



City of **Santa Fe**
The Oldest Capital City in the United States



Comprehensive Annual Financial Report

For the Year Ended June 30, 2015



City of Santa Fe, New Mexico

Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2015

Prepared by:

Finance Department

Financial Management Division

Mayor

Javier Gonzales

**CITY OF SANTA FE, NEW MEXICO
COMPREHENSIVE ANNUAL FINANCIAL REPORT
For the Fiscal Year Ended June 30, 2015**

TABLE OF CONTENTS:

Page 1

INTRODUCTORY SECTION

| | |
|---|-------|
| Letter of Transmittal..... | i-vii |
| Organizational Chart..... | viii |
| List of Elected and Appointed Officials..... | ix |
| Acknowledgments..... | x |
| Certificate of Achievement for Excellence in Financial Reporting..... | xi |

FINANCIAL SECTION

| | |
|--|-------|
| Independent Auditors' Report..... | 1-2 |
| Management's Discussion and Analysis..... | 3-16 |
| Basic Financial Statements: | |
| Government-wide Financial Statements: | |
| Statement of Net Position..... | 17 |
| Statement of Activities..... | 18 |
| Fund Financial Statements: | |
| Balance Sheet – Governmental Funds..... | 19 |
| Reconciliation of Balance Sheet to Statement of Net Position..... | 20 |
| Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds..... | 21 |
| Reconciliation of the Statement of Revenues, Expenditures, and Changes In Fund Balances of Governmental Funds to the Statement of Activities..... | 22 |
| Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual – General Fund..... | 23-25 |
| Statement of Net Position – Enterprise Funds..... | 26-27 |
| Statement of Revenues, Expenses and Changes in Fund Net Position – Enterprise Funds..... | 28-29 |
| Statement of Cash Flows –Enterprise Funds..... | 30-31 |
| Notes to Financial Statements: | |
| (The notes are an integral part of the Financial Statements) | |
| Summary of Significant Accounting Policies..... | 32-42 |
| Stewardship, Compliance and Accountability..... | 43-45 |
| Detailed Notes On all Funds..... | 45-62 |
| Other Information..... | 63-81 |

**CITY OF SANTA FE, NEW MEXICO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 For Fiscal Year Ended June 30, 2015**

TABLE OF CONTENTS CONTINUED:

Supplementary Information:

| | |
|--|---------|
| Combining and Individual Fund Statements and Schedules: | |
| Combining Balance Sheet – Nonmajor Governmental Funds..... | 82 |
| Combining Statement of Revenues, Expenditures and | |
| Changes in Fund Balances – Nonmajor Governmental Funds..... | 83 |
| Combining Balance Sheet – Nonmajor Special Revenue Funds..... | 84-85 |
| Combining Statement of Revenues, Expenditures and | |
| Changes in Fund Balances – Nonmajor Special Revenue Funds..... | 86-87 |
| Fund Balances – Budget and Actual – Special Revenue Funds..... | 88-115 |
| Combining Balance Sheet – Nonmajor Capital Projects Funds..... | 116-117 |
| Combining Statement of Revenues, Expenditures and | |
| Changes in Fund Balances – Nonmajor Capital Projects Funds..... | 118-119 |
| Schedules of Revenues, Expenditures, and Changes in | |
| Fund Balances – Budget and Actual – Nonmajor Capital Projects Funds..... | 120-138 |
| Schedules of Revenues, Expenditures, and Changes in | |
| Fund Balances – Budget and Actual – Major Capital Projects Funds..... | 139 |
| Schedules of Revenues, Expenditures, and Changes in | |
| Fund Balances – Budget and Actual – Major Debt Service Fund..... | 140 |
| Combining Balance Sheet – Debt Service Funds..... | 141-142 |
| Combining Statement of Revenue, Expenditure and | |
| Changes in Fund Balances – Debt Service Funds..... | 143-144 |
| Combining Statement of Net Position – Nonmajor Enterprise Funds..... | 145-146 |
| Combining Statement of Revenues, Expenses and Changes in | |
| Net Position – Nonmajor Enterprise Funds..... | 147-148 |
| Combining Statement of Cash Flows – Nonmajor Enterprise Funds..... | 149-150 |
| Schedule of Revenues, Expenses and Changes in | |
| Net Position – Budget and Actual – Nonmajor Enterprise Funds..... | 151-155 |
| Schedule of Revenues, Expenses and Changes in | |
| Net Position – Budget and Actual – Major Enterprise Funds..... | 156-161 |
| Combining Statement of Net Position – Internal Service Funds..... | 162 |
| Combining Statement of Revenues, Expenses and Changes in | |
| Net Position – Internal Service Funds..... | 163 |
| Combining Statement of Cash Flows – Internal Service Funds..... | 164 |
| Schedule of Revenues, Expenses and Changes in | |
| Net Position – Budget and Actual – Internal Service Funds..... | 165-168 |

**CITY OF SANTA FE, NEW MEXICO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 For Fiscal Year Ended June 30, 2015**

TABLE OF CONTENTS CONTINUED:

OTHER SUPPLEMENTARY SCHEDULES

| | |
|--|---------|
| Capital Assets Used in the Operation of Governmental Funds – Comparative Schedule by Source | 169 |
| Capital Assets Used in the Operation of Governmental Funds – Schedule by Function and Activity | 170-171 |
| Capital Assets Used in the Operation of Governmental Funds – Schedule of Changes by Function and Activity | 172 |

STATISTICAL SECTION (Unaudited)

| | |
|--|---------|
| Net Position by Component | 173 |
| Changes in Net Position | 174-176 |
| Fund Balances, Governmental Funds | 177 |
| Changes in Fund Balances, Governmental Funds | 178 |
| Assessed and Estimated Actual Value of Property | 179 |
| Property Tax Rates per \$1,000 Assessed Valuation -- All Overlapping Governments | 180 |
| Principal Property Taxpayers in Santa Fe County | 181 |
| Total Gross Receipts Tax Base by Fiscal Year | 182 |
| Total Gross Receipts Tax by Category | 183 |
| Gross Receipts Tax Rates Direct and Overlapping | 184 |
| Gross Receipts Schedule of Pledge Revenue | 185 |
| Schedule of Gross Receipts Tax Revenue | 186 |
| Ratio of Net General Bonded Debt to Assessed Value and Net Bonded Debt Per Capita | 187 |
| Ratio of Annual Debt Service Expenditures for General Obligation Bonded Debt to Total General Fund Expenditures | 188 |
| Computation of Direct and Overlapping Debt | 189 |
| Computation of Legal Debt Margin | 190 |
| Revenue Bond Coverage – Enterprise Funds | 191-193 |
| Ratios of Outstanding Debt by Type | 194 |
| Demographic and Economic Information | 195-198 |
| Property Value, Construction Permits and Utility Connections | 199 |
| List of the Largest Employers | 200 |
| Budgeted City Government Employees by Function | 201 |
| Schedule of Insurance in Force | 202 |
| Miscellaneous Statistics | 203 |

**CITY OF SANTA FE, NEW MEXICO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 For Fiscal Year Ended June 30, 2015**

TABLE OF CONTENTS CONTINUED:

Page 4

OTHER SUPPLEMENTARY INFORMATION

| | |
|--|---------|
| Combined Schedule of Deposits and Investments..... | 204 |
| Schedule of Pledged Collateral (Market Value)..... | 205-206 |
| Proprietary – Schedule of Capital Assets and Depreciation..... | 207 |
| Schedule of Vendor Information for Purchases Exceeding \$60,000..... | 208-215 |

OTHER SUPPLEMENTARY FINANCIAL DATA

| | |
|--|---------|
| Schedule of Industrial Revenue Bonds Authorized..... | 216 |
| Schedule of Bonds and Loan Payable – Classified by Fund and Purpose..... | 217-218 |
| Schedule of Joint Powers Agreements..... | 219-221 |
| Schedule of Other Financial Assistance..... | 222-223 |

SINGLE AUDIT SECTION

City of Santa Fe

| | |
|---|---------|
| Schedule of Expenditures of Federal Awards..... | 224-225 |
| Notes to Supplemental Schedule of Expenditures of Federal Awards..... | 226-227 |
| Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <u>Government Auditing Standards</u> | 228-229 |
| Independent Auditors' Report on Compliance with Requirements Applicable to Each Major Program and on Internal Control over Compliance in Accordance with OMB-Circular A-133..... | 230-231 |
| Schedule of Findings and Questioned Costs..... | 232-238 |
| Exit Conference..... | 239 |

Introductory Section

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City of Santa Fe, New Mexico

200 Lincoln Avenue, P.O. Box 909, Santa Fe, N.M. 87504-0909
www.santafenm.gov

Javier M. Gonzales, Mayor

Councilors:

Peter N. Ives, Mayor Pro Tem, Dist. 2
Patti J. Bushee, Dist. 1
Signe I. Lindell, Dist. 1
Joseph M. Maestas, Dist. 2
Carmichael A. Dominguez, Dist. 3
Christopher M. Rivera, Dist. 3
Ronald S. Trujillo, Dist. 4
Bill Dimas, Dist. 4

December 7, 2015

To the Honorable Mayor, Members of the City Council, and Citizens of the City of Santa Fe:

This letter transmits the City of Santa Fe's Comprehensive Annual Financial Report (CAFR) for the fiscal year ending June 30, 2015.

This report consists of management's representations concerning the finances of the City of Santa Fe. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the City of Santa Fe has established a comprehensive internal control framework. It is designed to protect the City's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City of Santa Fe's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City of Santa Fe's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that to the best of our knowledge and belief this financial report is complete and reliable in all material respects.

State law requires the State Auditor to promulgate reasonable regulations necessary to carry out the duties of the office. These duties include regulations that require all municipalities in the State of New Mexico to submit a complete set of financial statements. These statements should be presented in conformity with generally accepted accounting principles (GAAP). They should also be audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants for the previous fiscal year ending June 30.

The City of Santa Fe's financial statements have been audited by Accounting & Consulting Group, LLP, a firm of licensed certified public accountants headquartered in Albuquerque. The goal of the independent audit is to provide reasonable assurance that the financial statements of the City of Santa Fe for the fiscal year ended June 30, 2015 are free of material misstatement. It examines, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management and evaluating the overall financial statement presentation. The independent auditor concluded that, based on his audit, there was a reasonable basis for rendering an unmodified opinion that the City of Santa Fe's financial statements for the fiscal year ended

Honorable Mayor, Members of the Governing Council, and Citizens of the City of Santa Fe

June 30, 2015, are fairly presented in conformity with GAAP. The independent auditor's report is presented in the first section of the CAFR.

This independent audit of the financial statements of the City of Santa Fe was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available herein as a separately issued Single Audit Report.

GAAP requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal compliments the MD&A and should be read in conjunction with it. The MD&A can be found immediately following independent auditors' report.

FACTORS AFFECTING FINANCIAL CONDITION

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment in which the City of Santa Fe operates.

Profile of Government

The City's form of government and the characteristics has a direct bearing on its financial operations. The City of Santa Fe was founded in 1609 and chartered as a town in 1891 under territorial law. In December 1997, the City approved by electoral vote a Municipal Charter that became effective in March 1998. The City is empowered to levy a property tax on real property located within its boundaries. It's also empowered by state statute to extend its corporate limits by annexation, which occurs periodically when deemed appropriate by the governing body.

The City of Santa Fe has operated under the mayor-council-city manager form of government since 1954. Policy-making and legislative authority are vested in the governing body consisting of the mayor and eight city councilors. The governing body serves as the principal policy maker of the City. The governing body is responsible for passing ordinances, management of City finances and property, adopting the budget and creation or abolition of departments. The mayor appoints and may remove the city manager, the city attorney, the city clerk and members of advisory commission subject to the approval of the governing body. The city manager is the chief administrative officer of the City and is responsible for carrying out the policies and ordinances approved by the governing body. In addition to overseeing the day-to-day operations of the City, the city manager also appoints the directors of the various departments, the preparation of the annual budget and keeps the governing body informed of the financial condition and needs of the City. The governing body consists of eight councilors and the mayor who are all elected on a non-partisan basis. City council members serve four-year staggered terms with four city councilors elected every two years within four districts. The mayor is elected at-large and serves a four-year term. On March 4, 2014 the voters approved an

Honorable Mayor, Members of the Governing Council, and Citizens of the City of Santa Fe

amendment to the Municipal Charter to give the mayor a vote on all matters that come before the governing body.

The City provides a full range of services: including police and fire protection, public works, highways and streets, wastewater operations, refuse collection and transport, water services, transit, parking facilities operations, convention center services, recreational activities, cultural events, community welfare and municipal airport.

The annual budget serves as the foundation for the City of Santa Fe's financial planning and control. All departments of the City are required to submit requests for appropriations to the city manager in March of each year. The city manager uses these requests as the starting point for developing a proposed budget for the upcoming fiscal year. The city manager then presents this proposed budget to the finance committee, which is composed of five city councilors, in April through a series of public meetings. The city council reviews the finance committee's recommended budget for adoption of a final budget by June 1 for the fiscal year commencing July 1. The appropriated budget is prepared by fund, function (e.g., public safety), and division (e.g., water). The Municipal Charter allows the city manager to approve transfers of appropriations within a department up to \$50,000. Transfers over \$50,000 or between funds and any budget increases require city council approval. Budget-to-actual comparisons are provided in this report at the function level for the general fund, at the fund level for the special revenue and capital improvement funds and at the division level for the proprietary funds for which an appropriated annual budget has been adopted. For the general fund, this comparison is presented on pages 23 through 25 as part of the basic financial statements for the governmental funds. For funds, other than the general fund, with appropriated annual budgets, this comparison is presented in the fund subsections of this report.

Demographic and Economic Profile

Santa Fe is located in the central northern part of the state. It is the oldest state capital in the United States. Its current population is approximately 83,000 residents.

The local economy is relatively stable. As the state capital, it benefits from a stable, educated government work-force of 17,000 people, which accounts for about 28% of the the entire government sector workforce in the state. Many city residents also work at Los Alamos National Laboratory in neighboring Los Alamos, one of the country's premier scientific research centers.

Santa Fe's economy is based largely on tourism and, as the capital city, state government which is the largest employer in the area. Santa Fe receives an average of 1.6 million visitors annually and has been named as one of the top ten tourist destinations in the country by Travel and Leisure magazine. In 2015 Santa Fe was scored the number two small city in the U.S. and the sixth best destination in the world by the prestigious Conde Nast Reader's Choice Awards.

Known as "The City Different," Santa Fe is also one of the top five art markets in the world and the third largest art market in the United States. Santa Fe's spectacular Rocky Mountain setting and stunning wealth of cultural resources—including over 250 art galleries, 14 museums, four-star hotels and resorts, a nationally recognized opera company, dozens of major annual festivals, and

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many award winning restaurants, shops and spas, draw visitors and second home owners from all over the globe.

Starting in mid-2008, Santa Fe suffered through the most severe economic recession it has experienced in many decades. For the first time since 2008, however, gross receipt tax revenue (GRT) increased more than 1% for two consecutive years, 4.47% and 1.79% for 2014 and 2015 respectively. Through the diligent and collective efforts of the elected officials and city staff, measures continue to be taken to limit expenditures, prioritize services and projects and to budget conservatively while minimizing the effect on community services. The City's has relied heavily for decades on GRT, which today accounts for more than 70% of its funding for governmental services. The recession demonstrated how vulnerable the City is to sudden decreases in consumer spending. The City maintains sound reserves as a buffer against economic slowdowns and funds almost two-thirds of its total expenditures from utility rates, fees, grants and activities.

The City Council is confident that a broad program of cost reduction, organizational change and service delivery efficiency, coupled with prudent use of reserves will allow the City to deal with long term decline in GRT if the national economy continues to recover as it has the past few years.

The recently City made significant investments in the long-term health of the City. These investments include the completion of a beautiful Convention Center and the successful completion of the Railyard Re-development area. Additionally, The City made a strong investment in the Buckman Direct Diversion Water Treatment Facility to secure the community's access to potable water well into the future. The Railyard, the Convention Center and the Buckman Direct Diversion Water Treatment Facility are supported by dedicated gross receipts tax increments in addition to program revenues.

The Rail Yard serves as the New Mexico Rail Runner's northern terminus. It is marked by bustling activity, including an active farmers market, restaurants and cafés, and a range of retail offerings. The 50-acre mixed-use redevelopment of former industrial buildings and land is owned by the City. In fiscal 2009 commuter rail connections linked Santa Fe to Albuquerque and other communities. In addition, a major airline began direct commercial air service to Santa Fe. These changes have helped offset the reduction of economic activity resulting from the national downturn. The unemployment rate for the region, which includes the City of Santa Fe and the surrounding unincorporated areas within the same county, still remains lower than the state unemployment rate of 6.4% and higher than the national rate of 5.3% at June 2015. At the end of fiscal year 2015, unemployment in Santa Fe was 5.9%.

By the end of 2014, the median sales price of homes sold in the City of Santa Fe at the rose to \$291,000, an increase 12.8% from the previous year according to the Santa Fe Association of Realtors. The number of homes sold was also up by 12.2% over the same period.

Honorable Mayor, Members of the Governing Council, and Citizens of the City of Santa Fe

FINANCIAL PLANNING

The City Council adopted a ten-year financial plan for the Water Division and a five-year financial plan for Wastewater Division and Environmental Service Division. In September of 2015 Fitch Credit Rating Agency again reaffirmed the City's Water bond rating at "AAA", a remarkable testament to sound financial management in the current economic climate.

These efforts have helped the City maintain the financial soundness of its enterprise operations and the resiliency and flexibility of its governmental activities.

CASH MANAGEMENT

Cash temporarily idle during the year was invested in demand deposits, certificates of deposit, securities issued by the United States Government or its agencies or instrumentalities, money market savings accounts and the New Mexico State Treasurer Local Government Investment Pool. Investment terms may range out to five years under the City's investment policy. At June 30, 2015 the portfolio's weighted average maturity was 283 days. The average yield on investments for the fiscal year was 0.49%.

FINANCIAL POLICIES AND PRACTICES

The City continually reviews and updates its financial policies and practices.

Procurement

As a home rule city, the City of Santa Fe has in place a comprehensive procurement manual to guide and control all procurement done by the City and has a centralized purchasing office that reviews all procurements for compliance. The procurement manual is updated regularly as needed to adopt changes in City policies, address changes in New Mexico State procurement rules and to address issues that may arise over time. It also includes sections on federal procurement that may supersede the city policies and procedures when federal regulations are required to be complied with. The procurement manual and any changes are reviewed, approved and adopted by the City Council.

Risk Management

The risk management programs include workers' compensation, comprehensive loss coverage, medical, safety, and other employee coverage programs. As part of this comprehensive plan, resources are accumulated in internal service funds from premiums assessed to all departments and funds to cover the costs of potential losses. In addition, with the third party administrators certain controls are used including safety checks, employee prevention and reporting training, reviews to recognize liability exposure, health and wellness information and other cost controls.

Honorable Mayor, Members of the Governing Council, and Citizens of the City of Santa Fe

Pension Plan

The City of Santa Fe participates in the State of New Mexico's Public Employees Retirement plan for which substantially all employees participate in. The plan is a cost-sharing multiple employer defined benefit plan that is authorized under the Public Employees Retirement Act (Chapter 10, Article 11 NMSA 1978). The contribution requirements of defined benefit plan members and the City of Santa Fe are established in state statute under Chapter 10, Article 11, NMSA 1978. The City makes the required payments as determined by PERA through City and member contributions.

During the year ended June 30, 2015, the City adopted Governmental Accounting Standard Board (GASB) Statements No. 68, *Accounting and Financial Reporting for Pensions – an Amendment of GASB Statement No. 27* (“GASB 68”), and No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an Amendment of GASB Statement No. 68* (“GASB 71”). These two Statements were required to be implemented at the same time. GASB 68 addresses accounting and financial reporting for pensions that are provided to the employees of state and local governments through pension plans that are administered through trusts that have the following characteristics:

- Contributions from employers and nonemployer entities to the pension plan and earnings on those contributions are irrevocable.
- Assets are dedicated to providing pensions to plan members in accordance with the benefit terms.
- Assets are legally protected from the creditors of employers, nonemployer contributing entities, and the pension plan administrator. If the plan is a defined benefit plan, plan assets are also legally protected from creditors of the plan members.

Governmental Accounting Standards Board reporting requirement No. 68 and 71 set out the standards for measuring and recognizing liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures related to pensions. For defined benefit pensions, this Statement identifies the methods and assumptions that should be used to project benefit payments, discount projected benefit payments to their actuarial present value, and attribute that present value to periods of employee service. As a result of GASB 68 and 71, the City recognized a net pension liability (“NPL”) and related pension deferred outflows and inflows measured as of a date no later than the end of its prior fiscal year.

Other Postemployment Benefit Plan

The City contributes to the New Mexico Retiree Health Care Fund, a cost sharing multiple-employer defined benefit post-employment healthcare plan administered by the New Mexico Retiree Health Care Authority (RHCA). The RHCA provides health care insurance and prescription drug benefits to retired employees of participating New Mexico government agencies, their spouses, dependents, and surviving spouses and dependents. The Retiree Health Care Act (Section 10-7C-13 NMSA 1978) authorizes the RHCA Board to establish the monthly

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Additional information of the City's pension arrangements and postemployment benefits can be found in Notes "D" and "E" on pages 65-81.

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 Santa Fe for its comprehensive annual financial report for the fiscal year ended June 30, 2014. 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 generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our CAFR 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 report would not have been possible without the efficient and dedicated services of the entire staff of the finance department. We would like to express our appreciation to the City Finance Director and all members of the department who assisted and contributed to the preparation of this report. Credit also must be given to the mayor and the governing body for their unfailing support for maintaining the highest standards of professionalism in the management of the City's finances.

Respectfully submitted,



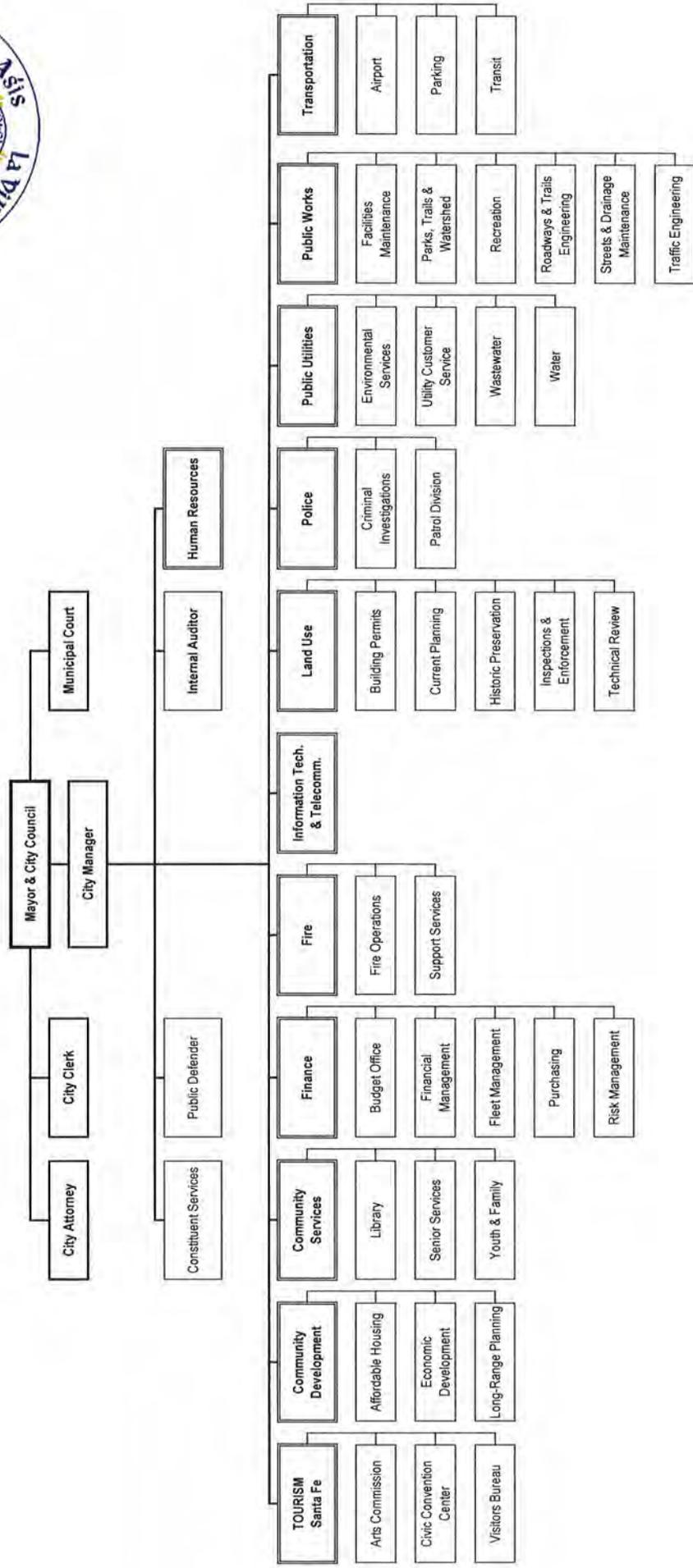
Brian K. Snyder,
City Manager



Oscar Rodriguez,
City Finance Director

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Council-Approved FY 2014/15 City of Santa Fe Organizational Chart



**CITY OF SANTA FE, NEW MEXICO
PRINCIPAL OFFICIALS
JUNE 30, 2015**

MAYOR

Javier M. Gonzales

CITY COUNCIL

| | |
|-----------------------------------|------------|
| Peter N. Ives, Mayor Pro Tem..... | District 2 |
| Patti J. Bushee..... | District 1 |
| Signe I. Lindell..... | District 1 |
| Joseph M. Maestas..... | District 2 |
| Carmichael A. Dominguez..... | District 3 |
| Christopher M. Rivera..... | District 3 |
| Bill Dimas..... | District 4 |
| Ronald S. Trujillo..... | District 4 |

CITY MANAGER

Brian K. Snyder

FINANCE DEPARTMENT

Oscar S. Rodriguez
Finance Director

Teresita Garcia
Assistant Finance Director

Helene Hausman
Cash/Investment Officer

Erica J. Martinez
Senior Financial Analyst

Cal Probasco
Budget Officer

SPECIAL ACKNOWLEDGMENT AND APPRECIATION FOR WORK
ASSOCIATED WITH THE DEVELOPMENT OF THIS REPORT GO TO THE
FOLLOWING:

FINANCE DEPARTMENT

Oscar S. Rodriguez, Finance Director
Teresita Garcia, Assistant Finance Director
Helene Hausman, Cash/Investment Officer
Erica J. Martinez, Senior Financial Analyst
Melissa D. Ortiz, Accounting Supervisor
Amy Martinez-Duran, Accounting Supervisor
Clarence Romero, Accounting Supervisor
Halona Crowe, Accounting Supervisor
Vincent S. Montoya, Business Analyst
Shirley Coca-Barela, Financial Analyst
Tony S. Martinez, Financial Analyst
Carla Montoya, Financial Analyst
Stephen Morales, Financial Analyst
Emily Pisula, Financial Analyst

WEB PUBLICATION

David C. Tapia, Project Analyst

GRAPHICS SECTION

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Maria E. Clokey



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**City of Santa Fe
New Mexico**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2014

Executive Director/CEO

Financial Section

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Accounting & Consulting Group, LLP
Certified Public Accountants

INDEPENDENT AUDITORS' REPORT

Timothy Keller
New Mexico State Auditor
The Office of Management and Budget
The Mayor and Members of City Council
City of Santa Fe
Santa Fe, New Mexico

Report on Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, the aggregate remaining fund information, and the budgetary comparison for the General Fund of City of Santa Fe, New Mexico (the City), as of and for the year ended June 30, 2015, and the related notes to the financial statements which collectively comprise the City's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the City's nonmajor governmental funds, nonmajor enterprise funds, and the budgetary comparisons for the major capital projects fund, major debt service fund, proprietary funds, and all nonmajor funds, presented as supplementary information, as defined by the Governmental Accounting Standards Board, in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2015, as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of June 30, 2015, and the respective changes in financial position and where applicable, cash flows thereof and the respective budgetary comparison for the general fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund, and each nonmajor enterprise fund, of the City, as of June 30, 2015, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparisons for the major capital projects fund, major debt service fund, each nonmajor governmental fund, the proprietary funds, and the internal service funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the *Management's Discussion and Analysis* on pages 3 through 16, the Schedules of the City's Proportionate Share of the Net Pension Liability of PERA Fund Divisions on pages 75-77, and the Schedules of Employer Contributions on pages 78-80, and the related Notes to the Required Supplementary Information to be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the City's financial statements, the combining and individual fund financial statements, and the budgetary comparisons. The Schedule of Expenditures of Federal Awards as required by Office of Management and Budget *Circular A-133, Audit of States, Local Governments, and Non-Profit Organizations*, introductory and statistical sections, and the other schedules required by 2.2.2 NMAC are presented for the purposes of additional analysis and are not a required part of the basic financial statements.

The Schedule of Expenditures of Federal Awards and the other schedules required by 2.2.2 NMAC are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information, with the exception of the Schedule of Vendor Information for Purchases Exceeding \$60,000 (excluding GRT), has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with the auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards and the other schedules required by 2.2.2 NMAC (excluding the Schedule of Vendor Information for Purchases Exceeding \$60,000 (excluding GRT)), are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory section, Schedule of Vendor Information for Purchases Exceeding \$60,000 (excluding GRT), and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 6, 2015 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Accounting & Consulting Group, LLP

Accounting & Consulting Group, LLP
Albuquerque, New Mexico
December 6, 2015

Management's Discussion and Analysis (UNAUDITED)

As management of the City of Santa Fe ("City"), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2015. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i through vi of this report.

Financial Highlights

- The assets of the City exceeded its liabilities at the close of the most recent fiscal year by \$517,694,980 (*net position*). Of this amount, \$66,665,877 (*unrestricted net position*) may be used to meet the City's obligations to citizens and creditors.
- The City's total assets increased by \$21,184,248 primarily to the City's implementation of GASB Statements No. 68 and No.71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*. This implementation resulted in an increase of \$15,712,012 to the City's total assets. In addition to the implementation the Water Management in the process of implementing a new billing software.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$76,937,222 an increase of \$7,487,052 in comparison with the prior year. This primarily reflected an increase due to the issuance of bonds.
- Of the total governmental fund balances of \$76,937,222 less than 1% (\$342,436) is consider non-spendable and approximately 92% (\$70,862,504) is restricted, committed or assigned. At the end of the current fiscal year, the unassigned fund balance is \$5,732,282 and is available for spending at the City's discretion.
- The City's total long-term liabilities increased by \$94,990,012 which includes implementation of GASB 68 and 71 of \$88,146,164 during the fiscal year. In conjunction with the annual debt service payment, this reflects the issuance of three bond issuance. General obligation bond, one gross receipts tax bond and two loans.
 - The 2014 General Obligation Bonds issued in the par amount of \$5,800,000 used to fund park improvements.
 - The 2014 Gross Receipts Tax Bonds issued in the par amount of \$15,460,000 to fund the capital improvement program.
 - The New Mexico Finance Authority Transit loan in the par amount of \$3,500,000 to purchase transit buses.

- The New Mexico Finance Authority Convention Center Refunding Loan #27 in the par amount of \$33,790,000 to advance refund all but two years of the New Mexico Finance Authority Convention Center Loan #14.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: 1) government-wide financial statements; 2) fund financial statements; and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of the City's assets and liabilities, with the difference between the two reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or declining.

The *statement of activities* presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City include general government, public safety, highways and streets, sanitation, economic development, and culture and recreation. The business-type activities of the City include the operations of water, wastewater, solid waste, airport, convention center, transit, railyard property, College of Santa Fe property, and two recreation facilities.

The government-wide financial statements can be found on pages 17 and 18 of this report.

Fund financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into two categories: governmental funds and proprietary funds.

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 *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

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 *government funds* with similar information presented for *government 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 fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balance provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The City maintains individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, the CIP 1/2% Gross Receipt Tax Fund, and the Debt Service Fund, all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* elsewhere in this report.

The City adopts an annual appropriated budget for all its funds. A budgetary comparison statement has been provided for all its funds to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 19 through 25 of this report.

Proprietary funds. The City maintains two different 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 Santa Fe Convention Center, Parking Operations, College of Santa Fe, Environmental Services, Water Management, Transit Operations, Wastewater Management, Municipal Recreation Complex, Genoveva Chavez Community Center, Railyard Property and Airport. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its Employee Health Care and Dental program, Risk Management Administration, Workers' Compensation and Union Sick Leave Banks. As the service of these funds listed predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water Management, Wastewater Management, Environmental Services, College of Santa Fe, Railyard Property, and the Santa Fe Convention Center, all of which are considered major funds of the City. Internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 26 through 31 of the report.

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 to the financial statements can be found on pages 32 through 81 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City, assets exceeded liabilities by \$517,694,980 at the close of the most recent fiscal year.

A portion of the City's net position (75%) reflects its investment in capital assets (e.g., land, buildings, machinery, infrastructure, and equipment) less any related debt used to acquire those assets that is still outstanding. 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.

CITY OF SANTA FE'S
NET POSITION
June 30, 2015 and 2014

| | Governmental Activities | | Business-type Activities | | Total | |
|---|----------------------------|----------------|-----------------------------|----------------|----------------|----------------|
| | 2015 | 2014 | 2015 | 2014 | 2015 | 2014 |
| Current and other assets | \$ 101,402,542 | \$ 93,603,034 | \$ 156,703,126 | \$ 152,635,615 | \$ 258,105,668 | \$ 246,238,649 |
| Capital assets | 315,767,513 | 314,363,276 | 448,798,257 | 456,580,298 | 764,565,770 | 770,943,574 |
| Deferred outflows of resources | 11,154,032 | - | 4,676,834 | 135,833 | 15,830,866 | 135,833 |
| Total assets and deferred outflows of resources | 428,324,087 | 407,966,310 | 610,178,217 | 609,351,746 | 1,038,502,304 | 1,017,318,056 |
| Long-term liability | 211,424,878 | 135,646,763 | 256,996,714 | 237,784,817 | 468,421,592 | 373,431,580 |
| Other liabilities | 18,949,751 | 18,201,687 | 5,273,771 | 6,656,960 | 24,223,522 | 24,858,647 |
| Deferred inflows of resources | 20,062,944 | 2,345,009 | 8,099,266 | - | 28,162,210 | 2,345,009 |
| Total liabilities and deferred inflows of resources | 250,437,573 | 156,193,459 | 270,369,751 | 244,441,777 | 492,645,114 | 398,290,227 |
| Net position: | | | | | | |
| Net investment in capital assets, | | | | | | |
| net of related debt | 171,694,321 | 183,738,623 | 219,722,956 | 220,974,217 | 391,417,277 | 404,712,840 |
| Restricted | 51,463,764 | 42,689,826 | 8,148,062 | 6,852,761 | 59,611,826 | 49,542,587 |
| Unrestricted | (45,271,571) | 25,344,402 | 111,937,448 | 137,082,991 | 66,665,877 | 162,427,393 |
| Total net position | \$ 177,886,514 | \$ 251,772,851 | \$ 339,808,466 | \$ 364,909,969 | \$ 517,694,980 | \$ 616,682,820 |

An additional portion of the City's net position (11.4%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net position* (\$66,665,877) may be used to meet the City's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the City has maintained positive balances in all three categories of net position, both for the government as a whole, as well as for its separate governmental and business-type activities, however, it should be noted that net position in the City's Municipal Recreation Complex (MRC) Fund show negative net position balances of \$3,501,336.

For the Municipal Recreation Complex fund this results from the excess of long term bonds payable over capital assets net of depreciation. MRC operations are supplemented by an annual transfer for debt service and operations from the Capital Improvement Program Gross Receipts Tax Fund.

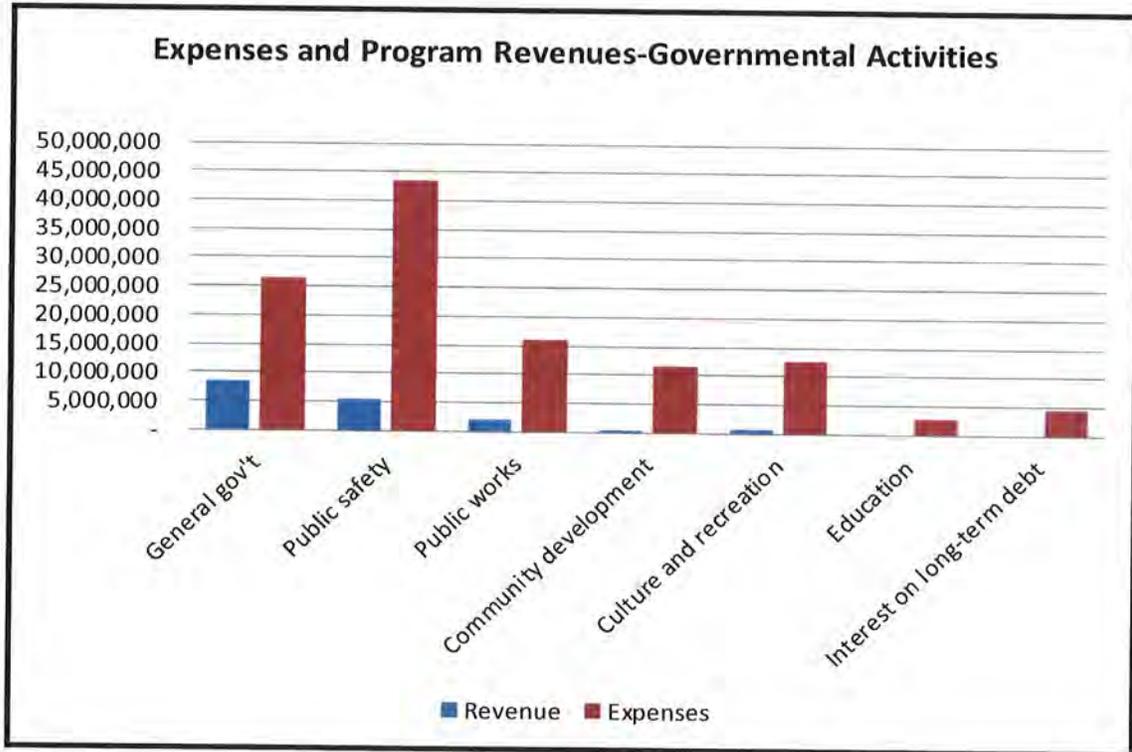
Even though the City's net position decreased by \$98,987,840 during the current fiscal year, this includes a decrease of \$88,146,164 for the restatement of net pension liability costs as a result of GASB 68 and 71 implementation. Before the implementation the City's net position increased by \$10,841,676 due to water management decrease in expenditures and a decrease in capital grant revenue.

Governmental activities. The governmental activities decreased the City's net position in total by \$73,886,337 which includes the restatement of GABS 68 and 71 of \$72,989,510. Before the implementation the net position decreased by \$896,827. This was primarily due to decrease in capital grants. 82% of the taxes are provided by a gross receipts tax (GRT) levied on goods and services in the amount of \$85,911,545. This was a slight increase from the gross receipts tax revenues received in 2014 in the amount of \$83,572,424.

