



**ACTION SHEET  
CITY COUNCIL COMMITTEE MEETING OF 12/10/14  
ITEM FROM FINANCE COMMITTEE MEETING OF 12/01/14**

**ISSUE:**

18. Request for Approval of a Resolution Authorizing and Approving Submission of a Completed Application for Financial Assistance and Project Approval to the New Mexico Finance Authority to Refund the New Mexico Finance Authority Convention Center Loan. (Helene Hausman)

**Committee Review:**

City Council (scheduled)

12/10/14

Fiscal Impact – Yes

**FINANCE COMMITTEE ACTION: APPROVED AS DISCUSSION ITEM**

**FUNDING SOURCE:**

**SPECIAL CONDITIONS OR AMENDMENTS**

Resolution was introduced and approved to move forward. Add Councilor Dominguez as sponsor.

**STAFF FOLLOW-UP:**

<b>VOTE</b>	<b>FOR</b>	<b>AGAINST</b>	<b>ABSTAIN</b>
COUNCILOR TRUJILLO	X		
COUNCILOR RIVERA	X		
COUNCILOR LINDELL	X		
COUNCILOR MAESTAS	Excused		
CHAIRPERSON DOMINGUEZ			

3-17-14

City of Santa Fe, New Mexico

memo

**Date:** December 1, 2014

**To:** Finance Committee

**From:** Helene R. Hausman   
Cash Management & Investment Officer

**VIA:** Teresita Garcia   
Assistant Finance Director

**RE:** **A RESOLUTION AUTHORIZING AND APPROVING SUBMISSION OF A COMPLETED APPLICATION FOR FINANCIAL ASSISTANCE AND PROJECT APPROVAL TO THE NEW MEXICO FINANCE AUTHORITY TO REFUND THE NEW MEXICO FINANCE AUTHORITY CONVENTION CENTER LOAN**

**ITEM AND ISSUE:**

The Finance Department seeks approval to proceed with refunding of the NMFA Convention Center Loan. We are evaluating two options: an NMFA refunding loan and a stand-alone City of Santa Fe bond issue. The decision hinges on whether the NMFA will require the City to have a reserve fund on the loan and we will not know this until the NMFA Board considers an application from us.

**BACKGROUND AND SUMMARY:**

The City obtained an NMFA loan in the amount of \$42,220,000 on March 28, 2006. In addition to the loan funds, the City received additional funds of \$2,409,837.45 from NMFA, the premium they received when they issued their bonds to fund this loan – an amount that was not considered debt. The loan has a ten year optional call feature, with the first optional redemption or call date of March 27, 2016.

At this time we are exploring an advance refunding either through the NMFA as a new loan or as a stand-alone City bond issue. The NMFA has a practice of requiring reserve funds on some of its loans, although we were not required to have one on the original loan. We will not know if one will be required on this refunding loan until the NMFA Board considers our application. If they do not require one, then refunding through their loan program has better economics for the City. If they do require one, then the savings to the City is better through our own bond issue.

1. Attached is the application we prepared and submitted to the NMFA for consideration so that we can determine what they are going to require. Their board meets December 18<sup>th</sup> so we will know at that time what the best direction will be for the City. The application was submitted without

complete City signatures until such time as Council acts on the resolution authorizing application to NMFA.

Attached is a resolution for your approval authorizing application to NMFA.

2. Attached is a financial evaluation of the potential savings from refunding the original loan.

The refunding would leave two years of current debt on the books, i.e. payments for FY 14-15 and FY 15-16, due to the ten-year optional call provision in the original loan documents. This provision is tied directly to the NMFA bonds they issued to fund our loan. Original principal to be refunded is \$34,550,000. The maximum refunding amount will be \$37,520,000 which will include cost of issuance and NMFA fees for issuing the new loan, as well as interest and fees due on the loan to be paid off.

Refunding will potentially generate an average of \$214,000 in savings per year, with an estimated true interest cost of 3.402%. This compares to the 4.968% interest rate on our original loan (including the 0.25% administrative fees).

Once we obtain clarification from the New Mexico Finance Authority Board on December 18<sup>th</sup> as to whether they are going to require a reserve fund for this refunding, we will update the Finance Committee and the Council as to whether we will be continuing with the NMFA loan refunding or with a stand-alone bond issue.

**RECOMMENDED ACTION:**

Approval is recommended of the attached resolution which will be considered for adoption by the governing body on December 10, 2014, allowing the Finance Department to submit a refunding application to the New Mexico Finance Authority for their December 18, 2014 board meeting.

