691	-	-	-	-	-	-
G7133ES0010	YWCA TLC/EP CNTR FOR CHILDREN	3,231	-	-	-	-	-	-
G7134CD0002	G7134CD0002 CD ADMIN FY09	1,741,694	-	-	-	-	-	-
G7134CD0003	G7134CD0003 AFTER SCHOOL OUTRE	27,467	-	-	-	-	-	-
G7134CD0005	G7134CD0005 SUN COUNTRY REC	189,664	-	-	-	-	-	-
G7134CD0006	G7134CD0006 FY09HOMELESS PLAN	90,000	-	-	-	-	-	-
G7134CD0007	G7134CD0007 YWCA HB COUNS.EDU	39,786	-	-	-	-	-	-
G7134CD0008	G7134CD0008EP REHAB CTR-HSG	35,496	-	-	-	-	-	-
G7134CD0009	G7134CD0009 ENVIRONMENTAL SERV	88,351	-	-	-	-	-	-
G7134CD0010	G7134CD0010 PVCDC-MICRO-ENT TA	80,000	-	-	-	-	-	-
G7134CD0011	G7134CD0011CURB CUT DEMAND 34	430,302	-	-	-	-	-	-
G7134CD0012	G7134CD0012 BORDERLAND PH VII	76,138	-	-	-	-	-	-
G7134CD0013	G7134CD0013 BUCHER ROAD	59,362	-	-	-	-	-	-
G7134CD0014	G7134CD0014 ARMIJO BRANCH LIB	36,247	-	-	-	-	-	-
G7134CD0015	G7134CD0015 HIDDEN VALLEY PARK	15,353	-	-	-	-	-	-
G7134CD0016	G7134CD0016 FRANKLIN PARK IMP	67,555	-	-	-	-	-	-
G7134CD0017	G7134CD0017 CRIME VICTIMS READ	203,897	-	-	-	-	-	-
G7134CD0019	G7134CD0019 FATHER MARTINEZ SR	34,992	-	-	-	-	-	-
G7134CD0020	G7134CD0020 BORDERLAND PH VI	62,555	-	-	-	-	-	-
G7134CD0021	G7134CD0021 CHIHUAHUITA CTR	25,730	-	-	-	-	-	-
G7134CD0022	G7134CD0022 YMCA REC CNTR REHA	377,426	-	-	-	-	-	-
G7134CD0023	SEGUNDO BARRIO REVITALIZATIO	7,033	-	-	-	-	-	-
G7134CD0032	G7134CD0032 DISABILITY GRANT	27,764	-	-	-	-	-	-

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Grant	Description	Community Development Block Grants	Nonmajor Governmental Funds					Total Nonmajor Governmental Funds
			Federal Grants	State Grants	Other Grants	Public Health	Nongrants	
G7134ES0001	G7134ES0001CTR AGAINST FAM VIO	\$ 75,261	-	-	-	-	-	-
G7134ES0002	G7134ES0002 CHILD CRISIS CTR	32,632	-	-	-	-	-	-
G7134ES0003	G7134ES0003 EL PASO CTR FOR	11,222	-	-	-	-	-	-
G7134ES0004	G7134ES0004 EL PASO MH/MR	12,499	-	-	-	-	-	-
G7134ES0005	G7134ES0005EL PASO VILLA MARIA	11,342	-	-	-	-	-	-
G7134ES0006	G7134ES0005EL PASO VILLA MARIA	10,049	-	-	-	-	-	-
G7134ES0007	G7134ES0007 LA POSADA HOME	16,090	-	-	-	-	-	-
G7134ES0008	G7134ES0008 OPPT CTR HOMELESS	87,316	-	-	-	-	-	-
G7134ES0010	G7134ES0010 RESCUE MISSION	20,975	-	-	-	-	-	-
G7134ES0011	G7134ES0011 SALVATION ARMY	54,893	-	-	-	-	-	-
G7134ES0012	G7134ES0012 YWCA - TLC	20,584	-	-	-	-	-	-
G7134ES0013	PROJECT VIDA	22,395	-	-	-	-	-	-
G7134SS0001	G7134SS0001 OPER SCHOOL BELL	36,671	-	-	-	-	-	-
G7134SS0002	G7134SS0002 FAMILY LITERACY	29,929	-	-	-	-	-	-
G7134SS0003	G7134SS0003 COURT APPT SPEC	27,707	-	-	-	-	-	-
G7134SS0008	G7134SS0008 CRISIS INTERVENTIO	26,052	-	-	-	-	-	-
G7134SS0009	G7134SS0009 SCHOOL AGE CHILD	29,176	-	-	-	-	-	-
G7134SS0010	G7134SS0010 YOUTH REC GANG	26,518	-	-	-	-	-	-
G7134SS0011	G7134SS0011 ENGLISH RELOADED	6,815	-	-	-	-	-	-
G7134SS0014	G7134SS0014 EARLY CHILDHOOD DE	25,000	-	-	-	-	-	-
G7134SS0016	G7134SS0016 EL PAPALOTE CHILD	31,187	-	-	-	-	-	-
G7134SS0017	G7134SS0017 CHILDCARE PROGRAM	25,000	-	-	-	-	-	-
G7134SS0018	G7134SS0018 PROJECT ARRIBA	26,596	-	-	-	-	-	-
G7134SS0019	G7134SS0019 EARLY CHILDHOOD DE	25,300	-	-	-	-	-	-
G7134SS0020	G7134SS0020 JOB PLCMT & COACH	25,000	-	-	-	-	-	-
G7134SS0021	G7134SS0021 ECONOMIC OPPT	33,889	-	-	-	-	-	-
G7134SS0022	G7134SS0022 EMER SHEL T SURVIVR	38,749	-	-	-	-	-	-
G7134SS0023	G7134SS0023 HOMELESS HEALTH	31,877	-	-	-	-	-	-
G7134SS0024	G7134SS0024 EMER SHEL T CRISIS	41,818	-	-	-	-	-	-
G7134SS0025	G7134SS0025TRANS LIV TEEN MOTH	24,973	-	-	-	-	-	-
G7134SS0026	G7134SS0026 EL PASO VILLA MARI	25,000	-	-	-	-	-	-
G7134SS0027	G7134SS0027 TRANS LIVING CTR	41,364	-	-	-	-	-	-
G7134SS0028	G7134SS0028 LA POSADA HOME	27,008	-	-	-	-	-	-
G7134SS0029	G7134SS0029 ROOTS AND WINGS	26,174	-	-	-	-	-	-
G7134SS0030	G7134SS0030HOMELESS SHEL T SERV	25,000	-	-	-	-	-	-
G7134SS0031	G7134SS0031 SARA MCNIGHT TRANS	37,023	-	-	-	-	-	-
G7134SS0032	G7134SS0032 MENTAL SERV SURV	30,133	-	-	-	-	-	-
G7134SS0033	G7134SS0033 CARE CTR HIV CASE	32,605	-	-	-	-	-	-
G7134SS0034	G7134SS0034 COMM ORIENT HEALTH	48,861	-	-	-	-	-	-
G7134SS0035	G7134SS0035 CHILDRENS MENTAL	49,853	-	-	-	-	-	-

CITY OF EL PASO, TEXAS
 Schedule of Expenditures - Special Revenue Funds
 For the Year Ended August 31, 2009

Grant	Description	Nonmajor Governmental Funds						
		Community						
		Development Block Grants	Federal Grants	State Grants	Other Grants	Public Health	Nongrants	Total Nonmajor Governmental Funds
G7134SS0037	G7134SS0037 MENTAL HEALTH SERV	\$ 32,570	-	-	-	-	-	-
G7134SS0038	G7134SS0038 LA FAMILIA DEL PAS	31,312	-	-	-	-	-	-
G7134SS0039	G7134SS0039 PRIMARY HEALTH CAR	67,091	-	-	-	-	-	-
G7134SS0040	HOME HEALTH CARE	36,469	-	-	-	-	-	-
G7134SS0043	G7134SS0043 HOMEBOUND MEAL PRG	67,623	-	-	-	-	-	-
G7134SS0045	G7134SS0045 FOOD PANTRY NUT PR	25,000	-	-	-	-	-	-
G7134SS0046	G7134SS0046 MONEY MGMT SOCIAL	25,898	-	-	-	-	-	-
G7134SS0047	G7134SS0047 FAMILY SUPPORT SER	32,611	-	-	-	-	-	-
G7134SS0048	G7134SS0048 REBLDING TOGETHER	33,914	-	-	-	-	-	-
G7134SS0049	G7134SS0049 HOME SERV ELDERLY	25,228	-	-	-	-	-	-
G7134SS0050	G7134SS0050 CHAMIZAL REVITALIZ	149,732	-	-	-	-	-	-
G7134SS0051	G7134SS0051 LOWER DYER NEIGH	148,608	-	-	-	-	-	-
G71CDBGR002	BUCHER RD -CONSTRUCTION	1,465	-	-	-	-	-	-
G71EZ BOF	EZ BORDER OPP LOAN FUND	45,618	-	-	-	-	-	-
G71EZECEPEZ	EMPOWERMENT ZONE GRANT FUNDS	167,341	-	-	-	-	-	-
G71NSP	FY10 NSP	43,330	-	-	-	-	-	-
G71NSP - TDHCA	NSP STATE FUNDED	13,732	-	-	-	-	-	-
G729901	EDA-ECO ADJUSTMENT FY99	8,877	-	-	-	-	-	-
G72CAIP	COMMUNITY ADJUST & INVEST RLI	-	100,122	-	-	-	-	100,122
G780003	TIP- PLANNING FUNDS FY2004+	-	74,687	-	-	-	-	74,687
G780504	FHWA BORDER WIZARD '05	-	97	-	-	-	-	97
G780603	G780601 FHWA/TXDOT/MPO FY'06	-	1,757	-	-	-	-	1,757
G780701	G780701 FHWA/NMDOT/MPO FY07	-	1,582	-	-	-	-	1,582
G780801	780801 NEW MEXICO FY08	-	6,175	-	-	-	-	6,175
G780802	780802 TEXAS GRANT FY 08	-	111,436	-	-	-	-	111,436
G780901	G780901 NEW MEXICO	-	44,985	-	-	-	-	44,985
G780902	G780902 TEXAS	-	1,124,520	-	-	-	-	1,124,520
P09ST002	INTELLIGENT TRNSPORTN SYS EXF	-	-	344,768	-	-	-	344,768
P09ST003	VIDEO SURVEILLANCE & COUNT STA	-	-	416,299	-	-	-	416,299
P09TX001	INTERSECTION IMPV A 15 INT GEC	-	-	122,690	-	-	-	122,690
P501329	CICLO VIA	-	-	-	-	65,169	-	65,169
PBR06002	SANTA FE (PDN) BRIDGE CANOPIES	-	-	44,723	-	-	-	44,723
PBR08002	NEW POE FEASIBILITY STUDY	-	-	187,487	-	-	-	187,487
PCP06ST022A	MULTI-USE BICYCLE PATHS	-	-	147,647	-	-	-	147,647
PCP06ST022B	OREGON STREET RECONSTRUCTION	-	-	288,421	-	-	-	288,421
PCP06ST022E	ISELA RUBALCABA EXTENSION	-	-	7,505	-	-	-	7,505
PEN06001	LIONS PLAZITA IMPROVEMENTS	-	-	69,160	-	-	-	69,160
PPW0007130	CAROLINA BRIDGE RECONSTRUCTION	-	-	15,975	-	-	-	15,975
PST05006	ALAMEDA/EL PASO DR INTX IMPV	-	-	111,653	-	-	-	111,653
SRTSACHACONYD	ALICIA CHACON LANGUAGE SCHOOL	-	-	3,818	-	-	-	3,818

CITY OF EL PASO, TEXAS
 Schedule of Expenditures - Special Revenue Funds
 For the Year Ended August 31, 2009

Grant	Description	Nonmajor Governmental Funds						Total Nonmajor Governmental Funds
		Community Development Block Grants	Federal Grants	State Grants	Other Grants	Public Health	Nongrants	
		\$	-	-	-	-	-	
SRTSASCARATEYD	ASCARATE ES	-	-	4,302	-	-	-	4,302
SRTSBEALLED	BEALL ES	-	-	822	-	-	-	822
SRTSBMARTINEZSD	BENITO MARTINEZ ES	-	-	1,816	-	-	-	1,816
SRTSBONDED	BOND ES	-	-	3,357	-	-	-	3,357
SRTSBONHAMED	BONHAM ES	-	-	1,253	-	-	-	1,253
SRTSBURLESONED	BURLESON ES	-	-	1,282	-	-	-	1,282
SRTSCADWALLERYD	CADWALLADER ES	-	-	3,761	-	-	-	3,761
SRTSCAPISTRANYD	CAPISTRANO ES	-	-	3,174	-	-	-	3,174
SRTSCEDARGROVYD	CEDAR GROVE ES	-	-	4,453	-	-	-	4,453
SRTSCHULBERTYD	CONSTANCE HULBERT ES	-	-	2,409	-	-	-	2,409
SRTSCIELOVISTED	CIELO VISTA ES	-	-	143	-	-	-	143
SRTSCLARDYED	CLARDY ES	-	-	983	-	-	-	983
SRTSCLENDENINED	CLENDENIN ES	-	-	1,604	-	-	-	1,604
SRTSCOLDWELLED	COLDWELL ES	-	-	294	-	-	-	294
SRTSCOLLINSED	COLLINS ES	-	-	2,444	-	-	-	2,444
SRTSCROCKETTED	CROCKETT ES	-	-	2,550	-	-	-	2,550
SRTSCROSBYED	CROSBY ES	-	-	1,923	-	-	-	1,923
SRTSDELNORTEYD	DEL NORTE HEIGHTS ES	-	-	3,711	-	-	-	3,711
SRTSDESERTAIRYD	DESERTAIRE ES	-	-	4,943	-	-	-	4,943
SRTSDOUGLASED	DOUGLASS ES	-	-	2,112	-	-	-	2,112
SRTSDOWELLED	DOWELL ES	-	-	3,163	-	-	-	3,163
SRTSDRGREENED	DR. GREEN ES	-	-	1,597	-	-	-	1,597
SRTSDRNIXONED	DR. NIXON ES	-	-	2,313	-	-	-	2,313
SRTSEASTPOINTYD	EAST POINTE ES	-	-	4,292	-	-	-	4,292
SRTSEASTWOODKYD	EASTWOOD KNOLLS ES	-	-	4,830	-	-	-	4,830
SRTSEASTWOODYD	EASTWOOD HEIGHTS ES	-	-	3,411	-	-	-	3,411
SRTSEDGEMEREYD	EDGEMERE ES	-	-	4,167	-	-	-	4,167
SRTSFANNINED	FANNIN ES	-	-	3,197	-	-	-	3,197
SRTSGUERREROED	GUERRERO ES	-	-	2,261	-	-	-	2,261
SRTSHACIENDSYD	HACIENDA HEIGHTS ES	-	-	5,015	-	-	-	5,015
SRTSHANTWINESD	HURSHEL ANTWINE ES	-	-	3,159	-	-	-	3,159
SRTSHARTED	HART ES	-	-	2,629	-	-	-	2,629
SRTSHAWKINSED	HAWKINS ES	-	-	2,654	-	-	-	2,654
SRTSHBALLSD	HELEN BALL ES	-	-	3,321	-	-	-	3,321
SRTSHILLSIDEED	HILLSIDE ES	-	-	3,001	-	-	-	3,001
SRTSHOUSTONED	HOUSTON ES	-	-	2,360	-	-	-	2,360
SRTSHUGHEYED	HUGHEY ES	-	-	3,052	-	-	-	3,052
SRTSJDRUGANS	JOHN DRUGAN ES	-	-	5,191	-	-	-	5,191
SRTSJHAMBRICSD	JANE A. HAMBRIC ES	-	-	4,688	-	-	-	4,688
SRTSJHONSONED	JOHNSON ES	-	-	3,632	-	-	-	3,632