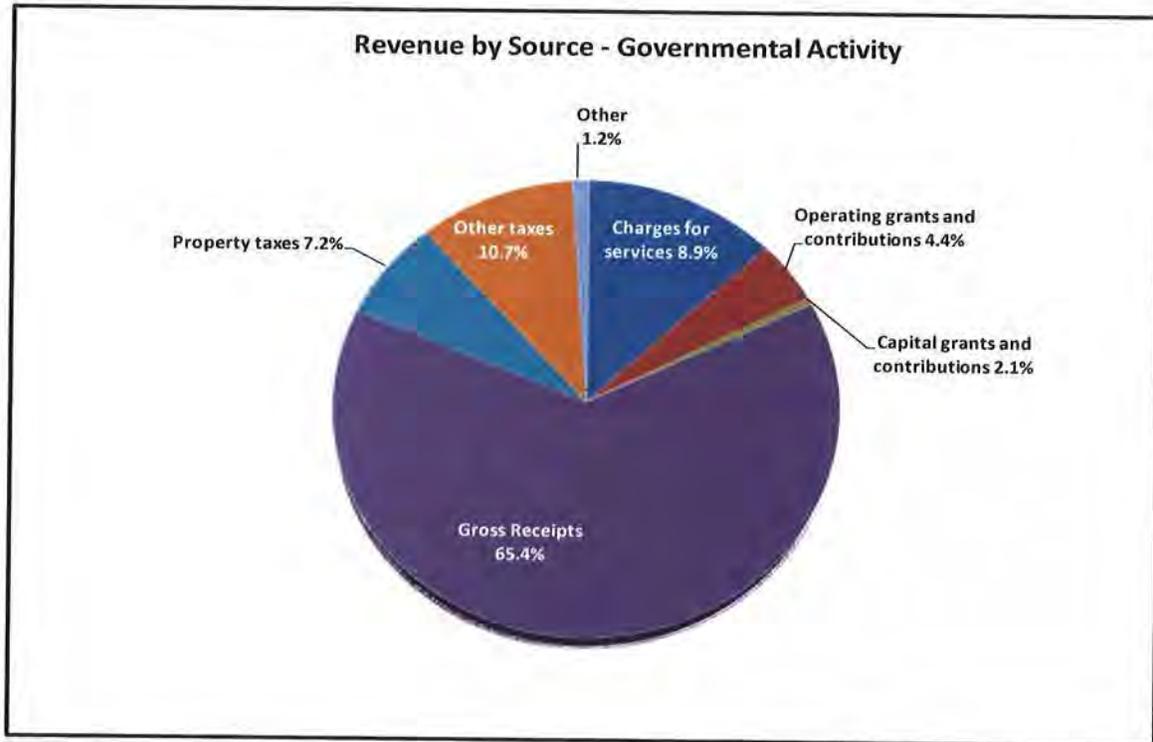
**CITY OF SANTA FE's Changes in Net Position
For Fiscal Years Ended June 30, 2015 and 2014**

| | Governmental Activities | | Business-type Activities | | Total | |
|---|----------------------------|----------------|-----------------------------|----------------|----------------|----------------|
| | 2015 | 2014 | 2015 | 2014 | 2015 | 2014 |
| Revenues: | | | | | | |
| Program revenues: | | | | | | |
| Charges for services | \$ 17,158,866 | \$ 12,078,013 | \$ 73,280,959 | \$ 74,922,401 | \$ 90,439,825 | \$ 87,000,414 |
| Operating grants and contributions | 5,996,578 | 5,607,777 | 4,861,629 | 2,568,477 | 10,858,207 | 8,176,254 |
| Capital grants and contributions | 637,911 | 2,616,956 | 1,354,407 | 5,849,670 | 1,992,318 | 8,466,626 |
| General revenues: | | | | | | |
| Sales taxes | 85,911,545 | 83,572,424 | 11,762,071 | 11,462,992 | 97,673,616 | 95,035,416 |
| Other taxes | 23,567,474 | 22,476,351 | - | - | 23,567,474 | 22,476,351 |
| Other | 1,451,599 | 1,463,973 | 840,962 | 1,145,909 | 2,292,561 | 2,609,882 |
| Total revenues | 134,723,973 | 127,815,494 | 92,100,028 | 95,949,449 | 226,824,001 | 223,764,943 |
| Expenses: | | | | | | |
| General Government | 26,419,310 | 27,489,494 | - | - | 26,419,310 | 27,489,494 |
| Public Safety | 43,657,854 | 43,895,286 | - | - | 43,657,854 | 43,895,286 |
| Public Works | 16,028,819 | 16,598,017 | - | - | 16,028,819 | 16,598,017 |
| Community Development | 11,583,239 | 10,748,946 | - | - | 11,583,239 | 10,748,946 |
| Culture and Recreation | 12,681,701 | 13,264,424 | - | - | 12,681,701 | 13,264,424 |
| Education | 2,620,019 | 2,547,259 | - | - | 2,620,019 | 2,547,259 |
| Interest on long-term debt | 4,580,529 | 4,037,236 | - | - | 4,580,529 | 4,037,236 |
| Wastewater Management | - | - | 14,235,723 | 12,991,007 | 14,235,723 | 12,991,007 |
| Water Management | - | - | 40,302,996 | 46,776,694 | 40,302,996 | 46,776,694 |
| Environmental Services | - | - | 11,378,753 | 11,763,404 | 11,378,753 | 11,763,404 |
| College of Santa Fe | - | - | 1,546,029 | 2,516,891 | 1,546,029 | - |
| Railyard Center | - | - | 5,307,405 | 5,234,566 | 5,307,405 | 5,234,566 |
| Santa Fe Convention Center | - | - | 6,195,823 | 4,930,009 | 6,195,823 | 4,930,009 |
| All other proprietary funds | - | - | 26,457,718 | 24,096,152 | 26,457,718 | 24,096,152 |
| Total expenses | 117,571,471 | 118,580,662 | 105,424,447 | 108,308,723 | 222,995,918 | 226,889,385 |
| Increase (decrease) in net position before transfers: | 17,152,502 | 9,234,832 | (13,324,419) | (12,359,274) | 3,828,083 | (3,124,442) |
| Transfers net | (18,049,329) | (13,794,268) | 18,049,329 | 13,794,268 | - | - |
| Increase (decrease) in net position | (896,827) | (4,559,436) | 4,724,910 | 1,434,994 | 3,828,083 | (3,124,442) |
| Beginning balance | 251,772,851 | 257,886,139 | 364,909,969 | 366,369,929 | 616,682,820 | 624,256,068 |
| Restatement of net position (see note l) | (72,989,510) | (1,553,852) | (29,826,413) | (2,894,954) | (102,815,923) | (4,448,806) |
| Ending balance | \$ 177,886,514 | \$ 251,772,851 | \$ 339,808,466 | \$ 364,909,969 | \$ 517,694,980 | \$ 616,682,820 |

CITY OF SANTA FE
Fiscal Year 14/15

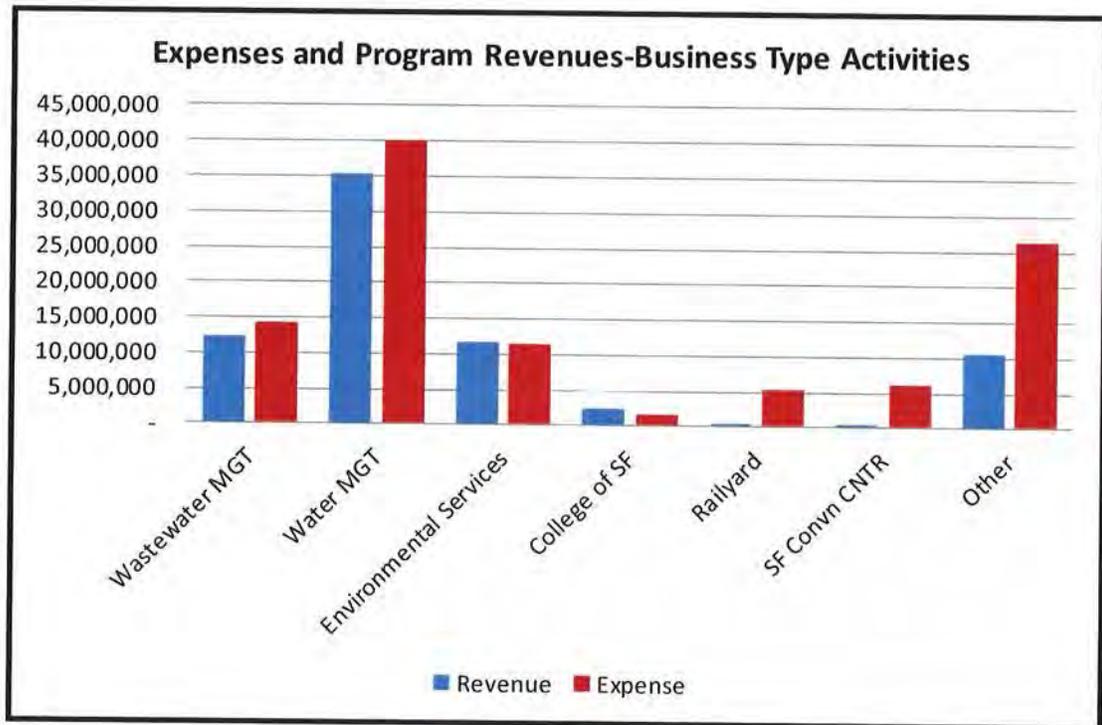


CITY OF SANTA FE
Fiscal Year 14/15

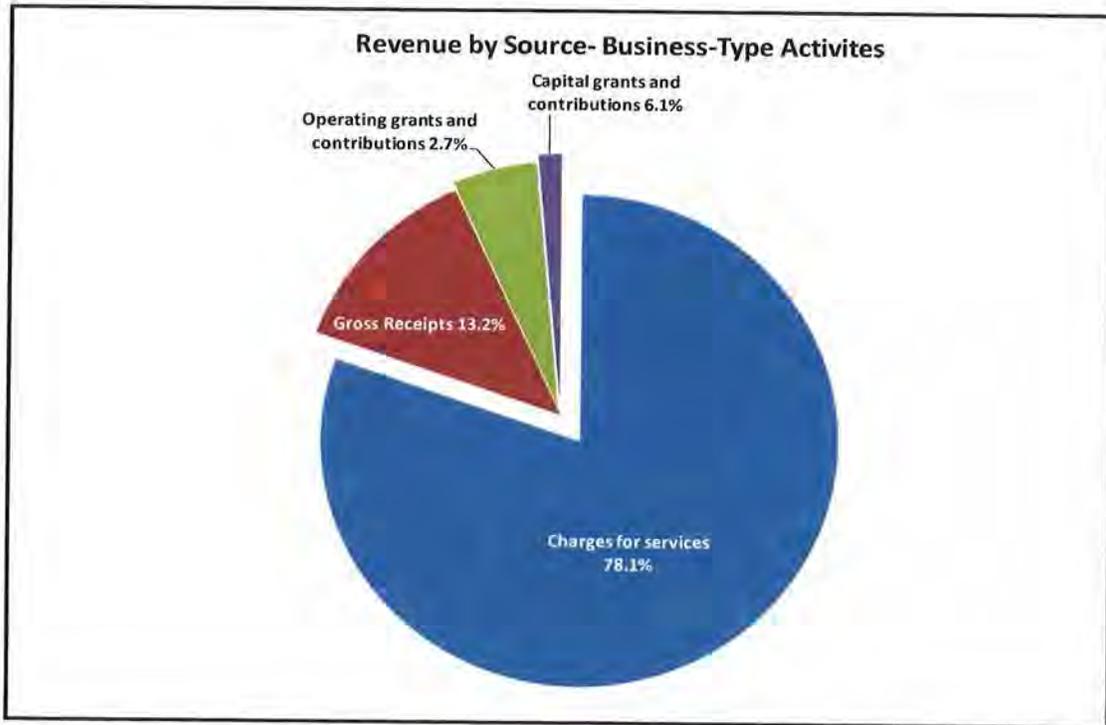


Business-type activities. Business-type activities decreased in net position by \$25,101,503. Net transfers from Governmental activities of \$18,049,329 resulted in an increase in net position of \$4,724,910. In funds where revenues exceed operating expenses, rate revenues are set at a level that in combination with net position support long term capital investment programs and maintenance of prudent reserves. Much of the accumulated cash in the Water, Wastewater, Convention Center and other business type activities are being used for large capital projects begin or are completed.

CITY OF SANTA FE
Fiscal Year 14/15



CITY OF SANTA FE
Fiscal Year 14/15



Financial Analysis of the City's Funds

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of the City's *governmental funds* is to provide information on near-term inflows, outflows, and balances of expendable resources. Such information is useful in assessing the City's financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$76,937,222 an increase of \$7,487,052 in comparison with the prior year. Most of the ending fund balance total amount (\$70,862,504) constitutes *restricted, assigned and committed fund balance*. Uses of these funds are limited to various degrees by legal, contractual and policy restrictions.

Unlike government-wide financial statements debt is not included in fund financial statements and expenditures for capital assets are not capitalized. Expenditures of fund balances and revenues in special revenue funds, capital project funds and debt related funds are generally subject to legal restrictions that limit use of those funds to specific purposes. The balance in those funds are considered spendable as are amounts set aside by the City

Council to provide funding for economic uncertainties and contingencies or liabilities not accrued in the fund balance sheet under the principles of modified accrual accounting. The General Fund is the chief operating fund for the City. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$7,108,052 while total fund balance was \$15,073,816. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents approximately 9% of total expenditures and fund balance represents 20% of total expenditures.

The fund balance of the City's General Fund decreased by \$696,036 during the current fiscal year, a key factor was an increase in expenditures.

The Debt Service fund has a total fund balance of \$5,233,436 all of which is restricted for the payment of debt service. The net increase in fund balance during the current year in the debt service fund was \$73,357 due primarily to the decrease in interest payments resulting from prior refunding bond issues.

Proprietary funds. The City's enterprise funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net position at the end of the year amounted to \$109,359,431 of which 74% is for water management. Change in net position for enterprise funds was \$4,724,910.

General Fund Budgetary Highlights

Differences between the original budget and the final amended budget were relatively minor (\$107,407 increase in appropriations) and can be briefly summarized as follows:

- \$ 202,995 increase in general government
- \$ 664,635 increase in public safety
- \$ 66,304 decrease in public works
- \$ 160,228 decrease in community development
- \$ 353,009 decrease in culture & recreation
- \$ 26 increase in education
- \$ 850,000 increase in transfers in from other programs
- \$1,030,708 decrease in transfers out to other programs

The decrease in transfers out from other funds covered some of the budgeted increases; however cash balances funded the difference, which included carryover commitments from the prior fiscal year. With some cost control measures enacted during the fiscal year as it became apparent that revenues (particularly gross receipts tax revenues) would not be realized, actual expenditures were below the final budget in the amount of \$401,824. The actual revenues for the General Fund were \$997,915 above budget.

Capital Asset and Debt Administration

Capital assets. The City's net investment in capital assets for its governmental and business-type activities as of June 30, 2015 amounts to \$391,417,277 (net of accumulated depreciation and related debt). This investment in capital assets includes land, buildings and systems, improvements, machinery and equipment, vehicles, infrastructure, and park facilities. The total decrease in the City's investment in capital assets for the current fiscal year was 2% (a 1% decrease for governmental activities and 1% decrease for business-type activities).

Major capital asset events during the current fiscal year included the following:

- Construction in progress in various City facilities totaled \$94,764,368 in both governmental-type and business-type funds. This is an increase from the previous year.
- General City projects in progress included street paving, signalization, river channel improvements, park improvements, building renovations, and street traffic calming projects for a total amount of \$26 million.

CITY OF SANTA FE's Capital Assets (Net of Depreciation) For Fiscal Years Ending June 30, 2015 and 2014

| | Governmental Activities | | Business-type Activities | | Total | |
|------------------------------|----------------------------|-----------------------|-----------------------------|-----------------------|-----------------------|-----------------------|
| | 2015 | 2014 | 2015 | 2014 | 2015 | 2014 |
| Land and Water Rights | \$ 169,939,946 | \$ 169,939,946 | \$ 40,195,908 | \$ 40,013,096 | \$ 210,135,854 | \$ 209,953,042 |
| Construction in Progress | 35,394,343 | 26,255,814 | 59,370,024 | 50,496,363 | 94,764,367 | 76,752,177 |
| Art | 922,920 | 922,920 | 185,971 | 185,971 | 1,108,891 | 1,108,891 |
| Buildings and Systems | 39,582,477 | 41,092,436 | 247,761,506 | 253,540,008 | 287,343,983 | 294,632,444 |
| Improvements | 18,438,112 | 21,979,642 | 46,703,499 | 55,328,621 | 65,141,611 | 77,308,263 |
| Sewerlines | - | - | 41,715,459 | 44,384,905 | 41,715,459 | 44,384,905 |
| Equipment and Machinery | 2,357,809 | 2,473,999 | 2,528,029 | 3,460,181 | 4,885,838 | 5,934,180 |
| Furniture and Fixtures | 177,704 | 177,704 | (971) | 812 | 176,733 | 178,516 |
| Vehicles | 6,609,031 | 5,696,636 | 9,745,558 | 8,381,223 | 16,354,589 | 14,077,859 |
| Data Processing and Software | 1,533,827 | 2,021,174 | 593,274 | 789,118 | 2,127,101 | 2,810,292 |
| Traffic Signals | 668,193 | 917,653 | - | - | 668,193 | 917,653 |
| Streets and Bridges | 40,143,151 | 42,885,352 | - | - | 40,143,151 | 42,885,352 |
| Total | \$ 315,767,513 | \$ 314,363,276 | \$ 448,798,257 | \$ 456,580,298 | \$ 764,565,770 | \$ 770,943,574 |

Additional information on the City's capital assets can be found in note IV-D on pages 49-51 of this report.

Long-term debt at the end of the current fiscal year, the City had total outstanding debt of \$354,164,299. Of this amount, governmental activity related debt consisted of \$90,240,000 in debt backed by gross receipts tax revenues and lodgers tax, \$2,663,866 in outstanding revenue-backed loans, and \$41,305,000 in outstanding property tax supported general obligation debt. In addition, business type debt backed by specified operational revenue sources consisted of \$175,650,000 in bonds and \$44,305,433 in loans.

CITY OF SANTA FE'S OUTSTANDING DEBT
Revenue Bonds, General Obligation Bonds & Loans
For Fiscal Years Ending June 30, 2015 and 2014

| | Governmental Activities | | Business-type Activities | | Total | |
|--------------------|-------------------------|-----------------------|--------------------------|-----------------------|-----------------------|-----------------------|
| | 2015 | 2014 | 2015 | 2014 | 2015 | 2014 |
| Revenue Bonds | \$ 90,240,000 | \$ 82,355,000 | \$ 175,650,000 | \$ 185,900,000 | \$ 265,890,000 | \$ 268,255,000 |
| General Obligation | 41,305,000 | 37,265,000 | - | - | 41,305,000 | 37,265,000 |
| Loans | 2,663,866 | 3,006,334 | 44,305,433 | 42,605,655 | 46,969,299 | 45,611,989 |
| TOTAL | \$ 134,208,866 | \$ 122,626,334 | \$ 219,955,433 | \$ 228,505,655 | \$ 354,164,299 | \$ 351,131,989 |

As of June 30, 2015, the City had thirteen outstanding issues that were not insured. Underlying ratings for the different types of debt issues by the City are:

| Bond Type | S&P/Moody's/Fitch 06/30/2015 | S&P/Moody's/Fitch Current |
|-------------------------------------|---------------------------------|------------------------------|
| General Obligation | AA/Aa3/AA+ | AA/Aa3/AA+ |
| Senior Lien Gross Receipts Tax | AA+/Aa3/AA+ | AA+/Aa3/AA+ |
| Water System Revenues | AA+/Aa2/AAA | AA+/Aa2/AAA |
| Subordinate Lien Gross Receipts Tax | AA/A1/AA | AA/A1/AA |

Source: First Southwest Company

Five of the City's bonds were issued with insurance. Major changes in the bond market resulted in the following effects on these bond insurance firms.

| Firm | S&P/Moody's 6/30/2015 | S&P/Moody's Current |
|--------------------------------|--------------------------|------------------------|
| AMBAC | Withdrawn/Withdrawn | Withdrawn/Withdrawn |
| MBIA | A-/B2 | A-/B2 |
| FSA/Assured Guaranty Municipal | AA/A2 | AA/A2 |

Source: First Southwest Company

The significant drops in the ratings of the insurance firms have made the City's underlying ratings equal to or higher than those of the bond insurers.

State statutes limit the amount of general obligation debt a governmental entity may issue to 4% of its total assessed valuation. The current debt limitation for the City is approximately \$152 million, which is significantly in excess of the City's total outstanding general obligation bond capital improvement project debt of \$41,305,000 at June 30, 2015.

Additional information on the City's long-term debt can be found in note IV-H on pages 53 through 59 of this report.

Economic Factors and Next Year's Budgets and Rates

- The 2015 unemployment rate for Santa Fe as of June was 5.9% and is lower than other Cities in New Mexico. The State's 2015 unemployment rate for the same period was 6.4% with the national rate of 5.3%. (source: NM Dept. of Workforce Solutions; Table A)
- During the latter part of 2009 and into 2010, significant declines in fair value occurred in worldwide securities and various real estate markets. The City witnessed a significant impact of these declines on gross receipts tax, lodgers' tax *and certain other revenue categories through 2011. City management responded with multiple actions including budget realignment and evaluation, project and policy adjustments, and review of future plans and budgets.* In 2015 economic conditions have improved slightly and reflected marked, slow and steady improvement. The median sales price of homes sold in the city of Santa Fe during the second quarter of 2015 increased nearly 12 percent from the same period last year, according to figures released by the Santa Fe Association of Realtors. The number of homes sold increased by 17 percent, to 200 from 235. The City's financial condition however shows economic stability is provided by the large state government presence, and unemployment rates in Santa Fe continue to remain below state and higher than the national averages. All of these factors were considered in preparing the City's budget and revenue projections for fiscal year 15/16.

Requests for Information

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the City Finance Director, P.O. Box 909, City of Santa Fe, NM 87504.

Basic Financial Statements

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CITY OF SANTA FE, NEW MEXICO
Statement of Net Position
June 30, 2015

| | Governmental Activities | Business-type Activities | Total |
|---|----------------------------|-----------------------------|------------------|
| ASSETS | | | |
| Cash, investments and cash equivalents | \$ 67,174,361 | \$ 132,173,480 | \$ 199,347,841 |
| Receivables (net of allowance for uncollectables) | 3,628,331 | 9,690,513 | 13,318,844 |
| Internal balances | 2,466,236 | (2,466,236) | - |
| Inventories | 92,436 | 415,588 | 508,024 |
| Prepaid expenses | 60,000 | 3,522,061 | 3,582,061 |
| Restricted assets: | | | |
| Temporarily restricted: | | | |
| Cash, investments and cash equivalents | 10,228,764 | 10,726,079 | 20,954,843 |
| Interest receivable | 59,115 | 113,762 | 172,877 |
| Intergovernmental receivable | 17,693,299 | 2,527,879 | 20,221,178 |
| Capital assets (net of accumulated depreciation): | | | |
| Land, land rights, and water rights | 169,939,946 | 40,195,908 | 210,135,854 |
| Buildings and structures | 57,902,242 | 308,020,796 | 365,923,038 |
| Improvements | 53,618,241 | 128,623,223 | 182,241,464 |
| Sewerlines and Utility Systems | - | 112,855,795 | 112,855,795 |
| Equipment and machinery | 13,836,495 | 21,651,088 | 35,487,583 |
| Furniture and fixtures | 626,571 | 657,297 | 1,283,868 |
| Vehicles | 22,741,379 | 30,358,690 | 53,100,069 |
| Intangible plant | - | 57,625 | 57,625 |
| Art | 922,920 | 185,971 | 1,108,891 |
| Data processing equipment/software | 8,271,898 | 3,292,144 | 11,564,042 |
| Traffic signals | 23,222,048 | - | 23,222,048 |
| Streets and bridges | 202,505,593 | - | 202,505,593 |
| Construction in progress | 35,394,344 | 59,370,024 | 94,764,368 |
| Accumulated depreciation | (273,214,164) | (256,470,304) | (529,684,468) |
| Total Assets | 417,170,055 | 605,501,383 | 1,022,671,438 |
| DEFERRED OUTFLOWS OF RESOURCES | | | |
| Unamortized loss on refunding of bonds | - | 118,854 | 118,854 |
| Employer contributions subsequent to measurement date | 10,416,927 | 4,256,769 | 14,673,696 |
| Changes in assumptions | 737,105 | 301,211 | 1,038,316 |
| Total deferred outflows of resources | 11,154,032 | 4,676,834 | 15,830,866 |
| Total assets and deferred outflows of resources | \$ 428,324,087 | \$ 610,178,217 | \$ 1,038,502,304 |
| LIABILITIES | | | |
| Accounts payable and other current liabilities | \$ 15,711,797 | \$ 4,448,136 | \$ 20,159,933 |
| Accrued interest payable | 968,759 | 825,635 | 1,794,394 |
| Unearned revenue | 2,269,195 | - | 2,269,195 |
| Longterm liabilities: | | | |
| Net pension liability | 62,575,377 | 25,570,787 | 88,146,164 |
| Due within one year | 11,421,285 | 12,925,174 | 24,346,459 |
| Due in more than one year | 137,428,216 | 218,500,753 | 355,928,969 |
| Total liabilities | 230,374,629 | 262,270,485 | 492,645,114 |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Unamortized gain on refunding of bonds | 242,882 | - | 242,882 |
| Net difference between project and actual investment earnings on pension plan investments | 18,900,581 | 7,723,528 | 26,624,109 |
| Change in assumptions | 919,481 | 375,738 | 1,295,219 |
| Total deferred inflows of resources | 20,062,944 | 8,099,266 | 28,162,210 |
| NET POSITION | | | |
| Net investment in capital assets | 171,694,321 | 219,722,956 | 391,417,277 |
| Restricted for: | | | |
| Debt service | 3,446,040 | 7,795,390 | 11,241,430 |
| Special Revenue Compliance/endowment | 250,000 | 352,672 | 602,672 |
| General Fund State mandated cash balance | 6,532,724 | - | 6,532,724 |
| Special Revenue | 16,510,313 | - | 16,510,313 |
| Capital Project | 24,724,687 | - | 24,724,687 |
| Unrestricted | (45,271,571) | 111,937,448 | 66,665,877 |
| Total net position | \$ 177,886,514 | \$ 339,808,466 | \$ 517,694,980 |

The notes to the financial statements are an integral part of this statement.

CITY OF SANTA FE, NEW MEXICO
Statement of Activities
For the Year Ended June 30, 2015

| Functions/Programs | Program Revenues | | | Net (Expense) Revenue and Changes in Net Position | | | |
|---|-----------------------|----------------------|------------------------------------|---|-------------------------|--------------------------|-----------------------|
| | Expenses | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Governmental Activities | Business-type Activities | Total |
| Primary government: | | | | | | | |
| Governmental activities: | | | | | | | |
| General government | \$ 26,419,310 | \$ 8,641,240 | \$ 65,092 | \$ - | \$ (17,712,978) | \$ - | \$ (17,712,978) |
| Public safety | 43,657,854 | 5,478,431 | 1,974,169 | - | (36,205,254) | - | (36,205,254) |
| Public works | 16,028,819 | 2,137,267 | 563,125 | 611,554 | (12,716,873) | - | (12,716,873) |
| Community development | 11,583,239 | 218,086 | 3,288,624 | - | (8,076,529) | - | (8,076,529) |
| Culture and recreation | 12,681,701 | 683,842 | 105,568 | 26,357 | (11,865,934) | - | (11,865,934) |
| Education | 2,620,019 | - | - | - | (2,620,019) | - | (2,620,019) |
| Interest on long-term debt | 4,580,529 | - | - | - | (4,580,529) | - | (4,580,529) |
| Total governmental activities | 117,571,471 | 17,158,866 | 5,996,578 | 637,911 | (93,778,116) | - | (93,778,116) |
| Business-type activities: | | | | | | | |
| Wastewater Management | 14,235,723 | 12,337,206 | - | - | - | (1,898,517) | (1,898,517) |
| Water Management | 40,302,996 | 35,429,865 | - | 960,062 | - | (3,913,069) | (3,913,069) |
| Railyard Center | 5,307,405 | 405,576 | - | - | - | (4,901,829) | (4,901,829) |
| Santa Fe Convention Center | 6,195,823 | 408,129 | 6,826 | - | - | (5,780,868) | (5,780,868) |
| Environmental Services | 11,378,753 | 11,687,609 | - | 75,623 | - | 384,479 | 384,479 |
| College of Santa Fe | 1,546,029 | 2,350,000 | - | - | - | 803,971 | 803,971 |
| Municipal Recreation Complex | 1,742,817 | 1,114,221 | 44,378 | - | - | (584,218) | (584,218) |
| Parking Fund | 4,763,607 | 4,472,618 | 22 | - | - | (290,967) | (290,967) |
| Transit and Airport Systems | 14,903,229 | 3,079,345 | 4,810,403 | 318,722 | - | (6,694,759) | (6,694,759) |
| Genoveva Chavez Community Center | 5,048,065 | 1,996,390 | - | - | - | (3,051,675) | (3,051,675) |
| Total business-type activities | 105,424,447 | 73,280,959 | 4,861,629 | 1,354,407 | - | (25,927,452) | (25,927,452) |
| Total primary government | \$ 222,995,918 | \$ 90,439,825 | \$ 10,858,207 | \$ 1,992,318 | (93,778,116) | (25,927,452) | (119,705,568) |
| General Revenues: | | | | | | | |
| Property taxes | | | | | 9,636,160 | - | 9,636,160 |
| Sales taxes | | | | | 85,911,545 | 11,762,071 | 97,673,616 |
| Lodger taxes | | | | | 9,251,039 | - | 9,251,039 |
| Franchise taxes | | | | | 2,821,230 | - | 2,821,230 |
| Motor fuel taxes | | | | | 1,859,045 | - | 1,859,045 |
| Investment earnings | | | | | 450,301 | 838,062 | 1,288,363 |
| Other revenue and land sales | | | | | 1,001,298 | - | 1,001,298 |
| Gain (Loss) on sale of capital assets | | | | | - | 2,900 | 2,900 |
| Internal Transfers | | | | | (18,049,329) | 18,049,329 | - |
| Total general revenues and transfers | | | | | 92,881,289 | 30,652,362 | 123,533,651 |
| Change in net position | | | | | (896,827) | 4,724,910 | 3,828,083 |
| Net position, beginning | | | | | 251,772,851 | 364,909,969 | 616,682,820 |
| Restatement of net position (see note I) | | | | | (72,989,510) | (29,826,413) | (102,815,923) |
| Net position, ending | | | | | \$ 177,886,514 | \$ 339,808,466 | \$ 517,694,980 |

The notes to the financial statements are an integral part of this statement.

CITY OF SANTA FE, NEW MEXICO
Balance Sheet
Governmental Funds
June 30, 2015

| | Major funds | | | Other Non Major Funds | Total Governmental Funds |
|---|----------------------|---------------------|-----------------------------|-----------------------------|--------------------------------|
| | General Fund | Debt Service | 1/2 % Gross Receipts Tax | | |
| Assets | | | | | |
| Cash and investments: | \$ - | \$ 1,737,638 | \$ 2,909,842 | \$ 47,215,729 | \$ 51,863,209 |
| Restricted for debt service payments | - | 3,446,040 | - | - | 3,446,040 |
| Restricted for state mandated cash balance | 6,532,724 | - | - | - | 6,532,724 |
| Restricted for endowment | - | - | - | 250,000 | 250,000 |
| Receivables: | | | | | |
| State-shared taxes | 6,145,072 | - | 2,581,307 | 3,907,019 | 12,633,398 |
| Local taxes | 3,233,131 | - | - | - | 3,233,131 |
| Property taxes | 54,177 | 46,393 | - | - | 100,570 |
| Interest | 7,146 | 3,365 | - | 36,602 | 47,113 |
| Ambulance (net of allowances) | 1,157,332 | - | - | - | 1,157,332 |
| Grants-restricted | 22,384 | - | - | 1,703,816 | 1,726,200 |
| Other receivables (net of allowance) | 114,925 | - | - | 2,356,074 | 2,470,999 |
| Due from other funds | 1,979,259 | - | 2,084,545 | 613,804 | 4,677,608 |
| Supplies inventory | 92,436 | - | - | - | 92,436 |
| Total assets | \$ 19,338,586 | \$ 5,233,436 | \$ 7,575,694 | \$ 56,083,044 | \$ 88,230,760 |
| Liabilities, Deferred Inflows of Resources and Fund Balances | | | | | |
| Liabilities: | | | | | |
| Accounts payable | \$ 1,024,394 | \$ - | \$ 25,161 | \$ 1,330,350 | \$ 2,379,905 |
| Gross receipts taxes payable | 2,227 | - | - | - | 2,227 |
| Compensated absences payable | 38,028 | - | - | - | 38,028 |
| Accrued wages payable | 1,273,004 | - | 40,228 | 409,013 | 1,722,245 |
| Due to other funds | - | - | - | 2,211,372 | 2,211,372 |
| Unearned revenue | 44,505 | - | - | - | 44,505 |
| Other current liabilities | 1,838,833 | - | - | 831,733 | 2,670,566 |
| Total liabilities | 4,220,991 | - | 65,389 | 4,782,468 | 9,068,848 |
| Deferred inflows of resources | | | | | |
| Unavailable revenue | 43,779 | - | - | 2,180,911 | 2,224,690 |
| Total deferred inflows of resources | 43,779 | - | - | 2,180,911 | 2,224,690 |
| Fund balance: | | | | | |
| Non-Spendable | 92,436 | - | - | 250,000 | 342,436 |
| Spendable: | | | | | |
| Restricted | 6,532,724 | 5,233,436 | 7,510,305 | 41,235,000 | 60,511,465 |
| Committed | 1,340,604 | - | - | 1,098,113 | 2,438,717 |
| Assigned | - | - | - | 7,912,322 | 7,912,322 |
| Unassigned | 7,108,052 | - | - | (1,375,770) | 5,732,282 |
| Total fund balances | 15,073,816 | 5,233,436 | 7,510,305 | 49,119,665 | 76,937,222 |
| Total liabilities, deferred inflows of resources, and fund balance | \$ 19,338,586 | \$ 5,233,436 | \$ 7,575,694 | \$ 56,083,044 | \$ 88,230,760 |

**City of Santa Fe
Governmental Funds
Reconciliation of the Balance Sheet to the Statement of Net Position
June 30, 2015**

Amounts reported for governmental activities in the Statement of Net Position are different because:

| | | |
|---|----|---------------|
| Fund balances - total governmental funds | \$ | 76,937,222 |
| Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. | | 315,766,264 |
| Deferred outflow of resources related to employer contributions subsequent to the measurement date | | 10,292,986 |
| Deferred outflows of resources related to changes in assumptions | | 728,335 |
| Deferred inflows of resources related to the net difference between actual and projected investment earnings on pension plan investments | | (18,675,703) |
| Deferred inflows of resources related to changes in assumptions | | (908,542) |
| <p>The internal service fund is used by management to charge the costs of worker's compensation, health insurance, and other post-employment benefit costs to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the Statement of Net Position.</p> | | |
| Assets, deferred outflows, liabilities, and deferred inflows included in governmental activities | | 5,527,965 |
| <p>Certain liabilities, including bonds and notes payable and current and long-term portions of accrued compensated absences, are not due and payable in the current period and, therefore, are not reported in the funds.</p> | | |
| Accrued interest | | (968,759) |
| Accrued compensated absences | | (4,909,203) |
| Unamortized gain on refunding bonds | | (242,882) |
| Net pension liability | | (61,830,859) |
| Bonds and notes payable | | (143,830,310) |
| | | 177,886,514 |
| Net position of governmental activities | \$ | 177,886,514 |

CITY OF SANTA FE, NEW MEXICO
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2015

| | Major Funds | | | Other Non Major Funds | Total Governmental Funds |
|--|----------------------|---------------------|-----------------------------|-----------------------------|--------------------------------|
| | General Fund | Debt Service | 1/2 % Gross Receipts Tax | | |
| Revenues: | | | | | |
| Taxes | | | | | |
| Gross receipts | \$ 53,672,236 | \$ - | \$ 15,894,589 | \$ 16,344,720 | \$ 85,911,545 |
| Motor | 388,232 | - | - | 1,470,813 | 1,859,045 |
| Lodgers | - | - | - | 9,251,039 | 9,251,039 |
| Property | 3,512,547 | 3,100,972 | - | 3,022,641 | 9,636,160 |
| Franchise | 2,802,673 | - | - | 18,557 | 2,821,230 |
| Licenses and permits | 2,461,998 | - | - | - | 2,461,998 |
| Intergovernmental revenues | 107,280 | - | - | 6,527,209 | 6,634,489 |
| Fees and charges for services | 9,973,764 | - | - | 3,953,403 | 13,927,167 |
| Fines and forfeitures | 429,736 | - | - | - | 429,736 |
| Rents, royalties and concessions | 33,342 | - | - | 306,623 | 339,965 |
| Investment income (loss) | 49,291 | 87,153 | - | 236,041 | 372,485 |
| Land sales | - | - | - | 173,500 | 173,500 |
| Other revenues | 38,358 | 34,969 | 631 | 753,983 | 827,941 |
| Total revenues | 73,469,457 | 3,223,094 | 15,895,220 | 42,058,529 | 134,646,300 |
| Expenditures: | | | | | |
| Current: | | | | | |
| General government | 19,237,401 | - | 2,522,616 | 5,431,978 | 27,191,995 |
| Public safety | 33,686,005 | - | - | 8,245,569 | 41,931,574 |
| Public works | 3,128,468 | - | - | 3,721,981 | 6,850,449 |
| Community development | 4,911,377 | - | - | 6,427,657 | 11,339,034 |
| Culture and recreation | 7,440,610 | - | - | 3,827,599 | 11,268,209 |
| Education | 2,620,019 | - | - | - | 2,620,019 |
| Total current expenditures | 71,023,880 | - | 2,522,616 | 27,654,784 | 101,201,280 |
| Capital outlay: | | | | | |
| General government | 185,870 | - | 75,847 | 2,999,707 | 3,261,424 |
| Public safety | 1,126,312 | - | - | 1,966,726 | 3,093,038 |
| Public works | - | - | - | 3,698,630 | 3,698,630 |
| Community development | 1,206 | - | - | 780,029 | 781,235 |
| Culture and recreation | 152,566 | - | - | 5,579,536 | 5,732,102 |
| Total capital outlay expenditures | 1,465,954 | - | 75,847 | 15,024,628 | 16,566,429 |
| Debt service: | | | | | |
| Principal payments | - | 9,677,468 | - | - | 9,677,468 |
| Interest and fiscal agent fees | - | 5,623,865 | - | - | 5,623,865 |
| Bond issuance costs | - | 466,645 | - | - | 466,645 |
| Total expenditures | 72,489,834 | 15,767,978 | 2,598,463 | 42,679,412 | 133,535,687 |
| Excess (deficiency) of revenues over expenditures | 979,623 | (12,544,884) | 13,296,757 | (620,883) | 1,110,613 |
| Other financing sources (uses): | | | | | |
| Transfers in | 4,291,762 | 12,772,154 | - | 28,581,629 | 45,645,545 |
| Transfers out | (5,967,421) | (24,483,636) | (14,699,022) | (18,448,750) | (63,598,829) |
| Issuance of bonds | | | | | |
| Face value of bonds issued | - | 21,260,000 | - | - | 21,260,000 |
| Premium on issuance of bond | - | 3,069,723 | - | - | 3,069,723 |
| Total other financing sources (uses) | (1,675,659) | 12,618,241 | (14,699,022) | 10,132,879 | 6,376,439 |
| Net change in fund balances | (696,036) | 73,357 | (1,402,265) | 9,511,996 | 7,487,052 |
| Fund balances, beginning of year | 15,769,852 | 5,160,079 | 8,912,570 | 39,607,669 | 69,450,170 |
| Fund balances, end of year | \$ 15,073,816 | \$ 5,233,436 | \$ 7,510,305 | \$ 49,119,665 | \$ 76,937,222 |

The notes to the financial statements are an integral part of this statement.