Attachments



NEW MEXICO  
**FINANCE AUTHORITY**

<b>NMFA Use Only:</b>	
App. #:	-PP
FA assigned:	
Legislative Authorization	

**PUBLIC PROJECT REVOLVING FUND  
BUILDING APPLICATION**

**I. GENERAL INFORMATION**

**A. APPLICANT /ENTITY**

<b>Application Date:</b>	11/21/2014
--------------------------	------------

<b>Applicant/Entity:</b>	City of Santa Fe		
<b>Address:</b>	200 Lincoln Avenue, Santa Fe, NM 87501		
<b>County</b>	Santa Fe County	<b>Census Tract:</b>	4
<b>Federal Employer Identification Number (EIN) as issued by the IRS:</b>		85-6000168	
<b>Legislative District:</b>	<b>Senate: 24, 25</b>	<b>House: 46, 47, 48</b>	
<b>Phone:</b>	505-955-6885	<b>Fax:</b>	505-955-6745
<b>Email Address:</b>	hrhausman@ci.santa-fe.nm.us		
<b>Individual Completing Application:</b>	Helene Hausman		
<b>Address:</b>	200 Lincoln Avenue, Room 122, Santa Fe, NM 87501		
<b>Phone:</b>	505-955-6885	<b>Fax:</b>	505-955-6745
<b>Email Address:</b>	hrhausman@ci.santa-fe.nm.us		

**B. CONSULTING PROFESSIONALS (Bond/Legal Counsel, Architect, Engineer, etc.), if available:**

<b>Firm:</b>	First Southwest Company (FINANCIAL ADVISOR)		
<b>Contact:</b>	George Williford		
<b>Address:</b>	325 North St Paul Street, Suite 800, Dallas, Texas 75201		
<b>Phone:</b>	214-953-8705	<b>Fax:</b>	214-840-5081
<b>Email Address:</b>	George.Williford@firstsw.com		
<b>Firm:</b>	Modrall, Sperling, Roehl, Harris & Sisk, P.A. (BOND COUNSEL)		
<b>Contact:</b>	Duane Brown		
<b>Address:</b>	500 Fourth Street, N.W., Suite 1000, Albuquerque, NM 87102		

<b>Phone:</b>	505-848-1807	<b>Fax:</b>	505-848-9710	<b>Email Address:</b>	duanebrown@modrall.com
---------------	--------------	-------------	--------------	-----------------------	------------------------

**C. PRIMARY CONTACT PERSON:**

<b>Name:</b>	City of Santa Fe				
<b>Contact:</b>	Helene Hausman				
<b>Address:</b>	200 Lincoln Avenue, Room 122, Santa Fe, NM 87501				
<b>Phone:</b>	505-955-6885	<b>Fax:</b>	505-955-6745	<b>Email Address:</b>	hrhausman@ci.santa-fe.nm.us

**II. PROJECT SUMMARY**

**A. Project Description.** Complete the following information, using additional paper if necessary. Include any additional documents that may be useful in reviewing this project, i.e. architectural designs, feasibility studies, business plan, etc.

**1. Description of the project.**

Refunding of Loan from NMFA to City of Santa Fe pursuant to Loan Agreement dated March 28, 2006 in original amount of \$42,220,000. Callable principal maturities to be refunded (2017-2035) that total \$34,550,000.

**2. Proposed Project Start Date:** N/A                      **Proposed Project Completion Date:** N/A  
**When do you need NMFA funds available?**              Early 2015, in order to take advantage of favorable interest rates

**3. How will the ongoing maintenance, operation, and replacement of this project be funded?**

Through operating revenues, as has historically been the case.

**4. Provide a detailed drawdown schedule for project payments. The schedule may reflect monthly or quarterly payments.**  
N/A

**B. Total Project Cost & Sources of Funds Detail.**

Construction Activities	NMFA Funds Requested	Other Public Funds*	Private Funds	Total
Planning and Design	\$	\$	\$	\$ 0.00
Construction	\$	\$	\$	\$ 0.00
Equipment	\$	\$	\$	\$ 0.00
<b>Infrastructure Activities</b>				
Facility Acquisition	\$	\$	\$	\$ 0.00
Land Acquisition	\$	\$	\$	\$ 0.00
Utilities (Electric, Gas, Water, etc.)	\$	\$	\$	\$ 0.00

Engineering and Architectural	\$	\$	\$	\$ 0.00
Project Refunding	\$	\$	\$	\$37,200,000 <sup>(1)</sup>
City Costs of Issuance	\$	\$	\$	\$130,000
NMFA Commitment Fee	\$	\$	\$	\$190,000
<b>Total Cost:</b>	\$ 0.00	\$ 0.00	\$ 0.00	\$37,520,000

(1) Assumes existing 2015 and 2016 maturities are not included in refunding.

