

Quarterly Update as of June 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.
- Updates to CPMS demonstrated improvement this quarter with data missing for only one project, down from 20 projects last quarter. (See Attachment B: red-circled item)
- On July 18, 2017, the State Board of Finance (BOF) made a determination to redirect funding for projects if funds were not encumbered or if there were no expenditures within 18 months following issuance of severance tax bonds. The action complies with both state and federal law. This action affected 69 projects with total appropriations of \$6.4 million. The two local projects placed back onto the authorized/unissued listing in this report are:
 - ✓ Bernalillo County Paradise Hills Community Center Improvements (\$825,000)
 - ✓ Los Lunas Sports Complex Facility and Field Improvements (\$405,000)

REPORTS

- **Attachment A** is a summary “by county” for all 1,205 outstanding local projects authorized between 2013 and 2016. Outstanding balances total nearly \$156.7 million, 75 percent of the appropriation total.
- Counties highlighted in “red” have a high percentage of unspent funds, which total 42.5 percent authorized in 2013, 62.7 percent authorized in 2014, 80.1 percent authorized in 2015, and 89.5 percent authorized in 2016.
- The counties with the highest percentage of unspent funds authorized between 2013 and 2015 are Catron, Guadalupe, Harding, Otero, and Sierra. Projects authorized in 2016 are in the early stages of the budgeting process.
- **Attachment B** details the 127 local projects funded for \$300 thousand or more. Of these projects \$44 million is unexpended.
- Of the 127 projects, 14 are coded red due to no activity or because the bonds have not sold, and 27 projects are coded yellow indicating the projects are behind schedule or have little activity.
- Since the March 2017 quarterly report, ten projects closed with more than \$4.4 million expended or reverted.

MAJOR PROJECTS COMPLETED WITHIN THE LAST QUARTER

➤ Valley Acres wastewater system improvements (2014 STB)	\$996,000
➤ UNM Anderson School of Management building (2014 STB)	\$721,500
➤ Los Lunas Enchantment Little League field entrances (2013 STB)	\$475,000
➤ Sunland Park Fire Department equipment (2015 STB)	\$350,000
➤ Lovington water meters and equipment (2013 STB)	\$350,000
➤ Agua Fria Elementary School Early Learning Center (2014 STB)	\$335,000
➤ Rio Rancho Police Department vehicles (2016 STB)	\$308,500
➤ Alamogordo Desert Lakes Golf Course storage pond (2014 STB)	\$300,000
➤ Alto Lake Dam improvements (2014 STB)	\$300,000
➤ Taylor Middle School grounds and track improvements (2015 STB)	\$300,000

HIGHLIGHTS OF SELECT PROJECTS (Attachment B)

City of Albuquerque Parks Security (16A2379)

- **Line 5**, \$401,000 (2016 STB), city requested reimbursement for purchase of a mobile unit, but payment was rejected because language was to purchase and install security cameras for parks in Albuquerque. The city will need to request a reauthorization to change the purpose to allow for the purchase of a mobile unit.

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

- **Line 20**, \$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.

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

- **Line 35**, \$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 will reduce the scope of work to continue the water system improvements to fit within the \$500,000 balance.

Otero County Child Development Center – Phase 2 Renovation (14-1962)

- **Line 87**, \$500,000 (2014 STB) minimal expenditures for a 2014 project; entity reports *project is still in design phase*.

Gabaldon MDWCA Water System Improvements (14-1738)

- **Line 97**, \$750,000 (2014 STB) minimal expenditures for a 2014 project, status indicates *no water encountered, waiting on geohydrologist to drill a new well*.

Algodones Arsenic Treatment System (14-1729)

- **Line 98**, \$650,000 (2014 STB) minimal expenditures for a 2014 project, construction held up while entity continues to negotiate for easement.