CITY OF EL PASO, TEXAS
 Schedule of Expenditures - Special Revenue Funds
 For the Year Ended August 31, 2009

Grant	Description	Nonmajor Governmental Funds						Total Nonmajor Governmental Funds
		Community Development Block Grants	Federal Grants	State Grants	Other Grants	Public Health	Nongrants	
SRTSKOHLBERGED	KOHLBERG ES	\$ -	-	3,181	-	-	-	3,181
SRTSLAMARED	LAMAR ES	-	-	1,916	-	-	-	1,916
SRTSLANCASTERYD	LANCASTER ES	-	-	4,295	-	-	-	4,295
SRTSLEBARRONYD	LEBARRON PARK ES	-	-	4,525	-	-	-	4,525
SRTSLEEED	LEE ES	-	-	2,498	-	-	-	2,498
SRTSLOGANED	LOGAN ES	-	-	2,123	-	-	-	2,123
SRTSLOMATERRAYD	LOMA TERRACE ES	-	-	4,851	-	-	-	4,851
SRTSMARIANMANYD	MARIAN MANOR ES	-	-	4,615	-	-	-	4,615
SRTSMCOOPERSD	MYRTLE COOPER ES	-	-	4,430	-	-	-	4,430
SRTSMESAVISTAYD	MESA VISTA ES	-	-	4,770	-	-	-	4,770
SRTSMESITAED	MESITA ES	-	-	1,981	-	-	-	1,981
SRTSMISSIONYD	MISSION VALLEY ES	-	-	4,798	-	-	-	4,798
SRTSMORENOED	MORENO (ANNEX) SCHOOL	-	-	3,095	-	-	-	3,095
SRTSNEWMANED	NEWMAN ES	-	-	2,072	-	-	-	2,072
SRTSNORTHLOOPYD	NORTH LOOP ES	-	-	3,898	-	-	-	3,898
SRTSNORTHSTARYD	NORTH STAR ES	-	-	4,241	-	-	-	4,241
SRTSOKELEHERSD	O'SHEA KELEHER ES	-	-	2,436	-	-	-	2,436
SRTSPARKED	PARK ES	-	-	2,657	-	-	-	2,657
SRTSPARKLANDYD	PARKLAND ES	-	-	4,958	-	-	-	4,958
SRTSPASODALEYD	PASODALE ES	-	-	4,641	-	-	-	4,641
SRTSPEBBLEHILYD	PEBBLE HILLS ES	-	-	5,848	-	-	-	5,848
SRTSPOLKED	POLK ES	-	-	4,898	-	-	-	4,898
SRTSPRESAYD	PRESA ES	-	-	5,043	-	-	-	5,043
SRTSPUTNAMED	PUTNAM ES	-	-	2,517	-	-	-	2,517
SRTSRAMONAYD	RAMONA ES	-	-	5,026	-	-	-	5,026
SRTSRIVERAED	RIVERA ES	-	-	3,023	-	-	-	3,023
SRTSROBERTSED	ROBERTS ES	-	-	5,069	-	-	-	5,069
SRTSRUSKED	RUSK ES	-	-	2,882	-	-	-	2,882
SRTSSAGELANDYD	SAGELAND ES	-	-	4,189	-	-	-	4,189
SRTSSCHUSTERED	SCHUSTER ES	-	-	2,155	-	-	-	2,155
SRTSSCOTSDALEYD	SCOTSDALE ES	-	-	4,556	-	-	-	4,556
SRTSSOUTHLOOPYD	SOUTH LOOP ES	-	-	4,487	-	-	-	4,487
SRTSSTANTONED	STANTON ES	-	-	50	-	-	-	50
SRTSTGLENCOVEYD	GLEN COVE ES	-	-	4,365	-	-	-	4,365
SRTSTIERRADELYD	TIERRA DEL SOL ES	-	-	5,218	-	-	-	5,218
SRTSTMANORYD	THOMAS MANOR ES	-	-	4,611	-	-	-	4,611
SRTSTRAVISED	TRAVIS ES	-	-	2,857	-	-	-	2,857
SRTSVILASED	VILAS ES	-	-	2,942	-	-	-	2,942
SRTSVISTA HILLYD	VISTA HILLS ES	-	-	5,012	-	-	-	5,012
SRTSWASHINGTOYD	ROBBIN E.L. WASHINGTON ES	-	-	4,135	-	-	-	4,135

CITY OF EL PASO, TEXAS
 Schedule of Expenditures - Special Revenue Funds
 For the Year Ended August 31, 2009

Grant	Description	Nonmajor Governmental Funds						Total Nonmajor Governmental Funds
		Community Development Block Grants	Federal Grants	State Grants	Other Grants	Public Health	Nongrants	
SRTSWESTERNHIED	WESTERN HILLS ES	\$ -	-	2,798	-	-	-	2,798
SRTSWHITAKERED	WHITAKER ES	-	-	184	-	-	-	184
SRTSYSLETAYD	YSLETA ES	-	-	4,851	-	-	-	4,851
SRTSZACHWHITEED	ZACH WHITE ES	-	-	147	-	-	-	147
SRTSZAVALAED	ZAVALA ES	-	-	29	-	-	-	29
	LPA-G710201 PASO DEL NORTE	-	-	-	778	-	-	778
	LPA-HERITAGE TOURISM PLAN	-	-	-	6,743	-	-	6,743
	LPA-G329601 GRAFITTI CLEAN UF	-	-	-	1,621	-	-	1,621
	LPA-G410125 PASO DEL NORTE FOUND-A	-	-	-	30,233	-	-	30,233
	LPA-G540109 OUTREACH	-	-	-	29,790	-	-	29,790
	LPA-G560001 E.P. COMMUNITY FOUND -	-	-	-	870	-	-	870
	LPA-G530206 BEGIN AT BIRTH GRANT	-	-	-	6,562	-	-	6,562
	LPA-G510502 TURF MGMT PROGRAM	-	-	-	5,650	-	-	5,650
	LPA-G710502 HOGG FOUNDATION GRANT	-	-	-	6,823	-	-	6,823
	LPA-G560802 MUSEUM BOEING	-	-	-	149	-	-	149
	LPA-G540904 County HOT FY09	-	-	-	31,959	-	-	31,959
	Economic Development	-	-	-	-	-	589,334	589,334
	Parkland Dedication	-	-	-	-	-	143,529	143,529
	Parks	-	-	-	-	-	393,309	393,309
	CVB	-	-	-	-	-	5,600,396	5,600,396
	Police	-	-	-	-	-	2,870,529	2,870,529
	Zoo	-	-	-	-	-	937,111	937,111
	Art Museum	-	-	-	-	-	917,257	917,257
	Library	-	-	-	-	-	35,464	35,464
	History Museum	-	-	-	-	-	23,058	23,058
	Council Special Projects	-	-	-	-	-	40,556	40,556
	Municipal Court	-	-	-	-	-	725,505	725,505
	PEG	-	-	-	-	-	227,176	227,176
	Palo Verde	-	-	-	-	-	2,351,601	2,351,601
	Mayor	-	-	-	-	-	12,842	12,842
	Planning Grant	-	-	-	-	-	27,854	27,854
	Fire Department	-	-	-	-	-	7,681	7,681
	Lobbyist	-	-	-	-	-	153,082	153,082
	CD Donations	-	-	-	-	-	8,682	8,682
		<u>\$ 16,302,485</u>	<u>9,477,661</u>	<u>7,470,820</u>	<u>121,178</u>	<u>11,279,118</u>	<u>15,064,966</u>	<u>43,413,743</u>

DEBT SERVICE FUND

The Debt Service Fund is used to account for the accumulation of resources for and payment of general long-term debt principal, interest, arbitrage rebate and associated fiscal fees incurred. Revenue sources include ad-valorem property taxes.



CITY OF EL PASO, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
DEBT SERVICE FUND
For the Year Ended August 31, 2009

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Adopted	Final		Positive (Negative)
Fund balance, September 1, 2008	\$ 5,479,739	5,479,739	5,479,739	-
Resources (inflows):				
Property taxes	58,447,748	58,447,748	57,381,255	(1,066,493)
Penalties and Interest-Delinquent taxes	-	-	544,698	544,698
Interest received	-	42,348	338,668	296,320
Parking meter revenue	1,341,018	1,341,018	1,123,137	(217,881)
Face amount of refunding bonds issued	-	16,020,000	16,020,000	-
Face Amount of Bonds Issued	-	1,809,997	1,809,997	-
Premium on bonds issued	-	1,467,467	1,467,467	-
Transfers from other funds	3,250,339	4,724,390	4,724,390	-
Amounts available for appropriation	<u>68,518,844</u>	<u>89,332,707</u>	<u>88,889,351</u>	<u>(443,356)</u>
Charges to appropriations (outflows):				
Debt service:				
Principal	32,324,999	31,052,868	31,052,868	-
Interest	33,322,891	34,187,775	34,187,775	-
Fiscal fees	43,001	235,361	197,065	38,296
Payment to refunding bond escrow agent:				
Refunding bond proceeds	-	17,292,108	17,292,108	-
From current assets	-	448,428	448,428	-
Total charges to appropriations	<u>65,690,891</u>	<u>83,216,540</u>	<u>83,178,244</u>	<u>38,296</u>
Fund balance, August 31, 2009	<u>\$ 2,827,953</u>	<u>6,116,167</u>	<u>5,711,107</u>	<u>(405,060)</u>

This budget and this schedule are prepared on a basis consistent with accounting principles generally accepted in the United States.

CAPITAL PROJECTS FUND

The Capital Project fund is used to account for the acquisition or construction of capital facilities and the acquisition of equipment and other capital assets other than those financed by Proprietary and Trust funds.



CITY OF EL PASO, TEXAS
Schedule of Capital Projects
For the Year Ended August 31, 2009

Project	Name/Description	Expenditures and Transfers Out
G7131CD0013	YSLETA LIBRARY BRANCH EXTNSION	\$ 14,688
G7133CD0039	G7133CD0038YSLETA LIB COMP LAB	1,740
P08FC001	NORTHWIND WALL REPAIR	283,963
P09CC001	CHAVEZ THEATER RENOVATION	4,466,758
P09CC002	ABRAHAM CHAVEZ THEATER	273,847
P09ST001	PASODALE STREET & DRAINAGE IMP	89
P09ST004	SCHWABE & COOLEY DRAINAGE IMPR	51,815
P09ST005	PASODALE SUBDIVISION PHASE 3	124,626
P09ST006	PASODALE SUBDIVISION PHASE 4	97,415
P501526	UNALLOCATED PROCEEDS	140,097
P501528	FY04 PS MIGRATION	450
P501554	TMC/CBD SIGNALIZATION UPGRADE	(60)
P501566	CIVIC CENTER CAPITAL IMPROVEME	2,228,071
P540001	CITY AUCTIONS	98,159
P540010CTY	CAPITAL OUTLAY	2,483,572
P540010LEG	CAPITAL OUTLAY	65,400
P540010LIB	CAPITAL OUTLAY	41,145
PAPACQTNYSY03	ACQUISITIONS	1,608
PAPACQTNYSY06	ACQUISITIONS	285
PAPADMINY03	2% FOR ARTS ADMIN 2003COS	3,122
PAPADMINY06	2% FOR THE ARTS 2006 COS	109,071
PAPCOMPROJY03	CITYWIDE COMMUNITY PROJECTS	137,600
PAPCOMPROJY06	CITYWIDE COMMUNITY PROJECTS	24,885
PAPCULTOURY06	CULTURAL TOURISM GATEWAYS PROJ	224,071
PAPENVPRESY03	ENVIRONMENTS/PRESERVATION PROJ	24,500
PAPENVPRESY06	ENVIRONMENTS/PRESERVATION PROJ	5,000
PAPMURALPY03	MURAL ART PROJECT	8,750
PBE04FC104	ROCKY BLUFF DRAIN	18,822
PBE04FI104	FIRE STATION #34	119,643
PBE04FI105	FIRE STATION #35 (NEW)	7,056
PBE04HE102	YSLETA HLTH CTR	109,274
PBE04LI102	MEMORIAL PRK BRANCH	2,210
PBE04PA103	GENERAL PRK IMPRVMT	(1,500)
PBE04PA104	LEO CANCELLAR POOL2	175
PBE04PA107	RANCHOS DEL SOL	4,122
PBE04ST101	AIRWAY	52,845
PBE04ST103A	BILLY THE KID PHS 2	396,278
PBE04ST104	BOWEN	26,059
PBE04ST107	CEDAR GROVE P 1-9	8,225
PBE04ST108	DORBANDT	408,257
PBE04ST110	GEORGE DIETER	791,219
PBE04ST112	INDIAN PLACE	827,366
PBE04ST114A	LANDSCAPE & PKWY IMP D-4 DYER	7,103
PBE04ST115	LEE	53,448
PBE04ST117	MONTOYA HEIGHTS P 1	15,082
PBE04ST118	MONTOYA HEIGHTS P2	45,087
PBE04ST122	NORTH PARK DRAINAGE	16,850
PBE04ST122A	NORTHPARK DRAINAGE PHASE 2	362,113
PBE04ST124	OPEN SPACE ENHANCEM	82
PBE04ST124B	VAN BUREN DAM	586,763
PBE04ST124C	LOUISIANA ST. DRAINAGE AREAS	185,093
PBE04ST127	ROSEWAY	42,947
PBE04ST130	SGNL & FLASH INSTAL DIST 8	104,496
PBE04ST131	SGNL & FLASH INSTAL CITY WIDE	12
PBE04ST132	STREET RESURFACING CITY WIDE	153,597
PBE04ST132A	CITYWIDE STREET RESURFACING 06	56,369
PBE04ST133	STREET RESURFACING DIST 2	637
PBE04ST134	STREET RESURFACING DIST 7	61,596
PBE04ST135	STREET RESURFACING DIST 8	108,448

CITY OF EL PASO, TEXAS
Schedule of Capital Projects
For the Year Ended August 31, 2009