CITY OF SANTA FE, NEW MEXICO
Reconciliation of the Statement of Revenues,
Expenditures, and Changes in Fund Balances of Governmental Funds
To the Statement of Activities
For the Year Ended June 30, 2015

Amounts reported for governmental activities in the Statement of Activities are different because:

| | | |
|--|----|--------------|
| Net change in fund balances - total governmental funds | \$ | 7,487,052 |
| <p>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:</p> | | |
| Capital expenditures recorded in capital outlay | | 12,349,764 |
| Depreciation expense | | (10,818,064) |
| Loss on disposal of capital assets | | (126,100) |
| <p>The internal service fund is used by management to charge the costs of certain activities such as insurance to the individual funds. The net expense of the internal service fund is reported with governmental activities</p> | | |
| | | 2,184,196 |
| <p>Funds transferred out of the internal service fund increase financial resources at the governmental fund level, but have no effect on the Statement of Activities as the internal service fund is included in governmental activities in the Statement of Activities</p> | | |
| | | (96,045) |
| <p>The issuance of long-term debt (bond, loans and capital leases) provided 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 transactions, however, has any effect of these on net position. Also governmental funds report the effect premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.</p> | | |
| Proceeds from the issuance of bonds | | (21,260,000) |
| Premium on issuance on bond | | (3,069,723) |
| Principal payments on bonds and loans | | 9,677,468 |
| Principal payments on capital leases | | 191,900 |
| Current year gain on refunding of bonds | | (182,274) |
| Amortization of bond premiums and discounts | | 1,254,398 |
| Amortization of gain on refunding of bonds | | 54,710 |
| <p>Governmental funds report City pension contributions as expenditures. However in the Statement of Activities, the cost of pension benefits earned net of employee contributions is reported as pension expense</p> | | |
| City pension contributions | | 10,292,986 |
| Pension expense | | (8,565,684) |
| <p>Expenses in the Statement of Activities that do not require current financial resources are not reported as expenditures in the funds:</p> | | |
| Increase in accrued compensated absences | | (187,913) |
| Increase in accrued interest | | (83,498) |
| | | (83,498) |
| Change in net position of governmental activities | \$ | (896,827) |

The accompanying notes are an integral part of these financial statements

CITY OF SANTA FE, NEW MEXICO
General Fund
Statement of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|--|------------------|---------------|-------------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Taxes: | | | | |
| State-shared taxes: | | | | |
| Gross receipts | \$ 38,030,362 | \$ 38,030,362 | \$ 37,777,647 | \$ (252,715) |
| Automobile | 400,000 | 400,000 | 388,232 | (11,768) |
| Total state-shared taxes | 38,430,362 | 38,430,362 | 38,165,879 | (264,483) |
| Local taxes: | | | | |
| Gross receipts | 15,806,316 | 15,556,316 | 15,894,589 | 338,273 |
| Property | 3,262,577 | 3,514,591 | 3,512,547 | (2,044) |
| Total local taxes | 19,068,893 | 19,070,907 | 19,407,136 | 336,229 |
| Regulatory fees: | | | | |
| Franchise | 3,145,000 | 3,345,000 | 2,802,673 | (542,327) |
| Total fees | 3,145,000 | 3,345,000 | 2,802,673 | (542,327) |
| Other Revenues: | | | | |
| Licenses and permits | 2,362,000 | 2,362,000 | 2,461,998 | 99,998 |
| Intergovernmental revenue | 90,000 | 199,840 | 107,280 | (92,560) |
| Fees and charges for services | 8,395,195 | 8,332,695 | 9,973,764 | 1,641,069 |
| Fines and forfeitures | 544,700 | 544,700 | 429,736 | (114,964) |
| Royalties, rents and concessions | 39,000 | 39,000 | 33,342 | (5,658) |
| Investment income | 29,038 | 29,038 | 49,291 | 20,253 |
| Other revenues | 110,000 | 118,000 | 38,358 | (79,642) |
| Total Other Revenue | 11,569,933 | 11,625,273 | 13,093,769 | 1,468,496 |
| Total revenues | 72,214,188 | 72,471,542 | 73,469,457 | 997,915 |
| Expenditures: | | | | |
| General government: | | | | |
| Current: | | | | |
| General government | 2,654,963 | 2,667,754 | 2,721,621 | (53,867) |
| Municipal court | 1,560,845 | 1,592,910 | 1,368,545 | 224,365 |
| City clerk | 1,178,483 | 1,211,579 | 954,651 | 256,928 |
| Information technology and telecommunication | 3,349,676 | 3,242,999 | 3,305,309 | (62,310) |
| Personnel | 831,127 | 895,020 | 990,673 | (95,653) |
| Finance | 3,362,111 | 3,358,447 | 4,978,195 | (1,619,748) |
| Planning | 1,806,562 | 1,809,902 | 1,845,231 | (35,329) |
| Facilities maintenance | 2,400,022 | 2,399,892 | 2,522,603 | (122,711) |
| Fleet maintenance | 621,418 | 621,418 | 550,573 | 70,845 |
| Total current | 17,765,207 | 17,799,921 | 19,237,401 | (1,437,480) |
| Capital outlay: | | | | |
| General government | 7,773 | 25,527 | 24,606 | 921 |
| Municipal Court | 1,560 | 25,957 | 14,606 | 11,351 |
| City clerk | 18,768 | 130,055 | 127,152 | 2,903 |
| Information technology and telecommunication | - | 89 | 667 | (578) |
| Personnel | - | 6,107 | 5,016 | 1,091 |
| Finance | 2,797 | 12,954 | 1,592 | 11,362 |
| Planning | 4,000 | 6,000 | 5,781 | 219 |
| Facilities maintenance | 10,676 | 7,054 | 6,450 | 604 |
| Fleet Maintenance | - | 112 | - | 112 |
| Total capital outlay | 45,574 | 213,855 | 185,870 | 27,985 |
| Total general government | 17,810,781 | 18,013,776 | 19,423,271 | (1,409,495) |

(continued)

CITY OF SANTA FE, NEW MEXICO
General Fund
Statement of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|------------------------------|------------------|------------|-------------------|---|
| | Original | Final | | |
| Public safety: | | | | |
| Current: | | | | |
| Police | 21,580,127 | 21,378,602 | 19,844,811 | 1,533,791 |
| Fire | 13,495,049 | 13,495,049 | 13,841,194 | (346,145) |
| Total current | 35,075,176 | 34,873,651 | 33,686,005 | 1,187,646 |
| Capital outlay: | | | | |
| Police | 277,881 | 294,041 | 276,544 | 17,497 |
| Fire | - | 850,000 | 849,768 | 232 |
| Total capital outlay | 277,881 | 1,144,041 | 1,126,312 | 17,729 |
| Total public safety | 35,353,057 | 36,017,692 | 34,812,317 | 1,205,375 |
| Public works: | | | | |
| Current: | | | | |
| Administration | 10,624 | 10,624 | 19,856 | (9,232) |
| Highways, streets and roads | 496,926 | 496,926 | 471,462 | 25,464 |
| Traffic engineering | 2,566,274 | 2,498,097 | 2,637,150 | (139,053) |
| Total current | 3,073,824 | 3,005,647 | 3,128,468 | (122,821) |
| Capital outlay: | | | | |
| Highways, streets and roads | - | 200 | - | 200 |
| Traffic Engineering | - | 1,673 | - | 1,673 |
| Total capital outlay | - | 1,873 | - | 1,873 |
| Total public works | 3,073,824 | 3,007,520 | 3,128,468 | (120,948) |
| Community development: | | | | |
| Current: | | | | |
| Human needs | 1,078,557 | 1,096,159 | 1,066,816 | 29,343 |
| Senior citizens | 174,382 | 174,382 | 174,594 | (212) |
| Community services | 1,379,361 | 1,306,325 | 1,219,540 | 86,785 |
| Inspection | 1,467,479 | 1,469,429 | 1,565,956 | (96,527) |
| Zoning | 1,101,593 | 998,703 | 884,471 | 114,232 |
| Total current | 5,201,372 | 5,044,998 | 4,911,377 | 133,621 |
| Capital outlay: | | | | |
| Human needs | 1,500 | 1,500 | 1,206 | 294 |
| Inspection | 2,000 | 146 | - | 146 |
| Zoning | 2,000 | - | - | - |
| Total capital outlay | 5,500 | 1,646 | 1,206 | 440 |
| Total community development | 5,206,872 | 5,046,644 | 4,912,583 | 134,061 |
| Culture and recreation: | | | | |
| Current: | | | | |
| Parks/grounds maintenance | 6,055,198 | 5,700,200 | 5,227,688 | 472,512 |
| Recreation | 2,325,138 | 2,330,648 | 2,212,922 | 117,726 |
| Total current | 8,380,336 | 8,030,848 | 7,440,610 | 590,238 |
| Capital outlay: | | | | |
| Parks/grounds maintenance | 44,465 | 41,804 | 27,682 | 14,122 |
| Recreation | 131,031 | 130,171 | 124,884 | 5,287 |
| Total capital outlay | 175,496 | 171,975 | 152,566 | 19,409 |
| Total culture and recreation | 8,555,832 | 8,202,823 | 7,593,176 | 609,647 |

(continued)

CITY OF SANTA FE, NEW MEXICO
General Fund
Statement of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|--|----------------------|---------------------|----------------------|---|
| | Original | Final | | |
| Education: | | | | |
| Current: | | | | |
| Libraries | 2,603,177 | 2,603,203 | 2,620,019 | (16,816) |
| Total current | 2,603,177 | 2,603,203 | 2,620,019 | (16,816) |
| Total education | 2,603,177 | 2,603,203 | 2,620,019 | (16,816) |
| | | | | |
| Total expenditures | 72,603,543 | 72,891,658 | 72,489,834 | 401,824 |
| | | | | |
| Excess (deficiency) of revenues over expenditures | (389,355) | (420,116) | 979,623 | 1,399,739 |
| | | | | |
| Other financing sources (uses): | | | | |
| Transfers in | 3,291,762 | 4,141,762 | 4,291,762 | 150,000 |
| Transfers out | (4,936,713) | (5,967,421) | (5,967,421) | - |
| | | | | |
| Total other financing sources (uses) | (1,644,951) | (1,825,659) | (1,675,659) | 150,000 |
| | | | | |
| Net change in fund balance | (2,034,306) | (2,245,775) | (696,036) | 1,549,739 |
| | | | | |
| Fund balance, beginning of year | 22,726,680 | 6,256,315 | 15,769,852 | 9,513,537 |
| | | | | |
| Fund balance, end of year | \$ 20,692,374 | \$ 4,010,540 | \$ 15,073,816 | \$ 11,063,276 |

The notes to the financial statements are an integral part of this statement

CITY OF SANTA FE, NEW MEXICO
Statement of Net Position
Enterprise Funds
June 30, 2015

Business-type Activities - Enterprise Funds

| | Waste Water Management | Water Management | Environmental Services | Railyard Property |
|--|------------------------------|-----------------------|---------------------------|----------------------|
| Assets and deferred outflows of resources | | | | |
| Current assets: | | | | |
| Cash, investments and cash equivalents | \$ 22,498,627 | \$ 85,816,058 | \$ 9,375,372 | \$ 525,976 |
| Restricted cash, cash equivalents and investments: | | | | |
| Restricted for debt service payments | 211,332 | 6,074,274 | 109,021 | 171,200 |
| Restricted for compliance | 180,693 | - | 171,979 | - |
| Restricted for customer deposits payable | 28,100 | 2,016,106 | - | - |
| Grants receivable | - | 9,808 | - | - |
| Receivable (net of allowances) | | | | |
| State-shared taxes | 318,797 | 1,272,589 | 318,720 | - |
| Accounts | 1,989,445 | 5,561,706 | 1,751,084 | - |
| Interest receivable | 15,957 | 82,550 | 5,839 | 876 |
| Prepaid expenses | 220,117 | 3,019,777 | - | - |
| Inventory | - | 415,588 | - | - |
| Total current assets | <u>25,463,068</u> | <u>104,268,456</u> | <u>11,732,015</u> | <u>698,052</u> |
| Capital assets: | | | | |
| Land and land rights | 25,498 | 4,408,010 | - | 20,145,837 |
| Buildings and structures | 28,817,899 | 126,512,488 | 361,316 | 8,351,011 |
| Sewerlines and utility systems | 25,852,209 | 86,973,766 | - | - |
| Improvements | 31,190,863 | 34,011,976 | 1,111,291 | 29,665,274 |
| Furniture and fixtures | 13,344 | 585,001 | 4,926 | - |
| Equipment and machinery | 2,524,969 | 12,799,924 | 549,134 | - |
| Vehicles | 2,761,118 | 2,064,194 | 10,829,766 | - |
| Intangible plant | - | 57,625 | - | - |
| Data processing equipment /software | 189,731 | 1,809,326 | 24,228 | - |
| Art | - | - | - | - |
| Construction in progress | 2,386,026 | 24,766,013 | 144,733 | 1,576,312 |
| Less accumulated depreciation | (67,110,924) | (96,769,658) | (8,279,040) | (14,853,875) |
| Total capital assets (net of accumulated depreciation) | <u>26,650,733</u> | <u>197,218,665</u> | <u>4,746,354</u> | <u>44,884,559</u> |
| Deferred outflows of resources | | | | |
| Unamortized loss on refunding bonds | 118,854 | - | - | - |
| Employer contribution subsequent to measurement date | 538,448 | 1,494,599 | 471,710 | 31,014 |
| Change in assumptions | 38,101 | 105,758 | 33,378 | 2,195 |
| Total deferred outflows of resources | <u>695,403</u> | <u>1,600,357</u> | <u>505,088</u> | <u>33,209</u> |
| Total assets and deferred outflows of resources | \$ 52,809,204 | \$ 303,087,478 | \$ 16,983,457 | \$ 45,615,820 |
| Liabilities and deferred inflows of resources | | | | |
| Current liabilities: | | | | |
| Accounts payable | \$ 35,798 | \$ 474,564 | \$ 1,790 | \$ 7,683 |
| Gross receipts taxes payable | 49,592 | 164,857 | 51,671 | - |
| Compensated absences payable | 30,879 | 91,372 | 25,007 | - |
| Accrued wages payable | 127,932 | 200,321 | 101,347 | 5,704 |
| Claims and judgement payable | - | - | - | - |
| Bonds payable (net of unamortized discounts) | 2,055,949 | 3,647,975 | 918,110 | 929,659 |
| Notes payable | - | 807,203 | - | 78,077 |
| Accrued interest payable | 57,967 | 427,541 | 34,005 | 54,780 |
| Due to other funds | - | - | - | - |
| Customer deposits payable | 28,100 | 2,016,106 | - | - |
| Total current liabilities | <u>2,386,217</u> | <u>7,829,939</u> | <u>1,131,930</u> | <u>1,075,903</u> |
| Noncurrent liabilities: | | | | |
| Bonds payable (net of unamortized discounts) | 14,755,837 | 88,023,628 | 7,720,255 | 13,232,809 |
| Notes Payable | - | 12,812,837 | - | 962,123 |
| Compensated absences payable | 360,798 | 464,537 | 221,568 | 26,225 |
| Net pension liability | 3,234,504 | 8,978,192 | 2,833,603 | 186,304 |
| Due to other funds | - | 1,524,545 | - | - |
| Total noncurrent liabilities | <u>18,351,139</u> | <u>111,803,739</u> | <u>10,775,426</u> | <u>14,407,461</u> |
| Total liabilities | <u>20,737,356</u> | <u>119,633,678</u> | <u>11,907,356</u> | <u>15,483,364</u> |
| Deferred inflows of resources | | | | |
| Net difference between project and actual investments earnings on pension plan investments | 976,966 | 2,711,818 | 855,876 | 56,272 |
| Change in assumptions | 47,528 | 131,926 | 41,637 | 2,737 |
| Total deferred inflows of resources | <u>1,024,494</u> | <u>2,843,744</u> | <u>897,513</u> | <u>59,009</u> |
| Net Position | | | | |
| Net investments in capital assets | 9,957,801 | 91,927,022 | (3,892,011) | 29,681,891 |
| Restricted for debt service | 211,332 | 6,074,274 | 109,021 | 171,200 |
| Restricted for compliance | 180,693 | - | 171,979 | - |
| Unrestricted | 20,697,528 | 82,608,760 | 7,789,599 | 220,356 |
| Total net position | <u>31,047,354</u> | <u>180,610,056</u> | <u>4,178,588</u> | <u>30,073,447</u> |
| Total liabilities, deferred inflows, and net position | \$ 52,809,204 | \$ 303,087,478 | \$ 16,983,457 | \$ 45,615,820 |

The notes to the financial statements are an integral part of this statement.

| Santa Fe Convention Center | College of Santa Fe | All Other Enterprise Funds | Totals | Governmental Activities- Internal Service Funds | |
|----------------------------|---------------------|----------------------------|----------------|---|--|
| \$ 2,907,229 | \$ 554,294 | \$ 10,495,924 | \$ 132,173,480 | \$ 15,311,151 | Assets and deferred outflows of resources |
| 80,314 | 1,149,249 | - | 7,795,390 | - | Current assets: |
| - | - | - | 352,672 | - | Cash, investments and cash equivalents |
| 508,971 | - | 24,840 | 2,578,017 | - | Restricted cash, cash equivalents and investments: |
| - | - | 607,965 | 617,773 | - | Restricted for debt service payments |
| - | - | - | - | - | Restricted for compliance |
| - | - | - | - | - | Restricted for customer deposits payable |
| - | - | - | 1,910,106 | - | Grants receivable |
| - | 195,000 | 193,278 | 9,690,513 | - | Receivable (net of allowances) |
| 3,115 | 1,148 | 4,277 | 113,762 | 12,002 | State-shared taxes |
| 282,167 | - | - | 3,522,061 | 60,000 | Accounts |
| - | - | - | 415,588 | - | Interest receivable |
| 3,781,796 | 1,899,691 | 11,326,284 | 159,169,362 | - | Prepaid expenses |
| - | - | - | - | - | Inventory |
| 48,163,469 | 11,164,785 | 4,451,778 | 40,195,908 | 15,383,153 | Total current assets |
| - | 21,924,038 | 73,890,575 | 308,020,796 | - | Capital assets: |
| - | - | 29,820 | 112,855,795 | - | Land and land rights |
| 8,943 | - | 32,643,819 | 128,623,223 | - | Buildings and structures |
| 268,835 | - | 45,083 | 657,297 | 29,298 | Sewerlines and utility systems |
| 16,965 | - | 5,510,226 | 21,651,088 | 6,812 | Improvements |
| - | - | 14,686,647 | 30,358,690 | 35,829 | Furniture and fixtures |
| 83,509 | - | - | 57,625 | - | Equipment and machinery |
| 5,000 | - | 1,185,350 | 3,292,144 | 1,648 | Vehicles |
| 336,738 | - | 180,971 | 185,971 | - | Intangible plant |
| (9,018,408) | 20,531,919 | 9,628,283 | 59,370,024 | - | Data processing equipment /software |
| - | (4,235,844) | (56,202,555) | (256,470,304) | (72,337) | Art |
| 39,863,051 | 49,384,898 | 86,049,997 | 448,798,257 | 1,250 | Construction in progress |
| - | - | - | 118,854 | - | Less accumulated depreciation |
| 81,872 | 1,605 | 1,637,521 | 4,256,769 | 123,941 | Total capital assets (net of accumulated depreciation) |
| 5,793 | 114 | 115,872 | 301,211 | 8,770 | Deferred outflows of resources |
| 87,665 | 1,719 | 1,753,393 | 4,676,834 | 132,711 | Unamortized loss on refunding bonds |
| \$ 43,732,512 | \$ 51,286,308 | \$ 99,129,674 | \$ 612,644,453 | \$ 15,517,114 | Employer contribution subsequent to measurement |
| - | - | - | - | - | Change in assumptions |
| 70,262 | - | 192,340 | 782,437 | 528,232 | Total deferred outflows of resources |
| - | - | 41,325 | 307,445 | - | Total assets and deferred outflows of resources |
| 10,895 | - | - | 158,153 | - | Liabilities and deferred inflows of resources |
| 15,474 | - | 329,459 | 780,237 | - | Current liabilities: |
| - | - | - | - | - | Accounts payable |
| 2,276,101 | - | 1,062,627 | 10,890,421 | - | Gross receipts taxes payable |
| - | 715,000 | 276,320 | 1,876,600 | - | Compensated absences payable |
| 80,952 | 125,710 | 44,680 | 825,635 | 22,228 | Accrued wages payable |
| - | - | 941,691 | 941,691 | 8,386,394 | Claims and judgement payable |
| 508,971 | - | 24,840 | 2,578,017 | - | Bonds payable (net of unamortized discounts) |
| 2,962,655 | 840,710 | 2,913,282 | 19,140,636 | - | Notes payable |
| - | - | - | - | - | Accrued interest payable |
| 30,171,603 | - | 20,094,169 | 173,998,301 | - | Due to other funds |
| - | 25,660,000 | 2,993,873 | 42,428,833 | - | Restricted for customer deposits payable |
| 33,962 | - | 966,529 | 2,073,619 | 71,960 | Total current liabilities |
| 491,812 | 9,641 | 9,836,731 | 25,570,787 | 744,518 | Noncurrent liabilities: |
| - | - | - | 1,524,545 | - | Bonds and notes payable (net of unamortized discounts) |
| 30,697,377 | 25,669,641 | 33,891,302 | 245,596,085 | 816,478 | Notes Payable |
| 33,660,032 | 26,510,351 | 36,804,584 | 264,736,721 | 9,753,332 | Compensated absences payable |
| - | - | - | - | - | Net pension liability |
| - | - | - | - | - | Due to other funds |
| 148,549 | 2,912 | 2,971,135 | 7,723,528 | 224,878 | Total noncurrent liabilities |
| 7,227 | 142 | 144,541 | 375,738 | 10,939 | Total liabilities |
| 155,776 | 3,054 | 3,115,676 | 8,099,266 | 235,817 | Deferred inflows of resources |
| - | - | - | - | - | Net difference between project and actual |
| 7,415,347 | 23,009,898 | 61,623,008 | 219,722,956 | - | investments earnings on pension plan investments |
| 80,314 | 1,149,249 | - | 7,795,390 | - | Change in assumptions |
| - | - | - | 352,672 | - | Total deferred inflows of resources |
| 2,421,043 | 613,756 | (2,413,594) | 111,937,448 | 5,527,965 | Net Position |
| 9,916,704 | 24,772,903 | 59,209,414 | 339,808,466 | 5,527,965 | Net investments in capital assets |
| \$ 43,732,512 | \$ 51,286,308 | \$ 99,129,674 | \$ 612,644,453 | \$ 15,517,114 | Restricted for debt service |
| - | - | - | - | - | Restricted for compliance |
| - | - | - | - | - | Unrestricted |
| - | - | - | - | - | Total net position |
| - | - | - | - | - | Total liabilities, deferred inflows, and net position |

CITY OF SANTA FE, NEW MEXICO
Statement of Revenues, Expenses, and Changes in Fund Net Position
Enterprise Funds
For the Year Ended June 30, 2015

| | Business-type Activities-Enterprise Funds | | | |
|---|--|-----------------------------|-----------------------------------|------------------------------|
| | Waste Water Management | Water Management | Environmental Services | Railyard Property |
| Operating revenues: | | | | |
| User fees (net of allowance totaling 260,718) | \$ 12,220,697 | \$ 35,334,829 | \$ 11,629,062 | \$ 405,576 |
| Facilities rentals | - | - | - | - |
| Other revenue/premiums | 116,509 | 95,036 | 58,547 | - |
| Total operating revenues | <u>12,337,206</u> | <u>35,429,865</u> | <u>11,687,609</u> | <u>405,576</u> |
| Operating expenses: | | | | |
| Salaries, wages and benefits | 4,656,087 | 8,395,302 | 4,306,980 | 232,885 |
| Contractual services and utilities | 1,951,053 | 7,031,545 | 3,302,059 | 1,267,526 |
| Repairs and maintenance | 630,172 | 614,520 | 431,848 | - |
| Supplies | 540,884 | 740,565 | 687,748 | 7,624 |
| Capital outlay-inventory exempt items | 1,701,859 | 131,910 | 152,502 | 26,967 |
| Depreciation expense | 2,833,321 | 10,062,669 | 1,008,625 | 3,133,548 |
| Amortization expense | 16,979 | - | - | - |
| Insurance | 377,910 | 354,315 | 273,826 | 1,556 |
| Claims and judgements | - | - | - | - |
| Other | 997,894 | 7,836,963 | 793,498 | 63,230 |
| Total operating expenses | <u>13,706,159</u> | <u>35,167,789</u> | <u>10,957,086</u> | <u>4,733,336</u> |
| Operating income (loss) | <u>(1,368,953)</u> | <u>262,076</u> | <u>730,523</u> | <u>(4,327,760)</u> |
| Non-operating revenues (expenses): | | | | |
| Investment income | 125,729 | 591,786 | 41,494 | 6,617 |
| Intergovernmental | | | | |
| State-shared taxes | 1,963,060 | 7,836,010 | 1,963,001 | - |
| Grants | - | - | - | - |
| Gain (loss) on sale of capital assets | 450 | - | - | - |
| Interest expense | (745,513) | (5,283,182) | (439,777) | (668,728) |
| Prem (Discount) debt service expense | 215,949 | 147,975 | 18,110 | 94,659 |
| Total non-operating revenues (expenses) | <u>1,559,675</u> | <u>3,292,589</u> | <u>1,582,828</u> | <u>(567,452)</u> |
| Income (loss) before transfers and capital contributions | 190,722 | 3,554,665 | 2,313,351 | (4,895,212) |
| Capital grants | - | 960,062 | 75,623 | - |
| Transfers in | - | 2,500,000 | 14,000 | 2,562,355 |
| Transfers out | - | (2,500,000) | (275,868) | - |
| Change in net position | <u>190,722</u> | <u>4,514,727</u> | <u>2,127,106</u> | <u>(2,332,857)</u> |
| Total net position, beginning of year (previously stated) | 34,629,439 | 186,567,720 | 5,356,668 | 32,623,613 |
| Adjustment to net position: Restatement of net position (see note I) | (3,772,807) | (10,472,391) | (3,305,186) | (217,309) |
| Total net position, beginning of year (restated) | 30,856,632 | 176,095,329 | 2,051,482 | 32,406,304 |
| Total net position, end of year | \$ 31,047,354 | \$ 180,610,056 | \$ 4,178,588 | \$ 30,073,447 |

The notes to the financial statements are an integral part of this statement.

| Santa Fe Convention Center | College of Santa Fe | All Other Enterprise Funds | Totals | Governmental Activities- Internal Service Funds | |
|----------------------------|----------------------|----------------------------|-----------------------|---|---|
| \$ 352,981 | \$ - | \$ 9,266,868 | \$ 69,210,013 | \$ - | Operating revenues: |
| - | 2,350,000 | - | 2,350,000 | - | User fees (net of allowance totaling 260,718) |
| 55,148 | - | 1,395,706 | 1,720,946 | 27,827,300 | Facilities rentals |
| 408,129 | 2,350,000 | 10,662,574 | 73,280,959 | 27,827,300 | Other revenue/premiums |
| | | | | | Total operating revenues |
| | | | | | Operating expenses: |
| 686,585 | 11,415 | 13,395,520 | 31,684,774 | 1,089,135 | Salaries, wages and benefits |
| 848,575 | 646 | 2,226,640 | 16,628,044 | 1,221,864 | Contractual services and utilities |
| 67,534 | - | 665,029 | 2,409,103 | 1,231 | Repairs and maintenance |
| 71,378 | - | 1,175,936 | 3,224,135 | 51,145 | Supplies |
| 122,809 | - | 1,826,840 | 3,962,887 | 5,290 | Capital outlay-inventory exempt items |
| 1,337,648 | - | 3,947,060 | 22,322,871 | 1,362 | Depreciation expense |
| - | - | - | 16,979 | - | Amortization expense |
| 23,092 | 389 | 485,983 | 1,517,071 | 3,488,273 | Insurance |
| - | - | - | - | 19,618,261 | Claims and judgements |
| 81,096 | - | 2,293,773 | 12,066,454 | 244,216 | Other |
| 3,238,717 | 12,450 | 26,016,781 | 93,832,318 | 25,720,777 | Total operating expenses |
| (2,830,588) | 2,337,550 | (15,354,207) | (20,551,359) | 2,106,523 | Operating income (loss) |
| | | | | | Non-operating revenues (expenses): |
| 28,743 | 12,616 | 31,077 | 838,062 | 77,673 | Investment income |
| - | - | - | 11,762,071 | - | Intergovernmental |
| 6,826 | - | 4,854,803 | 4,861,629 | - | State-shared taxes |
| (3,186,967) | - | 3,189,417 | 2,900 | - | Grants |
| (3,864,770) | (1,533,579) | (462,267) | (12,997,816) | - | Gain (loss) on sale of capital assets |
| 907,664 | - | 21,330 | 1,405,687 | - | Interest expense |
| (6,108,504) | (1,520,963) | 7,634,360 | 5,872,533 | 77,673 | Prem (Discount) debt service expense |
| | | | | | Total non-operating revenues (expenses) |
| (8,939,092) | 816,587 | (7,719,847) | (14,678,826) | 2,184,196 | Income (loss) before transfers and capital contributions |
| - | - | 318,722 | 1,354,407 | - | Capital grants |
| 4,132,045 | - | 12,538,265 | 21,746,665 | - | Transfers in |
| (146,022) | - | (775,446) | (3,697,336) | (96,045) | Transfers out |
| (4,953,069) | 816,587 | 4,361,694 | 4,724,910 | 2,088,151 | Change in net position |
| 15,443,435 | 23,967,562 | 66,321,532 | 364,909,969 | 4,308,239 | Total net position, beginning of year (previously stated) |
| (573,662) | (11,246) | (11,473,812) | (29,826,413) | (868,425) | Adjustment to net position: |
| | | | | | Restatement of net position (see note I) |
| 14,869,773 | 23,956,316 | 54,847,720 | 335,083,556 | 3,439,814 | Total net position, beginning of year (restated) |
| \$ 9,916,704 | \$ 24,772,903 | \$ 59,209,414 | \$ 339,808,466 | \$ 5,527,965 | Total net position, end of year |

CITY OF SANTA FE, NEW MEXICO
Statement of Cash Flows
Enterprise Funds
For the Year Ended June 30, 2015

| | Business-type Activities-Enterprise Funds | | | |
|---|---|----------------------|---------------------------|-----------------------|
| | Waste Water Management | Water Management | Environmental Services | Rallyard Property |
| Cash flows from operating activities: | | | | |
| Cash received from customers | \$ 12,077,357 | \$ 37,465,453 | \$ 11,597,521 | \$ 405,576 |
| Cash payments to suppliers for goods and services | (5,879,672) | (12,453,209) | (5,000,890) | (1,463,646) |
| Cash paid for interfund services provided and used | (870,490) | (1,898,683) | (657,635) | - |
| Cash payments to employees for services | (4,688,267) | (8,610,173) | (4,355,144) | (230,413) |
| Net cash provided (used) by operating activities | 638,928 | 14,503,388 | 1,583,852 | (1,288,483) |
| Cash flows from noncapital financing activities: | | | | |
| Government contributions | 1,957,666 | 9,639,137 | 2,033,403 | - |
| Advance from other funds - general fund | - | - | - | - |
| Transfers-in from other funds | - | 2,500,000 | 14,000 | 2,562,355 |
| Transfers-out to other funds | - | (2,500,000) | (275,868) | - |
| Net cash provided (used) by noncapital financing activities | 1,957,666 | 9,639,137 | 1,771,535 | 2,562,355 |
| Cash flows from capital and related financing activities: | | | | |
| Acquisition and construction of capital assets | (24,460) | (9,543,179) | (1,104,830) | - |
| Proceeds from sale of capital assets | 450 | - | - | - |
| Bond proceeds | - | - | - | - |
| Principal paid on revenue bond maturities and notes payable | (1,725,000) | (4,161,408) | (865,000) | (884,007) |
| Interest paid on revenue bonds and notes payable | (750,050) | (5,293,374) | (442,660) | (671,594) |
| Intergovernmental payments | - | (2,000,000) | - | - |
| Net cash used for capital and related financing activities | (2,499,060) | (20,997,961) | (2,412,490) | (1,555,601) |
| Cash flows from investing activities: | | | | |
| Interest and dividends on investments | 132,310 | 613,769 | 43,646 | 6,513 |
| Net cash provided by investing activities | 132,310 | 613,769 | 43,646 | 6,513 |
| Net increase (decrease) in cash and cash equivalents | 229,844 | 3,758,333 | 986,543 | (275,216) |
| Cash, investments and cash equivalents at beginning of year | 22,688,908 | 90,148,105 | 8,669,829 | 972,392 |
| Cash, investments and cash equivalents at end of year | \$ 22,918,752 | \$ 93,906,438 | \$ 9,656,372 | \$ 697,176 |
| Reconciliation of operating income (loss) to net cash provided (used) by operating activities: | | | | |
| Operating income (loss) | \$ (1,368,953) | \$ 262,076 | \$ 730,523 | \$ (4,327,760) |
| Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities: | | | | |
| Depreciation/amortization/bad debt expense | 2,850,300 | 10,062,669 | 1,008,625 | 3,133,548 |
| Difference between employer cash contribution to pension plan and noncash pension expense: | (90,358) | (250,812) | (79,158) | (5,205) |
| Change in assets and liabilities: | | | | |
| (Increase) decrease in accounts receivable | (259,849) | 1,838,891 | (90,085) | - |
| (Increase) decrease in prepaid expenses | 9,723 | 2,197,717 | - | - |
| Increase (decrease) in accounts payable | (564,106) | 118,149 | (24,180) | (96,743) |
| Increase (decrease) in gross receipts taxes payable | 3,176 | 3,564 | 7,136 | - |
| Increase (decrease) in compensated absences payable | 22,865 | 3,584 | 12,483 | 6,632 |
| Increase (decrease) in accrued wages payable | 35,313 | 32,357 | 18,508 | 1,045 |
| Increase (decrease) in escrow | 817 | - | - | - |
| (Increase) decrease in inventory | - | 38,493 | - | - |
| Increase (decrease) in customer deposits payable | - | 196,700 | - | - |
| (Increase) decrease in claims payable | - | - | - | - |
| Total adjustments | 2,007,881 | 14,241,312 | 853,329 | 3,039,277 |
| Net cash provided (used) by operating activities | \$ 638,928 | \$ 14,503,388 | \$ 1,583,852 | \$ (1,288,483) |

The notes to the financial statements are an integral part of this statement.

| Santa Fe Convention Center | College of Santa Fe | All Other Enterprise Funds | Totals | Governmental Activities- Internal Service Funds | |
|----------------------------|---------------------|----------------------------|-----------------|---|---|
| \$ 408,129 | \$ 2,350,000 | \$ 10,806,371 | \$ 75,110,407 | \$ 27,827,300 | Cash flows from operating activities: |
| (1,022,256) | (1,035) | (7,533,077) | (33,353,785) | (25,328,724) | Cash received from customers |
| (75,000) | - | (1,283,204) | (4,785,012) | - | Cash payments to suppliers for goods and services |
| (677,656) | (13,065) | (13,624,980) | (32,199,698) | (908,714) | Cash paid for interfund services provided and used |
| | | | | | Cash payments to employees for services |
| (1,366,783) | 2,335,900 | (11,634,890) | 4,771,912 | 1,589,862 | Net cash provided (used) by operating activities |
| 587,859 | - | 5,929,880 | 20,147,945 | 1,750 | Cash flows from noncapital financing activities: |
| - | - | 8,321 | 8,321 | - | Government contributions |
| 4,132,045 | - | 12,538,265 | 21,746,665 | - | Advance from other funds - general fund |
| (146,022) | - | (775,446) | (3,697,336) | (96,045) | Transfers-in from other funds |
| | | | | | Transfers-out to other funds |
| 4,573,882 | - | 17,701,020 | 38,205,595 | (94,295) | Net cash provided (used) by noncapital financing activities |
| - | (585,970) | (16,789,416) | (28,047,855) | - | Cash flows from capital and related financing activities: |
| 12,409,950 | - | - | 12,410,400 | - | Acquisition and construction of capital assets |
| 37,333,983 | - | 15,907,500 | 53,241,483 | - | Proceeds from sale of capital assets |
| (48,719,000) | (685,000) | (1,208,307) | (58,247,722) | - | Bond proceeds |
| (3,892,032) | (1,535,857) | (448,291) | (13,033,858) | - | Principal paid on revenue bond maturities and notes payable |
| - | - | - | (2,000,000) | - | Interest paid on revenue bonds and notes payable |
| | | | | | Intergovernmental payments |
| (2,867,099) | (2,806,827) | (2,538,514) | (35,677,552) | - | Net cash used for capital and related financing activities |
| 29,752 | 13,618 | 31,976 | 871,584 | 79,606 | Cash flows from investing activities: |
| 29,752 | 13,618 | 31,976 | 871,584 | 79,606 | Interest and dividends on investments |
| 369,752 | (457,309) | 3,559,592 | 8,171,539 | 1,575,173 | Net cash provided by investing activities |
| 3,126,762 | 2,160,852 | 6,961,172 | 134,728,020 | 13,735,978 | Net increase (decrease) in cash and cash equivalents |
| \$ 3,496,514 | \$ 1,703,543 | \$ 10,520,764 | \$ 142,899,559 | \$ 15,311,151 | Cash, investments and cash equivalents at beginning of year |
| | | | | | Cash, investments and cash equivalents at end of year |
| \$ (2,830,588) | \$ 2,337,550 | \$ (15,354,207) | \$ (20,551,359) | \$ 2,106,523 | Reconciliation of operating income (loss) to net cash provided (used) by operating activities: |
| 1,337,648 | - | 3,947,060 | 22,339,850 | 1,362 | Operating income (loss) |
| (13,739) | (270) | (274,798) | (714,340) | (20,800) | Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities: |
| - | - | 143,797 | 1,632,754 | - | Depreciation/amortization/bad debt expense |
| 13,484 | - | - | 2,220,924 | - | Difference between employer cash contribution to pension plan and noncash pension expense: |
| (2,010) | - | (111,435) | (680,325) | (114,253) | Change in assets and liabilities: |
| - | - | (31,517) | (17,641) | - | (Increase) decrease in accounts receivable |
| 19,627 | - | (12,158) | 53,033 | (6,543) | (Increase) decrease in prepaid expenses |
| 3,041 | (1,380) | 57,496 | 146,380 | 5,431 | Increase (decrease) in accounts payable |
| 105,754 | - | 872 | 107,443 | - | Increase (decrease) in gross receipts taxes payable |
| - | - | - | 38,493 | - | Increase (decrease) in compensated absences payable |
| - | - | - | 196,700 | - | Increase (decrease) in accrued wages payable |
| - | - | - | - | (381,858) | Increase (decrease) in escrow |
| 1,463,805 | (1,650) | 3,719,317 | 25,323,271 | (516,661) | Increase (decrease) in inventory |
| \$ (1,366,783) | \$ 2,335,900 | \$ (11,634,890) | \$ 4,771,912 | \$ 1,589,862 | Increase (decrease) in customer deposits payable |
| | | | | | (Increase) decrease in claims payable |
| | | | | | Total adjustments |
| | | | | | Net cash provided (used) by operating activities |

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City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

I. Summary of significant accounting policies

A. Reporting entity

The City of Santa Fe (the “City”) is a municipal corporation governed by an elected mayor and an eight-member council. The accompanying financial statements present the government as an entity for which the City is considered to be financially accountable. Based on GASB 14 and GASB 61 it was determined the Santa Fe Civic Housing Authority was no longer a component of the City of Santa Fe. The City was no longer responsible for the authority’s debt as a result of a HUD release. The City has no component units or blended component units that are legally separate entities.