\*Specify any other public funds, and amounts and terms of these funds, i.e. FmHA, CDBG, EPA, etc.

Source	Amount	Terms / # of Years
	\$	
	\$	
	\$	
<b>Total:</b>	\$ 0.00	

Attach a letter verifying that each non-NMFA funding source has been approved, or is in the process of being approved for this project. Explain any exceptions.

C. Will this project require right-of-way acquisition? Yes  No   
 If yes, specify any right-of-way needs, and whether acquisition may or may not delay beginning of project.

D. Who will hold title to the land where the project is to be located? City of Santa Fe  
 If this is land owned by the Bureau of Land Management, State Land Office, or Tribal Land, please attach lease agreements. (If there is no clear title, attach an explanation of ownership arrangements.)

E. Does this project require a Joint Powers Agreement (JPA)? Yes  No   
 If yes, provide a copy of the JPA, which should include a list of the current membership.

### III. FINANCING

A. 1. Specify the revenue to be pledged as security for the NMFA loan (a revenue source must be pledged for this type of project).

Municipal Local Option GRT – please specify: \_\_\_\_\_

County Option GRT – please specify: \_\_\_\_\_

Other Tax-Based Revenue: Lodger's Tax and Convention Center Fees  
 (This has been security since the original financing.)

State-Shared GRT

Law Enforcement Funds

- Fire Protection Funds
- Net System Revenues: \_\_\_\_\_
- Other Revenue: \_\_\_\_\_

2. Is there an alternative revenue source available to pledge to pay debt service in the event that the primary pledged revenue is unavailable or insufficient? Yes  No  If yes, specify:

3. Preferred financing term: 20 1/2 years.

- B.** Is any debt being repaid from the revenue source(s) referenced in A (1)? Yes \* No
- \* Existing loan for project - held by NMFA

**If yes, provide bond or loan documents and payment schedule for any existing debt service being paid from the same revenues that would be used to repay a NMFA loan.**

#### IV. READINESS TO PROCEED ITEMS

- A. The following items must accompany this application in order for this application to be considered complete:**

- NA Equipment cost breakdown (if applicable)
- X Three most recently completed fiscal year audit reports - [http://www.santafenm.gov/archived\\_cafr](http://www.santafenm.gov/archived_cafr) (FY 10-11 and FY 12-13); <http://www.santafenm.gov/finance> (FY 12-13).
- X Current unaudited financials – Attached for lodger’s tax.
- X Current fiscal year budget - <http://www.santafenm.gov/finance>
- NA Verification of ownership of land where project will be located
- NA Documentation that each non-NMFA project funding source has been approved, or is in the process of being approved (if applicable)
- NA Joint Powers Agreement (if applicable)

- B. In addition, complete the following information, using additional paper as necessary. These items will be required prior to disbursement of NMFA proceeds:**

- NA Provide a detailed drawdown schedule for project payments
- NA Final technical information for the project, stamped and approved by a registered engineer
- NA Cost breakdown of the project, certifiable by either an engineer or architect
- NA Area map, site map, and floor map (if applicable)
- NA Verification of ownership of land where project will be located
- NA Documentation that each Non-NMFA project funding source has been approved, or is in the process of being approved (if applicable)
- NA Documentation showing status of right-of-way acquisition (if applicable)

- NA Explanation of land ownership arrangements (if applicable)
- NA List all required permits and licenses necessary to complete this project. Detail the status of each item, a plan of action, and time frame for completing incomplete permits and licenses. Also provide a copy of all permits and licenses.
- NA Is there litigation pending which would have a bearing on this project or applicant?  
 Yes  No   
 If yes, provide a complete summary of all circumstances relating to such litigation.
- Indicate the regular meeting dates for your authorizing body: 2<sup>nd</sup> & 4<sup>th</sup> Wednesdays of the Month.