Project	Name/Description	Expenditures and Transfers Out
PBE04ST136	UNPAVED RIGHT OF WAY CITY WIDE	\$ 922,922
PBE04ST137	UNPAVED RIGHT OF WAY DIST 2	220,326
PBE04ST138	UNPAVED RIGHT OF WAY DIST 8	(178)
PBE04ST138A	ALAMITO COMPLEX	19,884
PBE04ST138B	ST VRRAIN ST & DNG (ALAMITO)	431,953
PBE04ST139	UPPER VALLEY	1,276,462
PBR05001	ZARAGOSA BRIDGE DCL	52,626
PBR06002	SANTA FE (PDN) BRIDGE CANOPIES	11,181
PBR08002	NEW POE FEASIBILITY STUDY	12,428
PCP06FC002	STORMWATER DRAINAGE CP06	81,525
PCP06FC002C	NORTHEAST DRAINAGE IMPROV PH I	2,000
PCP06FC002D	BOWEN PHASE II	303,143
PCP06FC002E	LOMITA DRAINAGE IMPROVEMENTS	93,128
PCP06FC003	AGRICULTURAL DRAINS CP06	16,500
PCP06MF001	ADA COMPLIANCE CP06	218,587
PCP06MF001A	ADA CONNECTIVITY W/2006 RESURF	(147,542)
PCP06MF001B	SIDEWALK CONECTIVITY	364,185
PCP06MF001C	SIDEWALK DATA ACQUISITION PROG	46,740
PCP06MF001D	SUN METRO SIDEWALK CONNECTIVIT	111,025
PCP06NA001D1A	MONTOYA HEIGHTS PARK	(466)
PCP06NA001D1D	THORN PARK	30,458
PCP06NA001D1E	LITTLE RIVER PARK IMPROVEMENTS	1,816
PCP06NA001D2A	MEMORIAL PARK IMPROVEMENTS	43,263
PCP06NA001D2B	PCP06NA001D2B MANHATTAN	6,885
PCP06NA001D2C	PCP06NA001D2C NEWMAN	45,050
PCP06NA001D3C	MACARTHUR PARK IMPROVEMENTS	5,725
PCP06NA001D4A	TODD WARE PARK	18,816
PCP06NA001D4B	CHUCK HEINRICH/NORTH HILLS	6,526
PCP06NA001D4E	SHEARMAN PARK STREET LIGHTS	8,400
PCP06NA001D5A	TIERRA DEL ESTE#1	106,651
PCP06NA001D5B	PCP06NA001D5B PEBBLE HILLS	49,569
PCP06NA001D6A	VALLE DE LAS MISSIONES ST LIGH	2,475
PCP06NA001D6B	YSLETA PARK RECREATION CENTER	51,700
PCP06NA001D7B	THOMAS MANOR PARK	54,544
PCP06NA001D7C	PCP06NA001D7C	51,400
PCP06NA001D8F	UPPER VALLEY TREE PLANTING	19,234
PCP06ST005	MCCOMBS/RAILROAD ST & DRAINAGE	(13,837)
PCP06ST008	PELICANO/LOMALAND ST & DRNG	302,454
PCP06ST010	CARNEGIE ST & DRNG PHASE I	3,238,414
PCP06ST011	STREET RESURFACING CP06	1,278,485
PCP06ST012	CONCRETE INTERSECTIONS CP06	3,125
PCP06ST012A	UV RIVER RUN@COUNTRY C. TRAFFI	60,057
PCP06ST012B	ARTCRAFT @ UPPER VALLEY IMPROV	211,258
PCP06ST013	SIGNAL/FLASHER INSTALL CP06	865,433
PCP06ST013A	EDGEMERE @ NOLAN RICHARDSON DR	5,336
PCP06ST013B	VISTA DEL SOL @ GENE TORRES DR	8,867
PCP06ST013C	PEBBLE HILLS @ NOLAN RICHARDSO	5,566
PCP06ST013D	VISTA DEL SOL DR @ BOB HOPE DR	1,193
PCP06ST013E	EDGEMERE BLVD @ EAST GLEN DR	8,867
PCP06ST013F	VISTA DEL SOL @ PETER COOPER	1,160
PCP06ST013G	SAUL KLEINFELD @ BOB MITCHELL	9,128
PCP06ST013H	HELEN OF TROY @ RESLER DR	1,034
PCP06ST013I	MESITA ELEMENTARY SCHOOL FLASH	49,459
PCP06ST013J	BROWN MIDDLE SCHOOL FLASHER	1,250
PCP06ST013K	VISTA DEL SOL ELEMENTARY SCHOO	1,250
PCP06ST013L	JANE HAMBRICK ELEMENTARY SCHOO	32,683
PCP06ST013P	ARTCRAFT AT WESTSIDE DR	3,000
PCP06ST013Q	ARTCRAFT AT UPPER VALLEY ROAD	3,000
PCP06ST013R	PELLICANO & GOODYEAR TRAF SGNL	4,650

CITY OF EL PASO, TEXAS
Schedule of Capital Projects
For the Year Ended August 31, 2009

Project	Name/Description	Expenditures and Transfers Out
PCP06ST013S	PELLICANO & CEDAR OAK TRAF SIG	\$ 4,650
PCP06ST013T	ROJAS & GOODYEAR TRAFFIC SGNL	4,650
PCP06ST014	UNPAVED ROW CP06	458,195
PCP06ST014B	TURNER STREET IMPROVEMENTS	286,761
PCP06ST014C	OVERWIDTH PAVING	1,316
PCP06ST014E	SINGH RD ST IMPROVEMENTS	147,144
PCP06ST015	ARTERIAL STREET LIGHTING CP06	1,390,074
PCP06ST015A	ARTERIAL ST LIGHT HAWKINS MEDI	147,858
PCP06ST015B	PED UPGRADE	232,343
PCP06ST019	LANE MARKINGS CP06	746,939
PCP06ST021	LOOP DETECTORS CP06	93,679
PCP06ST022	TXDOT MATCHES CP06	(191,042)
PCP06ST022A	MULTI-USE BICYCLE PATHS	862
PCP06ST022B	OREGON STREET RECONSTRUCTION	52,847
PCP06ST022E	ISELA RUBALCABA EXTENSION	130,592
PCP07CAP001	CAPITAL ACQUISITIONS	90,360
PCP07HE001	ANIMAL SHELTER REPAIRS	13,749
PCP07ZO001	ZOO IMPROVEMENTS	1,747
PCP08LI01	CIELO VISTA LIBRARY RELOCATION	301,425
PCP08MF01	FACILITIES REHAB MASTER	44,014
PCP08MF01B	FACILITY REHAB ROOF FI ST #3	158
PCP08MF01C	FACILITY REHAB ROOF FI ST #8	158
PCP08MF01D	FACILITY REHAB ROOFS FI ST #12	384
PCP08MF01E	FACILITY REHAB ROOFS FI ST #13	304
PCP08MF01F	FACILITY REHAB ROOFS FI ST #14	640
PCP08MF01G	FACILITY REHAB ROOFS FI ST #22	938
PCP08MF01H	FACILITY REHAB ROOFS FI ST #23	912
PCP08MF01I	FACILITY REHAB ROOFS FI ST #23	911
PCP08MF02	FACILITY REHAB LIGHTING	22,573
PCP08MF03LI	DORRIS VAN DOREN LIBRARY ROOF	21,876
PCP08NI01A	LOWER DYER IMPROVEMENTS	17,537
PCP08NI02	CHAMIZAL NEIGHBORHOOD REVITALI	182,463
PCP08NI02A	CHAMIZAL IMPROVEMENTS	4,887
PCP08PA01	PARKS PROPORTIONALITY	45,806
PCP08PA01B	PASEOS DEL SOL PARK PHASE I	15,926
PCP08PA02D1	PARKS PERIMETER LIGHTING D1	36,141
PCP08PA02D2	PARKS PERIMETER LIGHTING D2	25,472
PCP08PA02D3	PARKS PERIMETER LIGHTING D3	50,696
PCP08PA02D4	PARKS PERIMETER LIGHTING D4	148,571
PCP08PA02D5	PARKS PERIMETER LIGHTING D5	157,363
PCP08PA02D6	PARKS PERIMETER LIGHTING D6	71,759
PCP08PA02D7	PARKS PERIMETER LIGHTING D7	23,756
PCP08PA02D8	PARKS PERIMETER LIGHTING D8	36,903
PCP08PA03	PARK SIDEWALKS	537,002
PCP08PA03A	FACILITY REHAB ROOFS FI ST #24	30,585
PCP08PA04	PARK SWING REPLACEMENT	6,387
PCP08PA04A	NEWMAN PARK SWINGS	18,758
PCP08PA04AA	MOUNTAIN VIEW PARK SWINGS	617
PCP08PA04B	WESTSIDE REC CTR PARK SWINGS	4,970
PCP08PA04BB	MARION MANOR PARK SWINGS	54,323
PCP08PA04C	WEST GREEN PARK SWINGS	4,966
PCP08PA04CC	H T PONSFORD PARK SWINGS	500
PCP08PA04D	PACIFIC PARK SWINGS	5,100
PCP08PA04DD	HIDDEN VALLEY PARK SWINGS	623
PCP08PA04E	MARWOOD PARK SWINGS	5,108
PCP08PA04EE	TIERRA DEL ESTE #18 PARK SWING	24,315
PCP08PA04F	HOUSTON PARK SWINGS	4,003
PCP08PA04FF	TIERRA DEL ESTE #30 PARK SWING	24,405
PCP08PA04G	DEVARGAS PARK PHASE I SWINGS	5,249

CITY OF EL PASO, TEXAS
Schedule of Capital Projects
For the Year Ended August 31, 2009

Project	Name/Description	Expenditures and Transfers Out
PCP08PA04H	WASHINGTON PARK PH I SWINGS	\$ 5,249
PCP08PA04I	TOM LEA PARK SWINGS	51,493
PCP08PA04J	MEMORIAL PARK PHASE I SWINGS	84,488
PCP08PA04K	CHIHUAHUITA PARK PHSE I SWINGS	36,311
PCP08PA04L	BLACKIE CHESHER PARK SWINGS	620
PCP08PA04M	LIONEL FORTI PARK SWINGS	620
PCP08PA04N	PAVO REAL PARK SWINGS	210
PCP08PA04O	J. P. SHAWVER PARK SWINGS	1,059
PCP08PA04P	PUEBLO VIEJO PARK SWINGS	1,034
PCP08PA04Q	YSLETA PARK SWINGS	1,063
PCP08PA04R	YUCCA PARK SWINGS	1,063
PCP08PA04S	REESE MCCORD PARK SWINGS	5,664
PCP08PA04T	MARTY ROBBINS PARK SWINGS	5,377
PCP08PA04U	SUE YOUNG PARK SWINGS	935
PCP08PA04V	SUNRISE PARK SWINGS	610
PCP08PA04W	TODD WARE PARK SWINGS	608
PCP08PA04X	VETERANS PARK SWINGS	617
PCP08PA04Y	WELLINGTON CHEW PARK SWINGS	617
PCP08PA04Z	ARLINGTON PARK SWINGS	629
PCP08PA05	PLAYGROUND REPLACEMENT	16,123
PCP08PA05A	STILES PARK PLAYGROUND	44,298
PCP08PA05B	SNOW HEIGHTS PARK PLAYGROUND	484
PCP08ST01	FAIRBANKS MEDIAN LANDSCAPING	1,233,168
PCP08ST02	KNIGHTS MEDIAN LANDSCAPING	250,453
PCP08ST04D1	ST. LIGHT INSTALLATION D1	3,056
PCP08ST04D2	ST. LIGHT INSTALLATION D2	14,887
PCP08ST04D3	ST. LIGHT INSTALLATION D3	11,451
PCP08ST04D4	ST. LIGHT INSTALLATION D4	47,313
PCP08ST04D5	ST. LIGHT INSTALLATION D5	14,439
PCP08ST04D6	ST. LIGHT INSTALLATION D6	5,398
PCP08ST04D7	ST. LIGHT INSTALLATION D7	20,999
PCP08ST04D8	ST. LIGHT INSTALLATION D8	21,477
PCP08ST05	STREET RESURFACING 2008	5,049,028
PCP08ZO001	ZOO WESTERN EXPAN CONTINGENCY	140
PCP09CMP002	MESA BRT	183,078
PCP09DR001	GEORGE DIETER DRAINAGE IMPROVS	223,975
PCP09HE01	ANIMAL SHELTER AIR CIRCULATION	23,223
PCP09MT003	GLORY ROAD TRANSIT TERMINAL	142,469
PCP09MT005	WESTSIDE TRANSIT TERMINAL	56,639
PCP09MT007	NORTHGATE TRANSIT TERMINAL	577,961
PCP09MT011	MONTANA BRT	20,812
PCP09MT012	DYER BRT	21,226
PCP09ST002	ALAMEDA BRT	35,105
PCP09STM001	COB SHORTFALL	9,500
PCP09TX002	AIRWAY EXTENSION	82,500
PEN06001	LIONS PLAZITA IMPROVEMENTS	25,329
PENCON001	BANK OF AMERI LETTER OF CREDIT	8,106,654
PENCON002	SECO (STATE ENERGY CONSERVATI)	2,994,222
PFI06001	CENTRAL FIRE STATION HVAC	37,194
PFLESVC01	EQUIPMENT REPLACEMENT	862,030
PHE0203	CITY-COUNTY HEALTH ADMIN PH 3	77,157
PHI05001	HIST MUS EXHIBIT AREA	4,000
PIT07001	IT ACQUISITIONS	390,769
PIT09001	FY2009 IT ACTION PLAN	98,353
PMB0001130	CITY DEPTS NOC	(2,242)
PMB0002130	CITY EQUIPMENT NOC	1,875
PMB0004130	FY03 CITY CAPITAL EQUIPMENT	62,969
PMB0005004	BE CAP ACQ FIRE	7,369
PMB0005008	BE CAP ACQ LIBRARY	3,201

CITY OF EL PASO, TEXAS
Schedule of Capital Projects
For the Year Ended August 31, 2009