During the year ended June 30, 2015, the City adopted GASB Statements No. 68, Accounting and Financial Reporting for Pensions – an Amendment of GASB Statement No. 27 (“GASB 68”), and No. 71, Pension Transition for Contributions Made Subsequent to the Measurement Date – an Amendment of GASB Statement No. 68 (“GASB 71”). These two Statements are required to be implemented at the same time. GASB 68 addresses accounting and financial reporting for pensions that are provided to the employees of state and local governments through pension plans that are administered through trusts that have the following characteristics:

- Contributions from employers and non-employer contributing entities to the pension plan and earnings on those contributions are irrevocable.
- Pension plan assets are dedicated to providing pensions to plan members in accordance with the benefit terms.
- Pension plan assets are legally protected from the creditors of employers, non-employer contributing entities, and the pension plan administrator. If the plan is a defined benefit plan, plan assets are also legally protected from creditors of the plan members.

GASB 68 establishes standards for measuring and recognizing liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures related to pensions. For defined benefit pensions, this Statement identifies the methods and assumptions that should be used to project benefit payments, discount projected benefit payments to their actuarial present value, and attribute that present value to periods of employee service. As a result of the implementation of GASB 68, the government recognized a net pension liability (“NPL”) measured as of a date no later than the end of its prior fiscal year. If the government employer makes a contribution to the pension plan subsequent to the measurement date but prior to the end of the current fiscal year, GASB 68 requires the government to recognize that contribution as a deferred outflow of resources. In addition, GASB 68 requires the recognition of deferred outflows of resources and deferred inflows of resources for changes in the NPL that arise from other types of events, but does not require the government to recognize beginning deferred outflows of resources or deferred inflows of resources if the amounts are not practical to estimate. At transition to Statement 68, Statement 71 requires the employer or non-employer contributing entity to recognize a beginning deferred outflow of resources for its pension contributions made subsequent to the measurement date of the

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

beginning net pension liability but before the start of the government's fiscal year, thus avoiding possible understatement of an employer or non-employer contributing entity's beginning net position and expense in the initial period of implementation. This pronouncement has materially impacted the financial statements and additional disclosures are included in the notes to the financial statements to highlight the effects.

B. Government-wide and fund financial statements

In June 1999, the Governmental Accounting Standards Board (GASB) issued Statement No. 34 "Basic Financial Statements-and Management's Discussion and Analysis-for State and Local Governments" which was effective for the City's fiscal year ending June 30, 2002. As a result, there has been a major change in how the City presents its financial statements.

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on the government. For the most part, the effect of inter-fund activity has been removed from these statements. 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. Likewise, the government is reported separately from the legally separate component unit for which the government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported as general revenues.

Separate financial statements are provided for governmental funds and proprietary funds. Major individual enterprise funds are reported as separate columns in the basic fund financial statement. There are no fiduciary funds reported by the City.

C. Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as is the fiduciary fund financial statement. Revenues, expenses, gains, losses, assets, deferred outflows of resources, liabilities, and deferred inflows of resources resulting from exchange and exchange-like transactions should be recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, deferred outflows of resources, liabilities, and deferred inflows of resources resulting from non-exchange transactions should be recognized when the related purpose restriction, eligibility requirement or time requirement is met in accordance with GASB 33 and GASB 65. Property taxes are recognized as revenues in the year for which

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes and interest associated with the current fiscal period are considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Property tax receivables are recognized in the period for which the taxes are levied, net of estimated refunds and uncollectible amounts. All other revenue items are considered to be measurable and available only when cash is received by the government. Unavailable revenues are classified as a deferred inflow of resources

Property taxes are levied and collected by the Santa Fe County treasurer on behalf of the City. The taxes are levied in November and payable in two installments, November 10th and April 10th. The County remits to the City a percentage of the collections made during the month. Taxes are considered delinquent and subject to lien, penalty and interest, 30 days after the date on which they are due.

The City reports the following major governmental funds:

The General Fund is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Debt Service Funds account for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds.

The ½% Gross Receipts Tax Fund is used to account for the City's portion of gross receipts taxes collected by the State of New Mexico per Ordinance No. 1981-45. The Ordinance dedicates ½ of 1 percent for capital improvements to City facilities and street and road construction and re-construction to include any future operating expenditures (i.e. personnel or administrative costs) necessitated by the expansion of the services and facilities to the public.

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

The City reports the following major proprietary funds:

The Waste Water Management Fund accounts for the operation of the City's treatment and sewage system.

The Water Management Fund accounts for the activities of the City's water supply, transmission and distribution systems.

The Environmental Services Fund accounts for the operation of the City's solid waste collection service.

The Railyard Property Fund accounts for the development of 50 acres of prime real estate near the center of the City previously owned by the railroad and a private developer.

The Santa Fe Convention Center Fund (formerly known as Sweeney Convention Center), accounts for the operation of the City's convention center.

The College of Santa Fe fund accounts for the lease operations, debt service, and construction activities associated with the City's purchase of the college from a not-for-profit corporation and subsequent lease to Laureate Education Inc. in September of 2009.

Additionally, the City reports the following fund types:

Internal service funds account for the City's Santa Fe Health Fund/Dental Fund, Risk Management Fund, Workers' Compensation Fund and the Union Sick Leave Bank which are services to City departments on a cost assessment basis.

As a general rule the effect of inter-fund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the utilities functions and insurance functions of the City. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include charges to customers or applicants for goods, services, or privileges provided, operating grants and contributions, and capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with proprietary fund's principal ongoing operations. The principal operating revenues of the proprietary funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal serve funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

and expenses not meeting this definition are reported as non-operating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

D. Assets, liabilities and net position or equity

1. Deposits and investments

The City's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

City funds are invested in accordance with New Mexico State Statute 6-10-36, and with the City of Santa Fe Investment Policy, which states:

City funds shall be invested in accordance with New Mexico Statute 6-10-36 and shall be equitably distributed among all banks and credit unions having their main or manned branch offices within the municipal boundaries and who are interested in doing business with the City, as directed by Statute 6-10-36, Paragraph C. Collateralization will be required on all deposits in excess of amounts insured by the Federal Deposit Insurance Corporation, or the National Credit Union Association. The collateralization level will be one hundred two percent (102%) of the market value of principal, except for deposits with the primary fiscal agent which may be collateralized at fifty percent (50%) in accordance with New Mexico Statute 6-10-17. Funds that are declared excess due to the inability of local financial institutions to accept these deposits may be invested in U.S. Government Securities, or as otherwise provided by law. The City will diversify use of investment instruments to avoid incurring unreasonable risks inherent in over-investing in specific instruments or individual financial institutions and limit maturities to five years or less to avoid interest rate risk. Certain investments held to accommodate debt reserve requirements may have maturities of more than five years.

The Investment Policy provides for the following authorized investments:

1. United States Treasury Securities (Bills, Notes and Bonds).
2. Insured and/or collateralized (with securities of the U.S. Government, its agencies or instrumentalities, municipal securities, or Letters of Credit from the Federal Home Loan Bank of Dallas) checking or savings accounts, or certificates of deposit of banks, or credit unions, pursuant to State Board of Finance Collateral Policies.
3. Other securities issued by the United States government or its agencies or instrumentalities that are either direct obligations of the United States, the Federal Home Loan Mortgage Corp., the Federal National Mortgage Assoc., the Federal

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

Home Loan Bank, or the Federal Farm Credit Bank, or are backed by the full faith and credit of the United States Government.

4. Money market funds that are registered with the SEC, carry an AA rating, invest entirely in U.S. government and/or U.S. government agency securities (as defined above), and maintain total asset size of not less than \$100,000,000.
5. Bonds or negotiable securities of the State of New Mexico or of any county, municipality or school district which has a taxable valuation of real property of at least one million dollars and has not defaulted in payment of interest or sinking fund obligations or failed to pay any bonds at maturity at any time within the past five years and is rated AA equivalent or better on purchase date. Reasonable prudent measures will be taken to liquidate an investment that is downgraded to less than the required minimum rating.
6. Investments in the New Mexico Local Government Investment Pool (NM LGIP)
 - (a) The investments are valued at fair value based on quoted market prices as of the evaluation date;
 - (b) The NM LGIP is not SEC registered, but does maintain an AAA rating (highest rating for pools) from Standard and Poor's. Section 6-10-10 I, NMSA 1978, empowers the State Treasurer, with the advice and consent of the State Board of Finance, to invest money held in the short-term investment fund in securities that are issued by the United States government or by its departments or agencies and are either direct obligations of the United States or are backed by the full faith and credit of the United States government or are agencies sponsored by the United States government. The Local Government Investment Pool investments are monitored by the same investment committee and the same policies and procedures that apply to all other state investments;
 - (c) The pool does not have unit shares. Per Section 6-10-10.1F, NMSA 1978, at the end of each month all interest earned is distributed by the State Treasurer to the accounting entities in amounts directly proportionate to the respective amounts deposited in the fund and the length of time the amounts were invested; and
 - (d) Participation in the Local Government Investment Pool is voluntary.
7. Repurchase agreements and forward purchase agreements with equivalent collateral of at least one hundred two percent of the market value of the securities plus accrued interest.

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

Interest earnings on pooled investments are distributed quarterly to all participating funds based on the average of current vs. previous quarter-end cash balances. Investments for the City are stated at fair value.

2. Receivables and payables

Activity between funds that are representative of lending/borrowing agreements outstanding at the end of the fiscal year are referred to as “due to/from other funds” (i.e., the current portion of inter-fund loans) or “advances to/from other funds” (i.e., the non-current portion of inter-fund loans). All other outstanding balances between funds are also reported as “due to/from other funds.” Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.”

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

All trade receivables are shown net of an allowance for uncollectible that is based on historical collections data.

Property taxes are levied and collected by the Santa Fe County Treasurer on behalf of the City. Property taxes are levied in November and are payable in two installments. The first half is due on November 10 and becomes delinquent on December 10. The second half is due on April 10 and becomes delinquent on May 11, which is the lien date. Interest at the rate of 1% per month is incurred on installments following the delinquency date. By July 1 of each year, the County Treasurer prepares a property tax delinquency list of all property for which taxes have been delinquent for more than two years. The Taxation and Revenue Department receives the tax delinquency list and has the responsibility to take all action necessary to collect the taxes. The real property on which the taxes are assessed shall be offered for sale four years after the first date shown on the delinquency list. The County remits monthly to the City a percentage of the collections made during that period. The percentage is calculated by the County based upon the amounts collected, the mill levy, and the proportion of City taxpayers to the County as a whole.

3. Inventories and prepaid items

Inventories are valued at cost, which approximates market using the first-in, first-out (FIFO) method. Expenditures in governmental funds and expenses in proprietary funds are recorded as the inventory items are consumed rather than when purchased. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

The City of Santa Fe is a party to a contract with the Bureau of Reclamation, United States of America which provides certain rights to purchase water from the San Juan Chama

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

renewable water resource system. Per contract dating from 1976 and made permanent in 2006, the City of Santa Fe has rights to purchase 5,230 acre feet per year from the San Juan Chama system for which it pays a predetermined rate. The City of Santa Fe was party to a water resource contract with the Jicarilla Tribe and under the terms of the contract it purchased water resources from Jicarilla during the period 2004 through 2008. The City may utilize the water in the year it purchases it or in a later year if utilization does not match the annual amount purchased. Amount acquired in excess of those amounts utilized are recorded as prepaid water assets in the statement of net position. The amount recorded at June 30, 2015 was \$3,019,777.

4. Restricted assets

Certain proceeds of bonds and loans, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet because they are maintained in separate bank accounts and their use is limited by applicable bond covenants. In addition, certain resources are restricted for post closure requirements in the water and wastewater utilities.

5. Capital assets

Capital assets, which include property, plant, furniture, art, software, equipment, vehicles, and infrastructure, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. In fiscal year 2006-2007 the City increased the cost threshold for capitalization from \$1,000 to \$5,000. Capital assets are defined by the City as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year. Capital assets, if purchased or constructed, are recorded at historical costs or estimated historical cost if original cost was not available. Donated capital assets are recorded at estimated fair value at the date of donation. City land acquired prior to 1987 was primarily by land grant or donation and is estimated to be 4,217 acres. Because original values are unknown, the parcels are valued at one dollar each.

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 outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. Property, plant and equipment of the primary government are depreciated using the straight line method over the following estimated useful lives:

| <u>Item</u> | <u>Years</u> | <u>Item</u> | <u>Years</u> |
|---------------------------|--------------|--------------------------------|--------------|
| Buildings | 50 | Vehicles | 8 |
| Waster Water Plant | 20 - 25 | Equipment and Machinery | 4 - 10 |
| Improvements | 10 | Sewerlines and Utility Systems | 25 |
| Furniture and Fixtures | 10 | Software | 10 |
| Data Processing Equipment | 3 | Solid Waste Trucks | 4 |
| Streets | 25 | Sewer Rodder/Vactors | 10 |
| Traffic Signals | 10 | Bridges | 25 |

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

6. Compensated absences

It is the City's policy to permit employees to accumulate earned but unused vacation, compensatory hours and sick pay benefits. There is a liability for these benefits since the city has a policy to pay any amount when the employee has earned the benefits. All vacation and compensatory hours are accrued when incurred in the government-wide and proprietary fund financial statements. The sick leave liability is calculated using the vesting method. The City's employees can utilize these balances for early retirement, buy out options, or donate the hours to a sick leave bank to be used by other employees.

7. Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Public Employees Retirement Association (P.E.R.A) and additions to/deductions from P.E.R.A's fiduciary net position have been determined on the same basis as they are reported by P.E.R.A, on the economic resources measurement focus and accrual basis of accounting. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

8. Long-term obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statement, 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 position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight line method. Bonds payable are reported net of the applicable bond premium or discount. Bond expenditures are recorded as an expense in the period incurred.

The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financial sources while discounts on debt issuance are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

9. Fund Balance

Fund balances of the governmental funds are classified as follows:

Non-spendable - amounts that cannot be spent either because they are in non-spendable form or because they are legally or contractually required to be maintained intact.

Restricted - amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

creditors, grantors, contributors, or the laws or regulations of other governments. Enabling legislation includes a legal enforceable requirement that resources be used only for specific purposes stipulated in the legislation. Legal enforceability means the government can be impelled by an external party to use resources for the purpose specified by the legislation. The amount of net position restricted by enabling legislation is \$60,511,465 which represents all restricted net position reported on page 19.

Committed - amounts that can be used only for specific purposes determined by a formal action of City Council. The City Council is the highest level of decision-making authority for the City. Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by City Council.

Assigned - amounts that are constrained by the City's intent to use them for a specific purpose, but are neither restricted nor committed. The City has not established a policy regarding the assignment of funds, so this category of fund balance represents the residual amounts not otherwise reported as non-spendable, restricted, or committed in governmental funds outside of the general fund.

Unassigned - all other spendable amounts.

| Fund Balance Purpose | 1/2% Gross | | | Nonmajor | Total |
|-----------------------|----------------------|---------------------|---------------------|----------------------|----------------------|
| | General | Debt Service | Receipts Tax | Governmental Funds | Governmental Funds |
| Nonspendable | | | | | |
| Inventory | \$ 92,436 | \$ - | \$ - | \$ - | \$ 92,436 |
| Endowment | - | - | - | 250,000 | 250,000 |
| Spendable | | | | | |
| Restricted | | | | | |
| General Government | 6,532,724 | 5,233,436 | 7,510,305 | 7,603,027 | 26,879,492 |
| Public Safety | - | - | - | 4,254,262 | 4,254,262 |
| Public Works | - | - | - | 13,211,807 | 13,211,807 |
| Community Development | - | - | - | 2,845,608 | 2,845,608 |
| Culture & Recreation | - | - | - | 13,320,296 | 13,320,296 |
| Committed | | | | | |
| General Government | 1,340,604 | - | - | 680,522 | 2,021,126 |
| Culture & Recreation | - | - | - | 417,591 | 417,591 |
| Assigned | | | | | |
| General Government | - | - | - | 2,743,473 | 2,743,473 |
| Public Safety | - | - | - | 377,240 | 377,240 |
| Public Works | - | - | - | 3,060,767 | 3,060,767 |
| Community Development | - | - | - | 201,000 | 201,000 |
| Culture & Recreation | - | - | - | 1,529,842 | 1,529,842 |
| Unassigned | | | | | |
| General Government | 7,108,052 | - | - | (1,157,875) | 5,950,177 |
| Public Works | - | - | - | (217,895) | (217,895) |
| | \$ 15,073,816 | \$ 5,233,436 | \$ 7,510,305 | \$ 49,119,665 | \$ 76,937,222 |

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

10. Net Position

The government-wide and business types fund financial statements utilize a net position presentation. Net position is categorized as net investment in capital assets, restricted and unrestricted.

Net Investment in Capital Assets is intended to reflect the portion of net position which is associated with non-liquid, capital assets less outstanding less outstanding capital asset related debt.

Restricted position for the City's bond issues, as defined in the associated bond covenants, are used for the payment of debt service (one-twelfth of principal, interest or both), and to fund reserve accounts to be used for final debt service payments. In addition, the City maintains fund balance compliance for post closure and obtains loans from authorized State agencies for capital projects, the loan documents of which occasionally require a debt service fund containing capitalized interest used for semi-annual debt service payments, and a reserve fund for use as the final debt service payment. The City also has received privately donated endowment funds for the Southside Library, expenditure of which is limited to interest by the donor and by City resolution. Unrestricted Net Position consists of net position that does not meet the definition of "restricted" or "net investment in capital assets."

The City allocates expenses to restricted or unrestricted resources based on the budgeted source of funds. It is the City's policy to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

11. Comparative Data/Reclassifications

Comparative data for the prior year have been presented in MD&A in order for management to provide an explanation of significant changes between years. Certain amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation.

12. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

13. Stewardship, compliance and accountability

A. Budgetary information

Annual budgets for governmental funds are adopted on generally accepted accounting principles (GAAP basis). Annual budgets for proprietary funds are adopted on a basis other than generally accepted accounting principles. Depreciation is not budgeted for enterprise funds. All annual appropriations lapse at the fiscal year end.

The City is required to submit a proposed budget, which has been approved by the governing body, for each fiscal year on or before June 1st with the State of New Mexico Local Government Division of the Department of Finance and Administration. Before July 1st, the Local Government Division approves and certifies an operating budget for use pending approval of the final budget. Prior to the first Monday in September, the Local Governmental Division must certify a final budget for the municipality.

Because the Non-GAAP basis of accounting is not generally accepted accounting method for propriety funds, differences result from budgeting for various items. Reconciliations between the budget basis (Non-GAAP) and GAAP basis are provided in the budgetary schedules.

The Local Government Division must also approve the following changes throughout the fiscal year:

1. budget increases;
2. transfers of budget between funds;
3. transfers of cash, both permanent and temporary, between funds; and
4. any combination of the above.

New Mexico state law prohibits municipalities from making expenditures in excess of the approved expenditures. State law mandates that municipalities develop and operate within the confines of a balanced budget. The total amount which the governing body appropriates in any particular fiscal year cannot exceed the probable amount of money available at the beginning of the year (cash balance or reserves) plus anticipated revenues during the fiscal year. As required by the state, the City prepares a budget for all fund types.

The appropriated budget is prepared by fund, function and division. The City manager may approve requested transfers of appropriations within a fund for amounts less than \$50,000. Transfers of appropriations in excess of \$50,000 or between funds and all budget increases require the approval of the City council. The legal level of budgetary control (i.e. the level at which expenditure may not legally exceed appropriations) is at the function level for the general fund, the fund level for special revenue and capital improvement funds and at the division level for the proprietary funds. The City council approved supplemental budgetary appropriations during the fiscal year, primarily for new grant awards and additional project funds, which did not materially affect cash reserves of related funds.

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

Encumbrance accounting is employed in all funds. Encumbrances (purchase orders, contracts and other commitments for the expenditure of resources) outstanding at year end are carried forward to the new fiscal year and do not constitute expenditures or liabilities because the commitments will be re-appropriated and honored during the subsequent year.

B. Excess of expenditures/expenses over budgeted appropriations

For the year ended June 30, 2015, expenditures/expenses exceeded budgeted appropriations in the following funds:

The Special Revenue Fund Capital Equipment Reserve is reporting excess expenses over appropriations of \$4,540. This deficit was caused by unexpected commitment at year end.

The Special Revenue Fund City Drainage Project is reporting excess expenses over appropriations of \$105,888. This deficit was caused by increased salaries.

The Special Revenue Fund Lodger's Tax is reporting excess expenses over appropriations of \$104,024. This deficit was caused by an increase in transfers out.

The Worker's Compensation Fund is reporting excess expenses over appropriations of \$507,547. This deficit was caused by increase in claims.

A legally adopted budget was not prepared for the Sick Leave Bank fund, reported as an Internal Service fund, as the expenses were budgeted in the individual funds. Budget to Actual is for reporting purposes only.

C. Deficit fund equity

The Municipal Recreation Complex, reported as an Enterprise Fund, has deficit fund equity of \$3,501,336. The deficit is the result of a portion of the bond proceeds being required for start-up costs, including capitalized interest and working capital. The deficit is expected to be recovered as a result of on-going operations.

The Economic Development Fund, reported as a Special Revenue Fund, has deficit fund balance of \$641,994. This deficit was caused by in-sufficient budgeting.

The Franchise Fee Fund, reported as a Special Revenue Fund, has a deficit fund balance of \$2,493. The deficit is a result of unexpected commitments this deficit is expected to be recovered as a result of on-going operations.

The City Drainage Project, reported as a Special Revenue Fund, has a deficit fund balance of \$217,895. The deficit is a result of unexpected commitments this deficit is expected to be recovered as a result of on-going operations.

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

The NEA Grants Fund, reported as a Special Revenue Fund, has a deficit fund balance of \$77. The deficit is a result of unexpected commitments this deficit is expected to be recovered as a result of on-going operations.

The Special Projects Fund, reported as a Capital Project Fund, has a deficit fund balance of \$513,311. The deficit was caused by the implementation of a web based financial system costing more than anticipated. The balance of the amount over-expended will be covered by cost sharing with the enterprise for the cost of the difference modules implemented. The Risk Management fund, reported as an Internal Service Fund, has a deficit fund balance of \$375,186. The deficit is a result of increased in claims and judgments and restatement of pension liability.

14. Detailed notes on all funds

A. Cash and Cash Equivalents

At year-end, the carrying amount of deposits for the City of Santa Fe was \$117,884,372 and the year-end bank balance was \$120,328,323. The total of demand deposits and short term-term certificates of deposit were covered by Federal Depository Insurance, by collateral held by the City's agent in the City's name, by letters of credit from the Federal Home Loan Bank of Dallas purchased by the depository institution, or by collateral held at appropriate custodial banks as delivered by the depository institution for the various certificates of deposit and investment accounts other than those held by the City's agent bank. The City's repurchase sweep account, the underlying investments of which are U.S. Government securities, is also subject to collateralization requirements.

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. As of June 30, 2015 none of the City's deposits were exposed to custodial credit risk. The total of demand deposits and certificates of deposit were covered by FDIC, by collateral held by the City's agent in the City's name, by letters of credit from the Federal Home Loan Bank of Dallas purchased by the depository institution, or by collateral held at appropriate custodial banks as delivered by the depository institution for certificates of deposit, and investment accounts other than those held at the City's fiscal agent bank.

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

B. Investments

As of June 30, 2015, the City had the following investments and maturities:

| | Fair Value | Maturities | | |
|-------------------------------|-----------------------|----------------------|----------------------|---------------------|
| | | Less than 1 year | 1 - 3 years | 3 - 5 years |
| U. S. Government Agency bonds | \$ 94,766,676 | \$ 32,996,611 | \$ 59,506,389 | \$ 2,263,677 |
| NM Municipal bonds | 1,253,000 | 1,253,000 | - | - |
| | | <u>\$ 34,249,611</u> | <u>\$ 59,506,389</u> | <u>\$ 2,263,677</u> |
| Money Market Funds | 5,685,054 | | | |
| NM LGIP | 694,655 | | | |
| Total Investments | <u>\$ 102,399,385</u> | | | |

Interest Rate Risk. As a means of limiting its exposure to fair value losses arising from rising interest rates, the City's investment policy limits portfolio maturities to five years or less, though investments held to accommodate debt reserve requirements may have longer maturities. It further manages exposure by limiting the weighted average maturity of its investment portfolio to about one year. The New Mexico Local Government Investment Pool (NM LGIP) at June 30, 2015 had a WAM (R) of 54.6 days and a WAM (F) of 77.7 days. (NMLGIP WAM (R) is the weighted average maturity for reset bonds. The WAM (F) is the traditional weighted average final maturity value for the Pool. The Pool is required to report both values by Standard and Poor's, which rates the Pool.)

Credit Risk. As a charter city, the City's investment policy is to apply the prudent-person rule: investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital, and, in general, avoid speculative investments. The City's investment policy follows the State of New Mexico statute on public funds with certain further limitations. State statute does not permit municipalities to invest in commercial paper or corporate notes, so the City limits its investments to securities issued by the U.S. government or its agencies, money market funds consisting of U.S. government and/or U.S. government-sponsored agency securities, repurchase agreements, New Mexico Local Government Investment Pool, and New Mexico municipal securities. Also in compliance with the City Council approved Investment Policy, the City does not purchase any municipal, U.S. agency or instrumentality, money market or other allowed investment carrying less than the investment grade ratings offered by Standard and Poor's, Moody's and/or Fitch.

Concentration of credit risk. Concentration risk is the risk of loss attributed to the magnitude of the portfolio's investment in a single issuer. The City's investment policy specifies that the City shall diversify investments to avoid incurring unreasonable risk from concentrating investments in specific security types and individual financial institutions.

The following table lists the fair value of investments in securities, money markets and the NM LGIP, as well as balances in savings accounts and certificates of deposit in the City's

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

portfolio as of June 30, 2015. It includes funds and investments of those external agencies for which the City acts as fiscal agent, but excludes the regular operating accounts.

| <u>Investment Type</u> | <u>Fair Value</u> | <u>% of Total</u> | <u>% Callable</u> | <u>WAC/M (Days)</u> | <u>WAM (Days)</u> | <u>S&P Rating</u> | <u>Moody's Rating</u> |
|----------------------------|-----------------------|-------------------|-------------------|---------------------|-------------------|-----------------------|-----------------------|
| NM LGIP | \$ 694,655 | 0.29% | | 1 | 1 | AAAm | - |
| WFB Govt. Money Mkt. | 5,685,054 | 2.35% | | 1 | 1 | AAAm | Aaa-mf |
| Subtotal Pool/MM | 6,379,709 | 2.64% | | | | | |
| US Agencies | | | | | | | |
| FFCB | 29,397,804 | 12.15% | 20% | 472 | 472 | AA+ | AAA |
| FHLB | 31,033,134 | 12.83% | 9% | 428 | 505 | AA+ | AAA |
| FNMA | 24,581,076 | 10.16% | 51% | 194 | 623 | AA+ | AAA |
| FHLMC | 26,331,935 | 10.88% | 28% | 259 | 476 | AA+ | AAA |
| GNMAs | 29,025 | 0.01% | 0% | 732 | 732 | NA | NA |
| US Treasuries | 5,019,350 | 2.07% | 0% | 450 | 450 | NA | AAA |
| Subtotal Fed Agenc. | 116,392,324 | 48.11% | 25% | | | | |
| NM Municipals - Tax Ex. | 1,253,000 | 0.52% | 0% | 31 | 31 | N/R | AA1 |
| Subtotal Securities | \$ 117,645,324 | 48.63% | | | | | |
| Cash Accounts | \$ 102,177,186 | 42.24% | | 1 | 1 | | |
| CDs | 15,719,101 | 6.50% | | 273 | 273 | | |
| TOTAL INV. PORTF. | \$ 241,921,320 | 100.00% | 33% | 193 | 272 | | |

The weighted average maturity (WAM) remains the standard for reporting the average hold time for investments in a portfolio. As of June 30, 2015, the City held 25% of its securities in callable form. Evaluating the portfolio on the basis of maturity date the WAM was 272 days; evaluating it on the basis of both call date and maturity date the weighted average was 193 days. The portfolio is managed on the basis of maturity dates.

At June 30, 2015, the City held 42% of the portfolio in cash and 6.5% in certificates of deposit with an average maturity of less than six months. First National Bank Santa Fe was able to absorb an additional \$15,000,000 in cash.

The City held uninsured deposits of \$114,776,296 at June 30, 2015, of which 66% resided at Wells Fargo Bank, the City's fiscal agent bank. All uninsured funds were collateralized in compliance with State of New Mexico statute. For purposes of collateral, these bank accounts include operating accounts, certificates of deposit and investment accounts.

| | <u>Cash Balance</u> | <u>%</u> |
|---------------------------------|----------------------|----------------|
| Wells Fargo Bank | \$ 75,701,682 | 65.96% |
| First National Bank of Santa Fe | 36,324,614 | 31.65% |
| Community Bank | 2,750,000 | 2.40% |
| Total Collateralized | \$114,776,296 | 100.00% |

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

C. Receivables

Receivables at June 30, 2015 for the City's individual major funds, non-major and internal service funds are separated into government and business type, including the applicable allowances for uncollectible accounts, are as follows:

| Governmental Activities | General Fund | Debt Service | 1/2% Gross Receipt Tax | Other Non Major Funds | Total |
|-----------------------------------|----------------------|------------------|------------------------------|-----------------------------|----------------------|
| Receivables: | | | | | |
| Taxes | \$ 9,432,380 | \$ 46,393 | \$ 2,581,307 | \$ 3,907,019 | \$ 15,967,099 |
| Grants | 22,384 | - | - | 1,703,816 | 1,726,200 |
| Interest | 7,146 | 3,365 | - | 48,604 | 59,115 |
| Ambulance | 4,502,446 | - | - | - | 4,502,446 |
| Other | 114,925 | - | - | 2,356,074 | 2,470,999 |
| Gross Receivables | 14,079,281 | 49,758 | 2,581,307 | 8,015,513 | 24,725,859 |
| Less: Allowance Uncollectible: | (3,345,114) | - | - | - | (3,345,114) |
| Total Primary Government | <u>\$ 10,734,167</u> | <u>\$ 49,758</u> | <u>\$ 2,581,307</u> | <u>\$ 8,015,513</u> | <u>\$ 21,380,745</u> |

| Business-type Activities | Waste Water Mgmt | Water Mgmt | Environmental Services | Railyard Property | Santa Fe Center | College of Santa Fe | All Other Enterprise Funds | Total |
|-----------------------------------|------------------------|---------------------|---------------------------|----------------------|--------------------|---------------------------|----------------------------------|----------------------|
| Receivables: | | | | | | | | |
| Taxes | \$ 318,797 | \$ 1,272,589 | \$ 318,720 | \$ - | \$ - | \$ - | \$ - | \$ 1,910,106 |
| Grants | - | 9,808 | - | - | - | - | 607,965 | 617,773 |
| Accounts | 2,965,885 | 9,541,177 | 2,489,507 | - | - | 195,000 | 344,666 | 15,536,235 |
| Interest | 15,957 | 82,550 | 5,839 | 876 | 3,115 | 1,148 | 4,277 | 113,762 |
| Gross Receivables | 3,300,639 | 10,906,124 | 2,814,066 | 876 | 3,115 | 196,148 | 956,908 | 18,177,876 |
| Less: Allowance Uncollectible: | (976,440) | (3,979,471) | (738,423) | - | - | - | (151,388) | (5,845,722) |
| Total Business Type | <u>\$ 2,324,199</u> | <u>\$ 6,926,653</u> | <u>\$ 2,075,643</u> | <u>\$ 876</u> | <u>\$ 3,115</u> | <u>\$ 196,148</u> | <u>\$ 805,520</u> | <u>\$ 12,332,154</u> |

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

D. Capital assets

Capital asset activity for the year ended June 30, 2015 was as follows:

| | Beginning Balance | Increases | Decreases | Ending Balance |
|--|----------------------|--------------|--------------|-------------------|
| Governmental Activities: | | | | |
| Capital Assets not being Depreciated: | | | | |
| Land | \$ 169,939,946 | \$ - | \$ - | \$ 169,939,946 |
| Construction in Progress | 26,255,814 | 9,138,530 | - | 35,394,344 |
| Art | 922,920 | - | - | 922,920 |
| Total Capital Assets not being Depreciated | 197,118,680 | 9,138,530 | - | 206,257,210 |
| Capital Assets being Depreciated: | | | | |
| Buildings and Systems | 57,941,089 | - | (38,847) | 57,902,242 |
| Improvements | 53,618,241 | - | - | 53,618,241 |
| Equipment and Machinery | 13,952,181 | 630,046 | (745,732) | 13,836,495 |
| Furniture and Fixtures | 666,291 | - | (69,018) | 626,571 |
| Vehicles | 20,425,664 | 2,533,700 | (217,985) | 22,741,379 |
| Data Processing and Software | 10,577,633 | 47,488 | (2,353,222) | 8,271,898 |
| Traffic Signals | 23,222,048 | - | - | 23,222,048 |
| Streets | 200,396,324 | - | - | 200,396,324 |
| Bridges | 2,109,269 | - | - | 2,109,269 |
| Total Capital Assets being Depreciated | 382,908,740 | 3,211,234 | (3,424,804) | 382,724,467 |
| Less: Accumulated Depreciation for: | | | | |
| Buildings | (16,848,652) | (1,481,147) | 10,034 | (18,319,765) |
| Improvements | (31,638,599) | (3,541,529) | - | (35,180,128) |
| Equipment and Machinery | (11,478,181) | (711,101) | 710,600 | (11,478,682) |
| Furniture and Fixtures | (488,587) | - | 69,017 | (419,570) |
| Vehicles | (14,729,028) | (1,594,090) | 190,769 | (16,132,349) |
| Data Processing and Software | (8,556,459) | (499,899) | 2,318,284 | (6,738,074) |
| Traffic Signals | (22,304,397) | (249,460) | - | (22,553,857) |
| Streets | (158,920,270) | (2,751,923) | - | (161,672,193) |
| Bridges | (699,972) | 9,723 | - | (690,249) |
| Total Accumulated Depreciation | (265,664,145) | (10,819,426) | 3,298,704 | (273,214,164) |
| Total Capital Assets being Depreciated | 117,244,595 | (7,608,192) | (126,100) | 109,510,303 |
| Governmental Activities Capital Assets | \$ 314,363,275 | \$ 1,530,338 | \$ (126,100) | \$ 315,767,513 |

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

| | Beginning Balance | Increases | Decreases | Ending Balance |
|---|-----------------------|---------------------|------------------------|-----------------------|
| Business-type Activities: | | | | |
| Capital Assets not being Depreciated: | | | | |
| Land | \$ 38,260,558 | \$ - | \$ - | \$ 38,260,558 |
| Water Rights | 1,752,538 | 182,812 | - | 1,935,350 |
| Construction in Progress | 50,496,363 | 8,873,661 | - | 59,370,024 |
| Art | 185,971 | - | - | 185,971 |
| Total Assets not being Depreciated | 90,695,430 | 9,056,473 | - | 99,751,903 |
| Capital Assets being Depreciated: | | | | |
| Buildings and Structures | 307,920,796 | 17,008,191 | (16,908,191) | 308,020,796 |
| Improvements | 128,623,223 | - | - | 128,623,223 |
| Sewerlines and Utility Systems | 111,424,256 | 1,431,539 | - | 112,855,795 |
| Equipment and Machinery | 21,419,751 | 341,360 | (110,023) | 21,651,088 |
| Furniture and Fixtures | 657,297 | - | - | 657,297 |
| Vehicles | 27,358,638 | 3,611,456 | (611,404) | 30,358,690 |
| Intangible Plant | 57,625 | - | - | 57,625 |
| Data Processing and Software | 3,355,495 | - | (63,351) | 3,292,144 |
| Total Assets being Depreciated | 600,817,081 | 22,392,546 | (17,692,969) | 605,516,658 |
| Less Accumulated Depreciation for: | | | | |
| Buildings and Structures | (54,380,788) | (5,878,502) | - | (60,259,290) |
| Improvements | (73,294,602) | (8,625,122) | - | (81,919,724) |
| Sewerlines and Utility Systems | (67,039,350) | (4,100,986) | - | (71,140,336) |
| Equipment and Machinery | (17,959,570) | (1,274,483) | 110,023 | (19,124,030) |
| Furniture and Fixtures | (656,485) | (812) | - | (657,297) |
| Vehicles | (18,977,414) | (2,247,122) | 611,404 | (20,613,132) |
| Intangible Plant | (57,625) | - | - | (57,625) |
| Data Processing and Software | (2,566,377) | (195,844) | 63,351 | (2,698,870) |
| Total Accumulated Depreciation | (234,932,211) | (22,322,871) | 784,778 | (256,470,304) |
| Total Capital Assets being Depreciated | 365,884,870 | 69,675 | (16,908,191) | 349,046,354 |
| Business-type Activities Capital Assets | \$ 456,580,300 | \$ 9,126,148 | \$ (16,908,191) | \$ 448,798,257 |

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

Depreciation expense was charged to function/programs of the government as follows:

Governmental Activities:

| | | |
|--|-----------|-------------------|
| General Government | \$ | 1,668,640 |
| Public Safety | | 974,810 |
| Highways and Streets, excluding depreciation of general infrastructure assets | | 7,115,740 |
| Community Welfare | | 214,984 |
| Culture and Recreation | | 843,890 |
| Subtotal | | 10,818,064 |
| Capital Assets held by the City's Internal Service Funds are charged to the various functions based on their usage of the Assets | | 1,362 |
| Total Depreciation Expense - Governmental Activities | \$ | 10,819,426 |

Business - Type Activities:

| | | |
|---|-----------|-------------------|
| Santa Fe Convention Center | \$ | 1,337,648 |
| Parking Operations | | 461,655 |
| Solid Waste Management | | 1,008,625 |
| Waste Water Management | | 2,833,321 |
| Water Management | | 10,062,669 |
| Municipal Recreation Center | | 195,941 |
| Genoveva Chavez Community Center | | 491,628 |
| Airport | | 1,311,052 |
| Transit Operations | | 1,486,784 |
| Railyard | | 3,133,548 |
| Total Depreciation Expense - Business-Type Activities | \$ | 22,322,871 |

Construction commitments:

The City has active construction projects as of June 30, 2015. The projects include street and highway construction, parks and recreation, municipal facilities, rail yard infrastructure, airport improvements, municipal facilities, water division construction and general government. At year end the City's commitments with contractors are as follows:

| <u>Project</u> | <u>Spent to Date</u> | <u>Remaining Commitments</u> |
|-----------------------------------|--------------------------|----------------------------------|
| Street and Highway Construction | \$ 5,000,939 | \$ 1,583,311 |
| Parks and Recreation | 19,671,820 | 3,105,928 |
| Municipal Facilities Improvements | 1,239,163 | 19,640 |
| Railyard Infrastructure | 22,562,263 | 6,207 |
| Airport Improvements | 16,113,135 | 1,787,380 |
| Community Development | 2,185,894 | 462,076 |
| Wastewater Management | 24,198,559 | 806,562 |
| Water Division Improvements | 33,733,875 | 4,139,095 |
| Transit | 294,450 | 54,725 |
| Total | \$ 125,000,098 | \$ 11,964,924 |

The commitment for streets and highways is being financed by grants from Federal Highway Administration, State Highway and Transportations Department, Gross Receipts Tax bonds and existing resources from road funds, sewer line extension fund, economic development

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

fund and capital improvement funds (CIP). The commitment for parks and recreation is being financed by state grants from NM Department of Finance and Administration, Gross Receipts Tax bonds and from existing of general fund. Municipal facilities are financed by CIP re-allocations and ½% gross receipts tax fund. Commitments for the railyard infrastructure are financed by GRT bonds and generated revenues. Airport commitments are financed by grants from Federal Aviation Administration, bonds and NM Highway and transportation grants. Community development commitments are financed by grants from State Agency on Aging; gross receipts tax bonds (GRT) and CIP re-allocations. Commitments for water division are financed by revenue bonds and loans from NM Financing Authority. Commitments for general government are financed by CIP re-allocations and bond issues.

