

Quarterly Update as of September 2017
Outstanding Local Capital Outlay Appropriations
\$300,000 to \$999,999

BACKGROUND

- The LFC tracks local capital projects funded by \$300,000 but less than \$1 million with data derived from the Capital Project Monitoring System (CPMS) operated and maintained by the Department of Finance and Administration (DFA).
- “Local” capital projects are sponsored by individual legislators or the governor and funded with allocations set aside for these types of projects. In some years, individual legislators may also support funding for state-owned facilities such as museums and universities.
- Grantees responsible for oversight of the project are required to update CPMS monthly; state agencies are required to update quarterly.
- There continues to be a number of discrepancies and contradictions between the entity and agency updates. Twenty-one projects did not have current updates to CPMS as required by executed grant agreements, an increase from eleven projects last quarter. (See Attachment B: red-circled items). Agencies had not provided updates for three projects, local updates were lacking for 16 projects, and two projects were not updated by either the agency or local entity.

REPORTS

- **Attachment A** is a summary “by county” for all 1,249 outstanding local projects authorized between 2013 and 2017. Outstanding balances total \$126.2 million, 61 percent of the appropriation total.
- Counties highlighted in “red” have a high percentage of unspent funds, which total 2.8 percent authorized in 2013, 53.4 percent authorized in 2014, 57.8 percent authorized in 2015, and 73 percent authorized in 2016. Projects authorized in 2017 are in the early stages of the budgeting process.
- Of funds authorized between 2013 and 2015, five counties had at least 80 percent unspent: Catron, Guadalupe, San Juan, San Miguel, and Sierra. Additionally, eleven counties have over 90 percent of 2016 appropriations unspent.
- **Attachment B** details the 117 local projects funded for \$300 thousand or more. Of these projects nearly \$36 million is unexpended.
- Of the 117 projects, 17 are coded red due to no activity or because the bonds have not sold and 26 projects are coded yellow indicating the projects are behind schedule or have little activity.
- Since the June 2017 quarterly report, 17 projects closed with more than \$3.1 million expended or reverted.

MAJOR PROJECTS COMPLETED WITHIN THE LAST QUARTER

➤ Bernalillo County North Valley Little League facility improvements (2014 STB)	\$765,000
➤ Indian Pueblo Cultural Center land & buildings (2014 STB)	\$587,500
➤ Hobbs sewer system & trunk line (2014 STB)	\$650,000
➤ Curry County road improvements (2015 STB)	\$505,000
➤ Rio Rancho middle school security improvements (2015 STB)	\$680,000
➤ Bernalillo County Sheriff vehicles (2016 STB)	\$877,500

HIGHLIGHTS OF SELECT PROJECTS (Attachment B)

National Hispanic Cultural Center Information and Welcome Center (14-1339)

- **Line 19**, \$564,000 (2014 STB) Department of Cultural Affairs reports *architect phase underway and geotechnical survey is complete*, and nominal expenditures have been made since bond issuance on June 24, 2014. No expenditures were made in the first quarter of FY18.

Ramah Chapter Mountain View Water System Improvement (14-1607)

- **Line 33**, \$500,000 (2014 STB) would have been combined with \$500,000 from the tribal infrastructure fund (TIF), but the TIF board denied the chapter's second extension and the TIF funds reverted. The chapter is revising its construction contract to allow construction with the 2014 STB appropriation.

Power Lake Dam Improvement (14-1590)

- **Line 58**, \$800,000 (2014 STB) minimal expenditures for a 2014 project; entity reports design work has started.

Paseo del Volcan Loop Bypass (14-2082)

- **Line 72**, \$344,000 (2014 STB) no expenditures reported on a 2014 project but agency notes a right of way purchase occurred in the last quarter.

Algodones Arsenic Treatment System (14-1729)

- **Line 91**, \$650,000 (2014 STB) minimal expenditures for a 2014 project; entity is negotiating an easement and seeking additional funding for construction through the New Mexico Environment Department's rural infrastructure revolving loan program.

Meadowlake Road Improvements/Lighting (14-2107)

- **Line 117**, \$350,000 (2014 STB) began expending funds in the last quarter; design is in progress and 30 percent plans are nearly complete. The entity will hold a public meeting on the project in the second quarter of FY18.