Project	Name/Description	Expenditures and Transfers Out
PMF06001	CITY HALL UPGRADES FY 2006	\$ 163,877
PMF07001	CITY FACILITY REHAB 2007	2,875
PMF07002	POSTAGE	41,343
PMF07003	ROOF REPAIRS & REPL 2007	52,229
PMF08001	911 CALL CTR 2ND FL IMPROVEMEN	3,720
PMF08002	YMCA RENOVATION	565,585
PMT08001	PMT08001 GLORY ROAD LANDSCAP	30,735
PMT08002	PMT08002 FRANKLINE AVE TEMP TR	5,482
PPA05001	COHEN STADIUM LESSOR IMPV	5,837
PPA07001	SHAWVER & HAWKINS POOL COOLING	24,284
PPW0007130	CAROLINA BRIDGE RECONSTRUCTION	15,757
PPW0007160	YARBROUGH BRIDGE RECONST.	7,545
PPW0023	LEE BLVD. - MONTANA TO PRATT	225,151
PPW0035007	SAN ANTONIO PLAZA	17,934
PPW0035011	CBD PHASE 3 DESIGN	3,138
PPW0046004B	NORTHEAST REG FIELD LIGHTING	232,615
PPW0047	TMC OPERATIONS CENTER	(33,168)
PPW0053	DODGE (HAWKINS) EXPANSION	480,822
PPW0054	ZARAGOZA OVERPASS	6,409
PPW0056002	LIB PRJTS 00 ELEC-MAIN LIB REM	363
PPW0056005YR2	EAST SIDE REGIONAL LIBRARY BRC	6,730
PPW0088	PAVEMENT CONDITION INDEXING	319
PPW0310	PLAZA THEATRE	127,521
PPWFA03009	CITY HALL RENOVATIONS	(25)
PPWST03001	CBD PHASE 3	880,576
PQLPA136	NEW REC CENTER WESTSIDE	543,631
PQLPA144	PAVO REAL PARK & POOL	121,055
PQLPA144A	PAVO REAL BATH HOUSE RENOV	4,273
PQLPA150	ROSE GARDEN	(175)
PQLPA172	WEST SPORT COMPLEX THREE HILL	1,131,966
PQLPA172A	WESTSIDE/EPCC (NW) PARKING LOT	648,389
PQLPA172B	WESTSIDE SPORTS COMPLEX PH II	128,876
PQLPA172C	WESTSIDE SPORTS FIELD LIGHTIN	17,608
PQLPA179	TRAVIS WHITE PARK PARKING LOT	(2,000)
PQLPA186B	CITYWIDE PARKS BID 6B	2,761
PQLPA190	PIP10 WESTSIDE COMMUNITY PARK	152,583
PQLZO104	ZOO AFRICA EXPANSION	34,968
PQLZO106	ZOO WESTERN EXPANSION	2,544,877
PST05002	MAST ARM REPLACEMENT	28,166
PST05006	ALAMEDA/EL PASO DR INTX IMPV	(52,428)
PST06002	ALBERTA & CONCEPCION IMPV	72,238
PST06003	HAWKINS MEDIAN IMPROVEMENTS	21,915
PST06004	TRAFFIC CALMING DEVICES/SIGNAL	36,700
PST07002	TRAFFIC CALMING 2007	83,976
PST07003	MICRO SURFACING 2007	740,508
PST08002	UPPER VALLEY TRAFFIC STUDY	266,438
PSTM06 PW111-0	DRAINAGE EASEMENT ON FRANKLIN	963
PSTM06 PW119-0	COLONIA ESCONDIDA	33,619
PSTM06 PW24-0	WALLENBURG AND MESA HILLS	36
PSTM06 PW25-0	OCOTILLO/CHARL ANN	1,711,379
PSTM06 PW26-0	LINDBERG DONIPH TO MONTOYA DRA	196,738
PSTM06 PW26-0A	LOMITA DRAINAGE IMPROVEMENTS	8,347,503
PSTM06 PW26-0B	LINDBERG UPPER VALLEY PHASE IV	190,999
PSTM06 PW26-0C	UV PH 1B-MCCUTCHEON BASIN/PUMP	711,172
PSTM06 PW41-0	WESTSIDE IMPROVEMENTS PHASEII	1,102,514
PSTM06 PW42-0	PARAGON SANTA FE CHANNEL FESTI	27,695
PSTM06 PW43-0	CORONADO CHANNEL	124,770
PSTM06 PW43-0B	SPRING CREST ST. IMPROVEMENTS	157,090
PSTM06 PW509	BASIN A PUMP STATION DISCHARGE	593,089

CITY OF EL PASO, TEXAS
Schedule of Capital Projects
For the Year Ended August 31, 2009

Project	Name/Description	Expenditures and Transfers Out
PSTM06 PW512	CHANNEL NO. 2 (BUTTERFIELD TRA	\$ 614,702
PSTM06 PW513	CHIHUAHUITA NEIGHBORHOOD	65,332
PSTM06 PW514	CLARDY FOX PUMP STATION	1,051,529
PSTM06 PW516	JOYCE CIRCLE	128,753
PSTM06 PW516B	JOYCE CIRCLE PHASE III	1,437,500
PSTM06 PW520	MODESTO CHAN RIVER OUTFALL	(39,128)
PSTM06 PW522	MOWAD SUBDIVISION	26,719
PSTM06 PW522A	MOWAD SUBDIVISION REPLAT	11,690
PSTM06 PW527	PERSHING DAM UPPER & LOWER BAS	376,148
PSTM06 PW529	PUMP STATIONS ASSESS & REPAIR	661,364
PSTM06 PW537	COPPER QUEEN	132
PSTM06 PW540	DALLAS OUTFALL	109,740
PSTM06 PW542	FIBER OPTIC LINK TO CITY FACIL	609,959
PSTM06 PW554	CEBADA PUMP STATION	815,149
PSTM06 PW555	CAPITAL EQUIPMENT	2,110,583
PSTM06 PW556	SAIPAN	408,862
PSTM06 PW56-0	OJO DE AGUA CHANNEL & THORN IN	9,919
PSTM06 PW64-0	MCKELLIGON CANYON	(60,481)
PSTM06 PW64-0A	MCKELLIGON CANYON ARROYO	11,510
PSTM06 PW67-0A	HIGH RIDGE & BEAR RIDGE PH II	47,803
PSTM06 PW70-0	CASTELLANO DRIVE	851
PSTM06 PW84-0A	JESUIT BASIN RETAINING WALL	22,031
PSTM06FC001	STORM 2006 MASTER	99,458
PSTM06FC001A	GLORY RD STORM SEWER RELOCATIO	73,154
PSTM06FC001B	MASTER DRAINAGE STUDY	1,181,890
PSTM06FC002	GRAVITY FLOW OUTLETS TO RIO GR	1,200
PSTM06FC004C	INSPECT/ASSESS CONDUITS PH 3	22,856
PSTM06FC004D	INSPECT/ASSESS CONDUITS PH 4	23,342
STORM2006	STORM2006 PROJECT	901,771
	Total Expenditures and transfers out	<u>\$ 85,944,655</u>

INTERNAL SERVICE FUNDS

Internal Service funds are used to account for the financing of goods or services provided by one department of the City to other City departments and other public units, on a cost reimbursement basis.



Supply and Support - This fund accounts for the Fleet Maintenance Department which operates the City motor pool and maintains and repairs City owned vehicles and major equipment, excluding the vehicles utilized by Mass Transit. In addition, the City's copy center and postage functions are also accounted for in this fund.

Self-Insurance - This fund accounts for the financing of health benefits, workers' compensation benefits and unemployment benefits for City employees.

CITY OF EL PASO, TEXAS

COMBINING BALANCE SHEET

INTERNAL SERVICE FUNDS

August 31, 2009

	SUPPLY AND SUPPORT	SELF INSURANCE	TOTALS
ASSETS:			
Cash and Cash Equivalents	\$ 3,654	12,305,525	12,309,179
Investments	-	5,514,569	5,514,569
Receivables - Net of Allowances			
Interest	-	32,528	32,528
Inventory	761,074	-	761,074
Fuel Inventory	137,729	-	137,729
Capital Assets:			
Construction in Progress	8,905	-	8,905
Buildings, Improvements & Equipment, Net	128,153	-	128,153
TOTAL ASSETS	1,039,515	17,852,622	18,892,137
 LIABILITIES:			
Accounts Payable	487,502	175,458	662,960
Accrued Payroll	123,861	31,151	155,012
Compensated Absences	240,897	59,276	300,173
Other Postemployment Benefits	291,851	39,713	331,564
Net Pension Obligation	8,604	2,030	10,634
Claims and Judgments	-	18,169,893	18,169,893
TOTAL LIABILITIES	1,152,715	18,477,521	19,630,236
 NET ASSETS:			
Invested in capital assets, net of related debt	137,058	-	137,058
Unrestricted			
Supply and Support	(250,258)	-	(250,258)
Health Benefits	-	(10,758,796)	(10,758,796)
Workers Compensation	-	10,012,333	10,012,333
Unemployment	-	121,564	121,564
TOTAL NET ASSETS	(113,200)	(624,899)	(738,099)
 TOTAL LIABILITIES AND NET ASSETS	 \$ 1,039,515	 17,852,622	 18,892,137

CITY OF EL PASO, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS

INTERNAL SERVICE FUNDS

For the Year Ended August 31, 2009

	SUPPLY AND SUPPORT	SELF INSURANCE	TOTALS
OPERATING REVENUES:			
Sales to Departments	\$ 13,872,651	-	13,872,651
Premium Contributions	-	48,197,979	48,197,979
General Revenues	34,481	1,285,383	1,319,864
TOTAL OPERATING REVENUES	13,907,132	49,483,362	63,390,494
OPERATING EXPENSES:			
Personnel Services	3,444,294	886,948	4,331,242
Outside Contracts	191,962	3,237,893	3,429,855
Professional Services	-	610,153	610,153
Fuel and Lubricants	5,776,512	-	5,776,512
Materials and Supplies	3,269,367	18,436	3,287,803
Communications	13,543	1,671	15,214
Utilities	25,669	-	25,669
Operating Leases	94,072	2,528	96,600
Travel and Entertainment	844	3,207	4,051
Benefits Provided	-	41,294,003	41,294,003
Maintenance and Repairs	1,121,651	1,754	1,123,405
Other Operating Expenses	17,258	4,241	21,499
Depreciation	35,698	-	35,698
TOTAL OPERATING EXPENSES	13,990,870	46,060,834	60,051,704
OPERATING INCOME(LOSS)	(83,738)	3,422,528	3,338,790
NONOPERATING REVENUES:			
Interest Revenue	-	162,779	162,779
Net Increase in the Fair Value of Investments	-	40,337	40,337
TOTAL NONOPERATING REVENUES	-	203,116	203,116
INCOME(LOSS)	(83,738)	3,625,644	3,541,906
Change in net assets	(83,738)	3,625,644	3,541,906
Total Net Assets-beginning	(29,462)	(4,250,543)	(4,280,005)
Total Net Assets-ending	\$ (113,200)	(624,899)	(738,099)

CITY OF EL PASO, TEXAS
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
For the Year Ended August 31, 2009

	<u>SUPPLY AND SUPPORT</u>	<u>SELF INSURANCE</u>	<u>TOTALS</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers	\$ 13,928,935	49,499,712	63,428,647
Payments to suppliers	(10,734,806)	(44,876,405)	(55,611,211)
Payments to employees	(3,176,074)	(851,161)	(4,027,235)
Proceeds (to) from other funds	(5,497)	5,497	-
Net cash provided by operating activities	<u>12,558</u>	<u>3,777,643</u>	<u>3,790,201</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Purchases of capital assets	(8,904)		(8,904)
Net cash provided (used) by capital and related financing activities	<u>(8,904)</u>	<u>-</u>	<u>(8,904)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sales and maturities of investments	-	4,422,194	4,422,194
Purchases of Investments	-	(5,514,569)	(5,514,569)
Interest	-	170,588	170,588
Net cash provided (used) by investing activities	<u>-</u>	<u>(921,787)</u>	<u>(921,787)</u>
Net increase in cash and cash equivalents	3,654	2,855,856	2,859,510
Balances - beginning of the year	-	9,449,669	9,449,669
Balances - end of the year	<u>\$ 3,654</u>	<u>12,305,525</u>	<u>12,309,179</u>
Reconciliation of operating income (loss) to net cash provided by operating activities:			
Operating income (loss)	\$ (83,738)	3,422,528	3,338,790
Adjustments to reconcile operating income to net cash provided by operating activities:			
Depreciation expense	35,698	-	35,698
Compensated Absences	81,617	11,398	93,015
Other Post Employment Benefits	156,578	19,820	176,398
Net Pension Obligation	(1,708)	(512)	(2,220)
Change in assets and liabilities:			
Receivables, net	21,803	16,350	38,153
Inventories	(121,978)	-	(121,978)
Other assets	-	5,497	5,497
Accounts and other payables	(107,447)	(464,740)	(572,187)
Accrued expenses	31,733	767,302	799,035
Net cash provided by operating activities	<u>\$ 12,558</u>	<u>3,777,643</u>	<u>3,790,201</u>

PENSION TRUST FUNDS



CITY OF EL PASO, TEXAS
COMBINING STATEMENT OF NET ASSETS
PENSION TRUST FUNDS

August 31, 2009

	CEPF Pension Trust Fund	FPPF Pension Trust Fund (as of December 31, 2008)		Total
		Fireman Division	Policeman Division	
ASSETS				
Cash and Cash Equivalents	\$ 14,719,638	2,661,432	4,373,806	21,754,876
Investments:				
Mutual Funds	10,121,212	-	-	10,121,212
Corporate Bonds	35,518,633	-	-	35,518,633
Corporate Stocks	149,886,143	-	-	149,886,143
Bank Collective Investment Funds	116,514,567	-	-	116,514,567
Commingled Investment Funds	108,566,484	-	-	108,566,484
Foreign Exchange contract	24,361	-	-	24,361
Investment in Real Estate Fund	27,075,500	-	-	27,075,500
Fixed Income Securities	-	121,219,567	199,103,591	320,323,158
Domestic Equities	-	60,390,150	99,191,046	159,581,196
International Equities	-	62,552,430	102,742,601	165,295,031
Receivables - Net of Allowances				
Commission Credits Receivable	68,858	-	-	68,858
Due from Brokers For Securities Sold	467,439	-	-	467,439
Employer Contributions	667,308	446,665	632,008	1,745,981
Employee Contributions	443,918	379,168	487,700	1,310,786
Accrued Interest and Dividends	1,038,898	-	-	1,038,898
Other	-	2,206	3,974	6,180
Prepaid Items	21,240	-	-	21,240
Other, Net	-	4,241	7,877	12,118
Capital Assets:				
Buildings, Improvements & Equipment, Net	-	589,544	589,544	1,179,088
TOTAL ASSETS	465,134,199	248,245,403	407,132,147	1,120,511,749
LIABILITIES				
Accounts Payable	1,617,859	315,425	467,134	2,400,418
Deferred Revenue - Commission Credits	68,858	-	-	68,858
Foreign Exchange Contract	13,875	-	-	13,875
TOTAL LIABILITIES	1,700,592	315,425	467,134	2,483,151
NET ASSETS:				
Held in Trust for Pension Benefits and Other Purposes	\$ 463,433,607	247,929,978	406,665,013	1,118,028,598

CITY OF EL PASO, TEXAS
COMBINING STATEMENT OF CHANGES IN NET ASSETS
PENSION TRUST FUNDS
For the Year Ended August 31, 2009

	CEPF Pension Trust Fund	FPPF Pension Trust Fund (for the year ended December 31, 2008)		Total
		Firemen Division	Policemen Division	
ADDITIONS (REDUCTIONS)				
Contributions:				
Employer	\$ 17,245,402	8,607,484	12,428,593	38,281,479
Employee	11,533,666	7,529,739	9,927,392	28,990,797
Total contributions	<u>28,779,068</u>	<u>16,137,223</u>	<u>22,355,985</u>	<u>67,272,276</u>
Investment earnings (loss):				
Net depreciation in fair value of investments	(49,772,720)	(90,218,977)	(147,397,712)	(287,389,409)
Interest	2,198,128	2,452,857	4,008,831	8,659,816
Dividends	2,967,150	3,078,773	5,031,352	11,077,275
Securities lending income	401,432	-	-	401,432
Securities lending fees	(22,534)	-	-	(22,534)
Investment advisor fees	(1,876,814)	(1,214,937)	(1,853,848)	(4,945,599)
Increase in commission credits receivable	37,452			37,452
Net investment (loss)	<u>(46,067,906)</u>	<u>(85,902,284)</u>	<u>(140,211,377)</u>	<u>(272,181,567)</u>
Other Income				
Rental and Other Income	-	74,430	134,118	208,548
Total other income	<u>-</u>	<u>74,430</u>	<u>134,118</u>	<u>208,548</u>
Total additions(reductions)	<u>(17,288,838)</u>	<u>(69,690,631)</u>	<u>(117,721,274)</u>	<u>(204,700,743)</u>
DEDUCTIONS				
Benefits paid to participants	32,854,259	19,927,497	25,663,077	78,444,833
Refunds of contributions	2,027,657	120,357	534,390	2,682,404
Administrative expenses	748,789	553,628	624,561	1,926,978
Total deductions	<u>35,630,705</u>	<u>20,601,482</u>	<u>26,822,028</u>	<u>83,054,215</u>
Change in net assets	<u>(52,919,543)</u>	<u>(90,292,113)</u>	<u>(144,543,302)</u>	<u>(287,754,958)</u>
Net assets - beginning of the year	516,353,150	338,222,091	551,208,315	1,405,783,556
Net assets - end of the year	<u>\$ 463,433,607</u>	<u>247,929,978</u>	<u>406,665,013</u>	<u>1,118,028,598</u>

FIDUCIARY FUNDS

Fiduciary funds are used to account for assets held by a governmental unit in a trustee capacity or as an agent for individuals, private organizations or other governmental units.