**V. CERTIFICATION**

**I certify that:**

**We have the authority to request and incur the debt described in this application and, upon award, will enter into a contract for the repayment of any NMFA loans and/or bonds.**

**We will comply with all applicable state and federal regulations and requirements.**

**To the best of my knowledge all information contained in this application is valid and accurate and the submission of this application has been authorized by the governing body of the undersigned jurisdiction.**

<b>Signature:</b>  <hr style="width: 100%;"/> <p style="text-align: center;">Mayor</p>	<b>Title:</b>  <hr style="width: 100%;"/>
<b>Jurisdiction:</b> <u>City of Santa Fe</u>	
<b>Print Name:</b> <u>Javier M. Gonzales</u>	<b>Date:</b>  <hr style="width: 100%;"/>
<b>Signature:</b>  <hr style="width: 100%;"/>	<b>Date:</b>  <hr style="width: 100%;"/>
<b>City Manager:</b> <u>Brian K. Snyder</u>	

CITY OF SANTA FE, NEW MEXICO  
 Schedule of Revenues, Expenditures  
 and Changes in Fund Balance - Budget and Actual  
 Special Revenue  
 Lodger's Tax Fund  
 Non-GAAP Budgetary Basis  
 For the Year Ended June 30, 2014

	Budgeted Amounts			Variance With Final Budget- Positive (Negative)
	Original	Final	Actual	
<b>Revenues:</b>				
Taxes	\$ 8,000,000	\$ 8,000,000	\$ 8,376,475	\$ 376,475
Intergovernmental	6,500	6,500	39,250	32,750
Fees and charges for service	500	500	2,848	2,348
Investment income	60,013	60,013	21,572	(38,441)
Other	29,352	29,352	41,763	12,411
<b>Total revenues</b>	<b>8,096,365</b>	<b>8,096,365</b>	<b>8,481,908</b>	<b>385,543</b>
<b>Expenditures:</b>				
General government:				
Current	4,270,149	4,311,900	3,774,310	537,590
Capital outlay	550	1,216	1,197	19
<b>Total expenditures</b>	<b>4,270,699</b>	<b>4,313,116</b>	<b>3,775,507</b>	<b>537,609</b>
Excess (deficiency) of revenues over expenditures	3,825,666	3,783,249	4,706,401	923,152
<b>Other financing sources (uses):</b>				
Transfers in	75,391	65,250	65,250	-
Transfers out	(4,112,548)	(4,081,271)	(4,259,271)	(150,000)
<b>Total other financing sources (uses)</b>	<b>(4,037,157)</b>	<b>(4,016,021)</b>	<b>(4,166,021)</b>	<b>(150,000)</b>
<b>Net change in fund balance</b>	<b>(211,491)</b>	<b>(232,772)</b>	<b>540,380</b>	<b>773,152</b>
Fund balance, beginning of year	2,687,109	2,687,109	2,687,109	-
<b>Fund balance, end of year</b>	<b>\$ 2,475,618</b>	<b>\$ 2,454,337</b>	<b>\$ 3,227,489</b>	<b>\$ 773,152</b>

CITY OF SANTA FE, NEW MEXICO  
 Combining Balance Sheet  
 Nonmajor Governmental Funds  
 Special Revenue Funds  
 June 30, 2014