E. Endowment

The City of Santa Fe Library Endowment fund, of which the \$250,000 principal must remain intact in perpetuity, was invested in a one-year certificate of deposit that matured in April 2015, and was renewed for another year at that time. The principal is invested to generate distributable income for the Southside Public Library to be used for library operations and maintenance of the building.

F. Inter-fund receivables, payables, and transfers

The composition of inter-fund balances as of June 30, 2015 is as follows:

| | Due From Other Funds | Due To Other Funds |
|---------------------------|-------------------------|-----------------------|
| Primary Government: | | |
| General Fund | | |
| Special Revenue Funds: | | |
| NEA Grant | 77 | - |
| Economic Development | 243,509 | - |
| City Drainage | 280,671 | - |
| Capital Projects Funds | | |
| Special Projects | 513,311 | - |
| Enterprise Funds: | | |
| MRC | 661,589 | - |
| Airport | 280,102 | - |
| Special Revenue Funds: | | |
| General Fund | - | 524,257 |
| 1/2% Gross Receipts Tax | - | 560,000 |
| Land Development | 613,804 | 613,804 |
| Capital Projects Funds | | |
| General Fund | - | 513,311 |
| Special Revenue Funds: | | |
| Capital Improvement Funds | | |
| 1/2% Gross Receipts Tax | 560,000 | - |
| Enterprise: | | |
| Water Management | 1,524,545 | - |
| Enterprise Funds | | |
| General Fund: | | |
| Capital Project Funds: | | |
| 1/2% Gross Receipts Tax | - | 1,524,545 |
| Total All Funds | \$ 4,677,608 | \$ 4,677,608 |

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

Inter-fund transfers:

| Transfer In From | | | | | | | |
|--------------------|-----------------|--------------------|---------------------|-----------------|---------------------|---------------------|---------------|
| Fund Disbursing | General Fund | Special Revenue | Capital Projects | Debt Service | Enterprise Funds | Internal Service | Total |
| General Fund | \$ - | \$ 2,440,542 | \$ 600,000 | \$ 850,000 | \$ 401,220 | \$ - | \$ 4,291,762 |
| Special Revenue | 5,389,018 | 1,433,410 | 1,024,474 | - | 8,500 | 21,045 | 7,876,447 |
| Capital Projects | - | 168,040 | - | 20,537,142 | - | - | 20,705,182 |
| Debt Service | - | 864,716 | 11,528,681 | 2,889 | 375,868 | - | 12,772,154 |
| Enterprise Funds | 578,403 | 12,888,340 | 2,199,569 | 3,093,605 | 2,911,748 | 75,000 | 21,746,665 |
| Internal Service | - | - | - | - | - | - | - |
| Total | \$ 5,967,421 | \$ 17,795,048 | \$ 15,352,724 | \$ 24,483,636 | \$ 3,697,336 | \$ 96,045 | \$ 67,392,210 |

| Transfer Out To | | | | | | | |
|--------------------|-----------------|--------------------|---------------------|-----------------|---------------------|---------------------|---------------|
| Fund Disbursing | General Fund | Special Revenue | Capital Projects | Debt Service | Enterprise Funds | Internal Service | Total |
| General Fund | \$ - | \$ 5,389,018 | \$ - | \$ - | \$ 578,403 | \$ - | \$ 5,967,421 |
| Special Revenue | 2,440,542 | 1,433,410 | 168,040 | 864,716 | 12,888,340 | - | 17,795,048 |
| Capital Projects | 600,000 | 1,024,474 | - | 11,528,681 | 2,199,569 | - | 15,352,724 |
| Debt Service | 850,000 | - | 20,537,142 | 2,889 | 3,093,605 | - | 24,483,636 |
| Enterprise Funds | 401,220 | 8,500 | - | 375,868 | 2,911,748 | - | 3,697,336 |
| Internal Service | - | 21,045 | - | - | 75,000 | - | 96,045 |
| Total | \$ 4,291,762 | \$ 7,876,447 | \$ 20,705,182 | \$ 12,772,154 | \$ 21,746,665 | \$ - | \$ 67,392,210 |

The City has numerous inter-fund transactions during the course of the fiscal year. These transactions are treated as follows:

1. Inter-fund services provided and used are accounted for as revenues and expenditures/expenses in the funds involved. These types of transactions include administrative overhead charges that are charged to various City departments for services that are being provided (data processing, accounting, personnel, etc.). This also includes insurance premiums charged to the various City departments by the City's Risk Management Fund which contracts with a third – party insurance carrier.
2. Inter-fund balances result from deficit cash balances and the loan from the ½% CIP GRT to the Water Management fund which it expects to collect in future years.
3. Transfers are used to 1) move revenues from the fund with collection authorization to where the resources are to be expended 2) move unrestricted general fund revenue to finance various programs that the government must account for in other funds in accordance with budgetary authorizations, including amount provided as matching funds for various grant programs.

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

G. Leases

Operating Leases

The City has operating leases for certain buildings, parking lots, towers and data processing equipment. The operating leases are renewable annually contingent upon available appropriations. The total cost and minimum future lease payments are considered by management to be immaterial as of June 30, 2015.

Capital Leases

On September 20, 2011, the City entered into a lease agreement as lessee for financing the acquisition of new phone equipment for its facilities. This lease qualified as a capital lease for accounting purposes and has been recorded as governmental debt at the present value of its future minimum lease payments as of its inception date.

The assets acquired through this capital lease are as follows:

| | |
|--------------------------------|--------------------------|
| Equipment | \$ 959,500 |
| Less: Accumulated Depreciation | <u>(525,066)</u> |
| Total | <u><u>\$ 434,434</u></u> |

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2015, were as follows:

| <u>Year Ending June 30, 2015</u> | <u>Intergovernmental</u> |
|---|--------------------------|
| 2016 | <u>\$ 200,132</u> |
| Total Minimum Lease Payment | 200,132 |
| Less: Amount Representing Interest | <u>(8,232)</u> |
| Present Value of Minimum Lease Payments | <u><u>\$ 191,900</u></u> |

H. Long-Term Debt

Long-term debt of the City at June 30, 2015 consisted of revenue bonds payable solely from gross receipts tax revenues, revenue bonds payable solely from revenues of enterprise funds, general obligation bonds payable solely from property tax revenues, notes payable from gross receipts tax revenues, notes payable from lodger's tax revenues, notes payable from revenues of enterprise funds, capital leases, and compensated absences payable.

During FY 2015-15 the City issued the Gross Receipts Tax Revenue Bonds, Series 2014, in the par amount of \$15,460,000, maturing June 1, 2029 and carrying interest rates from 2.25% - 5.00%. These bonds were used to fund capital improvement projects. Total City revenue bonded debt including governmental and business-type debt is as follows:

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

| <u>Purpose</u> | <u>Interest Rates</u> | <u>Amount</u> |
|----------------------------|-----------------------|------------------------------|
| Governmental Activities | 2.00 - 5.50% | \$ 90,240,000 |
| Business - Type Activities | 1.35 - 6.00% | 175,650,000 |
| | | <u><u>\$ 265,890,000</u></u> |

Annual debt service requirements for the City's revenue bonds to maturity are as follows:

| <u>Years Ended</u> <u>June 30</u> | <u>Governmental Activities</u> | | <u>Business - Type Activities</u> | |
|--------------------------------------|--------------------------------|-----------------------------|-----------------------------------|-----------------------------|
| | <u>Principal</u> | <u>Interest</u> | <u>Principal</u> | <u>Interest</u> |
| 2016 | \$ 7,920,000 | \$ 3,933,550 | \$ 9,350,000 | \$ 8,764,618 |
| 2017 | 8,175,000 | 3,679,450 | 9,810,000 | 8,294,270 |
| 2018 | 8,505,000 | 3,348,900 | 10,295,000 | 7,922,617 |
| 2019 | 8,450,000 | 2,981,100 | 10,905,000 | 7,462,292 |
| 2020 | 7,825,000 | 2,601,850 | 11,480,000 | 6,931,242 |
| 2021-2025 | 28,710,000 | 7,949,275 | 48,365,000 | 26,511,213 |
| 2026-2030 | 15,470,000 | 2,619,813 | 26,090,000 | 17,471,219 |
| 2031-2035 | 4,245,000 | 614,112 | 29,910,000 | 10,588,010 |
| 2036-2040 | 940,000 | 32,900 | 19,445,000 | 3,547,950 |
| Total | <u><u>\$ 90,240,000</u></u> | <u><u>\$ 27,760,950</u></u> | <u><u>\$ 175,650,000</u></u> | <u><u>\$ 97,493,431</u></u> |

During FY 2014-15 the City issued the General Obligation Bonds, Series 2014, (Parks and Trail Bonds and Sustainable Environmental Bonds), in the par amount of \$5,800,000, maturing August 1, 2034, and carrying interest rates from 3.00% to 4.00%. These bonds were used to fund parks, trails and sustainable environment projects.

Total City general obligation debt consisted of governmental debt as follows:

| <u>Purpose</u> | <u>Interest Rates</u> | <u>Amount</u> |
|-------------------------|-----------------------|-----------------------------|
| Governmental Activities | 2.50 - 5.00% | \$ 41,305,000 |
| | | <u><u>\$ 41,305,000</u></u> |

Annual debt service requirements for the City's general obligation bonds to maturity are as follows:

| <u>Years Ended</u> <u>June 30</u> | <u>Governmental Activities</u> | |
|--------------------------------------|--------------------------------|-----------------------------|
| | <u>Principal</u> | <u>Interest</u> |
| 2016 | \$ 2,035,000 | \$ 1,483,451 |
| 2017 | 2,100,000 | 1,420,089 |
| 2018 | 2,180,000 | 1,353,889 |
| 2019 | 2,265,000 | 1,283,214 |
| 2020 | 2,350,000 | 1,203,739 |
| 2021-2025 | 13,195,000 | 4,631,093 |
| 2026-2030 | 12,840,000 | 1,888,357 |
| 2031-2035 | 4,340,000 | 309,107 |
| Total | <u><u>\$ 41,305,000</u></u> | <u><u>\$ 13,572,939</u></u> |

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

Notes payable – Primary Government

The City serves as fiscal agent for the Buckman Direct Diversion Project, a regional water project.

During fiscal year 2007-2008 the City secured a loan from NMFA to partially fund construction of the regional Buckman Direct Diversion Project.

Note payable to NMFA (SANTAFE DW-2) issued on May 16, 2008, for the amount of \$15,150,000 at 2.00% interest with a maturity date of June 2029 from the Drinking Water State Revolving Loan Fund, to partially fund construction of the Buckman Direct Diversion Water Project.

During fiscal year 2012-2013 the City secured a loan from NMFA to partially fund a solar photovoltaic system for the Buckman Direct Diversion Project.

Note payable to NMFA (SANTAFE DW-4) issued on May 3, 2013, for the amount of \$2,525,000 at 2.00% interest with a maturity date anticipated to be June 2035 from the Drinking Water State Revolving Loan Fund, to partially fund construction of the Buckman Direct Diversion solar photovoltaic system. All project funds were not completely drawn at June 30, 2015 and a final debt service schedule was not determined.

The following represents the status of the two NMFA Drinking Water loans as of June 30, 2015.

| | |
|---|---------------|
| Buckman (#SANTAFE DW2) | \$ 11,218,201 |
| Buckman (#SANTAFE DW4) | 2,401,839 |
| | 13,620,040 |
| Less: Current Portion | (807,203) |
| Total Long Term Notes Payable | 12,812,837 |
| Less: Cash in Trust | (31) |
| Total LT Notes Payable Less Cash in Trust | \$ 12,812,806 |

During fiscal year 2004-2005 the City secured a loan from NMFA for the purpose of infrastructure improvements to the Railyard property. The loan is to be repaid from rental revenues of the Railyard Development Enterprise fund.

Note payable to NMFA issued on September 24, 2004, for the amount of \$579,025 at 5.10% interest with a maturity date of May 2024 for infrastructure improvements related to electric, gas and telecommunication utilities at the Railyard Redevelopment Project property.

During fiscal year 2006-2007 the City secured an additional loan from NMFA for the purpose of infrastructure improvements to the railyard property. The loan is to be repaid from rental revenues of the Railyard Development Enterprise Fund.

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

Note payable to the NMFA issued on October 20, 2006, for the amount of \$892,227 at 5.985% interest with a maturity date of October 2026 for infrastructure improvements related to water and waste water, streets, drainage and traffic at the Railyard Development Project property.

The following represents the status of the railyard loans as of June 30, 2015.

| | |
|---|-------------------|
| Railyard Infrastructure #8 | \$ 370,137 |
| Railyard Infrastructure #15B | 670,063 |
| Total Notes Payable | <u>1,040,200</u> |
| Less: Current Portion | <u>(78,077)</u> |
| Total Long Term Notes Payable | 962,123 |
| Less: Cash in Trust | - |
| Total LT Notes Payable Less Cash In Trust | <u>\$ 962,123</u> |

During fiscal year 2009-2010 the City secured a loan from NMFA for the acquisition and improvement of land, buildings and other real property owned by the College of Santa Fe. The City, in conjunction with the State of New Mexico, the New Mexico Finance Authority, the LaSalle Christian Brothers (who founded the college), Laureate Education, Inc., and a number of other affected parties, negotiated an arrangement whereby, among other things, the City would purchase the facilities and make certain essential upgrades, the College's prior debt would be relieved, and Laureate Education, Inc., would lease and manage the college. The long-term lease with Laureate requires the payment of rent to the City sufficient to cover the debt service on the NMFA loan. The City has retained the right to sell the property subject to Laureate Education, Inc., having the right of first offer, right of first refusal and purchase option.

Note payable to NMFA issued September 14, 2009 for the amount of \$29,615,000 at a 6.889% average interest with a maturity date of June 2036, for the purpose of purchasing the facilities of the College of Santa Fe.

During fiscal year 2010-11 the name of the college was officially changed from the College of Santa Fe to the Santa Fe University of Art and Design.

The following represents the status of this loan as of June 30, 2015.

| | |
|---|----------------------|
| Santa Fe University of Art & Design | \$ 26,375,000 |
| Total Notes Payable | 26,375,000 |
| Less: Current Portion | <u>(715,000)</u> |
| Total Long Term Notes Payable | 25,660,000 |
| Less: Cash in Trust | <u>(6)</u> |
| Total LT Notes Payable Less Cash In Trust | <u>\$ 25,659,994</u> |

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

During fiscal year 2014-2015 the City secured a loan from NMFA for the purpose of purchasing transit buses. The Transit loan will be repaid from the municipal gross receipts tax share allocated to Transit.

Note payable to NMFA issued August 1, 2014, for the amount of \$3,500,000 at 2.41% interest with a maturity date of June 1, 2026 for the purchase of transit buses.

The following represents the status of the NMFA Transit loan as of June 30, 2015.

| | |
|---|---------------------|
| Transit Buses | \$ 3,270,193 |
| Total Notes Payable | 3,270,193 |
| Less: Current Portion | (276,320) |
| Total Long Term Notes Payable | 2,993,873 |
| Less: Cash in Trust | (1) |
| Total LT Notes Payable Less Cash In Trust | <u>\$ 2,993,872</u> |

During fiscal year 2008-2009 the City secured an additional loan from NMFA for the purpose of purchasing land for City facilities. The Land Acquisition loan will be repaid from the ½% gross receipts tax.

Note payable to NMFA issued August 1, 2008, for the amount of \$3,610,000 at 4.316% interest with a maturity date of June 1, 2028 for the purchase of land for City purposes.

The following represents the status of the NMFA Land Acquisition loan as of June 30, 2015.

| | |
|---|---------------------|
| Land Acquisition | \$ 2,663,866 |
| Total Notes Payable | 2,663,866 |
| Less: Current Portion | (158,885) |
| Total Long Term Notes Payable | 2,504,981 |
| Less: Cash in Trust | (1) |
| Total LT Notes Payable Less Cash In Trust | <u>\$ 2,504,980</u> |

The NMFA notes represent balances available to the City for capital projects. For most of these loans, the City makes payments on the entire amount of the note even if the entire balance has not been drawn. The exceptions to this are drinking water loans which are handled through NMFA for which debt service schedules are not finalized until all project funds have been drawn. NMFA loans not drawn are kept in a trust account held by NMFA on behalf of the City and are applied to principal if the money is not drawn by a specified period.

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

The debt service requirements to maturity for long term notes payable at June 30, 2015 are as follows:

| Years Ended June 30 | Governmental Activities | | Business - Type Activities | |
|------------------------|-------------------------|------------|----------------------------|---------------|
| | Principal | Interest | Principal | Interest |
| 2016 | \$ 158,885 | \$ 116,983 | \$ 1,876,600 | \$ 1,867,480 |
| 2017 | 164,716 | 111,152 | 1,928,270 | 1,818,403 |
| 2018 | 170,975 | 104,893 | 1,981,541 | 1,764,437 |
| 2019 | 177,695 | 98,173 | 2,046,579 | 1,706,256 |
| 2020 | 184,891 | 90,977 | 2,108,387 | 1,643,698 |
| 2021-2025 | 1,052,088 | 327,253 | 11,686,918 | 7,074,371 |
| 2026-2030 | 754,616 | 72,987 | 11,188,818 | 4,791,276 |
| 2031-2035 | - | - | 9,393,320 | 2,329,034 |
| 2036-2040 | - | - | 2,095,000 | 127,167 |
| Total | \$ 2,663,866 | \$ 922,418 | \$ 44,305,433 | \$ 23,122,122 |

Advance and current refunding

During fiscal year 2014-2015 the City advance refunded a loan. The NMFA Refunding Loan SANTA FE #27 was issued April 8, 2015, in the par amount of \$33,790,000 at rates from 1.35% to 5.10%, to advance refund all but two years of the NMFA Loan SANTAFE #14 used to construct the City of Santa Fe Community Convention Center. Proceeds from the SANTAFE #27 refunding loan were used to purchase Federal securities necessary and sufficient to pay the refunded loan requirements. Said securities, earnings, and related cash were deposited in a separate and special trust fund with the NMFA. The portion of the SANTAFE #14 loan advance refunded in the amount of \$34,550,000 is hereby considered to be defeased and the liability has been removed from the City's long term debt. This advance refunding was undertaken to allow the City to achieve a reduction in total debt service payment over twenty-one years of \$5,800,337 and resulted in an economic gain of \$4,216,474.

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

Changes in long-term liabilities

The changes in long-term debt during the year ended June 30, 2015, are as follows:

| | Oustanding June 30, 2014 | Additions | Reductions | Oustanding June 30, 2015 | Due Within One Year |
|--------------------------------------|-----------------------------|----------------------|------------------------|-----------------------------|------------------------|
| Governmental Activities: | | | | | |
| Revenue Bonds Payable | \$ 82,355,000 | \$ 15,460,000 | \$ (7,575,000) | \$ 90,240,000 | \$ 7,920,000 |
| General Obligation Bonds Payable | 37,265,000 | 5,800,000 | (1,760,000) | 41,305,000 | 2,035,000 |
| New Mexico Finance Authority Loans | 2,817,334 | - | (153,468) | 2,663,866 | 158,885 |
| HUD Section 108 | 189,000 | - | (189,000) | - | - |
| Add. Deferred Amount (prem./disc.) | 7,614,219 | 3,069,723 | (1,254,398) | 9,429,544 | 892,882 |
| Compensated Absences | 5,022,410 | 256,654 | (259,873) | 5,019,191 | 222,618 |
| Capital Leases | 383,800 | - | (191,900) | 191,900 | 191,900 |
| Governmental Activity | \$ 135,646,763 | \$ 24,586,377 | \$ (11,383,639) | \$ 148,849,501 | \$ 11,421,285 |
| Business - Type Activities: | | | | | |
| Convention Center Bonds | \$ 44,175,000 | \$ 33,790,000 | \$ (48,719,000) | \$ 29,246,000 | \$ 1,295,000 |
| Parking Bonds | - | 12,407,500 | (58,500) | 12,349,000 | - |
| Water Revenue Bonds | 93,230,000 | - | (3,350,000) | 89,880,000 | 3,500,000 |
| Wastewater Revenue Bonds | 17,095,000 | - | (1,725,000) | 15,370,000 | 1,840,000 |
| Solid Waste Revenue Bonds | 9,360,000 | - | (865,000) | 8,495,000 | 900,000 |
| Municipal Recreation Complex Revenue | 8,265,000 | - | (920,000) | 7,345,000 | 980,000 |
| Railyard Refunding Bonds | 9,175,000 | - | (640,000) | 8,535,000 | 665,000 |
| Market Station Bonds | 4,600,000 | - | (170,000) | 4,430,000 | 170,000 |
| New Mexico Finance Authority Loans | 42,605,655 | 3,500,000 | (1,800,222) | 44,305,433 | 1,876,600 |
| Add. Deferred Amount (prem./disc.) | 7,100,426 | 3,543,983 | (1,405,687) | 9,238,722 | 1,540,421 |
| Compensated Absences | 2,178,736 | - | (155,410) | 2,231,772 | 158,153 |
| Business - Type Activity | \$ 237,784,817 | \$ 53,241,483 | \$ (59,808,819) | \$ 231,425,927 | \$ 12,925,174 |

The Convention Center Bonds \$33,790,000 advance refunding NMFA loan paid off \$34,550,000 of the original loan. A portion of the loan was separated by moving the parking garage debt and capital asset to the Parking fund in the amount of \$12,407,500. With the annual debt of \$1,716,500, the total debt reduction to the convention Center was \$48,719,000.

Internal Service Funds predominantly serve governmental funds. Accordingly, long-term liabilities for these are included as part of the above totals for governmental activities. At year end, \$71,960 of internal service funds compensated absences is included in the above amounts. The amount \$222,618 of compensated absences is the amount of compensated absences due within one year included in "long-term liabilities, due within one year" for the governmental activities on the government-wide statement of net position.

Defeased Debt

In prior years, the City defeased certain revenue and other bonds by placing the proceeds of the new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and liabilities for the defeased bonds are not

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

included in the City's financial statements. As of June 30, 2015, \$34,550,000 of outstanding debt to the New Mexico Finance Authority was considered defeased.

I. Segment information

Segment information reflects an activity reported as an enterprise fund or another stand-alone entity for which one or more revenue bonds or other revenue-backed debt instruments are outstanding based on a specific identifiable revenue stream pledged in support of the bonds. The City has five such enterprise funds: Waste Water Management, Water Management, Santa Fe Convention Center, Environmental Services and the Municipal Recreation Complex (MRC). Waste Water Management, Water Management, Environmental Services, and Santa Fe Convention Center are all reported as major funds. Financial segment information for the non-major enterprise fund for Fiscal Year Ended June 30, 2015 is as follows:

Condensed Statement of Net Position June 30, 2015

| | MRC |
|----------------------------------|----------------|
| Assets: | |
| Current Assets | \$ 187,985 |
| Capital Assets | 5,013,143 |
| Deferred Outflows | 66,418 |
| Total Assets | 5,267,546 |
| Liabilities: | |
| Current Liabilities | 1,747,732 |
| Noncurrent Liabilities | 6,903,129 |
| Total Liabilities | 8,650,861 |
| Deferred Inflows of resources | 118,021 |
| Total deferred inflows | 118,021 |
| Net Positon: | |
| Net Investment in Capital Assets | (2,487,424) |
| Unrestricted | (1,013,912) |
| Total Net Positon | \$ (3,501,336) |

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

Condensed Statement of Revenues, Expenses, and changes in Net Position June 30, 2015

| | MRC |
|--|-----------------------|
| User Fees | \$ 1,114,221 |
| Depreciation | (195,941) |
| Other Operating Expense | (1,198,968) |
| Operating Income | (280,688) |
| Nonoperating Revenues (expenses): | |
| Investment Earnings | 3,376 |
| Intergovernmental | 44,378 |
| Interest Expense | (365,194) |
| Prem(Discount) debt service interest | 17,286 |
| Operating Transfers In/Out | 1,583,472 |
| Total Nonoperating Revenues (expenses) | 1,283,318 |
| Change in Net Position | 1,002,630 |
| Beginning Net Position | (4,069,340) |
| Restatement of pension liability | (434,626) |
| Beginning Net Position - restated | (4,503,966) |
| Ending Net Position | \$ (3,501,336) |

Condensed Statement of Cash Flows June 30, 2015

| | MRC |
|--|-------------|
| Net Cash Provided (used) by: | |
| Operating Activities | \$ 26,390 |
| Noncapital Financing Activities | 1,408,727 |
| Capital and Related Financing Activities | (1,438,133) |
| Investing Activities | 3,016 |
| Net Increase (decrease) | - |
| Beginning Cash and Cash Equivalents | - |
| Ending Cash and Cash Equivalents | \$ - |

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

V. Other information

A. 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 for which the City carries various insurance. The City administers its insurance coverage through the Risk Management Office. The Risk Management Fund, Santa Fe Health Fund/Dental Fund, and Worker's Compensation Fund are reported as Internal Service funds. Premiums are paid into the funds by all other funds and available to pay claims, claim reserves, and administrative costs of the programs. The City purchases commercial insurance for claims in excess of coverage provided by the funds and for other risks of loss. The City has had no significant reduction in insurance coverage from the prior year and, as of June 30, 2015; such inter-fund premiums did not exceed reimbursable expenditures.

The Risk Management Fund accounts for general liability, auto liability, public official errors and omissions and law enforcement liability through independent conventional insurance carriers. The City is self-insured for the first \$100,000 per public official errors and omissions and the first \$50,000 for general and auto liability claims and law enforcement liability claims.

The Santa Fe Health/Dental Fund accounts for the self-insured program for employee health and major medical benefits. Claims are handled by a professional third-party claims administrator. The City maintains specific stop loss coverage for individual claims in excess of \$225,000 and aggregate coverage of cumulative claims in excess of 125% of expected claims.

The Workers' Compensation Fund accounts for the self-insured program and for worker's compensation coverage. Claims are handled by a professional, third-party claims administrator. The City maintains specific stop loss coverage for individual claims in excess of \$500,000 with a \$1,000,000 statutory limit.

Liabilities of the funds are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNRs). The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines, and damage award. Accordingly, claims are reevaluated periodically to consider the effects of inflation, recent claim settlement trends (including frequency and amount of pay-outs), and other economic and social factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expenses related to specific claims and other claim adjustment expenses regardless of whether allocated to specific claims. Estimated recoveries, for example from salvage or subrogation, are another component of the claims liability estimated. An excess coverage insurance policy covers individual claims in various levels. Settlements have not exceeded coverage for each of the past three fiscal years.

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

Union Sick Leave Bank accounts for donations of leave from union employees to support other union employees in need of leave.

Changes in the balances of claims liabilities during the past two years are as follows:

| | Beginning of Fiscal Year Liability | Current Year Claims and Changes in Estimates | Claims Payment | Balance at Fiscal Year End |
|-----------------------------|---|---|---------------------------|---------------------------------------|
| 2013-2014 | | | | |
| Risk Management Fund | \$ 1,873,258 | \$ 2,149,232 | \$ 1,854,941 | \$ 2,167,549 |
| Santa Fe Health/Dental Fund | 959,780 | 20,749,009 | 19,242,815 | 2,465,974 |
| Workers' Compensation Fund | 4,037,396 | 1,221,707 | 1,124,374 | 4,134,729 |
| | \$ 6,870,434 | \$ 24,119,948 | \$ 22,222,130 | \$ 8,768,252 |
| 2014-2015 | | | | |
| Risk Management Fund | \$ 2,167,549 | \$ 551,740 | \$ 957,501 | \$ 1,761,788 |
| Santa Fe Health/Dental Fund | 2,465,974 | 17,187,472 | 17,187,471 | 2,465,975 |
| Workers' Compensation Fund | 4,134,729 | 1,497,191 | 1,473,289 | 4,158,631 |
| | \$ 8,768,252 | \$ 19,236,403 | \$ 19,618,261 | \$ 8,386,394 |

B. Contingent liabilities

The City receives significant financial assistance from federal and state sources in the form of grants and entitlements. The disbursements of the funds received are generally limited to specific compliance requirements as specified in the grant agreement. During the period under audit, the City also had its grants audited under the audit requirements of the Office of Management and Budgets Circular A-133 and the U. S. Department of Housing and Urban Development. The Federal agencies reserve the right to review the scope of the audit and conduct a follow-up review if deemed necessary. Any disallowed claims resulting from such audits could become a liability of the general fund or any other applicable City fund. The City, however, believes that liabilities resulting from disallowed claims, if any, would not have a material effect on the City's financial position at June 30, 2015.

The City Attorney's Office is involved in several legal actions arising from the ordinary course of operations. With respect to these actions, the City Attorney's Office believes the outcomes will not have a material adverse effect on the City's financial position.

C. Jointly governed organizations

Under authorization of the New Mexico State Statute 11-1-1, the City of Santa Fe joined the County of Santa Fe to jointly undertake their powers to dispose of solid waste as mandated by State and Federal regulations and provide a more efficient and cost-effective method of solid waste disposal to the City and County citizens. The Solid Waste Management Agency was established February, 1995, as a public entity separate from the City or the County. The Board of Directors for the joint venture consists of three members who are appointed by the City's mayor with the approval of the City Council and three members who are appointed by the Board

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

of County Commissioners. The Agency is charged to comply with all laws, rules, and regulations of operations under the permit issued from the New Mexico Environmental Department.

The Agency has its own financial statements as a separate entity, audited on an annual basis. The City serves as the fiscal agent. Completed financial statements for the Agency may be obtained at the Santa Fe Solid Waste Management Agency, 149 Wildlife Way, Santa Fe, NM 87506.

Under a joint powers agreement for the Buckman Direct Diversion Project (BDD) dated January 11, 2005, the City of Santa Fe joined the County of Santa Fe to design and construct the BDD project in order to divert surface water from the Rio Grande River to the independent water systems of the City and County. The City and County each own 50% of the BDD project and have established a board to oversee the planning, procurement, financing, permitting, design, construction, operations and management of the BDD project. The BDD Board is comprised of two members of the governing body of the City of Santa Fe, two members of the Board of Santa Fe County Commissioners and one citizen member at large appointed by a majority vote of the four other members. The project is essentially complete as of December, 2010. First water delivery was approved to enter the Santa Fe region water systems as of January 2011 by the New Mexico Environment Department. The City of Santa Fe and Santa Fe County are responsible on an ongoing basis for financial and operating costs of the system. The City is a fiscal agent for the project through a project management and fiscal services agreement in effect through December 2015. Fiscal services include maintaining separate books and accounts of all transactions that relate to the project including third party transactions. The BDD project has its own financial statements and is audited on an annual basis. Completed financial statements for the BDD project may be obtained at the City of Santa Fe, 200 Lincoln Street, Santa Fe, NM 87505.

The City of Santa Fe appoints open board positions for the Santa Fe Housing Authority, a related organization. The Housing Authority is not financially accountable to the City. The City leases certain land to the Housing Authority for \$1 per year providing significant in kind support to the Housing Authority for its operations. No other transactions between the organizations occurred.

D. Post-employment benefits- State Retiree Health Care Plan

Plan Description. The City contributes to the New Mexico Retiree Health Care Fund, a cost-sharing multiple-employer defined benefit post-employment healthcare plan administered by The New Mexico Retiree Health Care Authority (RHCA). The RHCA provides health care insurance and prescription drug benefits to retired employees of participating New Mexico government agencies, their spouses, dependents, and surviving spouses and dependents. The RHCA Board was established by the Retiree Health Care Act (Chapter 10, Article 7C, NMSA 1978). The Board is responsible for establishing and amending benefit provisions of the healthcare plan and is also authorized to designate optional and/or voluntary benefits like dental, vision, supplemental life insurance, and long-term policies.

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

Eligible retirees are: 1) retirees who make contributions to the fund for at least five years prior to retirement and whose eligible employer during that period of time made contributions as a participant in the RHCA plan on the person's behalf unless that person retires before the employer's RHCA effective date, in which event the time period required for employee and employer contributions shall become the period of time between the employer's effective date and the date of retirement ; or (2) retirees defined by the Act who retired prior to July 1, 1990; 3) former legislators who served at least two years; and 4) former governing authority member who served at least four years.

The RHCA issues a publicly available stand-alone financial report that includes financial statements and required supplementary information for the post-employment healthcare plan. The report and further information can be obtained in writing to the Retiree Health Care Authority at 4308 Carlisle Blvd. NE, Suite 104, Albuquerque, NM 87107.

Funding Policy. The Retiree Health Care Act (Section 10-7C-13 NMSA 1978) authorizes the RHCA Board to establish the monthly premium contributions that retirees are required to pay for healthcare benefits. Each participating retiree pays a monthly premium according to a service based subsidy rate schedule for the medical plus basic life plan plus an additional participation fee of five dollars if the eligible participant retired prior to the employer's RHCA effective date or is a former legislator or former governing authority member. Former legislators and governing authority members are required to pay 100% of the insurance premium to cover their claims and the administrative expenses of the plan. The monthly premium rate schedule can be obtained from the RHCA or viewed on their website at www.nmrhca.state.nm.us.

The employer, employee and retiree contributions are required to be remitted to the RHCA on a monthly basis. The statutory requirements for the employer and employee contributions can be changed by the New Mexico State Legislature. Employers that choose to become participating employers after January 1, 1998, are required to make contributions to the RHCA fund in the amount determined to be appropriate by the board.

The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of the participating employers and their employees. During the fiscal year ended June 30, 2015, the statute required each participating employer to contribute 2% of each participating employee's annual salary; each participating employee was required to contribute 1.0% of their salary.

For employees who are members of an enhanced retirement plan (state police and adult correctional officer coverage plan 1; municipal police member coverage plans 3, 4, and 5; municipal fire member coverage plan 3, 4, and 5; municipal detention officer member coverage plan 1; and members pursuant to the Judicial Retirement Act [10-12B-1 NMSA1978]), during the fiscal year ended June 30, 2015, the statute required each participating employer to contribute 2.5% of each participating employee's annually salary, and each participating employee was required to contribute 1.25% of their salary.

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

In addition, pursuant to Section 10-7C-15(G) NMSA 1978, at the session of the Legislature following July 1, 2013, the legislature shall review and adjust the distributions pursuant to Section 7-1-6.1 NMSA 1978 and the employer and employee contributions to the authority in order to ensure the actuarial soundness of the benefits provided under the Retiree Health Care Act.

The City's contributions to RHCA for the years ending June 30, 2015, 2014, and 2013 were \$1,335,614, \$1,316,748, and \$1,317,290, equal to the required contribution.

E. Pension plan – Public Employers Retirement Association

General Information about the Pension Plan

Plan description. The Public Employees Retirement Fund (PERA Fund) is a **cost-sharing, multiple employer defined benefit pension plan**. This fund has six divisions of members, including State General, State Police/Adult Correction Officer, Municipal General, Municipal Police/Detention Officers, Municipal fire, and State Legislative Divisions, and offers 24 different types of coverage within the PERA plan. All assets accumulated may be used to pay benefits, including refunds of member contributions, to any of the plan members or beneficiaries, as defined by the terms of this plan. Certain coverage plans are only applicable to a specific division. Eligibility for membership in the PERA Fund is set forth in the Public Employees Retirement Act (Chapter 10, Article 11, NMSA 1978). Except as provided for in the Volunteer Firefighters Retirement Act (10-11A-1 to 10-11A-7, NMSA 1978), the Judicial Retirement Act (10-12B-1 to 10-12B-19, NMSA 1978), the Magistrate Retirement Act (10-12C-1 to 10-12C-18, NMSA 1978), and the Educational Retirement Act (Chapter 22, Article 11, NMSA 1978), and the provisions of Sections 29-4-1 through 29-4-11, NMSA 1978 governing the State Police Pension Fund, each employee and elected official of every affiliated public employer is required to be a member in the PERA Fund.

PERA issues a publicly available financial report and a comprehensive annual financial report that can be obtained at <http://saonm.org> using the Audit Report Search function for agency 2690.

Benefits provided. For a description of the benefits provided and recent changes to the benefits see Note 1 in the PERA audited financial statements for the fiscal year ended June 30, 2015 available at

http://www.pera.state.nm.us/pdf/AuditFinancialStatements/366_Public_Employees_Retirement_Association_2014.pdf.

Contributions. The contribution requirements of defined benefit plan members and the City of Santa Fe are established in state statute under Chapter 10, Article 11, NMSA 1978. The contribution requirements may be amended by acts of the legislature. For the employer and employee contribution rates in effect for FY14 for the various PERA coverage options, for both Tier I and Tier II, see the tables available in the note disclosures on pages 29 through 31 of the PERA FY14 annual audit report at

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

http://osanm.org/media/audits/366_Public_Employees_Retirement_Association_2014.pdf. The PERA coverage options that apply to City of Santa Fe are: Municipal General Division, Municipal Police Division and Municipal Fire Division. Statutorily required contributions to the pension plan from the City of Santa Fe were \$7,600,102 and there were \$7,073,594 employer paid member benefits that were “picked up” by the employer for the year ended June 30, 2015.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: The PERA pension liability amounts, net pension liability amounts, and sensitivity information were based on an annual actuarial valuation performed as of June 30, 2013. The PERA pension liability amounts for each division were rolled forward from the valuation date to the Plan year ending June 30, 2014, using generally accepted actuarial principles. Therefore, the employer’s portion was established as of the measurement date June 30, 2014.

The assets of the PERA fund are held in one trust, but there are six distinct membership groups (municipal general members, municipal police members, municipal fire members, state general members, state police members and legislative members) for whom separate contribution rates are determined each year pursuant to chapter 10, Article 11 NMSA 1978. Therefore, the calculations of the net pension liability, pension expense and deferred inflows and outflows were performed separately for each of the membership groups: municipal general members; municipal police members; municipal fire members; state general members; state police members and legislative members.

City of Santa Fe’s proportion of the net pension liability for each membership group that the employer participates in is based on the employer contributing entity’s percentage of that membership group’s total employer contributions for the fiscal year ended June 30, 2014. Only employer contributions for the pay period end dates that fell within the period of July 1, 2013 to June 30, 2014 were included in the total contributions for a specific employer. Regular and any adjustment contributions that applied to FY 2014 are included in the total contribution amounts. In the event that an employer is behind in reporting to PERA its required contributions, an estimate (receivable) was used to project the unremitted employer contributions. This allowed for fair and consistent measurement of the contributions with the total population. This methodology was used to maintain consistent measurement each year in determining the percentages to be allocated among all the participating employers.

For PERA Fund Municipal General Division, at June 30, 2015, City of Santa Fe reported a liability of \$42,647,687 for its proportionate share of the net pension liability. At June 30, 2014, City of Santa Fe’s proportion was 5.4669% percent, which was unchanged from its proportion measured as of June 30, 2013, due to the insignificance of the difference. For the year ended June 30, 2015, City of Santa Fe recognized PERA Fund Municipal General Division pension expense of \$6,656,409. At June 30, 2015, City of Santa Fe reported PERA Fund Municipal General Division deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|--|--------------------------------------|-------------------------------------|
| Change in assumptions | \$ - | \$ 28,904 |
| Net difference between projected and actual earning on pension plan investment | - | 16,684,900 |
| City of Santa Fe's contributions subsequent to the measurement date | 8,958,197 | - |
| Total | \$ 8,958,197 | \$ 16,713,804 |

\$8,958,197 reported as deferred outflows of resources related to pensions resulting from City of Santa Fe's contributions subsequent to the measurement date June 30, 2014 will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:

| | |
|------------|----------------|
| 2016 | \$ (4,178,415) |
| 2017 | (4,178,415) |
| 2018 | (4,178,415) |
| 2019 | (4,178,415) |
| 2020 | (144) |
| Thereafter | - |

For PERA Fund Municipal Police Division, at June 30, 2015, City of Santa Fe reported a liability of \$15,588,474 for its proportionate share of the net pension liability. At June 30, 2014, City of Santa Fe's proportion was 4.7819 percent, which was unchanged from its proportion measured as of June 30, 2013, due to the insignificance of the difference.