Agency Fund - This fund is used to account for the City Tax Department, which collects property taxes for other taxing entities, the Property Improvement District #1 and the Camino Real Regional Mobility Authority.

CITY OF EL PASO, TEXAS

Schedule of Changes in Assets and Liabilities

AGENCY FUNDS

For the Year Ended August 31, 2009

	September 1, 2008	Debits	Credits	August 31, 2009
ASSETS:				
Cash and Cash Equivalents	\$ 3,191,249	598,770,753	598,762,243	3,199,759
Investments	-	164,332	-	164,332
Uncollected Property Taxes	48,550,831	639,702,822	634,128,384	54,125,269
Special Assessment - PID #1	507,933	-	43,402	464,531
Due from Other Funds	4,662,096	-	1,100,000	3,562,096
TOTAL ASSETS	\$ 56,912,109	1,238,637,907	1,234,034,029	61,515,987
LIABILITIES:				
Prepaid Property Taxes	\$ 1,330,647	1,330,647	1,479,130	1,479,130
Payable to Bondholders - PID #1	507,933	43,402	-	464,531
Amount Available for Bond Payments	18,711	43,402	44,207	19,516
Payable to Other Entities	1,700,164	596,433,700	596,340,888	1,607,352
Property Taxes Subject to Refund	4,803,823	1,100,000	116,366	3,820,189
Uncollected Taxes	48,550,831	634,128,384	639,702,822	54,125,269
TOTAL LIABILITIES	\$ 56,912,109	1,233,079,535	1,237,683,413	61,515,987

**STATISTICAL SECTION
(UNAUDITED)**



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

Contents

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Financial Trends

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

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Revenue Capacity

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

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Debt Capacity

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

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Demographic and Economic Information

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

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Operating Information

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

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Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for fiscal year 2009. The city implemented GASB Statement 34 in 2002; schedules presenting government-wide information include information beginning in that year.

City of El Paso
Net Assets by Components
Last Eight Fiscal Years *
(accrual basis of accounting)

	Fiscal Year							
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Governmental activities								
Invested in capital assets, net of related debt	\$ 149,010,953	126,666,660	124,115,981	130,003,295	140,935,012	139,848,416	139,689,930	132,325,231
Restricted	59,250,860	68,610,583	57,817,272	59,196,922	68,733,626	76,565,782	78,827,437	84,571,971
Unrestricted (Deficit)	<u>3,156,607</u>	<u>(3,046,854)</u>	<u>15,546,268</u>	<u>(36,500,168)</u>	<u>(67,192,341)</u>	<u>(102,599,515)</u>	<u>(144,660,748)</u>	<u>(156,747,519)</u>
Total governmental activities net assets	<u>\$ 211,418,420</u>	<u>192,230,389</u>	<u>197,479,521</u>	<u>152,700,049</u>	<u>142,476,297</u>	<u>113,814,683</u>	<u>73,856,619</u>	<u>60,149,683</u>
 Business-type activities								
Invested in capital assets, net of related debt	\$ 175,314,768	173,824,992	206,129,774	215,569,993	217,502,256	249,477,785	264,968,805	286,906,206
Restricted	36,458,279	32,816,326	22,536,194	23,721,769	26,038,264	25,722,710	20,104,437	24,591,100
Unrestricted	<u>19,675,417</u>	<u>22,027,866</u>	<u>(1,101,298)</u>	<u>11,269,135</u>	<u>17,226,535</u>	<u>5,678,448</u>	<u>11,078,287</u>	<u>10,275,656</u>
Total business-type activities net assets	<u>\$ 231,448,464</u>	<u>228,669,184</u>	<u>227,564,670</u>	<u>250,560,897</u>	<u>260,767,055</u>	<u>280,878,943</u>	<u>296,151,529</u>	<u>321,772,962</u>
 Primary government								
Invested in capital assets, net of related debt	\$ 324,325,721	300,491,652	330,245,755	345,573,288	358,437,268	389,326,201	404,658,735	419,231,437
Restricted	95,709,139	101,426,909	80,353,466	82,918,691	94,771,890	102,288,492	98,931,874	100,482,686
Unrestricted (Deficit)	<u>22,832,024</u>	<u>18,981,012</u>	<u>14,444,970</u>	<u>(25,231,033)</u>	<u>(49,965,806)</u>	<u>(96,921,067)</u>	<u>(133,582,461)</u>	<u>(137,791,478)</u>
Total governmental activities net assets	<u>\$ 442,866,884</u>	<u>420,899,573</u>	<u>425,044,191</u>	<u>403,260,946</u>	<u>403,243,352</u>	<u>394,693,626</u>	<u>370,008,148</u>	<u>381,922,645</u>

* GASB Statement No. 34 was implemented in fiscal year 2002.

City of El Paso
Change in Net Assets
Last Eight Fiscal Years *
(accrual basis of accounting)

	Fiscal Year							
	2002	2003	2004	2005	2006	2007	2008	2009
Expenses								
Governmental activities:								
General government	\$ 26,712,552	33,524,492	39,267,475	41,324,544	32,236,865	35,819,019	43,886,275	41,473,314
Public safety	168,101,107	166,270,434	175,113,112	211,655,591	202,415,512	207,468,617	227,056,341	217,780,949
Public works	64,029,296	60,320,589	54,184,948	62,590,505	64,770,369	65,296,644	68,682,326	65,613,445
Public health	18,323,647	23,207,396	21,013,400	22,917,380	26,016,660	26,908,285	25,260,921	20,208,520
Parks	15,061,696	16,775,398	16,020,341	17,324,834	18,962,330	20,272,370	21,845,479	23,005,417
Library	6,513,052	7,545,588	5,828,037	7,581,934	7,156,480	9,223,454	10,345,730	9,860,118
Culture & recreation	10,532,736	11,235,927	11,348,870	10,842,574	13,083,810	15,856,297	16,395,281	19,155,478
Community & economic development	19,082,055	21,962,296	15,167,888	23,449,341	31,901,231	20,209,095	15,634,017	17,795,711
Interest on long-term debt	21,146,790	17,061,437	18,012,558	15,749,939	19,256,304	24,319,731	28,832,902	29,403,379
Total governmental activities expenses	349,502,931	357,903,557	355,956,629	413,436,642	415,799,561	425,373,512	457,939,272	444,296,331
Business-type activities:								
International airport operations	27,700,793	28,600,500	28,818,394	32,202,892	31,495,679	32,461,434	38,326,755	36,407,172
Industrial park and other operations					2,325,816	3,755,998	4,644,735	4,932,225
International bridges operations	2,814,122	2,843,756	3,029,436	3,550,111	3,920,870	3,531,138	3,928,808	30,284,090
Solid waste disposal operations	21,834,341	24,340,677	28,703,259	15,498,416	32,011,444	29,062,025	34,250,866	53,319,405
Mass transit operations	40,295,111	44,267,736	45,231,636	45,853,919	47,270,617	49,391,220	50,063,983	5,384,440
Total business-type activities expenses	92,644,367	100,052,669	105,782,725	97,105,338	117,024,426	118,201,815	131,215,147	130,327,332
Total primary government expenses	\$ 442,147,298	457,956,226	461,739,354	510,541,980	532,823,987	543,575,327	589,154,419	574,623,663
Program Revenues								
Governmental activities:								
Charges for services:								
General government	1,672,984	2,739,751	3,693,791	3,814,092	4,305,508	5,968,933	4,998,092	5,058,943
Public safety	23,386,121	31,389,279	35,591,997	28,741,771	18,447,269	3,507,046	9,849,732	28,596,961
Public works	7,302,614	7,620,905	11,280,055	15,374,828	15,896,953	22,729,186	20,296,636	11,833,895
Public health	2,561,363	3,537,388	4,349,549	2,390,038	4,523,753	4,287,063	4,509,889	4,873,005
Parks	2,673,863	2,811,911	3,038,679	2,739,742	4,804,378	3,979,702	4,794,272	3,559,049
Library	209,915	227,565		25,701	258,451	267,553	401,564	316,818
Culture and recreation	1,077,759	1,062,427	1,156,533	1,061,798	1,044,959	1,135,146	1,189,897	1,258,747
Community and economic development	2,934,863	4,476,487	2,829,346	188,986	5,976,060	4,258,063	8,988,255	5,310,286
Operating grants and contributions	40,685,867	39,087,412	37,667,385	43,994,501	53,903,277	32,231,046	35,994,679	45,550,140
Capital grants and contributions	9,662,029	7,007,936	12,933,126	10,189,398	14,749,088	10,553,676	1,795,839	1,167,076
Total governmental activities program revenues	92,167,378	99,961,061	112,540,461	108,520,855	123,909,696	88,917,414	92,818,855	107,524,920
Business-type activities:								
Charges for services:								
International airport operations	25,611,417	18,747,995	21,694,995	24,203,962	24,408,554	26,770,747	28,547,013	25,639,495
Industrial park and other operations		7,526,512	5,883,050	5,917,634	6,471,173	7,000,610	6,724,676	8,211,856
International bridges operations	10,516,331	11,116,917	12,000,216	14,192,515	14,613,388	14,415,189	16,677,381	41,310,894
Solid waste disposal operations	25,630,336	27,230,865	29,423,203	28,609,380	34,867,563	37,445,758	41,703,614	8,671,828
Mass transit operations	7,196,770	6,821,455	7,047,775	7,123,105	7,551,341	7,781,901	8,366,568	14,926,788
Operating grants and contributions	10,667,890	11,798,744	13,203,546	9,863,996	15,956,421	8,483,199	12,680,418	11,381,816
Capital grants and contributions	16,721,304	10,802,246	9,943,357	22,081,292	10,994,492	21,955,766	17,793,068	31,705,800
Total business-type activities program revenues	96,344,048	94,044,734	99,196,142	111,991,884	114,862,932	123,853,170	132,492,738	141,848,057
Total primary government activities program revenues	\$ 188,511,426	194,005,795	211,736,603	220,512,739	238,772,628	212,770,584	225,311,593	249,372,977
Net (Expense)/ Revenue								
Governmental activities	\$ (257,335,553)	(257,942,496)	(243,416,168)	(304,915,787)	(291,889,865)	(336,456,098)	(365,120,417)	(336,771,411)
Business-type activities	3,699,681	(6,007,935)	(6,586,583)	14,886,546	(2,161,494)	5,651,355	1,277,591	11,520,725
Total primary government net expense	\$ (253,635,872)	(263,950,431)	(250,002,751)	(290,029,241)	(294,051,359)	(330,804,743)	(363,842,826)	(325,250,686)
General Revenues and Other Changes in Net Assets								
Governmental activities:								
Taxes								
Ad valorem taxes	\$ 127,981,301	132,122,616	136,847,063	142,815,161	149,201,403	159,778,240	177,326,938	183,557,317
Sales taxes	52,150,330	54,509,563	58,255,358	61,122,021	68,074,321	73,318,224	77,682,351	74,537,354
Franchise taxes	28,209,095	28,343,827	30,630,964	32,867,495	37,626,413	41,999,260	42,324,317	43,282,691
Gain on disposal of capital assets					1,474,788	1,844,241	1,986,385	596,134
Transfers	19,679,913	21,996,686	21,191,700	20,540,179	20,958,294	20,735,493	22,215,213	19,406,603
Investment earnings	4,070,326	1,781,773	1,740,215	2,791,459	4,330,894	6,805,242	3,627,149	1,684,376
Total Government activities	232,090,965	238,754,465	248,665,300	260,136,315	281,666,113	304,480,700	325,162,353	323,064,475
Business-type activities:								
Taxes								
Sales taxes	23,482,957	24,086,524	25,747,419	26,679,844	29,710,436	31,608,166	33,524,434	32,541,098
Investment earnings	2,462,781	872,646	926,350	1,970,016	3,325,583	3,901,695	2,513,155	953,273
Gain on disposal of capital assets					289,927	8,149	172,619	12,940
Transfers	(19,679,913)	(21,996,686)	(21,191,700)	(20,540,179)	(20,958,294)	(20,735,493)	(22,215,213)	(19,406,603)
Total business-type activities	6,265,825	2,962,484	5,482,069	8,109,681	12,367,652	14,782,517	13,994,995	14,100,708
Total primary government	\$ 238,356,790	241,716,949	254,147,369	268,245,996	294,033,765	319,263,217	339,157,348	337,165,183
Change in Net Assets								
Governmental activities	\$ (25,244,588)	(19,188,031)	5,249,132	(44,779,472)	(10,223,752)	(31,975,398)	(39,958,064)	(13,706,936)
Business-type activities	9,965,506	(3,045,451)	(1,104,514)	22,996,227	10,206,158	20,433,872	15,272,586	25,621,433
Total primary government	\$ (15,279,082)	(22,233,482)	4,144,618	(21,783,245)	(17,594)	(11,541,526)	(24,685,478)	11,914,497

* GASB Statement No. 34 was implemented in fiscal year 2002.

City of El Paso
Fund Balances, Governmental Funds
Last Eight Fiscal Years *
(modified accrual basis of accounting)

	Fiscal Year							
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
General Fund								
Reserved	\$ 19,896,947	19,275,629	18,985,448	19,134,781	19,087,141	18,749,504	19,015,895	18,454,550
Unreserved	<u>25,184,462</u>	<u>22,047,051</u>	<u>17,363,518</u>	<u>17,202,918</u>	<u>15,790,210</u>	<u>22,602,463</u>	<u>19,098,542</u>	<u>19,765,158</u>
Total general fund	<u>\$ 45,081,409</u>	<u>41,322,680</u>	<u>36,348,966</u>	<u>36,337,699</u>	<u>34,877,351</u>	<u>41,351,967</u>	<u>38,114,437</u>	<u>38,219,708</u>
All Other Governmental Funds								
Reserved	\$ -	-	-	2,125,539	1,526,873	3,128,261	2,951,617	5,500,901
Unreserved, reported in:								
Special Revenue funds	9,462,100	11,236,359	12,864,318	14,258,929	17,968,077	18,681,662	18,244,091	18,278,330
Debt service funds	11,601,478	5,577,479	510,765	499,449	842,041	1,388,518	2,528,122	210,206
Capital projects funds (Deficit)	<u>64,185,957</u>	<u>58,944,445</u>	<u>31,014,149</u>	<u>13,147,988</u>	<u>19,383,110</u>	<u>19,687,079</u>	<u>8,910,475</u>	<u>(1,923,167)</u>
Total all other governmental funds	<u>\$ 85,249,535</u>	<u>75,758,283</u>	<u>44,389,232</u>	<u>30,031,905</u>	<u>39,720,101</u>	<u>42,885,520</u>	<u>32,634,305</u>	<u>22,066,270</u>

* GASB Statement No. 34 was implemented in fiscal year 2002.