	Assets							Accounts Payable	Other AP
	Cash, Investments and Cash Equivalents	Taxes Receivable	Grants Receivable	Interest Receivable	Other Receivables	Due from Other Funds	Total Assets		
<b>Primary Government</b>									
<b>General Government</b>									
Capital Equipment Reserve	\$ 129,598	\$ -	\$ -	\$ 132	\$ -	\$ -	\$ 129,730	\$ 4,352	\$ -
Mortgage Refund Residual	8,361	-	-	8	-	-	8,369	-	-
Franchise Fee	1,938	4,668	-	-	-	-	6,606	8,137	-
Economic Development	31,962	69,421	-	91	79,848	-	181,322	111,123	-
Lodgers' Tax Fund	2,982,859	842,892	32,500	2,865	-	-	3,862,141	558,641	-
400th Anniversary	15	-	-	-	-	-	154	-	-
Public Campaign	151,397	-	-	454	-	-	451,841	-	-
Santa Fe Business Incubator	32,957	-	-	35	-	-	32,972	-	-
1/2 % Gross Receipts Tax	1,298,700	896,554	-	1,832	-	-	3,197,156	-	-
<b>Total General Government</b>	<b>4,938,971</b>	<b>2,813,535</b>	<b>32,500</b>	<b>5,417</b>	<b>79,848</b>	<b>-</b>	<b>7,870,291</b>	<b>682,253</b>	<b>-</b>
<b>Public Safety</b>									
Animal Services	147,189	-	-	154	-	-	147,343	323	-
Emergency Service Grants	717,278	24,015	145,995	1,064	-	-	887,953	5,203	-
Environmental Services	180,932	-	20,379	34	19,695	-	271,040	-	-
Law Enforcement Grants	2,249,599	337,614	152,940	1,195	47,171	-	2,786,419	125,088	-
<b>Total Public Safety</b>	<b>3,294,998</b>	<b>361,529</b>	<b>368,915</b>	<b>2,447</b>	<b>66,866</b>	<b>-</b>	<b>4,094,755</b>	<b>130,614</b>	<b>-</b>
<b>Public Works</b>									
Resource Conservation	1,810	-	-	-	-	-	1,810	-	-
City Drainage Projects	25,736	-	-	84	16,948	-	142,768	5,110	-
Impact Fee Projects	1,481,147	-	-	1,159	-	-	1,482,306	-	-
Transportation Grants	219,406	-	136,229	178	-	-	355,813	5,315	-
<b>Total Public Works</b>	<b>1,728,099</b>	<b>-</b>	<b>136,229</b>	<b>1,141</b>	<b>16,948</b>	<b>-</b>	<b>1,982,697</b>	<b>10,425</b>	<b>-</b>
<b>Community Development</b>									
Community Development Grants	1,032,982	141,349	108,919	988	-	-	1,284,238	60,049	-
Senior Citizen Grants	184,358	-	187,976	-	4,035	-	376,369	9,105	-
<b>Total Community Development</b>	<b>1,217,340</b>	<b>141,349</b>	<b>296,895</b>	<b>988</b>	<b>4,035</b>	<b>-</b>	<b>1,660,607</b>	<b>69,154</b>	<b>-</b>
<b>Culture and Recreation</b>									
Historic Preservation Grant	157,639	-	-	147	-	-	157,786	-	-
Library	401,177	-	20,467	229	-	-	421,873	30,250	-
NEA Grants	-	-	-	-	-	-	-	-	-
Plaza Use	96,162	-	-	98	-	-	96,260	-	-
Public Facilities Purchase	55,262	-	-	59	-	-	55,321	-	-
Quality of Life Project	141,425	-	-	168	-	-	141,594	1,705	-
Recreation Grants	846,282	206,829	16,571	896	-	-	1,070,578	31,318	-
Land Development	1,572,971	-	-	1,653	2,120,149	613,804	4,307,577	-	-
Special Recreation Leagues	130,102	-	-	135	-	-	130,237	1,029	-
<b>Total Culture and Recreation</b>	<b>3,402,021</b>	<b>206,829</b>	<b>37,038</b>	<b>3,385</b>	<b>2,120,149</b>	<b>613,804</b>	<b>6,383,226</b>	<b>160,302</b>	<b>-</b>
<b>Totals - June 30, 2014</b>	<b>\$ 14,581,449</b>	<b>\$ 3,523,242</b>	<b>\$ 871,577</b>	<b>\$ 13,658</b>	<b>\$ 2,387,846</b>	<b>\$ 613,804</b>	<b>\$ 21,991,576</b>	<b>\$ 1,052,748</b>	<b>\$ -</b>

