



# City of Santa Fe, New Mexico

# memo

TO: FINANCE COMMITTEE

FROM: Helene R. Hausman, Cash Management & Investment Officer 

VIA: Oscar S. Rodriguez, Finance Director 

DATE: February 16, 2015

RE: BAR to Add Annual Debt Service Expense and Interest Earned to Fund 5406 for the NMFA Transit Loan

## ITEM AND ISSUE

The NMFA Transit Loan was authorized by City Council on June 25, 2014 and the funds were deposited in the project fund at NMFA on August 1, 2014. Funds will be drawn from the project fund on a reimbursement basis as Transit receives its vehicles. The attached BAR is to create the annual budget for this loan in the debt service fund, for interest on investments earned on cash in the fund and for debt service principal interest, closing costs and loan fees.

## BACKGROUND AND SUMMARY:

We are requesting to add budget for:

1. Interest on investment, 51406.480020, of a projected \$1,700 based on quarterly cash in the fund.
2. Compliance contracts, 52406.510250, of \$53,667. This includes \$50,750 to cover the closing costs of NMFA and our bond counsel, as well as \$2,917 for NMFA semi-annual debt service fees.
3. Debt service principal, 52406.590100, of \$229,807 for the June 1, 2014 payment.
4. Debt service interest, 52406.590200 of \$52,992, for the two semi-annual payments on 12/1/14 and 6/1/15.
5. Transfer in, 51406.600150, of \$285,716 from Transit Administration (52501.700150) to cover the cost of debt service principal, interest and fees.

**RECOMMENDED ACTION:**

Please approve this BAR for the creation of the FY 14-15 annual revenue and expense needs of the NMFA Transit Loan.

Attachment: BAR, Debt Service Schedule



Fund: 5406  
 Closed: 8/1/14  
 SANTA FE #26

Bond Debt Service  
 City of Santa Fe

3121-PP: Series 2014 Transit Division Bus Replacement

Period Ending	Principal	Interest Rate	Interest	NMFA Administrative Fee	Total Interest & Fee	Debt Service	Annual Debt Service
<u>FY14-15</u> 12/1/2014			21,196.82	1,166.67	22,363.49	22,363.49	
6/1/2015	229,807	0.140%	31,795.23	1,750.00	33,545.23	263,352.23	285,715.72
12/1/2015			31,642.03	1,627.43	33,269.46	33,269.46	
6/1/2016	276,320	0.320%	31,642.03	1,627.43	33,269.46	309,589.46	342,858.92
12/1/2016			31,208.97	1,480.22	32,689.19	32,689.19	
6/1/2017	277,480	0.680%	31,208.97	1,480.22	32,689.19	310,169.19	342,858.38
12/1/2017			30,274.16	1,332.86	31,607.02	31,607.02	
6/1/2018	279,644	1.080%	30,274.16	1,332.86	31,607.02	311,251.02	342,858.04
12/1/2018			28,771.76	1,185.36	29,957.12	29,957.12	
6/1/2019	282,944	1.460%	28,771.76	1,185.36	29,957.12	312,901.12	342,858.24
12/1/2019			26,712.46	1,037.70	27,750.16	27,750.16	
6/1/2020	287,358	1.760%	26,712.46	1,037.70	27,750.16	315,108.16	342,858.32
12/1/2020			24,187.82	889.91	25,077.73	25,077.73	
6/1/2021	292,703	2.030%	24,187.82	889.91	25,077.73	317,780.73	342,858.46
12/1/2021			21,218.48	741.96	21,960.44	21,960.44	
6/1/2022	298,938	2.290%	21,218.48	741.96	21,960.44	320,898.44	342,858.88
12/1/2022			17,794.27	593.86	18,388.13	18,388.13	
6/1/2023	306,082	2.490%	17,794.27	593.86	18,388.13	324,470.13	342,858.26
12/1/2023			13,978.75	445.62	14,424.37	14,424.37	
6/1/2024	314,010	2.620%	13,978.75	445.62	14,424.37	328,434.37	342,858.74
12/1/2024			9,856.60	297.23	10,153.83	10,153.83	
6/1/2025	322,551	2.880%	9,856.60	297.23	10,153.83	332,704.83	342,858.66
12/1/2025			5,199.13	148.69	5,347.82	5,347.82	
6/1/2026	332,163	3.120%	5,199.13	148.69	5,347.82	337,510.82	342,858.64
	<u>3,500,000</u>		<u>534,680.91</u>	<u>22,478.35</u>	<u>557,159.26</u>	<u>4,057,159.26</u>	<u>4,057,159.26</u>