City of El Paso
Changes in Fund Balances, Governmental Funds
Last Eight Fiscal Years*
(modified accrual basis of accounting)

	Fiscal Year							
	2002	2003	2004	2005	2006	2007	2008	2009
Revenues:								
Property Taxes	128,068,036	131,142,591	136,314,193	143,354,730	149,919,202	160,955,530	179,171,076	181,827,479
Sales Taxes	52,150,330	54,509,563	58,255,358	61,122,021	68,074,321	73,318,224	77,682,351	74,537,354
Franchise Fees	28,209,095	28,343,827	30,630,964		34,683,663	44,753,181	40,726,042	43,847,569
Charges for Services	12,985,789	16,070,790	17,974,604		28,701,760	35,626,913	35,024,809	27,350,326
Fines and Forfeits	15,821,180	15,757,528	16,435,462	15,158,118	13,823,031	15,022,482	14,913,358	15,495,022
Licenses and Permits	6,892,974	7,027,975	8,656,832	10,119,783	10,622,692	12,247,930	12,397,740	11,142,329
Intergovernmental Revenues	50,347,895	46,095,348	43,692,655	51,519,022	57,411,949	40,979,531	35,616,877	44,789,387
County Participation	-	-	-	-	2,083,180	1,832,806	2,173,641	1,927,829
Interest	5,449,322	1,812,000	1,757,841	2,872,379	3,860,994	7,601,551	3,556,642	1,524,590
Rents and Other	6,418,091	9,559,643	17,142,729		9,628,008	5,792,472	4,185,507	3,637,303
Net Increase(Decrease) in the Fair Value of Investments	-	-	(17,626)		(276,034)	(12,500)	70,507	159,786
Total Revenues	306,342,712	310,319,265	330,843,012	345,015,436	378,532,766	398,118,120	405,518,550	406,238,974
Expenditures:								
General Government	24,213,546	26,244,962	27,316,891	28,606,052	26,752,926	28,372,232	33,348,474	33,948,460
Public Safety	150,524,772	157,049,358	165,893,165	169,556,821	176,661,936	283,911,882	195,823,226	304,389,128
Public Works	34,150,067	35,757,909	36,449,919		37,739,911	23,727,919	23,146,710	23,026,748
Public Health	17,093,640	22,359,589	21,555,610		24,906,214	26,202,064	24,231,993	18,943,820
Facilities Maintenance						14,862,618	15,305,363	15,889,876
Parks	13,117,106	14,165,341	14,891,894	15,134,311	16,519,085	17,669,603	18,182,874	18,751,833
Library	5,206,120	5,704,701	5,666,299	5,682,907	6,384,195	7,820,910	8,574,514	8,446,529
Non Departmental	285,193	881,312	891,060	1,771,003	1,485,256	5,168,597	5,540,947	4,030,705
Culture and Recreation	8,398,177	9,337,744	9,584,066	9,029,232	9,413,589	11,854,062	12,125,397	13,304,250
Economic Development	749,087	2,197,676	2,085,509	2,236,143	2,545,525	2,646,778	2,139,743	2,352,538
Mass Transportation	-	-	-	-	33,675	-	-	-
Solid Waste	-	47,471	10,022	25,634	195,848	-	-	88,357
Community and Human Development	18,448,475	13,982,901	13,183,487	18,967,948	16,554,438	12,286,722	9,589,694	12,843,354
Capital Outlay	72,946,560	72,936,309	71,435,776	91,455,484	106,981,475	101,415,992	89,386,189	95,448,695
Debt Service:								
Principal	17,045,330	20,426,627	20,767,718	19,416,716	25,390,920	27,149,797	29,647,506	31,052,868
Interest	19,367,689	18,153,214	19,315,221	16,690,016	19,277,245	20,633,814	32,109,109	34,187,775
Arbitrage Rebate	93,847	279,702	-	-	-	-	-	-
Payment to Refunding to Bond Escrow Agent	1,790,000	-	-	1,508,975	-	1,360,000	-	448,428
Fiscal Fees	948,784	255,053	49,584	1,980,921	678,607	4,022,146	1,960,367	2,334,575
Total Expenditures	384,378,393	399,779,869	409,096,221	441,264,794	471,520,845	590,105,136	501,112,106	619,487,939
Excess (Deficiency) of revenues over expenditures	(78,035,681)	(89,460,604)	(78,253,209)	(96,249,358)	(92,988,079)	(191,987,016)	(95,593,556)	(213,248,965)
Other Financing Sources(Uses):								
Transfers from Other funds	20,852,055	24,446,476	23,567,019	25,419,672	34,116,535	33,517,166	34,849,405	24,987,947
Transfers Out	(1,172,142)	(2,199,791)	(2,375,319)	(4,879,493)	(13,158,241)	(12,781,673)	(12,634,192)	(5,581,344)
Face Amount of Bonds Issued	25,409,000	40,549,000	-	17,315,000	56,350,000	176,240,000	56,455,000	169,160,000
Face Amount of Commercial Paper Issued	5,000,000	13,000,000	20,500,000	39,500,000	20,000,000	-	-	-
Face Amount of Refunding Bonds Issued	55,090,000	-	29,265,000	152,190,000	-	95,190,000	-	16,020,000
Premium on Issuance of Bonds	3,479,377	132,763	2,047,876	10,228,013	2,190,648	5,707,251	1,448,213	3,793,396
Payment to Refunding to Bond Escrow Agent	(58,004,579)	-	(31,312,876)	(160,486,753)	-	(98,303,289)	-	(17,292,108)
Proceeds from Sale of Capital Assets	503,985	282,175	218,744	2,594,325	1,716,985	2,057,596	1,986,385	597,434
Loan Proceeds	-	-	-	-	-	-	-	11,100,876
Total other financing sources (uses)	51,157,696	76,210,623	41,910,444	81,880,764	101,215,927	201,627,051	82,104,811	202,786,201
Net change in fund balance	(26,877,985)	(13,249,981)	(36,342,765)	(14,368,594)	8,227,848	9,640,035	(13,488,745)	(10,462,764)
Debt service as a percentage of noncapital expenditures	11.91%	11.30%	11.64%	10.69%	11.57%	10.28%	14.40%	12.13%

* GASB Statement No. 34 was implemented in fiscal year 2002.

City of El Paso
Assessed Value and Actual Value of Taxable Property
Last Eight Fiscal Years *

Fiscal Year Ended August 31,	Residential Property	Commercial Property	Industrial Property	Actual Value	Less: Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate
2002	\$ 11,146,866,901	5,262,399,538	2,937,150,177	19,346,416,616	2,090,140,761	17,256,275,855	1.394234
2003	11,380,139,780	5,658,223,160	2,560,603,267	19,598,966,207	1,804,376,401	17,794,589,806	1.433300
2004	11,813,277,667	5,776,039,066	2,357,113,674	19,946,430,407	1,757,517,194	18,188,913,213	1.454415
2005	13,174,534,808	6,058,031,409	2,440,355,008	21,672,921,225	1,843,419,090	19,829,502,135	1.452701
2006	14,280,033,787	6,598,225,436	2,070,795,198	22,949,054,421	1,899,324,828	21,049,729,593	1.448908
2007	15,837,328,729	7,392,991,333	2,221,565,699	25,451,885,761	1,887,264,732	23,564,621,029	1.370714
2008	17,695,257,307	7,928,400,439	2,434,538,160	28,058,195,906	1,945,955,410	26,112,240,496	1.315605
2009	19,492,871,750	8,955,857,589	2,402,999,221	30,851,728,560	2,131,549,259	28,720,179,301	1.263782

* GASB Statement No. 34 was implemented in fiscal year 2002.

Source: El Paso Central Appraisal District

City of El Paso
 Direct and Overlapping Property Tax Rates
 Last Eight Fiscal Years *
 (rate per \$100 of assessed value)

Fiscal Year	City Direct Rates						Overlapping Rates			
	City of El Paso		County of El Paso	Thomason Hospital	El Paso Community College	Total Direct	Canutillo Independent School District	El Paso Independent School	Socorro Independent School District	Ysleta Independent School District
Basic Rate	Debt Service Rate	Canutillo Independent School District					El Paso Independent School	Socorro Independent School District	Ysleta Independent School District	
2002	\$ 0.542100	0.177733	0.361434	0.185468	0.127499	1.394234	1.606870	1.571579	1.558769	1.549581
2003	0.542100	0.177733	0.396610	0.185468	0.131389	1.433300	1.710000	1.571579	1.615500	1.555755
2004	0.542100	0.177733	0.410817	0.187128	0.136637	1.454415	1.700000	1.571100	1.602500	1.570482
2005	0.524662	0.172015	0.432259	0.187128	0.136637	1.452701	1.741537	1.653500	1.637700	1.757438
2006	0.508371	0.188306	0.432259	0.187128	0.132844	1.448908	1.734946	1.673500	1.627582	1.735903
2007	0.481420	0.190906	0.391390	0.186000	0.120998	1.370714	1.664996	1.523500	1.493689	1.540000
2008	0.453290	0.217800	0.360267	0.172281	0.111967	1.315605	1.334946	1.203500	1.168195	1.330000
2009	0.429000	0.204000	0.342437	0.181504	0.106841	1.263782	1.292095	1.235000	1.188194	1.330000

* GASB Statement No. 34 was implemented in fiscal year 2002.

Source: City of El Paso Consolidated Tax Office

City of El Paso
Principal Property Taxpayers
Last Seven Fiscal Years *

Taxpayer	2009		2008		2007		2006		2005		2004		2003								
	Rank	Taxable Assessed Value	Percentage of Total City Taxable Assessed Value **	Rank	Taxable Assessed Value	Percentage of Total City Taxable Assessed Value **	Rank	Taxable Assessed Value	Percentage of Total City Taxable Assessed Value **	Rank	Taxable Assessed Value	Percentage of Total City Taxable Assessed Value **	Rank	Taxable Assessed Value	Percentage of Total City Taxable Assessed Value **						
Western Refining Company LP	1	\$ 551,898,344	1.67%	1	\$ 484,120,783	1.85%	1	\$ 316,643,289	1.34%	1	\$ 152,765,190	0.73%	2	\$ 143,953,503	0.73%	8	\$ 57,219,365	0.31%	5	\$ 63,094,665	0.37%
Simon Property Group	2	183,991,161	0.56%	2	183,343,167	0.70%	4	125,809,255	0.53%	3	126,006,455	0.60%	3	123,378,359	0.62%	2	165,433,746	0.91%	2	163,626,828	0.95%
El Paso Electric Co	3	163,056,121	0.49%	3	156,901,556	0.60%	2	164,602,042	0.70%	4	91,353,332	0.43%	4	89,539,447	0.45%	4	85,676,781	0.47%	4	84,380,660	0.49%
River Oaks Properties, LTD	4	162,897,474	0.49%	5	126,809,506	0.49%	5	92,524,243	0.39%	5	80,236,379	0.38%	6	67,573,235	0.34%	7	58,472,352	0.32%	9	52,123,316	0.30%
Tenet Hospitals L.P.	5	145,765,632	0.44%	6	90,943,244	0.35%	6	70,640,340	0.30%	6	64,999,721	0.31%	8	65,083,799	0.33%	9	54,759,250	0.30%	7	59,752,160	0.35%
Southwestern Bell Telephone	6	117,617,702	0.36%	4	134,774,323	0.52%	3	146,805,322	0.62%	2	145,917,309	0.69%	1	153,413,474	0.78%	1	187,574,727	1.03%	1	182,324,239	1.06%
Texas Gas Service	7	50,915,990	0.15%	8	49,585,780	0.19%	10	44,735,970	0.19%	10	40,003,890	0.19%	9	53,313,050	0.27%			0.00%			0.00%
Phelps Dodge Refining Group	8	50,393,506	0.15%	7	64,418,453	0.25%	7	61,055,402	0.26%	7	64,227,070	0.31%	7	65,627,406	0.33%	5	71,199,874	0.39%	5	69,785,761	0.41%
E I Du Pont Nemours & Co.	9	47,085,968	0.14%																		
El Paso Outlet Center LLC	10	43,911,665	0.13%																		
SFPP LP				9	36,242,542	0.14%															
Time Warner Entertainment				10	35,190,910	0.13%															
Hoover Co							8	59,999,457	0.25%	8	63,913,571	0.30%	5	67,815,126	0.34%	6	58,949,718	0.32%	8	57,572,129	0.33%
Texas Cable PTNRS LP							9	49,750,969	0.21%	9	49,397,000	0.23%	10	46,831,704	0.24%			0.00%	10	43,123,211	0.25%
Chevron U.S.A. Inc.																3	91,710,781	0.50%	3	106,817,743	0.62%
Elcon Inc.															10	46,752,306	0.26%				
TOTAL:		\$ 1,517,533,563	4.59%		\$ 1,362,330,264	5.22%		\$ 1,132,566,289	4.81%		\$ 878,819,917	4.17%		\$ 876,529,103	4.43%		\$ 877,748,900	4.81%		\$ 882,600,712	5.13%
Total Taxable Value:		\$28,720,179,301			\$ 26,112,240,496			\$ 23,564,621,029			\$ 21,049,729,593			\$19,771,024,642			\$18,237,647,873			\$17,205,865,441	

* GASB Statement No. 34 was implemented in fiscal year 2002.

** Real and Personal Property

Source: El Paso Central Appraisal District

City of El Paso
Property Tax Levies and Collections
Last Eight Fiscal Years

Fiscal Year Ended August 31,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2002	\$123,853,497	120,757,156	97.50%	\$ 2,636,820	123,393,976	99.63%
2003	127,389,296	124,077,174	97.40%	2,852,525	126,929,699	99.64%
2004	131,298,376	128,160,345	97.61%	2,616,108	130,776,453	99.60%
2005	137,734,528	134,787,009	97.86%	2,229,249	137,016,258	99.48%
2006	146,635,617	143,887,888	98.13%	1,947,708	145,835,596	99.45%
2007	158,386,697	154,736,687	97.70%	2,748,206	157,484,893	99.43%
2008	175,451,542	171,835,488	97.94%	1,958,656	173,794,144	99.06%
2009	192,047,333	187,626,344	97.70%	-	187,626,344	97.70%

* GASB Statement No. 34 was implemented in fiscal year 2002.