Liabilities					Fund Balance Spendable					Total Fund Balances	Total Liabilities and Fund Balances
Accrued Wages Payable	Due to Other Funds	Deferred Inflows Unavailable Revenue	Deposits/ Escrows	Total Liabilities	Non-Spendable	Restricted	Committed	Assigned	Unassigned		
\$ -	\$ -	\$ -	\$ -	4,352	\$ -	\$ -	\$ 125,378	\$ -	\$ -	\$ 125,378	\$ 129,730
-	-	-	-	8,137	-	-	(1,531)	8,369	-	8,369	8,369
1,927	-	60,762	40,133	75,545	-	(394,223)	-	-	-	(394,223)	6,606
28,675	-	-	17,336	534,652	-	3,227,489	-	-	-	3,227,489	3,862,141
-	-	-	-	-	-	-	-	154	-	154	154
-	-	-	-	-	-	-	451,841	-	-	451,841	451,841
-	-	-	-	-	-	32,972	-	-	-	32,972	32,972
-	-	-	-	-	-	3,197,156	-	-	-	3,197,156	3,197,156
30,602	-	60,762	449,069	7,222,686	-	6,063,394	575,688	8,523	-	6,647,605	7,870,291
-	-	-	-	323	-	-	147,020	-	-	147,020	147,343
50,751	-	-	-	55,954	-	831,999	-	-	-	831,999	887,953
27,490	-	-	-	27,490	-	-	-	-	243,550	243,550	271,040
68,481	-	-	28,967	222,536	-	2,565,883	-	-	-	2,565,883	2,788,419
146,722	-	-	28,967	306,303	-	3,543,502	-	-	243,550	3,788,452	4,094,755
-	-	-	-	-	-	-	-	1,810	-	1,810	1,810
27,048	-	-	-	32,158	-	-	-	110,610	-	110,610	142,768
7,261	-	-	12,000	12,000	-	170,306	-	-	-	1,470,306	1,482,306
-	-	-	-	12,576	-	13,237	-	-	-	343,237	355,813
34,309	-	-	12,000	56,734	-	1,813,542	-	112,820	-	1,925,963	1,982,697
-	-	-	-	-	-	-	965,045	-	-	965,045	1,284,238
2,838	-	-	256,306	319,193	-	318,897	-	-	-	318,897	376,369
48,367	-	-	-	57,472	-	-	-	-	-	-	-
51,205	-	-	256,306	376,665	-	1,283,942	-	-	-	1,283,942	1,660,607
-	-	-	-	-	-	-	157,786	-	-	157,786	157,786
13,911	-	-	-	44,161	250,000	127,712	-	-	-	377,712	421,873
-	77	-	-	77	-	-	-	-	(77)	-	-
-	-	-	-	-	-	-	-	96,260	-	96,260	96,260
-	-	-	-	-	-	-	-	56,321	-	56,321	56,321
-	-	-	-	7,705	-	-	-	133,889	-	133,889	141,594
52,025	-	-	-	173,343	-	897,235	-	-	-	897,235	1,070,578
-	1,173,804	2,120,149	-	3,293,953	-	-	-	-	1,014,624	1,014,624	4,308,577
-	-	-	-	1,029	-	-	-	-	129,208	129,208	130,237
65,936	1,173,881	2,120,149	-	3,520,268	250,000	1,182,733	286,470	1,143,832	(77)	2,862,958	6,383,226
\$ 328,774	\$ 1,173,881	\$ 2,180,911	\$ 746,342	\$ 5,482,656	\$ 250,000	\$ 13,888,514	\$ 862,158	\$ 1,264,775	\$ 243,473	\$ 16,508,920	\$ 21,991,676



1 Authority Convention Center Loan dated March 28, 2006 ("Refunding") for the benefit of the  
2 Governmental Unit, and

3 **WHEREAS**, the application prescribed by the Authority has been completed and submitted  
4 to the Governing Body and this resolution approving submission of the completed Application to the  
5 Authority for its consideration and review is required as part of the Application.

6 **NOW THEREFORE, BE IT RESOLVED BY THE GOVERNING BODY OF THE**  
7 **CITY OF SANTA FE, NEW MEXICO:**

8 **Section 1.** All action heretofore taken by the Governing Body and the Governmental  
9 Unit and their respective officers and employees in connection with the Application and the  
10 Refunding are hereby ratified, approved and confirmed.

11 **Section 2.** The completed Application submitted to the Governing Body is hereby  
12 ratified, approved and confirmed.

13 **Section 3.** The officers and employees of the Governing Body and the Governmental  
14 Unit are hereby directed and requested to submit the completed Application to the Authority for its  
15 review, and are further authorized to take such other action as may be requested by the Authority in  
16 its consideration and review of the Application and to further proceed with arrangements for  
17 financing the Refunding.

18 **Section 4.** All acts and resolutions in conflict with this resolution are hereby rescinded,  
19 annulled and repealed.

20 **Section 5.** This resolution shall take effect immediately upon its adoption.

21 PASSED APPROVED AND ADOPTED this \_\_\_\_ day of \_\_\_\_\_, 2014.

22 \_\_\_\_\_  
23  
24 JAVIER M. GONZALES, MAYOR  
25

1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25

ATTEST:

\_\_\_\_\_

YOLANDA Y. VIGIL, CITY CLERK

APPROVED AS TO FORM:

*Kelley A. Brennan*  
\_\_\_\_\_

KELLEY A. BRENNAN, CITY ATTORNEY

M/Melissa/Resolutions 2014/Convention Center\_loan refund

Santa Fe, New Mexico  
 NMFA Refunding - 2006 Convention Center  
 Preliminary as of 11/20/2014