For the year ended June 30, 2015, City of Santa Fe recognized PERA Fund Municipal Police Division pension expense of \$1,857,747. At June 30, 2015, City of Santa Fe reported PERA Fund Municipal Police Division deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|--|--------------------------------------|-------------------------------------|
| Change in assumptions | \$ - | \$ 1,266,315 |
| Net difference between projected and actual earning on pension plan investment | - | 5,796,483 |
| City of Santa Fe's contributions subsequent to the measurement date | <u>2,975,446</u> | <u>-</u> |
| Total | <u>\$ 2,975,446</u> | <u>\$ 7,062,798</u> |

\$2,975,446 reported as deferred outflows of resources related to pensions resulting from City of Santa Fe's contributions subsequent to the measurement date June 30, 2014 will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

| | |
|---------------------|----------------|
| Year ended June 30: | |
| 2016 | \$ (1,764,125) |
| 2017 | (1,764,125) |
| 2018 | (1,764,125) |
| 2019 | (1,764,125) |
| 2020 | (6,298) |
| Thereafter | - |

For PERA Fund Municipal Fire Division, at June 30, 2015, City of Santa Fe reported a liability of \$29,910,003 for its proportionate share of the net pension liability. At June 30, 2014, City of Santa Fe's proportion was 7.1658 percent, which was unchanged from its proportion measured as of June 30, 2013, due to the insignificance of the difference.

For the year ended June 30, 2015, City of Santa Fe recognized PERA Fund Municipal Fire Division pension expense of \$3,697,095. At June 30, 2015, City of Santa Fe reported PERA Fund Municipal Fire Division deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|--|--------------------------------------|-------------------------------------|
| Change in assumptions | \$ 1,038,316 | \$ - |
| Net difference between projected and actual earning on pension plan investment | - | 4,142,726 |
| City of Santa Fe's contributions subsequent to the measurement date | <u>2,740,053</u> | <u>-</u> |
| Total | <u>\$ 3,778,369</u> | <u>\$ 4,142,726</u> |

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

\$3,778,369 reported as deferred outflows of resources related to pensions resulting from City of Santa Fe's contributions subsequent to the measurement date June 30, 2014 will be recognized as a reduction of the net pension liability in the year ended June 30, 2016.

Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

| | |
|---------------------|---------------|
| Year ended June 30: | |
| 2016 | \$ (777,394) |
| 2017 | (777,394) |
| 2018 | (777,394) |
| 2019 | (777,394) |
| 2020 | 5,166 |
| Thereafter | - |

Actuarial assumptions. As described above, the PERA Fund member group pension liabilities and net pension liabilities are based on actuarial valuations performed as of June 30, 2013 for each of the membership groups. Then each PERA Fund member group pension liability was rolled forward from the valuation date to the Plan year ending June 30, 2014 using generally accepted actuarial principles. There were no significant events or changes in benefit provisions that required an adjustment to the roll-forward liabilities as of June 30, 2014. These actuarial methods and assumptions were adopted by the Board for use in the June 30, 2014 actuarial valuation.

| | |
|----------------------------|--|
| Actuarial valuation date | June 30, 2013 |
| Actuarial cost method | Entry age normal |
| Amortization method | Level percentage of pay |
| Amortization period | Solved for based on statutory rates |
| Asset valuation method | Fair value |
| Actuarial assumptions: | |
| Investment rate of return | 7.75% annual rate, net of investment expense |
| Payroll growth | 3.50% annual rate |
| Projected salary increases | 3.50 to 14.25% annual rate |
| Includes inflation at | 3.00% annual rate |

The long-term expected rate of return on pension plan investments was determined using a statistical analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and most recent best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

| ALL FUNDS - Asset Class | Target Allocation | Long-Term Expected Real Rate of Return |
|--------------------------------|--------------------------|---|
| US Equity | 21.10% | 5.00% |
| International Equity | 24.80 | 5.20 |
| Private Equity | 7.00 | 8.20 |
| Core and Global Fixed Income | 26.10 | 1.85 |
| Fixed Income Plus Sectors | 5.00 | 4.80 |
| Real Estate | 5.00 | 5.30 |
| Real Assets | 7.00 | 5.70 |
| Absolute Return | 4.00 | 4.15 |
| Total | 100.00% | |

Discount rate: The discount rate used to measure the total pension liability was 7.75 percent. The projection of cash flows used to determine the discount rate assumed that future contributions will be made in accordance with statutory rates. On this basis, the pension plan's fiduciary net position together with the expected future contributions are sufficient to provide all projected future benefit payments of current plan members as determined in accordance with GASBS 67. Therefore, the 7.75% assumed long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Employer's proportionate share of the net pension liability to changes in the discount rate. The following tables show the sensitivity of the net pension liability to changes in the discount rate. In particular, the tables present City of Santa Fe's net pension liability in each PERA Fund Division that City of Santa Fe participates in, under the current single rate assumption, as if it were calculated using a discount rate one percentage point lower (6.75%) or one percentage point higher (8.75%) than the single discount rate.

PERA Fund Municipal General Division

| | 1% Decrease (6.75%) | Current Discount Rate (7.75%) | 1% Increase (8.75%) |
|---|--------------------------------|--|--------------------------------|
| City of Santa Fe's proportionate share of the net pension liability | \$ 80,400,480 | \$ 42,647,687 | \$ 13,481,847 |

PERA Fund Municipal Police Division

| | 1% Decrease (6.75%) | Current Discount Rate (7.75%) | 1% Increase (8.75%) |
|---|--------------------------------|--|--------------------------------|
| City of Santa Fe's proportionate share of the net pension liability | \$ 29,727,244 | \$ 15,588,474 | \$ 5,031,245 |

PERA Fund Municipal Fire Division

| | 1% Decrease (6.75%) | Current Discount Rate (7.75%) | 1% Increase (8.75%) |
|---|--------------------------------|--|--------------------------------|
| City of Santa Fe's proportionate share of the net pension liability | \$ 42,260,593 | \$ 29,910,003 | \$ 20,800,966 |

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued FY14 Restated PERA financial report. The report is available at <http://www.pera.state.nm.us/publications.html>.

Payables to the pension plan. There were no unpaid contractually required employer contributions outstanding to PERA at June 30, 2015.

F. Conduit debt obligations

The City of Santa Fe has issued Industrial Revenue Bonds to provide financial assistance to private-sector and not-for-profit entities for the acquisition and construction of industrial, commercial, educational, and health care facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received from the entities involved. Upon repayment of the bonds, ownership of the acquired facilities transfers to the entity served by the bond issuance. Neither the City or the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

No conduit bonds were issued by the City during Fiscal Year 2014-15. As of June 30, 2015, there were three series of Industrial Revenue Bonds authorized and outstanding.

G. Subsequent Events

The date to which events occurring after June 30, 2015, the date of the most recent statement of net position, have been evaluated for possible adjustment to the financial statements or disclosures is December 6, 2015 which is the date on which the financial statements were issued.

H. New Accounting Standards

In February 2015, GASB Statement No. 72 *Fair Value Measurement and Application*, was issued. Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2015. Earlier application is encouraged. The City will implement this standard during the fiscal year ended June 30, 2016. The City is still evaluating how this pronouncement will affect the financial statements.

In June 2015, GASB Statement No. 73 *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*, was issued. Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2016. Earlier application is encouraged. The City is still evaluating how this pronouncement will affect the City.

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2015

In June 2015, GASB Statement No. 74 *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*, was issued. Effective Date: The provisions of this Statement are effective for fiscal years beginning after June 15, 2016. This pronouncement will not effect the City's financial statements.

In June 2015, GASB Statement No. 75 *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, was issued. Effective Date: The provisions of this Statement are effective for fiscal years beginning after June 15, 2017. The standard will be implemented during the fiscal year ended June 30, 2018. The City expects this pronouncement to have a material effect on the financial statements.

In June 2015, GASB Statement No. 76 *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*, was issued. Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2015. Earlier application is encouraged. The City will implement this standard during the fiscal year ended June 30, 2016. The City is still evaluating how this pronouncement will affect the City.

In August 2015, GASB Statement No. 77 *Tax Abatement Disclosures*, was issued. Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after December 15, 2015. Earlier application is encouraged. The City will implement this standard during the fiscal year ended June 30, 2017. The City is still evaluating how this pronouncement will effect the financial statements.

I. Net Position Restatement

The City has recorded a prior period adjustment in the amount of \$(117,019,520) to record the beginning balance of the net pension liability and a prior period adjustment of \$14,203,597 to record a beginning deferred outflow for employer contributions after the beginning measurement date of June 30, 2013 but before July 1, 2014. These adjustments were required for implementation of GASBS 68 and GASBS 71. Total beginning net position was restated by (\$102,815,923).

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of City of Santa Fe's Proportionate Share of the Net Pension Liability of PERA
Municipal General Division
Public Employees Retirement Association (PERA) Plan
Last 10 Fiscal Years*

| | 2015 Measurement Date As of and for the Year Ended <u>June 30, 2014</u> |
|--|--|
| City of Santa Fe's proportion of the net pension liability | 5.4669% |
| City of Santa Fe's proportionate share of the net pension liability | \$ 42,647,687 |
| City of Santa Fe's covered-employee payroll | \$ 44,378,612 |
| City of Santa Fe's proportionate share of the net pension liability as a Percentage of its covered-employee payroll | 96.10% |
| Plan fiduciary net position as a percentage of the total pension liability | 81.29% |

* The amounts presented were determined as of June 30. This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, City of Santa Fe will present information for those years for which information is available.

See independent auditors' report
See notes to required supplementary information

Schedule of City of Santa Fe's Proportionate Share of the Net Pension Liability of PERA
Municipal Police Division
Public Employees Retirement Association (PERA) Plan
Last 10 Fiscal Years*

| | 2015 Measurement Date As of and for the Year Ended <u>June 30, 2014</u> |
|---|--|
| City of Santa Fe's proportion of the net pension liability | 4.7819% |
| City of Santa Fe's proportionate share of the net pension liability | \$ 15,588,474 |
| City of Santa Fe's covered-employee payroll | \$ 9,209,308 |
| City of Santa Fe's proportionate share of the net pension liability as a percentage of its covered-employee payroll | 169.27% |
| Plan fiduciary net position as a percentage of the total pension liability | 81.29% |

* The amounts presented were determined as of June 30. This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, City of Santa Fe will present information for those years for which information is available.

See independent auditors' report
See notes to required supplementary information

Schedule of City of Santa Fe's Proportionate Share of the Net Pension Liability of PERA
Municipal Fire Division
Public Employees Retirement Association (PERA) Plan
Last 10 Fiscal Years*

| | 2015 Measurement Date As of and for the Year Ended <u>June 30, 2014</u> |
|---|--|
| City of Santa Fe's proportion of the net pension liability | 7.1658% |
| City of Santa Fe's proportionate share of the net pension liability | \$ 29,910,003 |
| City of Santa Fe's covered-employee payroll | \$ 7,981,492 |
| City of Santa Fe's proportionate share of the net pension liability as a percentage of its covered-employee payroll | 374.74% |
| Plan fiduciary net position as a percentage of the total pension liability | 81.29% |

* The amounts presented were determined as of June 30. This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, City of Santa Fe will present information for those years for which information is available.

See independent auditors' report
See notes to required supplementary information

Schedule of Employer Contributions
Public Employees Retirement Association (PERA) Plan
PERA Municipal General Division
Last 10 Fiscal Years*

| | As of and for the Year Ended 30-Jun-15 |
|--|---|
| Contractually required contributions | \$8,958,197 |
| Contributions in relation to the contractually required contribution | (8,958,197) |
| Contribution deficiency (excess) | <u>\$ -</u> |
| City of Santa Fe's covered-employee payroll | \$45,329,706 |
| Contributions as a percentage of covered-employee payroll | 20% |

* The amounts presented were determined as of June 30. This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, City of Santa Fe will present information for those years for which information is available.

See independent auditors' report
See notes to required supplementary information

Schedule of Employer Contributions
Public Employees Retirement Association (PERA) Plan
PERA Municipal Police Division
Last 10 Fiscal Years*

| | As of and for the Year Ended 30-Jun-15 |
|--|---|
| Contractually required contributions | \$ 2,975,446 |
| Contributions in relation to the contractually required contribution | (2,975,446) |
| Contribution deficiency (excess) | <u>\$ -</u> |
| City of Santa Fe's covered-employee payroll | \$ 9,228,017 |
| Contributions as a percentage of covered-employee payroll | 32% |

* The amounts presented were determined as of June 30. This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, City of Santa Fe will present information for those years for which information is available.

See independent auditors' report
See notes to required supplementary information

Schedule of Employer Contributions
Public Employees Retirement Association (PERA) Plan
PERA Municipal Fire Division
Last 10 Fiscal Years*

| | As of and for the Year Ended <u>30-Jun-15</u> |
|--|--|
| Contractually required contributions | \$ 2,470,053 |
| Contributions in relation to the contractually required contribution | (2,470,053) |
| Contribution deficiency (excess) | <u>\$ -</u> |
| City of Santa Fe's covered-employee payroll | \$ 7,848,819 |
| Contributions as a percentage of covered-employee payroll | 35% |

* The amounts presented were determined as of June 30. This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, City of Santa Fe will present information for those years for which information is available.

See independent auditors' report
See notes to required supplementary information

Notes to Required Supplementary Information
June 30, 2015

Changes of benefit terms. The PERA Fund COLA and retirement eligibility benefits changes in recent years are described in Note 1 of the PERA FY14 audit available at http://www.pera.state.nm.us/pdf/AuditFinancialStatements/366_Public_Employees_Retirement_Association_2014.pdf

Changes of assumptions. The Public Employees Retirement Association (PERA) of New Mexico Annual Actuarial Valuation as of June 30, 2014 report is available at http://www.pera.state.nm.us/pdf/Investments/RetirementFundValuationReports/6-30-2014%20PERA%20Valuation%20Report_FINAL.pdf.

The summary of Key Findings for the PERA Fund (on page 2 of the report) states “based on a recent experience study for the five-year period ending June 30, 2013, the economic and demographic assumptions were updated for this valuation. The changes in assumptions resulted in a decrease of \$30.8 million to Fund liabilities and an increase of 0.13% to the funded ratio. For details about changes in the actuarial assumptions, see Appendix B on page 60 of the report.

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Supplementary Information

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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.

Capital Equipment Reserve – to account for proceeds from the sale of City owned assets and for transfers for contingent purposes. Council Directive

Mortgage Refund Residual – to account for the proceeds from the City of Santa Fe Single Family Mortgage Bond Refunding Issue. Joint multi-city bond issue.

Franchise Fee – to account for proceeds from the franchise fee collected from Comcast.

Economic Development – to account for funds designated to promote business in Santa Fe. Section 5-10-1 to 13 NMSA 1978

Lodgers' Tax Fund – to account for taxes raised from the special Lodgers' Tax per Ordinance No. 1969-13 and 1987-45. Revenues are utilized for promotion of tourist development, advertising and future improvements to the convention center. Section 3-38-13 to 24 NMSA 1978

400th Anniversary - to account for activities associated with the commemoration of the City's 400th year anniversary celebration.

Public Campaign – to account for contributions given to any candidate who is seeking election to a Santa Fe City municipal office. Ord. 2009-44 and Ord. 2011-28

Santa Fe Business Incubator – to account for New Mexico Severance Tax bond proceeds to be utilized for promotion of economic development. Section 5-10-1 to 13 NMSA 1978

½% Gross Receipts Tax – to account for the City's portion of gross receipts taxes collected by the State of New Mexico per Ordinance no. 1981-45. These proceeds are used for various City functions, including debt service. Section 7-19-10 to 18 NMSA 1978

Animal Services – to account for revenues related to regulation and control of animal services. Section 3-18-3 NMSA 1978

Emergency Service Grants – to account for grants from the State of New Mexico. The grants are used to upgrade emergency medical services. Section 24-10A-1 to 9 NMSA 1978

Environmental Services – to account for City and grant monies received for the purpose of clearing wild land areas within the City of Santa Fe to reduce fire danger. City Ord. 7-19D-10

Law Enforcement Grants – to account for city and grant funds and service charges received for the purpose of developing public awareness on crime prevention, administering DWI programs and public safety related expenditures. Section 29-13-1 to 9 NMSA 1978

Resource Conservation - to account for resources received through grant agreements associated with energy efficiency programs.

City Drainage Projects – to account for expenditures related to drainage projects.

Impact Fee Fund/Projects – to account for the collection of arterial impact fees and signalization impact fees collected by the City and the projects they fund. Section 5-8-4 NMSA 1978

Transportation Grants – to account for grant funds received through the State of New Mexico for purposes of designing and implementing multi-modal transportation planning programs. Section 3-52-14 NMSA 1978

Community Development Grants – to account for City, Federal and State grant awards. These funds are used for various projects such as homebuyer's assistance, emergency shelter for the homeless and other community development projects. Section 3-60-26 NMSA 1978

Senior Citizen Grants – to account for Federal and State grant funds used to operate programs providing social services, in-home services, meals, transportation, and companionship to senior citizens. Section 28-4-1 NMSA 1978

Historic Preservation Grant – to account for funding received through the State of New Mexico for the purpose of performing archaeological and historic surveys. Section 18-8-4 NMSA 1978

Library Fund – to account for a grant from the State of New Mexico for library development purposes. Section 18-2-5 NMSA 1978

NEA Fund – funds distributed into the public schools through the Santa Fe Partners in education.

Plaza Use – to account for funds appropriated for planning the use of the Plaza area. This fund was established by Resolution No. 1981-19.

Public Facilities Purchase Fund – to account for money donated by subdividers in lieu of land contributions per Ordinance No. 1982-11. State law requires the contributions from subdividers in order to enable the development of public facilities in new subdivisions.

Quality of Life Project – to account for a portion of gross receipts taxes collected by the State of New Mexico per Ordinance 1993-40. The proceeds are used to fund projects in the areas of recreation, open space acquisition, libraries and parks.

Recreation Grants – to account for 1) the portion of the cigarette tax received by the City and required by State law to be used for recreation purposes and 2) a U.S. Department of Agriculture grant used to provide lunches to children who are participants in the summer recreation program. Sections 7-1-6.11A and 7-12-15 & 16 NMSA 1978

Land Development – to account for the sale and construction of affordable housing. Associated with mortgage agreement.

Special Recreation Leagues – to account for the assets, investment earnings and operations of various City sponsored recreation leagues.

CITY OF SANTA FE, NEW MEXICO
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2015

| | Special Revenue | Capital Projects | Totals |
|---|----------------------|----------------------|----------------------|
| Assets | | | |
| Cash, investments and cash equivalents | \$ 16,373,680 | \$ 30,842,049 | \$ 47,215,729 |
| Restricted cash, cash equivalents and investments: | | | |
| Restricted for endowment | 250,000 | - | 250,000 |
| Receivables: | | | |
| State-shared taxes | 3,782,266 | 124,753 | 3,907,019 |
| Grants | 995,469 | 708,347 | 1,703,816 |
| Interest | 10,820 | 25,782 | 36,602 |
| Other receivables (net of allowances) | 2,356,074 | - | 2,356,074 |
| Due from other funds | 613,804 | - | 613,804 |
| Total assets | \$ 24,382,113 | \$ 31,700,931 | \$ 56,083,044 |
| Liabilities, Deferred Inflows of Resources and Fund Balances | | | |
| Liabilities: | | | |
| Accounts payable | \$ 1,091,156 | \$ 239,194 | \$ 1,330,350 |
| Accrued wages payable | 364,281 | 44,732 | 409,013 |
| Due to other funds | 1,698,061 | 513,311 | 2,211,372 |
| Other current liabilities | 731,733 | 100,000 | 831,733 |
| Total current liabilities | 3,885,231 | 897,237 | 4,782,468 |
| Deferred inflows of resources: | | | |
| Unavailable revenues | 2,180,911 | - | 2,180,911 |
| Total deferred inflows of resources | 2,180,911 | - | 2,180,911 |
| Fund balance Non-spendable | 250,000 | - | 250,000 |
| Fund balance Spendable: | | | |
| Restricted | 16,510,313 | 24,724,687 | 41,235,000 |
| Committed | 1,098,113 | - | 1,098,113 |
| Assigned | 1,320,004 | 6,592,318 | 7,912,322 |
| Unassigned | (862,459) | (513,311) | (1,375,770) |
| Total fund balances | 18,315,971 | 30,803,694 | 49,119,665 |
| Total liabilities, derred inflows of resources, and fund balance | \$ 24,382,113 | \$ 31,700,931 | \$ 56,083,044 |

CITY OF SANTA FE, NEW MEXICO
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2015

| | Special Revenue | Capital Projects | Totals |
|---|----------------------|----------------------|----------------------|
| Revenues: | | | |
| Taxes: | | | |
| Gross receipts | \$ 16,344,720 | \$ - | \$ 16,344,720 |
| Motor | - | 1,470,813 | 1,470,813 |
| Lodgers | 9,251,039 | - | 9,251,039 |
| Property | 3,022,641 | - | 3,022,641 |
| Franchise | 18,557 | - | 18,557 |
| Intergovernmental revenues | 5,706,737 | 820,472 | 6,527,209 |
| Fees and charges for services | 3,953,403 | - | 3,953,403 |
| Rents, royalties and concessions | 306,623 | - | 306,623 |
| Investment income | 82,408 | 153,633 | 236,041 |
| Land sales | 173,500 | - | 173,500 |
| Other revenues | 615,571 | 138,412 | 753,983 |
| Total revenues | 39,475,199 | 2,583,330 | 42,058,529 |
| Expenditures: | | | |
| Current: | | | |
| General government | 5,245,636 | 186,342 | 5,431,978 |
| Public safety | 8,245,569 | - | 8,245,569 |
| Public works | 2,435,478 | 1,286,503 | 3,721,981 |
| Community development | 6,427,657 | - | 6,427,657 |
| Culture and recreation | 3,100,381 | 727,218 | 3,827,599 |
| Total current expenditures | 25,454,721 | 2,200,063 | 27,654,784 |
| Capital outlay: | | | |
| General government | 8,550 | 2,991,157 | 2,999,707 |
| Public safety | 1,966,726 | - | 1,966,726 |
| Public works | 3,512 | 3,695,118 | 3,698,630 |
| Community development | 226,564 | 553,465 | 780,029 |
| Culture and recreation | 89,474 | 5,490,062 | 5,579,536 |
| Total capital outlay expenditures | 2,294,826 | 12,729,802 | 15,024,628 |
| Excess (deficiency) of revenues over expenditures | 11,725,652 | (12,346,535) | (620,883) |
| Other financing sources (uses): | | | |
| Transfers in | 7,876,447 | 20,705,182 | 28,581,629 |
| Transfers out | (17,795,048) | (653,702) | (18,448,750) |
| Total other financing sources (uses) | (9,918,601) | 20,051,480 | 10,132,879 |
| Net change in fund balances | 1,807,051 | 7,704,945 | 9,511,996 |
| Fund balances, beginning of year | 16,508,920 | 23,098,749 | 39,607,669 |
| Fund balances, end of year | \$ 18,315,971 | \$ 30,803,694 | \$ 49,119,665 |

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CITY OF SANTA FE, NEW MEXICO
Combining Balance Sheet
Nonmajor Governmental Funds
Special Revenue Funds
June 30, 2015

| | | Assets | | | | | | | |
|--------------------------------|----------------------|--|---------------------|----------------------|------------------------|----------------------|-------------------------|----------------------|---------------------|
| | | Cash, Investments and Cash Equivalents | Taxes Receivable | Grants Receivable | Interest Receivable | Other Receivables | Due from Other Funds | Total Assets | Accounts Payable |
| Primary Government: | | | | | | | | | |
| General Government: | | | | | | | | | |
| Capital Equipment Reserve | \$ 100,905 | \$ - | \$ - | \$ 77 | \$ - | \$ - | \$ - | \$ 100,982 | \$ - |
| Mortgage Refund Residual | 8,410 | - | - | 6 | - | - | - | 8,416 | - |
| Franchise Fee | 3,024 | 4,641 | - | - | - | - | - | 7,665 | 10,158 |
| Economic Development | - | 67,460 | - | - | 69,717 | - | - | 137,177 | 70,876 |
| Lodgers' Tax Fund | 3,444,103 | 1,063,246 | - | 2,468 | - | - | - | 4,509,817 | 537,807 |
| 400th Anniversary | 154 | - | - | - | - | - | - | 154 | - |
| Public Campaign | 579,121 | - | - | 419 | - | - | - | 579,540 | - |
| Santa Fe Business Incubator | 33,132 | - | - | 25 | - | - | - | 33,157 | - |
| 1/2 % Gross Receipts Tax | 1,716,267 | 1,928,094 | - | 1,448 | - | - | - | 3,645,809 | - |
| Total General Government | 5,885,116 | 3,063,441 | - | 4,443 | 69,717 | - | - | 9,022,717 | 618,841 |
| Public Safety: | | | | | | | | | |
| Animal Services | 147,056 | - | - | 117 | - | - | - | 147,173 | - |
| Emergency Service Grants | 883,350 | 23,450 | 3,323 | 590 | - | - | - | 910,713 | 15,820 |
| Environmental Services | 130,062 | - | 273,246 | 38 | - | - | - | 403,346 | - |
| Law Enforcement Grants | 3,085,260 | 342,170 | 46,341 | 795 | 53,733 | - | - | 3,528,299 | 167,224 |
| Total Public Safety | 4,245,728 | 365,620 | 322,910 | 1,540 | 53,733 | - | - | 4,989,531 | 183,044 |
| Public Works: | | | | | | | | | |
| Resource Conservation | 1,810 | - | - | - | - | - | - | 1,810 | - |
| City Drainage Projects | - | - | - | - | 108,440 | - | - | 108,440 | 13,019 |
| Impact Fee Projects | 2,011,146 | - | - | 1,437 | - | - | - | 2,012,583 | - |
| Transportation Grants | 122,102 | - | 187,539 | 126 | - | - | - | 309,767 | 6,066 |
| Total Public Works | 2,135,058 | - | 187,539 | 1,563 | 108,440 | - | - | 2,432,600 | 19,085 |
| Community Development: | | | | | | | | | |
| Community Development Grants | 696,309 | 143,411 | 337,295 | 815 | - | - | - | 1,177,830 | 47,561 |
| Senior Citizen Grants | 342,440 | - | 107,056 | - | 4,035 | - | - | 453,531 | 7,894 |
| Total Community Development | 1,038,749 | 143,411 | 444,351 | 815 | 4,035 | - | - | 1,631,361 | 55,455 |
| Culture and Recreation: | | | | | | | | | |
| Historic Preservation Grant | 158,752 | - | 7,110 | 99 | - | - | - | 165,961 | 11,738 |
| Library | 313,904 | - | 20,467 | 191 | - | - | - | 334,562 | 9,483 |
| NEA Grants | - | - | - | - | - | - | - | - | - |
| Plaza Use | 111,384 | - | - | 80 | - | - | - | 111,464 | - |
| Public Facilities Purchase | 56,594 | - | - | 42 | - | - | - | 56,636 | - |
| Quality of Life Project | 261,993 | - | - | 185 | - | - | - | 262,178 | 12,687 |
| Recreation Grants | 872,878 | 209,794 | 13,092 | 664 | - | - | - | 1,096,428 | 128,485 |
| Land Development | 1,424,780 | - | - | 1,114 | 2,120,149 | 613,804 | - | 4,159,847 | 50,705 |
| Special Recreation Leagues | 118,744 | - | - | 84 | - | - | - | 118,828 | 1,633 |
| Total Culture and Recreation | 3,319,029 | 209,794 | 40,669 | 2,459 | 2,120,149 | 613,804 | - | 6,305,904 | 214,731 |
| Totals - June 30, 2015 | \$ 16,623,680 | \$ 3,782,266 | \$ 995,469 | \$ 10,820 | \$ 2,356,074 | \$ 613,804 | \$ - | \$ 24,382,113 | \$ 1,091,156 |

| Liabilities, Deferred Inflows of Resources and Fund Balance | | | | | Fund Balance Spendable | | | | | | |
|---|--------------------|--------------------------------------|---------------------------|---|------------------------|---------------|--------------|--------------|--------------|---------------------|---|
| Accrued Wages Payable | Due to Other Funds | Deferred Inflows Unavailable Revenue | Other Current Liabilities | Total Liabilities, Deferred Inflows of Resources and Fund Balance | Non-Spendable | Restricted | Committed | Assigned | Unassigned | Total Fund Balances | Total Liabilities, Deferred Inflows of Resources and Fund Balance |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 100,982 | \$ - | \$ - | \$ 100,982 | \$ 100,982 |
| - | - | - | - | 10,158 | - | - | - | 8,416 | - | 8,416 | 8,416 |
| 2,291 | 243,509 | 60,762 | 401,733 | 779,171 | - | - | - | - | (2,493) | (2,493) | 7,665 |
| 40,974 | - | - | 6,975 | 585,756 | - | 3,924,061 | - | - | (641,994) | (641,994) | 137,177 |
| - | - | - | - | - | - | - | - | 154 | - | 154 | 154 |
| - | - | - | - | - | - | - | 579,540 | - | - | 579,540 | 579,540 |
| - | - | - | - | - | - | 33,157 | - | - | - | 33,157 | 33,157 |
| - | - | - | - | - | - | 3,645,809 | - | - | - | 3,645,809 | 3,645,809 |
| 43,265 | 243,509 | 60,762 | 408,708 | 1,375,085 | - | 7,603,027 | 680,522 | 8,570 | (644,487) | 7,647,632 | 9,022,717 |
| - | - | - | - | - | - | 147,173 | - | - | - | 147,173 | 147,173 |
| 61,809 | - | - | - | 77,629 | - | 833,084 | - | - | - | 833,084 | 910,713 |
| 26,106 | - | - | - | 26,106 | - | - | - | 377,240 | - | 377,240 | 403,346 |
| 56,145 | - | - | 30,925 | 254,294 | - | 3,274,005 | - | - | - | 3,274,005 | 3,528,299 |
| 144,060 | - | - | 30,925 | 358,029 | - | 4,254,262 | - | 377,240 | - | 4,631,502 | 4,989,531 |
| - | - | - | - | - | - | - | - | 1,810 | - | 1,810 | 1,810 |
| 32,645 | 280,671 | - | - | 326,335 | - | - | - | - | (217,895) | (217,895) | 108,440 |
| - | - | - | 12,000 | 12,000 | - | 2,000,583 | - | - | - | 2,000,583 | 2,012,583 |
| 9,562 | - | - | - | 15,628 | - | 294,139 | - | - | - | 294,139 | 309,767 |
| 42,207 | 280,671 | - | 12,000 | 353,963 | - | 2,294,722 | - | 1,810 | (217,895) | 2,078,637 | 2,432,600 |
| 2,903 | - | - | 280,100 | 330,564 | - | 847,266 | - | - | - | 847,266 | 1,177,830 |
| 57,990 | - | - | - | 65,884 | - | 387,647 | - | - | - | 387,647 | 453,531 |
| 60,893 | - | - | 280,100 | 396,448 | - | 1,234,913 | - | - | - | 1,234,913 | 1,631,361 |
| - | - | - | - | 11,738 | - | 154,223 | - | - | - | 154,223 | 165,961 |
| 16,577 | - | - | - | 26,060 | 250,000 | 58,502 | - | - | - | 308,502 | 334,562 |
| - | 77 | - | - | 77 | - | - | - | - | (77) | (77) | - |
| - | - | - | - | - | - | - | 111,464 | - | - | 111,464 | 111,464 |
| - | - | - | - | - | - | - | 56,636 | - | - | 56,636 | 56,636 |
| - | - | - | - | 12,687 | - | - | 249,491 | - | - | 249,491 | 262,178 |
| 57,279 | - | - | - | 185,764 | - | 910,664 | - | - | - | 910,664 | 1,096,428 |
| - | 1,173,804 | 2,120,149 | - | 3,344,658 | - | - | - | 815,189 | - | 815,189 | 4,159,847 |
| - | - | - | - | 1,633 | - | - | - | 117,195 | - | 117,195 | 118,828 |
| 73,856 | 1,173,881 | 2,120,149 | - | 3,582,617 | 250,000 | 1,123,389 | 417,591 | 932,384 | (77) | 2,723,287 | 6,305,904 |
| \$ 364,281 | \$ 1,698,061 | \$ 2,180,911 | \$ 731,733 | \$ 6,066,142 | \$ 250,000 | \$ 16,510,313 | \$ 1,098,113 | \$ 1,320,004 | \$ (862,459) | \$ 18,315,971 | \$ 24,382,113 |

CITY OF SANTA FE, NEW MEXICO
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Governmental Funds
Special Revenue Funds
For the Year Ended June 30, 2015

Revenues

| | Taxes | Inter-Governmental Revenue | Fees and Charges for Services | Rents, Royalties and Concessions | Investment Income | Sale of Capital Assets/Land | Other | Total Revenue |
|-------------------------------------|----------------------|----------------------------|-------------------------------|----------------------------------|-------------------|-----------------------------|-------------------|----------------------|
| Primary Government: | | | | | | | | |
| General Government: | | | | | | | | |
| Capital Equipment Reserve | \$ - | \$ - | \$ - | \$ - | \$ 650 | \$ 8,176 | \$ 1,479 | \$ 10,305 |
| Mortgage Refund Residual | - | - | - | - | 47 | - | - | 47 |
| Franchise Fee | 18,557 | - | - | - | - | - | - | 18,557 |
| Economic Development | 471,683 | 5,000 | - | 250,087 | 1,512 | - | 2,527 | 730,809 |
| Lodger's Tax Fund | 9,251,039 | - | 5,570 | - | 19,537 | - | 208,186 | 9,484,332 |
| 400th Anniversary | - | - | - | - | - | - | - | - |
| Public Campaign | - | - | - | - | 2,823 | - | - | 2,823 |
| Santa Fe Business Incubator | - | - | - | - | 185 | - | - | 185 |
| 1/2% Gross Receipts Tax | 11,873,296 | - | - | - | 9,535 | - | - | 11,882,831 |
| Total General Government | 21,614,575 | 5,000 | 5,570 | 250,087 | 34,289 | 8,176 | 212,192 | 22,129,889 |
| Public Safety: | | | | | | | | |
| Animal Services | - | - | 37,864 | - | 861 | - | 84 | 38,809 |
| Emergency Service Grants | 1,481,401 | 1,042,506 | - | - | 6,276 | - | 296 | 2,530,479 |
| Environmental Services | - | 437,155 | 33,175 | - | 216 | - | 258,040 | 728,586 |
| Law Enforcement Grants | 3,444,402 | 355,857 | 1,382,567 | - | 5,348 | 162,524 | 82,936 | 5,433,634 |
| Total Public Safety | 4,925,803 | 1,835,518 | 1,453,606 | - | 12,701 | 162,524 | 341,356 | 8,731,508 |
| Public Works: | | | | | | | | |
| Resource Conservation | - | - | - | - | - | - | - | - |
| City Drainage Projects | - | - | 1,448,044 | - | 71 | - | 119 | 1,448,234 |
| Impact Fee Projects | - | - | 689,223 | - | 9,412 | - | - | 698,635 |
| Transportation Grants | - | 536,205 | - | - | 948 | - | - | 537,153 |
| Total Public Works | - | 536,205 | 2,137,267 | - | 10,431 | - | 119 | 2,684,022 |
| Community Development: | | | | | | | | |
| Community Development Grants | 881,978 | 1,679,367 | 165,024 | - | 6,125 | 2,800 | 41,080 | 2,776,374 |
| Senior Citizen Grants | - | 1,551,959 | 53,062 | - | - | - | 18,422 | 1,623,443 |
| Total Community Development | 881,978 | 3,231,326 | 218,086 | - | 6,125 | 2,800 | 59,502 | 4,399,817 |
| Culture and Recreation: | | | | | | | | |
| Historic Preservation Grant | - | 7,110 | 13,848 | - | 789 | - | - | 21,747 |
| Library | - | 54,024 | 3,086 | - | 1,947 | - | 250 | 59,307 |
| NEA Grants | - | - | - | - | - | - | - | - |
| Plaza Use | - | - | 32,240 | - | 592 | - | 152 | 32,984 |
| Public Facilities Purchase | - | - | - | - | 315 | - | - | 315 |
| Quality of Life Project | - | - | - | - | 1,098 | - | - | 1,098 |
| Recreation Grants | 1,214,601 | 37,554 | 89,700 | - | 4,738 | - | 2,000 | 1,348,593 |
| Land Development | - | - | - | - | 8,695 | - | - | 8,695 |
| Special Recreation Leagues | - | - | - | 56,536 | 688 | - | - | 57,224 |
| Total Culture and Recreation | 1,214,601 | 98,688 | 138,874 | 56,536 | 18,862 | - | 2,402 | 1,529,963 |
| Totals - June 30, 2015 | \$ 28,636,957 | \$ 5,706,737 | \$ 3,953,403 | \$ 306,623 | \$ 82,408 | \$ 173,500 | \$ 615,571 | \$ 39,475,199 |

| Expenditures | | | Other Financing Sources (Uses) | | | | Fund Balance | |
|---------------|----------------|--------------------|---|--------------|-----------------|-----------------------------|-------------------|---------------|
| Current | Capital Outlay | Total Expenditures | Excess (Deficiency) of Revenues Over Expenditures | Transfers In | Transfers (Out) | Net change in Fund Balances | Beginning of Year | End of Year |
| \$ 30,363 | \$ 4,338 | \$ 34,701 | \$ (24,396) | \$ - | \$ - | \$ (24,396) | \$ 125,378 | \$ 100,982 |
| - | - | - | 47 | - | - | 47 | 8,369 | 8,416 |
| 12,852 | - | 12,852 | 5,705 | - | (6,667) | (962) | (1,531) | (2,493) |
| 860,589 | - | 860,589 | (129,780) | 114,500 | (232,491) | (247,771) | (394,223) | (641,994) |
| 4,341,234 | 4,212 | 4,345,446 | 5,138,886 | 73,750 | (4,516,064) | 696,572 | 3,227,489 | 3,924,061 |
| - | - | - | - | - | - | - | 154 | 154 |
| 124 | - | 124 | 2,699 | 125,000 | - | 127,699 | 451,841 | 579,540 |
| - | - | - | 185 | - | - | 185 | 32,972 | 33,157 |
| 474 | - | 474 | 11,882,357 | - | (11,433,704) | 448,653 | 3,197,156 | 3,645,809 |
| 5,245,636 | 8,550 | 5,254,186 | 16,875,703 | 313,250 | (16,188,926) | 1,000,027 | 6,647,605 | 7,647,632 |
| 9,897 | 28,759 | 38,656 | 153 | - | - | 153 | 147,020 | 147,173 |
| 3,161,921 | 830,774 | 3,992,695 | (1,462,216) | 1,484,346 | (21,045) | 1,085 | 831,999 | 833,084 |
| 553,891 | 41,005 | 594,896 | 133,690 | - | - | 133,690 | 243,550 | 377,240 |
| 4,519,860 | 1,066,188 | 5,586,048 | (152,414) | 1,746,190 | (885,654) | 708,122 | 2,565,883 | 3,274,005 |
| 8,245,569 | 1,966,726 | 10,212,295 | (1,480,787) | 3,230,536 | (906,699) | 843,050 | 3,788,452 | 4,631,502 |
| - | - | - | - | - | - | - | 1,810 | 1,810 |
| 1,776,420 | 319 | 1,776,739 | (328,505) | - | - | (328,505) | 110,610 | (217,895) |
| 317 | - | 317 | 698,318 | - | (168,040) | 530,278 | 1,470,305 | 2,000,583 |
| 658,741 | 3,193 | 661,934 | (124,781) | 75,683 | - | (49,098) | 343,237 | 294,139 |
| 2,435,478 | 3,512 | 2,438,990 | 245,032 | 75,683 | (168,040) | 152,675 | 1,925,962 | 2,078,637 |
| 2,893,817 | 336 | 2,894,153 | (117,779) | - | - | (117,779) | 965,045 | 847,266 |
| 3,533,840 | 226,228 | 3,760,068 | (2,136,625) | 2,205,375 | - | 68,750 | 318,897 | 387,647 |
| 6,427,657 | 226,564 | 6,654,221 | (2,254,404) | 2,205,375 | - | (49,029) | 1,283,942 | 1,234,913 |
| 26,553 | - | 26,553 | (4,806) | 22,875 | (21,633) | (3,564) | 157,787 | 154,223 |
| 1,070,078 | 30,167 | 1,100,245 | (1,040,938) | 971,728 | - | (69,210) | 377,712 | 308,502 |
| 30,000 | - | 30,000 | (30,000) | 30,000 | - | - | (77) | (77) |
| 17,780 | - | 17,780 | 15,204 | - | - | 15,204 | 96,260 | 111,464 |
| - | - | - | 315 | - | - | 315 | 56,321 | 56,636 |
| 192,246 | - | 192,246 | (191,148) | 702,000 | (395,250) | 115,602 | 133,889 | 249,491 |
| 1,600,857 | 59,307 | 1,660,164 | (311,571) | 325,000 | - | 13,429 | 897,235 | 910,664 |
| 93,630 | - | 93,630 | (84,935) | - | (114,500) | (199,435) | 1,014,624 | 815,189 |
| 69,237 | - | 69,237 | (12,013) | - | - | (12,013) | 129,208 | 117,195 |
| 3,100,381 | 89,474 | 3,189,855 | (1,659,892) | 2,051,603 | (531,383) | (139,672) | 2,862,959 | 2,723,287 |
| \$ 25,454,721 | \$ 2,294,826 | \$ 27,749,547 | \$ 11,725,652 | \$ 7,876,447 | \$ (17,795,048) | \$ 1,807,051 | \$ 16,508,920 | \$ 18,315,971 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue
Capital Equipment Reserve
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | <u>Budgeted Amounts</u> | | Actual | Variance with Final Budget- Positive (Negative) |
|--|-------------------------|-------------------|-------------------|--|
| | Original | Final | | |
| Revenues: | | | | |
| Investment income | \$ 428 | \$ 428 | \$ 650 | \$ 222 |
| Other | - | - | 1,479 | 1,479 |
| Total revenues | 428 | 428 | 2,129 | 1,701 |
| Expenditures: | | | | |
| General government: | | | | |
| Current | 25,961 | 25,961 | 30,363 | (4,402) |
| Capital outlay | 4,200 | 4,200 | 4,338 | (138) |
| Total expenditures | 30,161 | 30,161 | 34,701 | (4,540) |
| Excess (deficiency) of revenues over expenditures | (29,733) | (29,733) | (32,572) | (2,839) |
| Other financing sources (uses): | | | | |
| Sale of capital assets | 30,000 | 30,000 | 8,176 | (21,824) |
| Total other financing sources (uses) | 30,000 | 30,000 | 8,176 | (21,824) |
| Net change in fund balance | 267 | 267 | (24,396) | (24,663) |
| Fund balance, beginning of year | 125,378 | 125,378 | 125,378 | - |
| Fund balance, end of year | \$ 125,645 | \$ 125,645 | \$ 100,982 | \$ (24,663) |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue
Mortgage Refund Residual
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | Actual | Variance With Final Budget- Positive (Negative) |
|--|------------------|-----------------|-----------------|--|
| | Original | Final | | |
| Revenues: | | | | |
| Investment income | \$ - | \$ - | \$ 47 | \$ 47 |
| Total revenues | - | - | 47 | 47 |
| Expenditures: | | | | |
| Total expenditures | - | - | - | - |
| Excess (deficiency) of revenues over expenditures | - | - | 47 | 47 |
| Total other financing sources (uses) | - | - | - | - |
| Net change in fund balance | - | - | 47 | 47 |
| Fund balance, beginning of year | 8,369 | 8,369 | 8,369 | - |
| Fund balance, end of year | \$ 8,369 | \$ 8,369 | \$ 8,416 | \$ 47 |

* These funds are the residual from closing out the single family mortgage revenue bonds, series 1991.