Source: City of El Paso Consolidated Tax Office

City of El Paso, Texas
 Personal Income by Industry
 Last Six Calendar Years*
 (in thousands)

Line Title	2002	2003	2004	2005	2006	2007
Personal income	14,200,502	14,672,082	15,647,290	16,951,115	18,193,262	19,406,148
Population (persons) 2/	689,213	695,376	703,437	709,992	722,458	729,969
Per capita personal income (dollars)	20,604	21,099	22,244	23,875	25,182	26,585
Earnings by place of work	11,448,252	11,944,940	12,732,298	13,608,588	14,611,056	15,528,874
less: Contributions for government social insurance 3/	1,075,699	1,138,441	1,192,612	1,264,509	1,351,676	1,442,390
Employee and self-employed contributions for government social insurance	568,705	586,372	616,008	657,062	709,546	760,812
Employer contributions for government social insurance	506,994	552,069	576,604	607,447	642,130	681,578
plus: Adjustment for residence 4/	-560,333	-567,028	-572,096	-579,488	-605,475	-666,193
equals: Net earnings by place of residence	9,812,220	10,239,471	10,967,590	11,764,591	12,653,905	13,420,291
plus: Dividends, interest, and rent 5/	1,674,400	1,522,763	1,635,351	1,808,395	1,963,759	2,073,690
plus: Personal current transfer receipts	2,713,882	2,909,848	3,044,349	3,378,129	3,575,598	3,912,167
Wage and salary disbursements	7,510,808	7,740,706	8,118,080	8,495,213	9,140,691	9,802,719
Supplements to wages and salaries	1,835,454	1,994,299	2,141,461	2,317,177	2,532,732	2,733,763
Employer contributions for employee pension and insurance fund	1,328,460	1,442,230	1,564,857	1,709,730	1,890,602	2,052,185
Employer contributions for government social insurance	506,994	552,069	576,604	607,447	642,130	681,578
Proprietors' income 6/	2,101,990	2,209,935	2,472,757	2,796,198	2,937,633	2,992,392
Farm proprietors' income	3,785	5,520	3,715	2,096	1,187	1,642
Nonfarm proprietors' income	2,098,205	2,204,415	2,469,042	2,794,102	2,936,446	2,990,750
Farm earnings	11,801	15,640	14,600	14,731	12,031	14,213
Nonfarm earnings	11,436,451	11,929,300	12,717,698	13,593,857	14,599,025	15,514,661
Private earnings	8,319,393	8,538,063	9,097,416	9,684,633	10,251,982	10,719,513
Forestry, fishing, related activities, and other 7/	14,578	15,724	17,780	21,263	22,551	22,887
Forestry and logging	299	363	309	637	534	579
Fishing, hunting, and trapping	(D)	(D)	(D)	(D)	(D)	(D)
Agriculture and forestry support activities	(D)	(D)	(D)	(D)	(D)	(D)
Other 7/	0	0	0	0	0	0
Mining	30,861	33,866	16,321	20,723	24,355	27,916
Oil and gas extraction	(D)	(D)	(D)	10,938	11,811	13,730
Mining (except oil and gas)	3,621	3,211	(D)	5,036	5,675	6,627
Support activities for mining	(D)	(D)	(D)	4,749	6,869	7,559
Utilities	93,012	82,406	92,939	99,340	101,623	107,420
Construction	544,181	591,526	620,875	695,524	730,187	790,506
Construction of buildings	212,468	238,205	250,153	297,620	304,057	309,372
Heavy and civil engineering construction	58,812	66,017	68,679	76,288	96,007	114,198
Specialty trade contractors	272,901	287,304	302,043	321,616	330,123	366,936
Manufacturing	1,531,859	1,551,572	1,686,562	1,650,926	1,861,644	1,837,850
Durable goods manufacturing	768,422	834,619	869,014	833,331	869,842	838,375
Wood product manufacturing	10,597	12,629	19,464	14,940	14,071	13,213
Nonmetallic mineral product manufacturing	121,987	111,695	139,502	168,831	195,957	183,154
Primary metal manufacturing	95,896	90,359	93,987	88,182	85,041	88,860
Fabricated metal product manufacturing	57,939	79,902	92,864	116,940	145,226	151,308
Machinery manufacturing	50,845	53,575	49,594	47,496	45,634	45,297
Computer and electronic product manufacturing	88,600	94,147	88,716	80,212	83,127	66,048
Electrical equipment and appliance manufacturing	102,076	109,019	116,084	105,074	93,837	85,052
Motor vehicles, bodies and trailers, and parts manufacturing	(D)	(D)	(D)	(D)	(D)	(D)
Other transportation equipment manufacturing	(D)	(D)	(D)	(D)	(D)	(D)
Furniture and related product manufacturing	29,792	24,217	22,717	22,136	21,848	16,823
Miscellaneous manufacturing	47,014	58,267	64,592	72,066	71,640	71,373
Nondurable goods manufacturing	763,437	716,953	817,548	817,595	991,802	999,475
Food manufacturing	79,388	70,837	74,342	71,732	78,308	80,154
Beverage and tobacco product manufacturing	(D)	(D)	21,398	19,744	20,497	19,153
Textile mills	13,870	15,575	18,315	16,506	14,998	17,399
Textile product mills	2,739	(D)	(D)	(D)	(D)	(D)
Apparel manufacturing	228,663	159,917	104,173	82,042	63,911	57,625
Leather and allied product manufacturing	38,254	46,628	30,860	35,988	39,586	37,296
Paper manufacturing	56,155	53,694	56,869	62,692	62,517	63,081
Printing and related support activities	31,892	32,710	35,654	35,388	36,386	35,296
Petroleum and coal products manufacturing	(D)	124,484	(D)	(D)	(D)	(D)
Chemical manufacturing	90,942	112,173	182,768	189,677	217,347	224,489
Plastics and rubber products manufacturing	94,662	81,097	77,568	64,299	68,152	65,326
Wholesale trade	494,275	521,208	591,047	621,540	676,139	715,357
Retail trade	912,726	950,909	948,817	1,001,192	1,042,308	1,110,164
Motor vehicle and parts dealers	224,400	232,940	231,058	258,717	263,819	278,549
Furniture and home furnishings stores	31,997	32,388	30,388	33,169	36,659	37,780
Electronics and appliance stores	44,234	46,735	46,640	31,990	28,696	30,457
Building material and garden supply stores	42,273	51,585	56,215	68,756	80,631	82,575
Food and beverage stores	110,838	104,159	111,499	112,665	118,086	117,295
Health and personal care stores	63,691	63,749	68,036	72,529	77,467	79,958

City of El Paso, Texas
 Personal Income by Industry
 Last Six Calendar Years*
 (in thousands)

Line Title	2002	2003	2004	2005	2006	2007
Gasoline stations	54,325	56,236	45,315	46,898	48,481	74,574
Clothing and clothing accessories stores	63,404	69,259	66,950	71,045	78,653	85,875
Sporting goods, hobby, book and music stores	22,628	21,749	22,422	23,838	24,885	23,952
General merchandise stores	157,874	178,865	178,852	181,024	189,591	203,756
Miscellaneous store retailers	57,540	56,414	55,898	63,818	57,170	58,745
Nonstore retailers	39,522	36,830	35,544	36,743	38,170	36,648
Transportation and warehousing	634,795	621,113	726,490	792,483	834,693	867,770
Air transportation	22,546	22,070	25,181	29,786	30,406	34,444
Rail transportation	76,523	74,933	85,155	90,318	92,860	95,370
Water transportation	111	176	304	133	300	408
Truck transportation	283,368	283,178	324,843	351,170	381,612	403,430
Transit and ground passenger transportation	22,003	22,938	28,968	29,505	25,498	22,312
Pipeline transportation	54,039	(D)	(D)	(D)	(D)	(D)
Scenic and sightseeing transportation	(D)	130	(D)	(D)	(D)	(D)
Support activities for transportation	101,941	94,217	95,749	113,479	115,684	121,575
Couriers and messengers	(D)	(D)	35,695	40,222	42,968	43,043
Warehousing and storage	43,928	53,007	53,692	50,242	51,198	48,453
Information	217,218	271,375	285,874	251,821	279,665	301,067
Publishing industries, except Internet	35,663	37,924	41,616	35,670	40,695	40,011
Motion picture and sound recording industries	23,884	25,139	14,519	(D)	4,419	(D)
Broadcasting, except Internet	50,102	55,870	60,042	58,565	64,908	72,439
Internet publishing and broadcasting &/	0	0	0	0	(D)	(N)
Telecommunications	90,866	134,711	149,761	132,112	145,986	154,203
ISPs, search portals, and data processing	16,702	(D)	(D)	20,747	23,520	28,103
Other information services &/	(L)	(D)	(D)	(D)	(D)	(D)
Finance and insurance	375,202	365,976	378,205	404,454	421,200	437,512
Monetary authorities - central bank	(D)	(D)	(D)	(D)	(D)	(D)
Credit intermediation and related activities	141,259	176,597	198,989	216,031	209,581	217,821
Securities, commodity contracts, investments	39,548	38,409	37,057	37,721	44,914	53,119
Insurance carriers and related activities	126,034	134,631	130,379	138,897	155,213	154,648
Funds, trusts, and other financial vehicles	(D)	(D)	(D)	(D)	(D)	(D)
Real estate and rental and leasing	782,281	820,153	756,711	915,690	958,587	960,236
Real estate	359,079	427,198	457,713	538,697	518,689	518,799
Rental and leasing services	423,202	392,955	(D)	(D)	(D)	(D)
Lessors of nonfinancial intangible assets	0	0	(D)	(D)	(D)	(D)
Professional, scientific, and technical services	390,090	379,192	427,443	481,233	523,463	565,579
Management of companies and enterprises	32,862	36,219	36,106	36,456	37,949	52,931
Administrative and waste services	400,473	408,196	450,113	470,235	536,498	592,031
Administrative and support services	384,198	390,031	429,934	448,421	515,040	569,496
Waste management and remediation services	16,275	18,165	20,179	21,814	21,458	22,535
Educational services	57,678	62,631	67,404	71,776	78,352	85,362
Health care and social assistance	1,129,512	1,112,602	1,256,207	1,388,380	1,333,333	1,413,439
Ambulatory health care services	570,641	608,782	671,089	728,458	757,169	810,266
Hospitals	411,163	332,361	380,179	412,954	331,733	346,807
Nursing and residential care facilities	60,995	69,652	82,632	81,427	89,763	115,245
Social assistance	86,713	101,807	122,307	165,541	154,668	141,121
Arts, entertainment, and recreation	40,141	44,963	45,035	44,529	46,028	46,989
Performing arts and spectator sports	13,316	14,756	(D)	(D)	(D)	(D)
Museums, historical sites, zoos, and parks	1,631	2,077	(D)	(D)	(D)	(D)
Amusement, gambling, and recreation	25,194	28,130	30,486	29,098	30,099	28,409
Accommodation and food services	313,255	328,656	348,051	357,534	373,581	394,508
Accommodation	44,299	42,545	43,444	41,945	40,461	44,989
Food services and drinking places	268,956	286,111	304,607	315,589	333,120	349,519
Other services, except public administration	324,394	339,776	345,436	359,534	369,826	389,989
Repair and maintenance	84,526	88,658	87,849	93,112	99,257	107,180
Personal and laundry services	58,870	57,730	58,131	62,098	57,740	58,245
Membership associations and organizations	147,540	154,351	159,651	162,842	169,878	176,976
Private households	33,458	39,037	39,805	41,482	42,951	47,588

City of El Paso, Texas
 Personal Income by Industry
 Last Six Calendar Years*
 (in thousands)

Line Title	2002	2003	2004	2005	2006	2007
Government and government enterprises	3,117,058	3,391,237	3,620,282	3,909,224	4,347,043	4,795,148
Federal, civilian	637,473	661,736	740,421	785,397	846,542	932,613
Military	695,905	798,998	873,319	1,004,425	1,278,759	1,483,158
State and local	1,783,680	1,930,503	2,006,542	2,119,402	2,221,742	2,379,377
State government	324,326	332,898	307,301	332,039	358,635	373,518
Local government	1,459,354	1,597,605	1,699,241	1,787,363	1,863,107	2,005,859

1. The estimates of earnings for 2001-2006 are based on the 2002 North American Industry Classification System (NAICS). The estimates for 2007 are based on the 2007 NAICS.
 2. Census Bureau midyear population estimates. Estimates for 2001-2007 reflect county population estimates available as of April 2009.
 3. Contributions for government social insurance are included in earnings by type and industry but they are excluded from personal income.
 4. The adjustment for residence is the net inflow of the earnings of interarea commuters. For the United States, it consists of adjustments for border workers: Wage and salary disbursements to U.S. residents employed by international organizations and foreign embassies and consulates in the United States.
 5. Rental income of persons includes the capital consumption adjustment.
 6. Proprietors' income includes the inventory valuation adjustment and capital consumption adjustment.
 7. Other consists of wage and salary disbursements to U.S. residents employed by international organizations and foreign embassies and consulates in the United States.
 8. Under the 2007 NAICS, internet publishing and broadcasting was reclassified to other information services.
- All state and local area dollar estimates are in current dollars (not adjusted for inflation).
- (D) Not shown to avoid disclosure of confidential information, but the estimates for this item are included in the totals.
 (L) Less than \$50,000, but the estimates for this item are included in the totals.
 (N) Data not available for this year

Source: Regional Economic Information System, Bureau of Economic Analysis, US Department of Commerce
 CA05N Footnotes
 Regional Economic Information System
 Bureau of Economic Analysis
 'April 2009'

<http://www.bea.gov/regional/reis/default.cfm?selTable=CA05N&series=NAICS>

City of El Paso
Taxable Sales by Category
Last Ten Calendar Years
(in thousands of dollars)
(modified accrual basis of accounting)

	Calendar Year									
	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009***</u>
Agriculture, Forrestry, Fishing	9,630	9,518	46	17	165	52	472	204	123	25
Mining	25	6	3	132	39	24	-	15	11	-
Construction	98,111	96,568	92,562	99,011	111,841	118,050	131,426	135,396	150,283	36,620
Manufacturing	106,934	84,600	131,027	146,607	147,117	165,093	169,949	185,290	179,524	41,044
Transportation, Communications & Utilities **	251,443	251,681	197,496	181,343	146,632	194,493	229,437	232,035	240,980	53,408
Wholesale Trade	340,709	332,874	196,773	196,823	224,633	237,915	254,828	288,030	286,046	58,568
Retail Trade	2,845,217	2,894,402	2,525,422	2,578,142	2,753,844	2,961,239	3,192,208	3,357,336	3,402,894	744,217
Finance, Insurance & Real Estate	5,509	6,432	70,845	76,366	93,263	104,795	111,405	109,313	105,456	25,488
Services **	414,732	396,907	828,459	869,866	915,713	979,149	1,047,169	1,112,822	1,164,210	289,706
Public Administration	796	477	-	-	311	2,911	3,341	3,660	3,903	1,097
Nonclassifiable Establishments	852	1,003	-	-	-	-	-	-	-	-
Other **	-	3	19,252	6,342	4,857	3,041	36	-	-	-
Total	<u><u>4,073,958</u></u>	<u><u>4,074,471</u></u>	<u><u>4,061,885</u></u>	<u><u>4,154,649</u></u>	<u><u>4,398,415</u></u>	<u><u>4,766,762</u></u>	<u><u>5,140,271</u></u>	<u><u>5,424,101</u></u>	<u><u>5,533,430</u></u>	<u><u>1,250,173</u></u>

* Based on two (2) quarters for calendar year 2006 and 2007

** Industries varied in category for FY07

***Based on one (1) quarter for calendar year 2008

Source: Texas Comptroller of Public Accounts

City of El Paso
Ratios of Outstanding Debt by Type
Last Eight Fiscal Years*
(dollars in thousands, except per capita)

Governmental Activities

Fiscal Year	General Obligation Bonds	Contractual Obligations	Certificates of Obligations	Commercial Paper	Total Government	Percentage of Actual Property Value	Per Capita
2002	\$ 187,225	3,100	151,615	7,000	348,940	2.028%	\$ 504.14
2003	174,625	1,600	185,496	20,000	381,721	2.157%	541.70
2004	162,330		176,403	40,500	379,233	2.079%	528.76
2005	262,955		70,387	79,500	412,842	2.088%	565.70
2006	303,150		61,046	99,500	463,696	2.203%	614.10
2007	520,415		88,000	-		0.003%	792.40
2008	554,630		80,631			0.002%	829.73
2009	637,485		135,648		773,133	0.003%	1,041.87

Businesstype Activities

Fiscal Year	Revenue Bonds	Certificates of Obligations	Contractual Obligations	Note Payable	Government	Percentage of Actual Property Value	Per Capita
2002	\$ 39,555	24,568	467	5,245	418,775	2.433%	\$ 605.03
2003	35,930	24,998	241	10,129	453,019	2.560%	642.88
2004	38,660	21,756	-	9,255	448,904	2.455%	625.90
2005	33,930	18,478	-	8,585	473,835	2.391%	649.30
2006	32,010	15,159	-	8,094	518,959	2.466%	687.30
2007	30,030	12,510	-	7,383	658,338	0.003%	857.42
2008	27,565	12,439		12,753	688,018	0.003%	898.32
2009	25,025	9,977		11,686	819,821	0.003%	1,104.79

* GASB Statement No. 34 was implemented in fiscal year 2002.