A	B	C	(B-C) D	E	(D+E) F	(B-F) G	H
FYE 30-Jun	Series 2006 Debt Service	Refunded Debt Service	Unrefunded Debt Service	New Debt Service	Aggregate New Debt Service	Savings	FYE 30-Jun
2015	\$ 2,857,500	\$ 863,750	\$ 1,993,750	\$ 862,176	\$ 2,855,926	\$ 1,574	2015
2016	2,856,250	1,727,500	1,128,750	1,511,792	2,640,542	215,709	2016
2017	2,857,500	2,857,500	-	2,643,673	2,643,673	213,827	2017
2018	2,861,000	2,861,000	-	2,648,581	2,648,581	212,419	2018
2019	2,856,500	2,856,500	-	2,644,081	2,644,081	212,419	2019
2020	2,859,250	2,859,250	-	2,645,299	2,645,299	213,952	2020
2021	2,858,750	2,858,750	-	2,646,499	2,646,499	212,252	2021
2022	2,860,000	2,860,000	-	2,647,269	2,647,269	212,732	2022
2023	2,857,750	2,857,750	-	2,643,141	2,643,141	214,609	2023
2024	2,857,000	2,857,000	-	2,641,491	2,641,491	215,509	2024
2025	2,857,500	2,857,500	-	2,642,121	2,642,121	215,379	2025
2026	2,859,000	2,859,000	-	2,646,249	2,646,249	212,752	2026
2027	2,861,250	2,861,250	-	2,648,657	2,648,657	212,594	2027
2028	2,859,000	2,859,000	-	2,645,957	2,645,957	213,044	2028
2029	2,857,250	2,857,250	-	2,643,337	2,643,337	213,914	2029
2030	2,860,750	2,860,750	-	2,645,437	2,645,437	215,314	2030
2031	2,859,000	2,859,000	-	2,642,737	2,642,737	216,264	2031
2032	2,857,000	2,857,000	-	2,645,087	2,645,087	211,914	2032
2033	2,859,500	2,859,500	-	2,646,947	2,646,947	212,554	2033
2034	2,861,000	2,861,000	-	2,648,417	2,648,417	212,584	2034
2035	2,861,250	2,861,250	-	2,644,394	2,644,394	216,856	2035
	<u>\$ 60,034,000</u>	<u>\$ 56,911,500</u>	<u>\$ 3,122,500</u>	<u>\$ 52,633,335</u>	<u>\$ 55,755,835</u>	<u>\$ 4,278,165</u>	

Refunded Principal:	
Series 2006	Callible 6/15/16
Average Coupon of Refunded Bonds	Maturities 2017-2035
True Interest Cost (TIC) on Refunding Bonds	5.000%
Negative Arbitrage	3.402%
Net Present Value Savings	\$ 1,408,351
Average Annual Savings	\$ 3,056,574
Percentage Savings of Refunded Bonds	\$ 213,830
	8.847%



**City of Santa Fe  
Fiscal Impact Report (FIR)**

This Fiscal Impact Report (FIR) shall be completed for each proposed bill or resolution as to its direct impact upon the City's operating budget and is intended for use by any of the standing committees of and the Governing Body of the City of Santa Fe. Bills or resolutions with no fiscal impact still require a completed FIR. Bills or resolutions with a fiscal impact must be reviewed by the Finance Committee. Bills or resolutions without a fiscal impact generally do not require review by the Finance Committee unless the subject of the bill or resolution is financial in nature.

**Section A. General Information**

(Check) Bill: \_\_\_\_\_ Resolution:  X

(A single FIR may be used for related bills and/or resolutions)

Short Title(s): Resolution Authorizing Submission of an NMFA Loan Application to Refund the Existing NMFA Convention Center Loan.

Sponsor(s): Councilor Dominguez

Reviewing Department(s): Finance

Persons Completing FIR: Hélène Hausman Date: 11/21/14 Phone: 955-6885

Reviewed by City Attorney: Kelly A. Brennan Date: 11/21/14  
(Signature)

Reviewed by Finance Director: Franklyn Date: 11/24/14  
(Signature)

**Section B. Summary**

Briefly explain the purpose and major provisions of the bill/resolution:

The resolution is to authorize the submission of an application to NMFA to refund the existing NMFA Convention Center loan for the purpose of achieving cost savings for the City and the Convention Center budget.