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue
Franchise Fee
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | <u>Budgeted Amounts</u> | | Actual | Variance With Final Budget- Positive (Negative) |
|--|-------------------------|-------------------|-------------------|--|
| | Original | Final | | |
| Revenues: | | | | |
| Taxes | \$ 20,000 | \$ 20,000 | \$ 18,557 | \$ (1,443) |
| Total revenues | 20,000 | 20,000 | 18,557 | (1,443) |
| Expenditures: | | | | |
| General Government: | | | | |
| Current | 13,333 | 13,333 | 12,852 | 481 |
| Total expenditures | 13,333 | 13,333 | 12,852 | 481 |
| Excess (deficiency) of revenues over expenditures | 6,667 | 6,667 | 5,705 | (962) |
| Other financing sources (uses): | | | | |
| Transfers out | (6,667) | (6,667) | (6,667) | - |
| Total other financing sources (uses) | (6,667) | (6,667) | (6,667) | - |
| Net changes in fund balance | - | - | (962) | (962) |
| Fund balance, beginning of year | (1,531) | (1,531) | (1,531) | - |
| Fund balance, end of year | \$ (1,531) | \$ (1,531) | \$ (2,493) | \$ (962) |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue
Economic Development
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | Actual | Variance With Final Budget Positive (Negative) |
|--|-----------------------|---------------------|---------------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Taxes | \$ 496,452 | \$ 500,137 | \$ 471,683 | \$ (28,454) |
| Intergovernmental | 5,000 | 10,000 | 5,000 | (5,000) |
| Investment income | 1,263 | 1,263 | 1,512 | 249 |
| Rents, royalties and concessions | 40,000 | 285,600 | 250,087 | (35,513) |
| Other | - | 400,734 | 2,527 | (398,207) |
| Total revenues | 542,715 | 1,197,734 | 730,809 | (466,925) |
| Expenditures: | | | | |
| General government: | | | | |
| Current | 993,105 | 1,000,790 | 860,589 | 140,201 |
| Capital outlay | 4,000 | 2,508 | - | 2,508 |
| Total expenditures | 997,105 | 1,003,298 | 860,589 | 142,709 |
| Excess (deficiency) of revenues over expenditures | (454,390) | 194,436 | (129,780) | (324,216) |
| Other financing sources (uses): | | | | |
| Transfers in | - | 114,500 | 114,500 | - |
| Transfers out | (232,491) | (232,491) | (232,491) | - |
| Total other financing sources (uses) | (232,491) | (117,991) | (117,991) | - |
| Net change in fund balance | (686,881) | 76,445 | (247,771) | (324,216) |
| Fund balance, beginning of year | (394,223) | (394,223) | (394,223) | - |
| Fund balance, end of year | \$ (1,081,104) | \$ (317,778) | \$ (641,994) | \$ (324,216) |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue
Lodger's Tax Fund
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | <u>Budgeted Amounts</u> | | Actual | Variance With Final Budget- Positive (Negative) |
|--|-------------------------|---------------------|---------------------|--|
| | Original | Final | | |
| Revenues: | | | | |
| Taxes | \$ 8,000,000 | \$ 9,189,729 | \$ 9,251,039 | \$ 61,310 |
| Intergovernmental | 1,500 | 1,500 | - | (1,500) |
| Fees and charges for service | 500 | 500 | 5,570 | 5,070 |
| Investment income | 54,133 | 54,133 | 19,537 | (34,596) |
| Other | 29,352 | 35,600 | 208,186 | 172,586 |
| Total revenues | 8,085,485 | 9,281,462 | 9,484,332 | 202,870 |
| Expenditures: | | | | |
| General government: | | | | |
| Current | 4,188,445 | 4,380,425 | 4,341,234 | 39,191 |
| Capital outlay | 550 | 10,997 | 4,212 | 6,785 |
| Total expenditures | 4,188,995 | 4,391,422 | 4,345,446 | 45,976 |
| Excess (deficiency) of revenues over expenditures | 3,896,490 | 4,890,040 | 5,138,886 | 248,846 |
| Other financing sources (uses): | | | | |
| Transfers in | 65,250 | 73,750 | 73,750 | - |
| Transfers out | (4,147,182) | (4,366,064) | (4,516,064) | (150,000) |
| Total other financing sources (uses) | (4,081,932) | (4,292,314) | (4,442,314) | (150,000) |
| Net change in fund balance | (185,442) | 597,726 | 696,572 | 98,846 |
| Fund balance, beginning of year | 3,227,489 | 3,227,489 | 3,227,489 | - |
| Fund balance, end of year | \$ 3,042,047 | \$ 3,825,215 | \$ 3,924,061 | \$ 98,846 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue
400th Anniversary
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | Actual | Variance With Final Budget- Positive (Negative) |
|--|------------------|---------------|---------------|--|
| | Original | Final | | |
| Revenues: | | | | |
| Intergovernmental | \$ - | \$ - | \$ - | \$ - |
| Total revenues | - | - | - | - |
| Expenditures: | | | | |
| General government: | | | | |
| Total expenditures | - | - | - | - |
| Excess (deficiency) of revenues over expenditures | - | - | - | - |
| Other financing sources (uses): | | | | |
| Transfers out | - | - | - | - |
| Total other financing sources (uses) | - | - | - | - |
| Net change in fund balance | - | - | - | - |
| Fund balance, beginning of year | 154 | 154 | 154 | - |
| Fund balance, end of year | \$ 154 | \$ 154 | \$ 154 | \$ - |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue
Public Campaign
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | <u>Budgeted Amounts</u> | | Actual | Variance With Final Budget- Positive (Negative) |
|--|-------------------------|-------------------|-------------------|--|
| | Original | Final | | |
| Revenues: | | | | |
| Investment income | \$ 1,940 | \$ 1,940 | \$ 2,823 | \$ 883 |
| Total revenues | 1,940 | 1,940 | 2,823 | 883 |
| Expenditures: | | | | |
| General government: Current | 85,124 | 85,124 | 124 | 85,000 |
| Total expenditures | 85,124 | 85,124 | 124 | 85,000 |
| Excess (deficiency) of revenues over expenditures | (83,184) | (83,184) | 2,699 | 85,883 |
| Other financing sources (uses): | | | | |
| Transfers in | 125,000 | 125,000 | 125,000 | - |
| Total other financing sources (uses) | 125,000 | 125,000 | 125,000 | - |
| Net change in fund balance | 41,816 | 41,816 | 127,699 | 85,883 |
| Fund balance, beginning of year | 451,841 | 451,841 | 451,841 | - |
| Fund balance, end of year | \$ 493,657 | \$ 493,657 | \$ 579,540 | \$ 85,883 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue
Santa Fe Business Incubator
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | <u>Budgeted Amounts</u> | | Actual | Variance With Final Budget- Positive (Negative) |
|--|-------------------------|------------------|------------------|--|
| | Original | Final | | |
| Revenues: | | | | |
| Investment income | \$ 139 | \$ 139 | \$ 185 | \$ 46 |
| Total revenues | 139 | 139 | 185 | 46 |
| Expenditures: | | | | |
| General government: | | | | |
| Total expenditures | - | - | - | - |
| Excess (deficiency) of revenues over expenditures | - | - | - | - |
| Net change in fund balance | 139 | 139 | 185 | 46 |
| Fund balance, beginning of year | 32,972 | 32,972 | 32,972 | - |
| Fund balance, end of year | \$ 33,111 | \$ 33,111 | \$ 33,157 | \$ 46 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue
1/2% Gross Receipts Tax
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | <u>Budgeted Amounts</u> | | Actual | Variance with Final Budget- Positive (Negative) |
|--|-------------------------|---------------------|---------------------|--|
| | Original | Final | | |
| Revenues: | | | | |
| Taxes | \$ 11,650,000 | \$ 11,650,000 | \$ 11,873,296 | \$ 223,296 |
| Investment income | 8,530 | 8,530 | 9,535 | 1,005 |
| Total revenues | 11,658,530 | 11,658,530 | 11,882,831 | 224,301 |
| Expenditures: | | | | |
| General government: | | | | |
| Current | 474 | 474 | 474 | - |
| Total expenditures | 474 | 474 | 474 | - |
| Excess (deficiency) of revenues over expenditures | 11,658,056 | 11,658,056 | 11,882,357 | 224,301 |
| Other financing sources (uses): | | | | |
| Transfers out | (11,433,704) | (11,433,704) | (11,433,704) | - |
| Total other financing sources (uses) | (11,433,704) | (11,433,704) | (11,433,704) | - |
| Net changes in fund balance | 224,352 | 224,352 | 448,653 | 224,301 |
| Fund balance, beginning of year | 3,197,156 | 3,197,156 | 3,197,156 | - |
| Fund balance, end of year | \$ 3,421,508 | \$ 3,421,508 | \$ 3,645,809 | \$ 224,301 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue
Animal Services
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | Actual | Variance With Final Budget- Positive (Negative) |
|--|-------------------|-------------------|-------------------|--|
| | Original | Final | | |
| Revenues: | | | | |
| Licenses and permits | \$ 9,000 | \$ 9,000 | \$ - | \$ (9,000) |
| Investment income | 596 | 596 | 861 | 265 |
| Fees and charges for service | - | - | 12,050 | 12,050 |
| Fines and forfeitures | 26,000 | 26,000 | 25,814 | (186) |
| Other | - | - | 84 | 84 |
| Total revenues | 35,596 | 35,596 | 38,809 | 3,213 |
| Expenditures: | | | | |
| Public Safety: | | | | |
| Current | 12,893 | 12,893 | 9,897 | 2,996 |
| Capital outlay | 26,107 | 26,107 | 28,759 | (2,652) |
| Total expenditures | 39,000 | 39,000 | 38,656 | 344 |
| Excess (deficiency) of revenues over expenditures | (3,404) | (3,404) | 153 | 3,557 |
| Net change in fund balance | (3,404) | (3,404) | 153 | 3,557 |
| Fund balance, beginning of year | 147,020 | 147,020 | 147,020 | - |
| Fund balance, end of year | \$ 143,616 | \$ 143,616 | \$ 147,173 | \$ 3,557 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue
Emergency Service Grants
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | <u>Budgeted Amounts</u> | | Actual | Variance With Final Budget- Positive (Negative) |
|--|-------------------------|-------------------|-------------------|--|
| | Original | Final | | |
| Revenues: | | | | |
| Taxes | \$ 1,395,246 | \$ 1,499,600 | \$ 1,481,401 | \$ (18,199) |
| Intergovernmental | 664,724 | 1,231,724 | 1,042,506 | (189,218) |
| Investment income | 3,743 | 3,743 | 6,276 | 2,533 |
| Other | - | - | 296 | 296 |
| Total revenues | 2,063,713 | 2,735,067 | 2,530,479 | (204,588) |
| Expenditures: | | | | |
| Public safety: | | | | |
| Current | 3,720,844 | 4,260,444 | 3,161,921 | 1,098,523 |
| Capital outlay | 87,739 | 268,394 | 830,774 | (562,380) |
| Total expenditures | 3,808,583 | 4,528,838 | 3,992,695 | 536,143 |
| Excess (deficiency) of revenues over expenditures | (1,744,870) | (1,793,771) | (1,462,216) | 331,555 |
| Other financing sources (uses): | | | | |
| Transfers in | 1,119,910 | 1,484,346 | 1,484,346 | - |
| Transfers out | - | (21,045) | (21,045) | - |
| Total other financing sources (uses) | 1,119,910 | 1,463,301 | 1,463,301 | - |
| Net changes in fund balance | (624,960) | (330,470) | 1,085 | 331,555 |
| Fund balance, beginning of year | 831,999 | 831,999 | 831,999 | - |
| Fund balance, end of year | \$ 207,039 | \$ 501,529 | \$ 833,084 | \$ 331,555 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue
Environmental Services
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | Actual | Variance With Final Budget- Positive (Negative) |
|--|-------------------|-------------------|-------------------|--|
| | Original | Final | | |
| Revenues: | | | | |
| Intergovernmental | \$ 81,738 | \$ 300,170 | \$ 437,155 | \$ 136,985 |
| Fees and charges to services | 320,660 | 281,396 | 33,175 | (248,221) |
| Investment income | 105 | 105 | 216 | 111 |
| Other | 10,300 | 10,300 | 258,040 | 247,740 |
| Total revenues | 412,803 | 591,971 | 728,586 | 136,615 |
| Expenditures: | | | | |
| Public Safety: | | | | |
| Current | 78,328 | 624,791 | 553,891 | 70,900 |
| Capital outlay | - | 41,519 | 41,005 | 514 |
| Total expenditures | 78,328 | 666,310 | 594,896 | 71,414 |
| Excess (deficiency) of revenues over expenditures | 334,475 | (74,339) | 133,690 | 208,029 |
| Net change in fund balance | 334,475 | (74,339) | 133,690 | 208,029 |
| Fund balance, beginning of year | 243,550 | 243,550 | 243,550 | - |
| Fund balance, end of year | \$ 578,025 | \$ 169,211 | \$ 377,240 | \$ 208,029 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue
Law Enforcement Grants
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | <u>Budgeted Amounts</u> | | | Variance With Final Budget- Positive (Negative) |
|--|-------------------------|---------------------|---------------------|--|
| | Original | Final | Actual | |
| Revenues: | | | | |
| Taxes | \$ 3,392,046 | \$ 3,466,400 | \$ 3,444,402 | \$ (21,998) |
| Intergovernmental | 349,487 | 402,482 | 355,857 | (46,625) |
| Fees and charges for services | 1,414,900 | 1,414,900 | 1,382,567 | (32,333) |
| Investment income | 8,263 | 8,263 | 5,348 | (2,915) |
| Other | 82,910 | 82,910 | 82,936 | 26 |
| Total revenues | 5,247,606 | 5,374,955 | 5,271,110 | (103,845) |
| Expenditures: | | | | |
| Public safety: | | | | |
| Current | 5,021,306 | 5,125,301 | 4,519,860 | 605,441 |
| Capital outlay | 1,090,079 | 1,561,666 | 1,066,188 | 495,478 |
| Total expenditures | 6,111,385 | 6,686,967 | 5,586,048 | 1,100,919 |
| Excess (deficiency) of revenues over expenditures | (863,779) | (1,312,012) | (314,938) | 997,074 |
| Other financing sources (uses): | | | | |
| Sale of capital assets | 35,000 | 35,000 | 162,524 | 127,524 |
| Transfers in | 1,090,079 | 1,746,190 | 1,746,190 | - |
| Transfers out | (864,609) | (885,654) | (885,654) | - |
| Total other financing sources (uses) | 260,470 | 895,536 | 1,023,060 | 127,524 |
| Net change in fund balance | (603,309) | (416,476) | 708,122 | 1,124,598 |
| Fund balance, beginning of year | 2,565,883 | 2,565,883 | 2,565,883 | - |
| Fund balance, end of year | \$ 1,962,574 | \$ 2,149,407 | \$ 3,274,005 | \$ 1,124,598 |

CITY OF SANTA FE, NEW MEXICO
 Schedule of Revenues, Expenditures
 and Changes in Fund Balance - Budget and Actual
 Special Revenue
 Resource Conservation
 GAAP Budgetary Basis
 For the Year Ended June 30, 2015

| | <u>Budgeted Amounts</u> | | Actual | Variance With Final Budget- Positive (Negative) |
|--|-------------------------|-----------------|-----------------|--|
| | Original | Final | | |
| Revenues: | | | | |
| Miscellaneous | \$ - | \$ - | \$ - | \$ - |
| Total revenues | - | - | - | - |
| Expenditures: | | | | |
| Public works: | | | | |
| Current | - | - | - | - |
| Total expenditures | - | - | - | - |
| Excess (deficiency) of revenues over expenditures | - | - | - | - |
| Net changes in fund balance | - | - | - | - |
| Fund balance, beginning of year | 1,810 | 1,810 | 1,810 | - |
| Fund balance, end of year | \$ 1,810 | \$ 1,810 | \$ 1,810 | \$ - |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue
City Drainage Projects
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | Actual | Variance with Final Budget- Positive (Negative) |
|--|------------------|------------------|---------------------|--|
| | Original | Final | | |
| Revenues: | | | | |
| Fees and charges for services | \$ 1,570,000 | \$ 1,570,000 | \$ 1,448,044 | \$ (121,956) |
| Investment income | 593 | 593 | 71 | (522) |
| Other | - | - | 119 | 119 |
| Total revenues | 1,570,593 | 1,570,593 | 1,448,234 | (122,359) |
| Expenditures: | | | | |
| Public works: | | | | |
| Current | 1,666,251 | 1,670,481 | 1,776,420 | (105,939) |
| Capital outlay | 4,600 | 370 | 319 | 51 |
| Total expenditures | 1,670,851 | 1,670,851 | 1,776,739 | (105,888) |
| Excess (deficiency) of revenues over expenditures | (100,258) | (100,258) | (328,505) | (228,247) |
| Net change in fund balance | (100,258) | (100,258) | (328,505) | (228,247) |
| Fund balance, beginning of year | 110,610 | 110,610 | 110,610 | - |
| Fund balance, end of year | \$ 10,352 | \$ 10,352 | \$ (217,895) | \$ (228,247) |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue
Impact Fee Projects
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | Actual | Variance with Final Budget- Positive (Negative) |
|--|---------------------|---------------------|---------------------|--|
| | Original | Final | | |
| Revenues: | | | | |
| Fees and charges for services | \$ - | \$ - | \$ 689,223 | \$ 689,223 |
| Investment income | 8,809 | 8,809 | 9,412 | 603 |
| Total revenues | 8,809 | 8,809 | 698,635 | 689,826 |
| Expenditures: | | | | |
| Public works: | | | | |
| Current | 317 | 317 | 317 | - |
| Total expenditures | 317 | 317 | 317 | - |
| Excess (deficiency) of revenues over expenditures | 8,492 | 8,492 | 698,318 | 689,826 |
| Other financing sources (uses): | | | | |
| Transfers out | - | (168,040) | (168,040) | - |
| Total other financing sources (uses) | - | (168,040) | (168,040) | - |
| Net change in fund balance | 8,492 | (159,548) | 530,278 | 689,826 |
| Fund balance, beginning of year | 1,470,305 | 1,470,305 | 1,470,305 | - |
| Fund balance, end of year | \$ 1,478,797 | \$ 1,310,757 | \$ 2,000,583 | \$ 689,826 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue
Transportation Grants
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | <u>Budgeted Amounts</u> | | | Variance With Final Budget- Positive (Negative) |
|--|-------------------------|---------------------|-------------------|--|
| | Original | Final | Actual | |
| Revenues: | | | | |
| Intergovernmental | \$ 351,792 | \$ 423,565 | \$ 536,205 | \$ 112,640 |
| Investment Income | 711 | 711 | 948 | 237 |
| Total revenues | 352,503 | 424,276 | 537,153 | 112,877 |
| Expenditures: | | | | |
| Public Works | | | | |
| Current | 895,663 | 979,667 | 658,741 | 320,926 |
| Capital outlay | 51,250 | 51,250 | 3,193 | 48,057 |
| Total expenditures | 946,913 | 1,030,917 | 661,934 | 368,983 |
| Excess (deficiency) of revenues over expenditures | (594,410) | (606,641) | (124,781) | 481,860 |
| Other financing sources (uses): | | | | |
| Transfers in | 75,683 | 75,683 | 75,683 | - |
| Total other financing sources (uses) | 75,683 | 75,683 | 75,683 | - |
| Net change in fund balance | (518,727) | (530,958) | (49,098) | 481,860 |
| Fund balance, beginning of year | 343,237 | 343,237 | 343,237 | - |
| Fund balance, end of year | \$ (175,490) | \$ (187,721) | \$ 294,139 | \$ 481,860 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue
Community Development Grants
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | Actual | Variance with Final Budget- Positive (Negative) |
|--|------------------|------------|------------|--|
| | Original | Final | | |
| Revenues: | | | | |
| Taxes | \$ - | \$ - | \$ 881,978 | \$ 881,978 |
| Intergovernmental | 928,600 | 1,892,759 | 1,679,367 | (213,392) |
| Fees and charges for services | 896,500 | 904,780 | 165,024 | (739,756) |
| Investment income | 3,346 | 3,346 | 6,125 | 2,779 |
| Other | 5,000 | 1,000 | 41,080 | 40,080 |
| Total revenues | 1,833,446 | 2,801,885 | 2,773,574 | (28,311) |
| Expenditures: | | | | |
| Community development: | | | | |
| Current | 2,299,988 | 3,259,643 | 2,893,817 | 365,826 |
| Capital outlay | 805 | 2,450 | 336 | 2,114 |
| Total expenditures | 2,300,793 | 3,262,093 | 2,894,153 | 367,940 |
| Excess (deficiency) of revenues over expenditures | (467,347) | (460,208) | (120,579) | 339,629 |
| Other financing sources (uses): | | | | |
| Sale of capital assets | - | - | 2,800 | 2,800 |
| Total other financing sources (uses) | - | - | 2,800 | 2,800 |
| Net changes in fund balance | (467,347) | (460,208) | (117,779) | 342,429 |
| Fund balance, beginning of year | 965,045 | 965,045 | 965,045 | - |
| Fund balance, end of year | \$ 497,698 | \$ 504,837 | \$ 847,266 | \$ 342,429 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue
Senior Citizen Grants
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | Actual | Variance With Final Budget- Positive (Negative) |
|--|-------------------|-------------------|-------------------|--|
| | Original | Final | | |
| Revenues: | | | | |
| Intergovernmental | \$ 1,338,372 | \$ 1,564,023 | \$ 1,551,959 | \$ (12,064) |
| Fees and charges for services | - | - | 53,062 | 53,062 |
| Other | 83,000 | 88,293 | 18,422 | (69,871) |
| Total revenues | 1,421,372 | 1,652,316 | 1,623,443 | (28,873) |
| Expenditures: | | | | |
| Community development: | | | | |
| Current | 3,601,777 | 3,631,387 | 3,533,840 | 97,547 |
| Capital outlay | 162,536 | 226,304 | 226,228 | 76 |
| Total expenditures | 3,764,313 | 3,857,691 | 3,760,068 | 97,623 |
| Excess (deficiency) of revenues over expenditures | (2,342,941) | (2,205,375) | (2,136,625) | 68,750 |
| Other financing sources (uses): | | | | |
| Transfers in | 2,200,166 | 2,205,375 | 2,205,375 | - |
| Total other financing sources (uses) | 2,200,166 | 2,205,375 | 2,205,375 | - |
| Net change in fund balance | (142,775) | - | 68,750 | 68,750 |
| Fund balance, beginning of year | 318,897 | 318,897 | 318,897 | - |
| Fund balance, end of year | \$ 176,122 | \$ 318,897 | \$ 387,647 | \$ 68,750 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue
Historic Preservation Grant
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | <u>Budgeted Amounts</u> | | | Variance With Final Budget- Positive (Negative) |
|--|-------------------------|-------------------|-------------------|--|
| | Original | Final | Actual | |
| Revenues: | | | | |
| Fees and charges for services | \$ 552 | \$ 552 | \$ 13,848 | \$ 13,296 |
| Intergovernmental | 11,890 | 36,889 | 7,110 | (29,779) |
| Investment income | 374 | 374 | 789 | 415 |
| Total revenues | 12,816 | 37,815 | 21,747 | (16,068) |
| Expenditures: | | | | |
| Culture and recreation: | | | | |
| Current | 27,889 | 75,763 | 26,553 | 49,210 |
| Total expenditures | 27,889 | 75,763 | 26,553 | 49,210 |
| Excess (deficiency) of revenues over expenditures | (15,073) | (37,948) | (4,806) | 33,142 |
| Other financing sources (uses): | | | | |
| Transfers in | - | 22,875 | 22,875 | - |
| Transfers out | - | (21,633) | (21,633) | - |
| Total other financing sources (uses) | - | 1,242 | 1,242 | - |
| Net change in fund balance | (15,073) | (36,706) | (3,564) | 33,142 |
| Fund balance, beginning of year | 157,787 | 157,787 | 157,787 | - |
| Fund balance, end of year | \$ 142,714 | \$ 121,081 | \$ 154,223 | \$ 33,142 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue
Library
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | <u>Budgeted Amounts</u> | | Actual | Variance With Final Budget- Positive (Negative) |
|--|-------------------------|-------------------|-------------------|--|
| | Original | Final | | |
| Revenues: | | | | |
| Intergovernmental | \$ - | \$ 371,270 | \$ 54,024 | \$ (317,246) |
| Investment income | 1,930 | 1,930 | 1,947 | 17 |
| Fees and charges for services | 2,750 | 2,750 | 3,086 | 336 |
| Other | - | - | 250 | 250 |
| Total revenues | 4,680 | 375,950 | 59,307 | (316,643) |
| Expenditures: | | | | |
| Culture and recreation: | | | | |
| Current | 1,001,165 | 1,314,036 | 1,070,078 | 243,958 |
| Capital outlay | 5,481 | 78,880 | 30,167 | 48,713 |
| Total expenditures | 1,006,646 | 1,392,916 | 1,100,245 | 292,671 |
| Excess (deficiency) of revenues over expenditures | (1,001,966) | (1,016,966) | (1,040,938) | (23,972) |
| Other financing sources (uses): | | | | |
| Transfers in | 971,728 | 971,728 | 971,728 | - |
| Total other financing sources (uses) | 971,728 | 971,728 | 971,728 | - |
| Net change in fund balance | (30,238) | (45,238) | (69,210) | (23,972) |
| Fund balance, beginning of year | 377,712 | 377,712 | 377,712 | - |
| Fund balance, end of year | \$ 347,474 | \$ 332,474 | \$ 308,502 | \$ (23,972) |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue
NEA Grants
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | Actual | Variance With Final Budget- Positive (Negative) |
|--|------------------|-------------------|----------------|--|
| | Original | Final | | |
| Expenditures: | | | | |
| Culture and recreation: | | | | |
| Current | \$ 30,000 | \$ 33,927 | \$ 30,000 | \$ 3,927 |
| Total expenditures | 30,000 | 33,927 | 30,000 | 3,927 |
| Excess (deficiency) of revenues over expenditures | (30,000) | (33,927) | (30,000) | 3,927 |
| Other financing sources (uses): | | | | |
| Transfers in | 30,000 | 30,000 | 30,000 | - |
| Total other financing sources (uses) | 30,000 | 30,000 | 30,000 | - |
| Net change in fund balance | - | (3,927) | - | 3,927 |
| Fund balance, beginning of year | (77) | (77) | (77) | - |
| Fund balance, end of year | \$ (77) | \$ (4,004) | \$ (77) | \$ 3,927 |

CITY OF SANTA FE, NEW MEXICO
Statement of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue
Plaza Use
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | Actual | Variance With Final Budget- Positive (Negative) |
|--|------------------|------------------|-------------------|--|
| | Original | Final | | |
| Revenues: | | | | |
| Investment income | \$ 346 | \$ 346 | \$ 592 | \$ 246 |
| Fees and charges for services | 25,000 | 25,000 | 32,240 | 7,240 |
| Other | 5,000 | 5,000 | 152 | (4,848) |
| Total revenues | 30,346 | 30,346 | 32,984 | 2,638 |
| Expenditures: | | | | |
| Culture and recreation: | | | | |
| Current | 30,053 | 30,053 | 17,780 | 12,273 |
| Total expenditures | 30,053 | 30,053 | 17,780 | 12,273 |
| Excess (deficiency) of revenues over expenditures | 293 | 293 | 15,204 | 14,911 |
| Net change in fund balance | 293 | 293 | 15,204 | 14,911 |
| Fund balance, beginning of year | 96,260 | 96,260 | 96,260 | - |
| Fund balance, end of year | \$ 96,553 | \$ 96,553 | \$ 111,464 | \$ 14,911 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue
Public Facilities Purchase
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | Actual | Variance With Final Budget- Positive (Negative) |
|--|------------------|------------------|------------------|--|
| | Original | Final | | |
| Revenues: | | | | |
| Investment income | \$ 237 | \$ 237 | \$ 315 | \$ 78 |
| Total revenues | 237 | 237 | 315 | 78 |
| Expenditures: | | | | |
| Culture and recreation: | - | - | - | - |
| Total expenditures | - | - | - | - |
| Excess (deficiency) of revenues over expenditures | 237 | 237 | 315 | 78 |
| Net change in fund balance | 237 | 237 | 315 | 78 |
| Fund balance, beginning of year | 56,321 | 56,321 | 56,321 | - |
| Fund balance, end of year | \$ 56,558 | \$ 56,558 | \$ 56,636 | \$ 78 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue
Quality of Life Project
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | <u>Budgeted Amounts</u> | | Actual | Variance With Final Budget- Positive (Negative) |
|--|-------------------------|------------------|-------------------|--|
| | Original | Final | | |
| Revenues: | | | | |
| Investment income | \$ 701 | \$ 701 | \$ 1,098 | \$ 397 |
| Total revenues | 701 | 701 | 1,098 | 397 |
| Expenditures: | | | | |
| Culture and recreation: | | | | |
| Current | 315,726 | 315,726 | 192,246 | 123,480 |
| Total expenditures | 315,726 | 315,726 | 192,246 | 123,480 |
| Excess (deficiency) of revenues over expenditures | (315,025) | (315,025) | (191,148) | (123,083) |
| Other financing sources (uses): | | | | |
| Transfers in | 702,000 | 702,000 | 702,000 | - |
| Transfers out | (500,417) | (500,417) | (395,250) | (105,167) |
| Total other financing sources (uses) | 201,583 | 201,583 | 306,750 | (105,167) |
| Net change in fund balance | (113,442) | (113,442) | 115,602 | 229,044 |
| Fund balance, beginning of year | 133,889 | 133,889 | 133,889 | - |
| Fund balance, end of year | \$ 20,447 | \$ 20,447 | \$ 249,491 | \$ 229,044 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue
Recreation Grants
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | <u>Budgeted Amounts</u> | | | Variance With Final Budget Positive (Negative) |
|---|-------------------------|-------------------|-------------------|---|
| | Original | Final | Actual | |
| Revenues: | | | | |
| Taxes | \$ 1,311,800 | \$ 1,311,800 | \$ 1,214,601 | \$ (97,199) |
| Intergovernmental | 54,650 | 51,952 | 37,554 | (14,398) |
| Fees and charges for services | 172,000 | 172,000 | 89,700 | (82,300) |
| Investment income | 3,331 | 3,331 | 4,738 | 1,407 |
| Other | - | 2,000 | 2,000 | - |
| Total revenues | 1,541,781 | 1,541,083 | 1,348,593 | (192,490) |
| Expenditures: | | | | |
| Culture and recreation: | | | | |
| Current | 1,914,355 | 1,929,633 | 1,600,857 | 328,776 |
| Capital outlay | - | 2,964 | 59,307 | (56,343) |
| Total expenditures | 1,914,355 | 1,932,597 | 1,660,164 | 272,433 |
| Excess (deficiency) of revenues over expenditures | (372,574) | (391,514) | (311,571) | 79,943 |
| Other financing sources (uses): | | | | |
| Transfers in | 325,000 | 325,000 | 325,000 | - |
| Total other financing sources (uses) | 325,000 | 325,000 | 325,000 | - |
| Net change in fund balance | (47,574) | (66,514) | 13,429 | 79,943 |
| Fund balance, beginning of year | 897,235 | 897,235 | 897,235 | - |
| Fund balance, end of year | \$ 849,661 | \$ 830,721 | \$ 910,664 | \$ 79,943 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue
Land Development
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | <u>Budgeted Amounts</u> | | | Variance With Final Budget- Positive (Negative) |
|--|-------------------------|-------------------|-------------------|--|
| | Original | Final | Actual | |
| Revenues: | | | | |
| Investment income | \$ 6,617 | \$ 6,617 | \$ 8,695 | \$ 2,078 |
| Total revenues | 6,617 | 6,617 | 8,695 | 2,078 |
| Expenditures: | | | | |
| Culture and recreation: Current | 96,830 | 96,830 | 93,630 | 3,200 |
| Total expenditures | 96,830 | 96,830 | 93,630 | 3,200 |
| Excess (deficiency) of revenues over expenditures | (90,213) | (90,213) | (84,935) | 5,278 |
| Other financing sources (uses): | | | | |
| Operating transfers out | - | (114,500) | (114,500) | - |
| Total other financing sources (uses) | - | (114,500) | (114,500) | - |
| Net change in fund balance | (90,213) | (204,713) | (199,435) | 5,278 |
| Fund balance, beginning of year | 1,014,624 | 1,014,624 | 1,014,624 | - |
| Fund balance, end of year | \$ 924,411 | \$ 809,911 | \$ 815,189 | \$ 5,278 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue
Special Recreation Leagues
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | <u>Budgeted Amounts</u> | | | Variance With Final Budget Positive (Negative) |
|--|-------------------------|-------------------|-------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Revenues | | | | |
| Rents, royalties and concessions | \$ 74,406 | \$ 74,406 | \$ 56,536 | \$ (17,870) |
| Investment income | 545 | 545 | 688 | 143 |
| Total revenues | 74,951 | 74,951 | 57,224 | (17,727) |
| Expenditures: | | | | |
| Culture and recreation: | | | | |
| Current | 77,385 | 77,385 | 69,237 | 8,148 |
| Total expenditures | 77,385 | 77,385 | 69,237 | 8,148 |
| Excess (deficiency) of revenues over expenditures | (2,434) | (2,434) | (12,013) | (9,579) |
| Net change in fund balance | (2,434) | (2,434) | (12,013) | (9,579) |
| Fund balance, beginning of year | 129,208 | 129,208 | 129,208 | - |
| Fund balance, end of year | \$ 126,774 | \$ 126,774 | \$ 117,195 | \$ (9,579) |

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Nonmajor Governmental Funds Capital Projects Funds

Capital projects funds are used to account for the acquisition and construction of major capital projects other than those financed by proprietary funds.

Capital Improvement Projects (CIP) Reallocation – to account for accumulating interest earnings, savings on CIP and subsidiary transfers from the General Fund to be used for other capital improvement projects as approved by the City Council.

Resource Conservation – to account for the installation of energy saving equipment at various City buildings.

Building Renovations – to account for renovations to various City buildings.

Special Projects - to account for the cost of the City's web-based financial system.

Beautification of Major Arterials- to account for beautification of medians throughout the city.

Bond Acquisition – to account for the proceeds of the City Gross Receipts Tax Revenues Bond issues designated to fund various capital improvement projects including wastewater system improvements and landfill construction and closure.

City Drainage Projects – to account for the design and construction of erosion control for various City drainage and river embankment projects.

Landfill Projects – to account for the Ortiz landfill improvements.

City Paving Projects – to account for paving and repaving improvements to existing City streets.

Santa Fe River Channel – to account for improvements to the Santa Fe River.

City Signalization Projects – to account for the installation of traffic signals.

City Street Construction Projects – to account for the design of street construction projects.

City Sidewalk Projects – to account for the design and construction of various sidewalks.

Zia Road Street Lighting – to account for the design of street lighting on Zia Road.