City of El Paso
Ratios of Net General Bonded Debt Outstanding
Last Eight Fiscal Years*
(dollars in thousands, except per capita)

General Bonded Debt Outstanding							
Fiscal Year	Population**	Taxable Assessed Value	Gross Bonded Debt	Less Debt Service Fund	Net Bonded	Percentage of Actual Taxable Value of Property	Per Capita
2002	692,152	\$ 17,256,276	366,982	11,601	355,381	2.059%	523.55
2003	704,671	17,794,590	386,980	5,577	381,403	2.143%	541.22
2004	717,211	18,188,913	400,990	511	400,479	2.202%	558.38
2005	729,791	19,829,502	431,320	2,625	428,695	2.162%	587.42
2006	755,085	21,049,730	478,855	2,317	476,538	2.264%	634.17
2007	767,814	23,564,621	620,925	4,470	616,455	2.616%	802.87
2008	780,613	26,112,240	647,700	5,480	642,220	2.459%	822.71
2009	742,062	28,720,179	783,110	5,711	777,399	2.707%	1,047.62

* GASB Statement No. 34 was implemented in fiscal year 2002.

Population amount was taken from the City of El Paso Development Services, Planning Division Demographic Report
Source: Bonded debt and tax collections are taken from the 2003-2007 State of Texas Financial Statements.

** County of El Paso estimated population was the most readily available (City population is roughly 86% of County)

City of El Paso
 Direct and Overlapping Governmental Activities Debt
 As of August 31, 2009
 (dollars in millions)

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
<u>Overlapping Debt</u>			
Canutillo Independent School district	\$ 74,075	66.70%	\$ 49,408
El Paso County	163,143	89.34%	145,752
El Paso County Hospital District	271,005	100.00%	271,005
El Paso County College District	69,165	89.27%	61,744
El Paso County School District	316,593	99.85%	316,118
Socorro Independent School District	345,558	78.28%	270,503
Ysleta Independent School District	272,576	99.78%	271,976
<u>City direct Debt</u>	689,340	100.00%	689,340
Total direct and overlapping debt			<u><u>\$ 2,075,846</u></u>

* GASB Statement No. 34 was implemented in fiscal year 2002.

Source: Texas Bond Review Board Website and El Paso Central Appraisal District

City of El Paso
 Legal Debt Margin Information
 Last Eight Fiscal Years *

Legal Debt Margin Calculation for Fiscal Year 2009

Assessed value	\$ 28,720,179,301
Debt limit (10 percent of assessed value)	2,872,017,930
Debt applicable to limit:	
General obligation bonds & other property tax supported debt	819,820,720
Less: Special Revenue Bonds	(36,710,720)
Amount set aside for repayment of general obligation debt	(5,711,107)
Total net debt applicable to limit	<u>\$ 777,398,893</u>

	<u>Fiscal Year</u>							
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Debt Limit	\$ 1,724,697,692	1,774,098,599	1,830,955,774	1,983,249,286	2,104,972,959	2,356,462,103	2,611,224,050	2,872,017,930
Total net debt applicable to limit	<u>355,171,890</u>	<u>378,956,115</u>	<u>400,479,235</u>	<u>433,944,987</u>	<u>436,433,935</u>	<u>616,471,827</u>	<u>630,971,213</u>	<u>777,398,893</u>
Legal debt margin	<u>\$ 1,369,525,802</u>	<u>1,395,142,484</u>	<u>1,430,476,539</u>	<u>1,549,304,299</u>	<u>1,668,539,024</u>	<u>1,739,990,276</u>	<u>1,980,252,837</u>	<u>2,094,619,037</u>
 Total net debt applicable to the limit as a percentage of debt limit	 20.6%	 21.4%	 21.9%	 21.9%	 20.7%	 26.2%	 24.2%	 27.1%

* GASB Statement No. 34 was implemented in fiscal year 2002.
 Source: City of El Paso Financial Statements 2002-2009

City of El Paso
Pledged Revenue Bond Coverage
Last eight years

Revenue Bond Coverage

El Paso International Airport						
Fiscal Year	Gross Revenue	Less: Operating Expenses ¹	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2002	\$ 25,611,418	19,202,056	6,409,362	3,195,000		1.19
2003	26,550,468	15,606,206	10,944,262	3,365,000	2,023,099	2.03
2004	27,578,045	17,263,487	10,314,558	4,479,023	920,977	1.91
2005	30,121,596	20,144,373	9,977,223	3,420,000	575,425	2.50
2006	30,879,727	20,899,485	9,980,242	560,000	438,625	9.99
2007	33,771,357	23,408,336	10,363,021	575,000	421,825	10.40
2008	35,271,685	26,893,108	8,378,577	1,000,000		5.97
2009	33,851,351	26,328,769	7,522,582	1,000,000		5.47

Department of Environmental Services

Fiscal Year	Gross Revenue	Less: Operating Expenses ¹	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2002	\$ 25,630,336	18,068,598	7,561,738	2,774,201	938,252	2.04
2003	27,255,280	19,913,561	7,341,719	3,406,474	1,188,536	1.60
2004	29,447,618	21,470,299	7,977,319	3,454,703	1,171,229	1.72
2005	28,609,380	8,267,450	20,341,930	4,275,349	2,099,361	3.19
2006	34,867,563	23,986,740	10,880,823	4,348,891	1,917,273	1.74
2007	37,445,758	22,975,513	14,470,245	3,713,161	1,966,661	2.55
2008	41,703,614	26,743,859	14,959,755	2,373,165	1,531,522	3.83
2009	41,310,894	23,202,237	18,108,657	1,200,000	895,838	8.64

Other Enterprise Funds

Fiscal Year	Gross Revenue	Less: Operating Expenses ¹	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2002	\$ 10,521,134	2,086,471	8,434,663	245,000	116,909	23.31
2003	11,116,917	2,525,761	8,591,156	260,000	106,113	23.47
2004	12,000,216	2,143,803	9,856,413	297,606	100,890	24.73
2005	14,192,515	2,264,489	11,928,026	313,754	87,528	29.72
2006	14,613,388	2,481,045	12,132,343	329,950	73,240	30.09
2007	14,415,189	2,684,476	11,730,713	341,196	58,193	29.37
2008	16,677,380	2,884,344	13,793,036	1,314,988	820,647	6.46
2009	14,926,788	4,275,024	10,651,764	340,000	25,535	29.14

Source: City of El Paso Financial Statements 2002-2009

¹ Does not include depreciation.

City of El Paso
Principal Employers
Last Four Fiscal Years

Employer	2009 (d)			2008 (c)			2007 (a)			2006 (b)		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
El Paso Independent School District	8,995	1	3.32%	8,859	1	3.15%	9,000		3.29%	8,663	1	3.27%
Ysleta Independent School District	8,482	2	3.13%	8,767	2	3.12%	7,200		2.63%	6,500	3	2.45%
Fort Bliss	6,376	3	2.36%	6,006	4	2.14%	10,000	1	3.66%	6,803	2	2.57%
City of El Paso	6,143	4	2.27%	6,229	3	2.22%	6,000	5	2.19%	6,264	4	2.37%
T&T	5,500	5	2.03%	4,876	6	1.74%	4,200	7	1.54%			
Socorro Independent School District	5,388	6	1.99%	5,433	5	1.93%	5,041	6	1.84%	3,995	6	1.51%
Wal-Mart	4,770	7	1.76%	4,800	7	1.71%				3,706	9	1.40%
University of Texas at El Paso	4,742	8	1.75%	4,365	8	1.55%	3,400		1.24%	4,871	5	1.84%
El Paso Community College	2,969	9	1.10%	2,997	9	1.07%				3,728	8	1.41%
County of El Paso	2,271	10	0.84%	2,976	10	1.06%				2,700	10	1.02%
Sierra Providence Health Network							6,587	4	2.41%	3,761	7	1.42%
Echostar Communications Corporation							2,900	9	1.06%			
Del Sol/ Las Palmas							2,300	10	0.84%			
T O T A L :	55,636		20.56%	55,308		19.69%	56,628		20.70%	50,991		19.26%
Total employed (b)	<u>270,600</u>			<u>280,900</u>			<u>273,500</u>			<u>264,800</u>		

Note: Information for 2002-2005 not available

(a) Source: El Paso Regional Economic Development Corporation (REDCO) - www.elpasoredco.org

(b) Source: U.S. Dept of Labor

(c) Source: Office of Management and Budget, City of El Paso, October 2008

(d) Source: Office of Management and Budget, City of El Paso, October 2009

City of El Paso
Demographics and Economic Statistics
Last Eight Calendar Years

Year	Population (1)				Per Capita Personal income (2)			City of El Paso Unemployment Rate(3)
	U.S.	Change from prior Period	State of Texas	Change from prior Period	U.S.	State of Texas	Texas as a Percentage of U.S.	
2002	\$ 287,941,220		21,723,220		\$ 30,795	28,793	93.50%	7.7%
2003	290,788,976	0.9890%	22,103,374	1.7510%	31,466	29,340	93.24%	8.9%
2004	293,655,404	0.9860%	22,490,022	1.7510%	33,090	30,664	92.67%	7.1%
2005	296,507,061	0.9710%	22,928,508	1.9540%	34,471	32,460	94.17%	6.6%
2006	299,398,484	0.9750%	23,507,783	2.5260%	36,276	34,257	94.43%	6.7%
2007	301,621,157	0.7424%	23,904,380	1.6871%		37,187	96.31%	5.8%
2008	305,527,622	1.2950%	24,178,180	1.1454%	*	37,873 *	95.14%	6.5%
2009	307,912,769	0.7807%	24,326,974	0.6154%	40,208	37,774	93.95%	9.8%

Data Sources:

(1) Bureau of Economic Analysis, U.S. Department of Commerce

(2) Bureau of Labor Statistics, U.S. Department of Labor

(3) US Bureau of Labor and Statistics

* www.ephomesearch.com projections

City of El Paso, Texas
Employees by Funding Source and Function
Last Eight Fiscal Years

Funding Source	2009			2008			2007			2006			2005			2004		
	Non uniformed	Police	Fire	Non uniformed	Police	Fire	Non uniformed	Police	Fire	Non uniformed	Police	Fire	Non uniformed	Police	Fire	Non uniformed	Police	Fire
General Fund	1,904	1,058	804	1,833	1,076	774	1,728	1,038	761	1,611	995	774	1,554	1,008	753	1,585	964	790
Community Development Block Grants	51	-	-	47	-	-	45	-	-	41	-	-	42	-	-	50	-	-
Capital Projects Fund	4	-	-	2	-	-	4	-	-	3	-	-	-	-	-	3	-	-
Federal Grants	24	14	3	23	15	4	25	17	2	28	32	2	30	46	-	39	75	-
State Grants	11	9	1	16	9	-	20	10	-	17	9	-	16	11	2	16	11	2
Other Grants	1	-	-	1	-	-	1	-	-	1	-	-	2	-	-	1	-	-
Health District	-	-	-	-	-	-	153	-	-	157	-	-	150	-	-	149	-	-
Health District-Grants	200	-	-	183	-	-	210	-	-	222	-	-	219	-	-	223	-	-
Nongrants	19	1	-	88	-	-	102	-	-	90	-	-	131	-	-	119	-	-
Supply and Support Funds	79	-	-	68	-	-	69	-	-	71	-	-	74	-	-	83	-	-
Self Insurance Funds	10	-	-	10	-	-	12	-	-	8	-	-	8	-	-	8	-	-
El Paso International Airport	227	21	28	223	22	29	230	23	28	223	19	29	210	11	22	206	17	-
International Bridges	54	-	-	52	-	-	46	-	-	46	-	-	43	-	-	43	-	-
Environmental Services	295	-	-	289	-	-	255	-	-	250	-	-	257	-	-	252	-	-
Mass Transit	608	-	-	569	-	-	564	-	-	556	-	-	567	-	-	567	-	-
Private Purpose Trusts	3	-	-	2	-	-	3	-	-	4	-	-	3	-	-	4	-	-
CRRMA Agency Fund	1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
CEPF	4	-	-	4	-	-	4	-	-	4	-	-	4	-	-	4	-	-
	<u>3,495</u>	<u>1,103</u>	<u>836</u>	<u>3,410</u>	<u>1,123</u>	<u>807</u>	<u>3,471</u>	<u>1,088</u>	<u>791</u>	<u>3,332</u>	<u>1,055</u>	<u>805</u>	<u>3,310</u>	<u>1,076</u>	<u>777</u>	<u>3,352</u>	<u>1,067</u>	<u>792</u>
# change from prior year	85	(20)	29	(61)	35	16	139	33	(14)	22	(21)	28	(42)	9	(15)	(405)	(55)	(5)
% change from prior year	<u>2.49%</u>	<u>-1.78%</u>	<u>3.59%</u>	<u>-1.76%</u>	<u>3.22%</u>	<u>2.02%</u>	<u>4.17%</u>	<u>3.13%</u>	<u>-1.74%</u>	<u>0.66%</u>	<u>-1.95%</u>	<u>3.60%</u>	<u>-1.25%</u>	<u>0.84%</u>	<u>-1.89%</u>	<u>-10.78%</u>	<u>-4.90%</u>	<u>-0.63%</u>

Activity	2009	2008	2007	2006	2005	2004	2003	2002
Public Safety	2,366	2,372	2,328	2,219	2,212	2,231	2,298	2,264
Public Works	383	429	467	425	426	463	488	461
Public Health	318	302	372	379	369	372	375	339
Parks Department	305	297	282	349	389	376	614	470
General Government	264	260	275	336	331	331	375	347
Library	166	174	174	154	127	130	149	112
Culture and Recreation	148	121	136	46	40	44	51	47
Community and Human Development	57	58	58	55	53	62	60	58
Facilities Maintenance	37	-	-	-	-	-	-	-
Planning	47	47	13	14	13	12	13	11
Economic Development	15	14	14	9	7	10	14	12
Supply and Support Funds	79	68	69	71	74	83	88	87
Self Insurance Funds	10	10	12	8	8	8	8	8
Mass Transit	608	569	564	556	567	567	597	558
Environmental Services	296	289	255	250	257	252	270	240
El Paso International Airport	276	274	281	271	243	223	223	193
International Bridges	54	52	46	46	43	43	48	42
CRRMA Agency Fund	1	-	-	-	-	-	-	-
CEPF	4	4	4	4	4	4	5	4
Total	<u>5,434</u>	<u>5,340</u>	<u>5,350</u>	<u>5,192</u>	<u>5,163</u>	<u>5,211</u>	<u>5,676</u>	<u>5,253</u>