**Section C. Fiscal Impact**

**Note:** Financial information on this FIR does not directly translate into a City of Santa Fe budget increase. For a budget increase, the following are required:

- a. The item must be on the agenda at the Finance Committee and City Council as a "Request for Approval of a City of Santa Fe Budget Increase" with a definitive funding source (could be same item and same time as bill/resolution)
- b. Detailed budget information must be attached as to fund, business units, and line item, amounts, and explanations (similar to annual requests for budget)
- c. Detailed personnel forms must be attached as to range, salary, and benefit allocation and signed by Human Resource Department for each new position(s) requested (prorated for period to be employed by fiscal year)\*

**1. Projected Expenditures:**

- a. Indicate Fiscal Year(s) affected – usually current fiscal year and following fiscal year (i.e., FY 03/04 and FY 04/05)
- b. Indicate: "A" if current budget and level of staffing will absorb the costs  
"N" if new, additional, or increased budget or staffing will be required
- c. Indicate: "R" – if recurring annual costs  
"NR" if one-time, non-recurring costs, such as start-up, contract or equipment costs
- d. Attach additional projection schedules if two years does not adequately project revenue and cost patterns
- e. Costs may be netted or shown as an offset if some cost savings are projected (explain in Section 3 Narrative)

Finance Director: \_\_\_\_\_

\_\_\_\_\_ Check here if no fiscal impact

Column #:	1	2	3	4	5	6	7	8
	Expenditure Classification	FY 14-15	"A" Costs Absorbed or "N" New Budget Required	"R" Costs Recurring or "NR" Non-recurring	FY 15-16	"A" Costs Absorbed or "N" New Budget Required	"R" Costs -- Recurring or "NR" Non-recurring	Fund Affected 5100

Personnel*	\$ _____	_____	_____	\$ _____	_____	_____	_____	_____
Fringe**	\$ _____	_____	_____	\$ _____	_____	_____	_____	_____
Capital Outlay	\$ _____	_____	_____	\$ _____	_____	_____	_____	_____
Land/ Building	\$ _____	_____	_____	\$ _____	_____	_____	_____	_____
Professional Services	\$ _____	_____	_____	\$ _____	_____	_____	_____	_____
All Other Operating Costs - Reduction in Debt Service Cost - Estimated	(\$ 1,574)	A	R	(\$ 215,709)	A	R	5100	
Total:	(\$ 1,574)			(\$ 215,709)				

\* Any indication that additional staffing would be required must be reviewed and approved in advance by the City Manager by attached memo before release of FIR to committees. \*\*For fringe benefits contact the Finance Dept.

**2. Revenue Sources:**

- a. To indicate new revenues and/or
- b. Required for costs for which new expenditure budget is proposed above in item 1.

Column #:	1	2	3	4	5	6
	Type of Revenue	FY _____	"R" Costs Recurring or "NR" Non-recurring	FY _____	"R" Costs -- Recurring or "NR" Non-recurring	Fund Affected

_____	\$ _____	_____	\$ _____	_____	_____	_____
_____	\$ _____	_____	\$ _____	_____	_____	_____
_____	\$ _____	_____	\$ _____	_____	_____	_____
Total:	\$ _____	_____	\$ _____	_____	_____	_____

**3. Expenditure/Revenue Narrative:**

Explain revenue source(s). Include revenue calculations, grant(s) available, anticipated date of receipt of revenues/grants, etc. Explain expenditures, grant match(s), justify personnel increase(s), detail capital and operating uses, etc. (Attach supplemental page, if necessary.)

The refunding would be completed in Spring 2015 and allow for a modest savings for the 6/1/15 debt service payment. Full annual savings would budgeted for FY 15-16.

**Section D. General Narrative**

**1. Conflicts:** Does this proposed bill/resolution duplicate/conflict with/companion to/relate to any City code, approved ordinance or resolution, other adopted policies or proposed legislation? Include details of city adopted laws/ordinance/resolutions and dates. Summarize the relationships, conflicts or overlaps.

Such a refunding is allowed by the City code.

**2. Consequences of Not Enacting This Bill/Resolution:**

Are there consequences of not enacting this bill/resolution? If so, describe.

If the resolution were not passed and the application not submitted, the City would forego approximately \$4.2 million in savings over the remaining life of the loan.

**3. Technical Issues:**

Are there incorrect citations of law, drafting errors or other problems? Are there any amendments that should be considered? Are there any other alternatives which should be considered? If so, describe.

NA

**4. Community Impact:**

Briefly describe the major positive or negative effects the Bill/Resolution might have on the community including, but not limited to, businesses, neighborhoods, families, children and youth, social service providers and other institutions such as schools, churches, etc.

The Convention Center is a community facility. Reducing outstanding debt reduces strain on the Center's budget and frees up funds for other uses.