Affordable Housing Program – to account for City, Federal and State grants used to provide affordable housing programs.

Public Care Facilities – to account for the construction or renovation of City buildings to be used for the needs of the community such as La Familia Medical Center, Child Care Facility and Monica Roybal Center.

Art for CIP – to account for the financing of art in public places.

Museums – to account for improvements to the Camino Lejo and El Museo museums.

City Parks Improvements – to account for improvements to existing City parks as well as construction of future parks.

Open Space Acquisition – to account for the design and construction of an open space master plan and the Talaya Wilderness Trail.

Library Improvements – to account for the design and renovation of the City's libraries.

Major Governmental Funds Capital Projects Funds

½% Gross Receipts Tax – to account for the City's portion of gross receipts taxes collected by the State of New Mexico per Ordinance no. 1981-45.

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CITY OF SANTA FE, NEW MEXICO
Combining Balance Sheet
Nonmajor Governmental Funds
Capital Projects
June 30, 2015

| Assets | | | | | | | | |
|--------------------------------|--|-------------------|----------------------|------------------------|----------------------|---------------------|-----------------------------|--|
| | Cash, Investments and Cash Equivalents | Tax Receivable | Grants Receivable | Interest Receivable | Total Assets | Accounts Payable | Accrued Wages Payable | |
| General Government: | | | | | | | | |
| CIP Reallocation | \$ 282,690 | \$ - | \$ - | \$ 18,772 | \$ 301,462 | \$ - | \$ - | |
| Resource Conservation | 33,411 | - | - | - | 33,411 | 2,649 | - | |
| Building Renovations | 2,399,362 | - | 10,966 | - | 2,410,328 | 7,614 | 35 | |
| Special Projects | - | - | - | - | - | - | - | |
| Total General Government | 2,715,463 | - | 10,966 | 18,772 | 2,745,201 | 10,263 | 35 | |
| Public Works: | | | | | | | | |
| Beautif. of Major Arterials | 38,528 | - | 2,100 | - | 40,628 | 1,138 | - | |
| Bond Acquisition | 79,494 | - | - | - | 79,494 | - | - | |
| City Drainage Projects | 1,111,098 | - | - | - | 1,111,098 | 45,459 | - | |
| City Paving Projects | 5,465,131 | 124,753 | 578,942 | - | 6,168,826 | 39,859 | 22,050 | |
| Santa Fe River Channel | 32,507 | - | - | - | 32,507 | - | - | |
| City Signalization Projects | 624,467 | - | - | - | 624,467 | 957 | - | |
| City Street Const. Projects | 4,870,678 | - | - | - | 4,870,678 | - | - | |
| City Sidewalk Projects | 1,026,382 | - | 41,470 | - | 1,067,852 | 4,881 | - | |
| Zia Road Street Lighting | 194,836 | - | - | - | 194,836 | - | - | |
| Total Public Works | 13,443,121 | 124,753 | 622,512 | - | 14,190,386 | 92,294 | 22,050 | |
| Community Development: | | | | | | | | |
| Affordable Housing Program | 201,000 | - | - | - | 201,000 | - | - | |
| Public Care Facilities | 1,600,469 | - | 11,329 | - | 1,611,798 | - | 1,103 | |
| Total Community Development | 1,801,469 | - | 11,329 | - | 1,812,798 | - | 1,103 | |
| Culture and Recreation: | | | | | | | | |
| Art for CIP Projects | 610,557 | - | - | - | 610,557 | 15,397 | 721 | |
| City Parks Improvements | 12,029,291 | - | 6,439 | 7,010 | 12,042,740 | 121,240 | 20,823 | |
| Open Space Acquisition | 239,129 | - | 57,101 | - | 296,230 | - | - | |
| Library Improvements | 3,019 | - | - | - | 3,019 | - | - | |
| Total Culture and Recreation | 12,881,996 | - | 63,540 | 7,010 | 12,952,546 | 136,637 | 21,544 | |
| Totals - June 30, 2015 | \$ 30,842,049 | \$ 124,753 | \$ 708,347 | \$ 25,782 | \$ 31,700,931 | \$ 239,194 | \$ 44,732 | |

| Liabilities and Fund Balance | | | Fund Balance Spendable | | | | Total Liabilities, Deferred Inflows of Resources and Fund Balance |
|------------------------------|---------------------------|------------------------------------|------------------------|---------------------|---------------------|----------------------|---|
| Due to Other Funds | Other Current Liabilities | Total Liabilities and Fund Balance | Restricted | Assigned | Unassigned | Total Fund Balances | |
| \$ - | \$ - | \$ - | \$ - | \$ 301,462 | \$ - | \$ 301,462 | \$ 301,462 |
| - | - | 2,649 | - | 30,762 | - | 30,762 | 33,411 |
| - | - | 7,649 | - | 2,402,679 | - | 2,402,679 | 2,410,328 |
| 513,311 | - | 513,311 | - | - | (513,311) | (513,311) | - |
| 513,311 | - | 523,609 | - | 2,734,903 | (513,311) | 2,221,592 | 2,745,201 |
| - | - | 1,138 | 39,490 | - | - | 39,490 | 40,628 |
| - | - | - | - | 79,494 | - | 79,494 | 79,494 |
| - | - | 45,459 | - | 1,065,639 | - | 1,065,639 | 1,111,098 |
| - | - | 61,909 | 6,106,917 | - | - | 6,106,917 | 6,168,826 |
| - | - | - | - | 32,507 | - | 32,507 | 32,507 |
| - | - | 957 | - | 623,510 | - | 623,510 | 624,467 |
| - | 100,000 | 100,000 | 4,770,678 | - | - | 4,770,678 | 4,870,678 |
| - | - | 4,881 | - | 1,062,971 | - | 1,062,971 | 1,067,852 |
| - | - | - | - | 194,836 | - | 194,836 | 194,836 |
| - | 100,000 | 214,344 | 10,917,085 | 3,058,957 | - | 13,976,042 | 14,190,386 |
| - | - | - | - | 201,000 | - | 201,000 | 201,000 |
| - | - | 1,103 | 1,610,695 | - | - | 1,610,695 | 1,611,798 |
| - | - | 1,103 | 1,610,695 | 201,000 | - | 1,811,695 | 1,812,798 |
| - | - | 16,118 | - | 594,439 | - | 594,439 | 610,557 |
| - | - | 142,063 | 11,900,677 | - | - | 11,900,677 | 12,042,740 |
| - | - | - | 296,230 | - | - | 296,230 | 296,230 |
| - | - | - | - | 3,019 | - | 3,019 | 3,019 |
| - | - | 158,181 | 12,196,907 | 597,458 | - | 12,794,365 | 12,952,546 |
| \$ 513,311 | \$ 100,000 | \$ 897,237 | \$ 24,724,687 | \$ 6,592,318 | \$ (513,311) | \$ 30,803,694 | \$ 31,700,931 |

CITY OF SANTA FE, NEW MEXICO
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Governmental Funds
Capital Projects
For the Year Ended June 30, 2015

| | Revenues | | | | Expenditures | | |
|-------------------------------------|---------------------|------------------------|----------------------|-------------------|---------------------|---------------------|----------------------|
| | Taxes | Intergov- ernmental | Investment Income | Other Revenues | Total Revenues | Current | Capital Outlay |
| General Government: | | | | | | | |
| CIP Reallocation | \$ - | \$ - | \$ 106,740 | \$ - | \$ 106,740 | \$ 3,056 | \$ - |
| Resource Conservation | - | - | - | 115 | 115 | 80,903 | 2,393,959 |
| Building Renovations | - | 91,463 | - | 8,340 | 99,803 | 102,020 | 597,198 |
| Special Projects | - | - | - | - | - | 363 | - |
| Total General Government | - | 91,463 | 106,740 | 8,455 | 206,658 | 186,342 | 2,991,157 |
| Public Works: | | | | | | | |
| Beautif. of Major Arterials | - | 26,920 | - | - | 26,920 | 42,142 | 46,933 |
| Bond Acquisition | - | - | - | - | - | - | - |
| City Drainage Projects | - | - | - | - | - | 18,709 | 45,459 |
| City Paving Projects | 1,470,813 | 421,835 | - | 1,610 | 1,894,258 | 1,215,634 | 2,812,605 |
| Santa Fe River Channel | - | - | - | - | - | - | - |
| City Signalization Projects | - | - | - | - | - | 2,803 | 312,028 |
| City Street Const. Projects | - | 129,911 | - | 87,759 | 217,670 | 4,680 | 198,675 |
| City Sidewalk Projects | - | 59,808 | - | - | 59,808 | 2,535 | 202,953 |
| Zia Road Street Lighting | - | - | - | - | - | - | 76,465 |
| Total Public Works | 1,470,813 | 638,474 | - | 89,369 | 2,198,656 | 1,286,503 | 3,695,118 |
| Community Development: | | | | | | | |
| Affordable Housing Program | - | - | - | - | - | - | - |
| Public Care Facilities | - | 57,298 | - | - | 57,298 | - | 553,465 |
| Total Community Development | - | 57,298 | - | - | 57,298 | - | 553,465 |
| Culture and Recreation: | | | | | | | |
| Art for CIP Projects | - | - | - | 450 | 450 | 87,492 | - |
| City Parks Improvements | - | 26,357 | 46,893 | 40,138 | 113,388 | 637,882 | 5,422,944 |
| Open Space Acquisition | - | 6,880 | - | - | 6,880 | - | 15,077 |
| Library Improvements | - | - | - | - | - | 1,844 | 52,041 |
| Total Culture and Recreation | - | 33,237 | 46,893 | 40,588 | 120,718 | 727,218 | 5,490,062 |
| Totals - June 30, 2015 | \$ 1,470,813 | \$ 820,472 | \$ 153,633 | \$ 138,412 | \$ 2,583,330 | \$ 2,200,063 | \$ 12,729,802 |

| Other Financing Sources (Uses) | | | | | Fund Balances | |
|--------------------------------|---|---------------|-----------------|------------------------------|-------------------|---------------|
| Total Expenditures | Excess (Deficiency) of Revenues Over Expenditures | Transfers In | Transfers (Out) | Net Changes In Fund Balances | Beginning of year | End of Year |
| \$ 3,056 | \$ 103,684 | \$ - | \$ - | \$ 103,684 | \$ 197,778 | \$ 301,462 |
| 2,474,862 | (2,474,747) | - | - | (2,474,747) | 2,505,509 | 30,762 |
| 699,218 | (599,415) | 2,214,040 | - | 1,614,625 | 788,054 | 2,402,679 |
| 363 | (363) | - | - | (363) | (512,948) | (513,311) |
| 3,177,499 | (2,970,841) | 2,214,040 | - | (756,801) | 2,978,393 | 2,221,592 |
| 89,075 | (62,155) | - | - | (62,155) | 101,645 | 39,490 |
| - | - | - | - | - | 79,494 | 79,494 |
| 64,168 | (64,168) | 1,000,000 | - | 935,832 | 129,807 | 1,065,639 |
| 4,028,239 | (2,133,981) | 4,440,000 | - | 2,306,019 | 3,800,898 | 6,106,917 |
| - | - | - | - | - | 32,507 | 32,507 |
| 314,831 | (314,831) | 610,000 | - | 295,169 | 328,341 | 623,510 |
| 203,355 | 14,315 | 1,350,000 | (72,955) | 1,291,360 | 3,479,318 | 4,770,678 |
| 205,488 | (145,680) | 700,000 | - | 554,320 | 508,651 | 1,062,971 |
| 76,465 | (76,465) | 120,000 | - | 43,535 | 151,301 | 194,836 |
| 4,981,621 | (2,782,965) | 8,220,000 | (72,955) | 5,364,080 | 8,611,962 | 13,976,042 |
| - | - | 200,000 | - | 200,000 | 1,000 | 201,000 |
| 553,465 | (496,167) | 400,000 | - | (96,167) | 1,706,862 | 1,610,695 |
| 553,465 | (496,167) | 600,000 | - | 103,833 | 1,707,862 | 1,811,695 |
| 87,492 | (87,042) | 360,000 | - | 272,958 | 321,481 | 594,439 |
| 6,060,826 | (5,947,438) | 9,311,142 | (580,747) | 2,782,957 | 9,117,720 | 11,900,677 |
| 15,077 | (8,197) | - | - | (8,197) | 304,427 | 296,230 |
| 53,885 | (53,885) | - | - | (53,885) | 56,904 | 3,019 |
| 6,217,280 | (6,096,562) | 9,671,142 | (580,747) | 2,993,833 | 9,800,532 | 12,794,365 |
| \$ 14,929,865 | \$ (12,346,535) | \$ 20,705,182 | \$ (653,702) | \$ 7,704,945 | \$ 23,098,749 | \$ 30,803,694 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Capital Projects
CIP Reallocation Fund
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget- Positive (Negative) |
|--|-------------------|-------------------|-------------------|--|
| | Original | Final | | |
| Revenues: | | | | |
| Investment income | \$ 72,208 | \$ 72,208 | \$ 106,740 | \$ 34,532 |
| Total revenues | 72,208 | 72,208 | 106,740 | 34,532 |
| Expenditures: | | | | |
| General government: | | | | |
| Current | 3,057 | 3,057 | 3,056 | 1 |
| Total expenditures | 3,057 | 3,057 | 3,056 | 1 |
| Excess (deficiency) of revenues over expenditures | 69,151 | 69,151 | 103,684 | 34,533 |
| Net change in fund balance | 69,151 | 69,151 | 103,684 | 34,533 |
| Fund balance, beginning of year | 197,778 | 197,778 | 197,778 | - |
| Fund balance, end of year | \$ 266,929 | \$ 266,929 | \$ 301,462 | \$ 34,533 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Capital Projects
Resource Conservation
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget- Positive (Negative) |
|--|---------------------|---------------|------------------|--|
| | Original | Final | | |
| Revenues: | | | | |
| Other | \$ - | \$ 116 | \$ 115 | \$ (1) |
| Total revenues | - | 116 | 115 | (1) |
| Expenditures: | | | | |
| General government: | | | | |
| Current | - | 112,936 | 80,903 | 32,033 |
| Capital outlay | - | 2,392,573 | 2,393,959 | (1,386) |
| Total expenditures | - | 2,505,509 | 2,474,862 | 30,647 |
| Excess (deficiency) of revenues over expenditures | - | (2,505,393) | (2,474,747) | 30,646 |
| Net changes in fund balance | - | (2,505,393) | (2,474,747) | 30,646 |
| Fund balance, beginning of year | 2,505,509 | 2,505,509 | 2,505,509 | - |
| Fund balance, end of year | \$ 2,505,509 | \$ 116 | \$ 30,762 | \$ 30,646 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Capital Projects
Building Renovations
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget- Positive (Negative) |
|--|-------------------------|-------------------|-----------------------|--|
| | <u>Original</u> | <u>Final</u> | <u>Actual Amounts</u> | |
| Revenues: | | | | |
| Intergovernmental | \$ - | \$ 670,476 | \$ 91,463 | \$ (579,013) |
| Other revenues | - | 8,340 | 8,340 | - |
| Total revenues | - | 678,816 | 99,803 | (579,013) |
| Expenditures: | | | | |
| General government: | | | | |
| Current | - | 270,700 | 102,020 | 168,680 |
| Capital outlay | 65,119 | 3,194,058 | 597,198 | 2,596,860 |
| Total expenditures | 65,119 | 3,464,758 | 699,218 | 2,765,540 |
| Excess (deficiency) of revenues over expenditures | (65,119) | (2,785,942) | (599,415) | 2,186,527 |
| Other financing sources (uses): | | | | |
| Transfers in | - | 2,214,040 | 2,214,040 | - |
| Total other financing sources (uses) | - | 2,214,040 | 2,214,040 | - |
| Net change in fund balance | (65,119) | (571,902) | 1,614,625 | 2,186,527 |
| Fund balance, beginning of year | 788,054 | 788,054 | 788,054 | - |
| Fund balance, end of year | \$ 722,935 | \$ 216,152 | \$ 2,402,679 | \$ 2,186,527 |

CITY OF SANTA FE, NEW MEXICO
Capital Projects Fund
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Capital Projects
Special Projects
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | <u>Budgeted Amounts</u> | | <u>Actual Amounts</u> | <u>Variance with Final Budget- Positive (Negative)</u> |
|--|-------------------------|---------------------|-----------------------|--|
| | <u>Original</u> | <u>Final</u> | | |
| Expenditures: | | | | |
| General government: | | | | |
| Current | \$ 70,535 | \$ 70,535 | \$ 363 | \$ 70,172 |
| Total expenditures | 70,535 | 70,535 | 363 | 70,172 |
| Excess (deficiency) of revenues over expenditures | (70,535) | (70,535) | (363) | 70,172 |
| Net change in fund balance | (70,535) | (70,535) | (363) | 70,172 |
| Fund balance, beginning of year | (512,948) | (512,948) | (512,948) | - |
| Fund balance, end of year | \$ (583,483) | \$ (583,483) | \$ (513,311) | \$ 70,172 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Capital Projects
Beautification of Major Arterials
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget- Positive (Negative) |
|--|-------------------|-------------|------------------|--|
| | Original | Final | | |
| Revenues: | | | | |
| Intergovernmental | \$ - | \$ 31,456 | \$ 26,920 | \$ (4,536) |
| Total revenues | - | 31,456 | 26,920 | (4,536) |
| Expenditures: | | | | |
| Public works: | | | | |
| Current | - | 77,669 | 42,142 | 35,527 |
| Capital outlay | - | 55,431 | 46,933 | 8,498 |
| Total expenditures | - | 133,100 | 89,075 | 44,025 |
| Excess (deficiency) of revenues over expenditures | - | (101,644) | (62,155) | 39,489 |
| Net change in fund balance | - | (101,644) | (62,155) | 39,489 |
| Fund balance, beginning of year | 101,645 | 101,645 | 101,645 | - |
| Fund balance, end of year | \$ 101,645 | \$ 1 | \$ 39,490 | \$ 39,489 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Capital Projects
Bond Acquisition
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | | Actual Amounts | Variance with Final Budget- Positive (Negative) |
|--|------------------|-------------|------------------|------------------|--|
| | Original | Final | | | |
| Expenditures: | | | | | |
| Public works: | | | | | |
| Capital outlay | \$ - | \$ 79,493 | \$ - | \$ 79,493 | |
| Total expenditures | - | 79,493 | - | 79,493 | |
| Excess (deficiency) of revenues over expenditures | - | (79,493) | - | 79,493 | |
| Net change in fund balance | - | (79,493) | - | 79,493 | |
| Fund balance, beginning of year | 79,494 | 79,494 | 79,494 | - | |
| Fund balance, end of year | \$ 79,494 | \$ 1 | \$ 79,494 | \$ 79,493 | |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Capital Projects
City Drainage Projects
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget- Positive (Negative) |
|--|-------------------------|--------------|-----------------------|--|
| | <u>Original</u> | <u>Final</u> | <u>Actual Amounts</u> | |
| Expenditures: | | | | |
| Public works: | | | | |
| Current | \$ - | \$ 123,721 | \$ 18,709 | \$ 105,012 |
| Capital outlay | - | 1,006,086 | 45,459 | 960,627 |
| Total expenditures | - | 1,129,807 | 64,168 | 1,065,639 |
| Excess (deficiency) of revenues over expenditures | - | (1,129,807) | (64,168) | 1,065,639 |
| Other financing sources (uses): | | | | |
| Transfers in | - | 1,000,000 | 1,000,000 | - |
| Total other financing sources (uses) | - | 1,000,000 | 1,000,000 | - |
| Net change in fund balance | - | (129,807) | 935,832 | 1,065,639 |
| Fund balance, beginning of year | 129,807 | 129,807 | 129,807 | - |
| Fund balance, end of year | \$ 129,807 | \$ - | \$ 1,065,639 | \$ 1,065,639 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Capital Projects
City Paving Projects
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget- Positive (Negative) |
|--|-------------------------|---------------------|---------------------|--|
| | Original | Final | Actual Amounts | |
| Revenues: | | | | |
| Taxes | \$ 1,405,000 | \$ 1,405,000 | \$ 1,470,813 | \$ 65,813 |
| Intergovernmental | - | 421,835 | 421,835 | - |
| Other revenues | - | 1,610 | 1,610 | - |
| Total revenues | 1,405,000 | 1,828,445 | 1,894,258 | 65,813 |
| Expenditures: | | | | |
| Public works: | | | | |
| Current | 866,432 | 1,662,250 | 1,215,634 | 446,616 |
| Capital outlay | 631,861 | 5,649,786 | 2,812,605 | 2,837,181 |
| Total expenditures | 1,498,293 | 7,312,036 | 4,028,239 | 3,283,797 |
| Excess (deficiency) of revenues over expenditures | (93,293) | (5,483,591) | (2,133,981) | 3,349,610 |
| Other financing sources (uses): | | | | |
| Transfers in | - | 4,440,000 | 4,440,000 | - |
| Total other financing sources (uses) | - | 4,440,000 | 4,440,000 | - |
| Net change in fund balance | (93,293) | (1,043,591) | 2,306,019 | 3,349,610 |
| Fund balance, beginning of year | 3,800,898 | 3,800,898 | 3,800,898 | - |
| Fund balance, end of year | \$ 3,707,605 | \$ 2,757,307 | \$ 6,106,917 | \$ 3,349,610 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Capital Projects
Santa Fe River Channel
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | | Actual Amounts | Variance with Final Budget- Positive (Negative) |
|--------------------------------------|------------------|------------------|------------------|----------------|--|
| | Original | Final | | | |
| Other financing sources (uses): | | | | | |
| Transfers out | \$ - | \$ - | \$ - | \$ - | - |
| Total other financing sources (uses) | - | - | - | - | - |
| Net change in fund balance | - | - | - | - | - |
| Fund balance, beginning of year | 32,507 | 32,507 | 32,507 | - | - |
| Fund balance, end of year | \$ 32,507 | \$ 32,507 | \$ 32,507 | \$ - | - |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Capital Projects
City Signalization Projects
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget- Positive (Negative) |
|--|-------------------|------------------|-------------------|--|
| | Original | Final | | |
| Revenues: | | | | |
| Intergovernmental | \$ - | \$ 300,000 | \$ - | \$ (300,000) |
| Total revenues | - | 300,000 | - | (300,000) |
| Expenditures: | | | | |
| Public works: | | | | |
| Current | - | 25,682 | 2,803 | 22,879 |
| Capital outlay | - | 1,158,320 | 312,028 | 846,292 |
| Total expenditures | - | 1,184,002 | 314,831 | 869,171 |
| Excess (deficiency) of revenues over expenditures | - | (884,002) | (314,831) | 569,171 |
| Other financing sources (uses): | | | | |
| Transfers in | - | 610,000 | 610,000 | - |
| Total other financing sources (uses) | - | 610,000 | 610,000 | - |
| Net change in fund balance | - | (274,002) | 295,169 | 569,171 |
| Fund balance, beginning of year | 328,341 | 328,341 | 328,341 | - |
| Fund balance, end of year | \$ 328,341 | \$ 54,339 | \$ 623,510 | \$ 569,171 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Capital Projects
City Street Construction Projects
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | | Actual Amounts | Variance with Final Budget- Positive (Negative) |
|--|---------------------|---------------------|---------------------|---------------------|--|
| | Original | Final | | | |
| Revenues: | | | | | |
| Intergovernmental | \$ - | \$ 8,599,650 | \$ 129,911 | \$ (8,469,739) | |
| Other revenue | 48,500 | 48,500 | 87,759 | 39,259 | |
| Total revenues | 48,500 | 8,648,150 | 217,670 | (8,430,480) | |
| Expenditures: | | | | | |
| Public works: | | | | | |
| Current | - | 57,990 | 4,680 | 53,310 | |
| Capital outlay | - | 12,156,222 | 198,675 | 11,957,547 | |
| Total expenditures | - | 12,214,212 | 203,355 | 12,010,857 | |
| Excess (deficiency) of revenues over expenditures | 48,500 | (3,566,062) | 14,315 | 3,580,377 | |
| Other financing sources (uses): | | | | | |
| Transfers in | - | 1,350,000 | 1,350,000 | - | |
| Transfers out | - | (72,955) | (72,955) | - | |
| Total other financing sources (uses) | - | 1,277,045 | 1,277,045 | - | |
| Net change in fund balance | 48,500 | (2,289,017) | 1,291,360 | 3,580,377 | |
| Fund balance, beginning of year | 3,479,318 | 3,479,318 | 3,479,318 | - | |
| Fund balance, end of year | \$ 3,527,818 | \$ 1,190,301 | \$ 4,770,678 | \$ 3,580,377 | |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Capital Projects
City Sidewalk Projects
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget- Positive (Negative) |
|--|-------------------|------------------|---------------------|--|
| | Original | Final | | |
| Revenues: | | | | |
| Intergovernmental | \$ - | \$ 59,808 | \$ 59,808 | \$ - |
| Total revenues | - | 59,808 | 59,808 | - |
| Expenditures: | | | | |
| Public works: | | | | |
| Current | - | 85,775 | 2,535 | 83,240 |
| Capital outlay | - | 1,170,741 | 202,953 | 967,788 |
| Total expenditures | - | 1,256,516 | 205,488 | 1,051,028 |
| Excess (deficiency) of revenues over expenditures | - | (1,196,708) | (145,680) | 1,051,028 |
| Other financing sources (uses): | | | | |
| Transfers in | - | 700,000 | 700,000 | - |
| Total other financing sources (uses) | - | 700,000 | 700,000 | - |
| Net change in fund balance | - | (496,708) | 554,320 | 1,051,028 |
| Fund balance, beginning of year | 508,651 | 508,651 | 508,651 | - |
| Fund balance, end of year | \$ 508,651 | \$ 11,943 | \$ 1,062,971 | \$ 1,051,028 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Capital Projects
Zia Road Street Lighting
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | | Actual Amounts | Variance with Final Budget- Positive (Negative) |
|--|-------------------|------------------|-------------------|-------------------|--|
| | Original | Final | | | |
| Expenditures: | | | | | |
| Public works: | | | | | |
| Capital outlay | \$ - | \$ 216,414 | \$ 76,465 | \$ 139,949 | |
| Total expenditures | - | 216,414 | 76,465 | 139,949 | |
| Excess (deficiency) of revenues over expenditures | - | (216,414) | (76,465) | 139,949 | |
| Other financing sources (uses): | | | | | |
| Transfers in | - | 120,000 | 120,000 | - | |
| Total other financing sources (uses) | - | 120,000 | 120,000 | - | |
| Net change in fund balance | - | (96,414) | 43,535 | 139,949 | |
| Fund balance, beginning of year | 151,301 | 151,301 | 151,301 | - | |
| Fund balance, end of year | \$ 151,301 | \$ 54,887 | \$ 194,836 | \$ 139,949 | |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Capital Projects
Affordable Housing Program
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget- Positive (Negative) |
|--|------------------|-------------|-------------------|--|
| | Original | Final | | |
| Revenues: | | | | |
| Intergovernmental | \$ - | \$ 50,000 | \$ - | \$ (50,000) |
| Total revenues | - | 50,000 | - | (50,000) |
| Expenditures: | | | | |
| Community development | | | | |
| Current | - | 201,000 | - | 201,000 |
| Capital outlay | - | 50,000 | - | 50,000 |
| Total expenditures | - | 251,000 | - | 251,000 |
| Excess (deficiency) of revenues over expenditures | - | (201,000) | - | 201,000 |
| Other financing sources (uses): | | | | |
| Transfers in | - | 200,000 | 200,000 | - |
| Total other financing sources (uses) | - | 200,000 | 200,000 | - |
| Net change in fund balance | - | (1,000) | 200,000 | 201,000 |
| Fund balance, beginning of year | 1,000 | 1,000 | 1,000 | - |
| Fund balance, end of year | \$ 1,000 | \$ - | \$ 201,000 | \$ 201,000 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Capital Projects
Public Care Facilities
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | | Actual Amounts | Variance with Final Budget- Positive (Negative) |
|--|---------------------|-------------------|---------------------|---------------------|--|
| | Original | Final | | | |
| Revenues: | | | | | |
| Intergovernmental | \$ - | \$ 620,030 | \$ 57,298 | \$ (562,732) | |
| Total revenues | - | 620,030 | 57,298 | (562,732) | |
| Expenditures: | | | | | |
| Community development: Capital outlay | 292,981 | 2,610,989 | 553,465 | 2,057,524 | |
| Total expenditures | 292,981 | 2,610,989 | 553,465 | 2,057,524 | |
| Excess (deficiency) of revenues over expenditures | (292,981) | (1,990,959) | (496,167) | 1,494,792 | |
| Other financing sources (uses): Transfers in | - | 400,000 | 400,000 | - | |
| Total other financing sources (uses) | - | 400,000 | 400,000 | - | |
| Net change in fund balance | (292,981) | (1,590,959) | (96,167) | 1,494,792 | |
| Fund balance, beginning of year | 1,706,862 | 1,706,862 | 1,706,862 | - | |
| Fund balance, end of year | \$ 1,413,881 | \$ 115,903 | \$ 1,610,695 | \$ 1,494,792 | |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Capital Projects
Art for CIP Projects
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | | Actual Amounts | Variance with Final Budget- Positive (Negative) |
|--|-------------------|-------------------|-------------------|-------------------|--|
| | Original | Final | | | |
| Revenues: | | | | | |
| Other revenue | \$ - | \$ 450 | \$ 450 | \$ - | |
| Total revenues | - | 450 | 450 | - | |
| Expenditures: | | | | | |
| Culture and recreation: | | | | | |
| Current | 202,246 | 309,385 | 87,492 | 221,893 | |
| Capital outlay | 332 | 332 | - | 332 | |
| Total expenditures | 202,578 | 309,717 | 87,492 | 222,225 | |
| Excess (deficiency) of revenues over expenditures | (202,578) | (309,267) | (87,042) | 222,225 | |
| Other financing sources (uses): | | | | | |
| Transfers in | - | 360,000 | 360,000 | - | |
| Total other financing sources (uses) | - | 360,000 | 360,000 | - | |
| Net change in fund balance | (202,578) | 50,733 | 272,958 | 222,225 | |
| Fund balance, beginning of year | 321,481 | 321,481 | 321,481 | - | |
| Fund balance, end of year | \$ 118,903 | \$ 372,214 | \$ 594,439 | \$ 222,225 | |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Capital Projects
City Parks Improvements
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | | Actual Amounts | Variance with Final Budget- Positive (Negative) |
|--|---------------------|---------------------|----------------------|----------------------|--|
| | Original | Final | | | |
| Revenues: | | | | | |
| Intergovernmental | \$ 6,000 | \$ 356,000 | \$ 26,357 | \$ (329,643) | |
| Investment income | 21,475 | 21,475 | 46,893 | 25,418 | |
| Other revenue | - | 40,138 | 40,138 | - | |
| Total revenues | 27,475 | 417,613 | 113,388 | (304,225) | |
| Expenditures: | | | | | |
| Culture and recreation: | | | | | |
| Current | 440,782 | 3,001,558 | 637,882 | 2,363,676 | |
| Capital outlay | 12,482 | 15,404,861 | 5,422,944 | 9,981,917 | |
| Total expenditures | 453,264 | 18,406,419 | 6,060,826 | 12,345,593 | |
| Excess (deficiency) of revenues over expenditures | (425,789) | (17,988,806) | (5,947,438) | 12,041,368 | |
| Other financing sources (uses): | | | | | |
| Transfers in | - | 9,311,142 | 9,311,142 | - | |
| Transfers out | - | (580,747) | (580,747) | - | |
| Total other financing sources (uses) | - | 8,730,395 | 8,730,395 | - | |
| Net change in fund balance | (425,789) | (9,258,411) | 2,782,957 | 12,041,368 | |
| Fund balance, beginning of year | 9,117,720 | 9,117,720 | 9,117,720 | - | |
| Fund balance, end of year | \$ 8,691,931 | \$ (140,691) | \$ 11,900,677 | \$ 12,041,368 | |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Capital Projects
Open Space Acquisition
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget- Positive (Negative) |
|--|-------------------------|-------------------|-----------------------|--|
| | <u>Original</u> | <u>Final</u> | <u>Actual Amounts</u> | |
| Revenues: | | | | |
| Intergovernmental | \$ - | \$ 6,880 | \$ 6,880 | \$ - |
| Total revenues | - | 6,880 | 6,880 | - |
| Expenditures: | | | | |
| Culture and recreation: | | | | |
| Capital outlay | - | 72,473 | 15,077 | 57,396 |
| Total expenditures | - | 72,473 | 15,077 | 57,396 |
| Excess (deficiency) of revenues over expenditures | - | (65,593) | (8,197) | 57,396 |
| Net change in fund balance | - | (65,593) | (8,197) | 57,396 |
| Fund balance, beginning of year | 304,427 | 304,427 | 304,427 | - |
| Fund balance, end of year | \$ 304,427 | \$ 238,834 | \$ 296,230 | \$ 57,396 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Capital Projects
Library Improvements
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | <u>Budgeted Amounts</u> | | <u>Actual Amount</u> | <u>Variance with Final Budget- Positive (Negative)</u> |
|--|-------------------------|-----------------|----------------------|--|
| | <u>Original</u> | <u>Final</u> | | |
| Expenditures: | | | | |
| Cultural and Recreation: | | | | |
| Current | \$ - | \$ 4,785 | \$ 1,844 | \$ 2,941 |
| Capital outlay | - | 52,087 | 52,041 | 46 |
| Total expenditures | - | 56,872 | 53,885 | 2,987 |
| Excess (deficiency) of revenues over expenditures | - | (56,872) | (53,885) | 2,987 |
| Net changes in fund balance | - | (56,872) | (53,885) | 2,987 |
| Fund balance, beginning of year | 56,904 | 56,904 | 56,904 | - |
| Fund balance, end of year | \$ 56,904 | \$ 32 | \$ 3,019 | \$ 2,987 |

CITY OF SANTA FE, NEW MEXICO
Major Governmental Fund
Capital Projects
1/2 % Gross Receipts Tax
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget- Positive (Negative) |
|--|---------------------|---------------------|---------------------|--|
| | Original | Final | | |
| Revenues: | | | | |
| Taxes | \$ 15,594,000 | \$ 15,594,000 | \$ 15,894,589 | \$ 300,589 |
| Investment income | 2,083 | 2,083 | - | (2,083) |
| Other revenue | - | 631 | 631 | - |
| Total revenues | 15,596,083 | 15,596,714 | 15,895,220 | 298,506 |
| Expenditures: | | | | |
| General government: | | | | |
| Current | 2,636,638 | 2,653,554 | 2,522,616 | 130,938 |
| Capital outlay | 101,887 | 124,266 | 75,847 | 48,419 |
| Total expenditures | 2,738,525 | 2,777,820 | 2,598,463 | 179,357 |
| Excess (deficiency) of revenues over expenditures | 12,857,558 | 12,818,894 | 13,296,757 | 477,863 |
| Other financing sources (uses): | | | | |
| Transfers in | 2,000,000 | 2,000,000 | - | (2,000,000) |
| Transfers out | (14,211,323) | (14,699,022) | (14,699,022) | - |
| Total other financing sources (uses) | (12,211,323) | (12,699,022) | (14,699,022) | (2,000,000) |
| Net change in fund balance | 646,235 | 119,872 | (1,402,265) | (1,522,137) |
| Fund balance, beginning of year | 8,912,570 | 8,912,570 | 8,912,570 | - |
| Fund balance, end of year | \$ 9,558,805 | \$ 9,032,442 | \$ 7,510,305 | \$ (1,522,137) |

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**Major Governmental Fund
Debt Service Fund
Budget vs Actual**

The Debt Service Funds are used to account for the accumulation of resources and payment of principal and interest on the City's general bonded debt.

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CITY OF SANTA FE, NEW MEXICO
Major Governmental Fund
Debt Service Fund
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Non-GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|--|----------------------|---------------------|---------------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Investment income (loss) | \$ 22,054 | \$ 80,265 | \$ 87,153 | \$ 6,888 |
| Property tax revenue | 1,562,881 | 3,131,922 | 3,100,972 | (30,950) |
| Reimbursements/refunds | - | 34,290 | 34,969 | 679 |
| Total revenues | 1,584,935 | 3,246,477 | 3,223,094 | (23,383) |
| Expenditures: | | | | |
| Debt service: | | | | |
| Principal payments | 9,677,468 | 9,677,468 | 9,677,468 | - |
| Interest and fiscal agent fees | 5,045,860 | 5,623,869 | 5,623,865 | 4 |
| Bond issuance costs | - | 466,645 | 466,645 | - |
| Total expenditures | 14,723,328 | 15,767,982 | 15,767,978 | 4 |
| Excess (deficiency) of revenues over expenditures | (13,138,393) | (12,521,505) | (12,544,884) | (23,379) |
| Other financing sources (uses): | | | | |
| Operating transfers in | 11,600,819 | 12,772,154 | 12,772,154 | - |
| Operating transfers out | - | (24,483,636) | (24,483,636) | - |
| Issuance of bonds | | | | |
| Face value of bonds issued | - | 21,260,000 | 21,260,000 | - |
| Premium on issuance of bond | - | 3,069,723 | 3,069,723 | - |
| Total other financing sources (uses) | 11,600,819 | 12,618,241 | 12,618,241 | - |
| Net change in fund balance | (1,537,574) | 96,736 | 73,357 | (23,379) |
| Fund balance, beginning of year | 75,986,829 | 4,787,752 | 5,160,079 | 372,327 |
| Fund balance, end of year | \$ 74,449,255 | \$ 4,884,488 | \$ 5,233,436 | \$ 348,948 |

CITY OF SANTA FE, NEW MEXICO
Major Governmental Fund
Debt Service Fund
Combining Balance Sheet
For the Year Ended June 30, 2015

| | General Obligation 2008 Debt Service | General Obligation 2010 Debt Service | General Obligation 2013 Debt Service | General Obligation 2014 Debt Service | GRT 2006 Debt Service | GRT 2008 CIP Debt Service | GRT Refunding 2010A Debt Service |
|---|--|--|--|--|--------------------------|------------------------------|--|
| Assets | | | | | | | |
| Cash and investments | \$ 912,430 | \$ 436,206 | \$ 113,888 | \$ 86,567 | \$ 6,769 | \$ 2,999 | \$ 26,072 |
| Restricted cash, cash equivalents, investments: | | | | | | | |
| Restricted for debt service payments | 1,644,804 | 786,333 | 26,958 | - | - | 116,683 | - |
| Receivables: | | | | | | | |
| Property taxes | 20,333 | 9,721 | 11,216 | 5,123 | - | - | - |
| Interest | 476 | 227 | - | 52 | 584 | 205 | 1,158 |
| | <u>\$ 2,578,043</u> | <u>\$ 1,232,487</u> | <u>\$ 152,062</u> | <u>\$ 91,742</u> | <u>\$ 7,353</u> | <u>\$ 119,887</u> | <u>\$ 27,230</u> |
| Liabilities and Fund Balances | | | | | | | |
| Liabilities: | | | | | | | |
| Vouchers payable | - | - | - | - | - | - | - |
| Other current liabilities | - | - | - | - | - | - | - |
| | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Fund balance: | | | | | | | |
| Spendable | | | | | | | |
| Restricted: | | | | | | | |
| Debt service | 2,578,043 | 1,232,487 | 152,062 | 91,742 | 7,353 | 119,887 | 27,230 |
| Total fund balance | <u>2,578,043</u> | <u>1,232,487</u> | <u>152,062</u> | <u>91,742</u> | <u>7,353</u> | <u>119,887</u> | <u>27,230</u> |
| Total liabilities and fund balances | <u>\$ 2,578,043</u> | <u>\$ 1,232,487</u> | <u>\$ 152,062</u> | <u>\$ 91,742</u> | <u>\$ 7,353</u> | <u>\$ 119,887</u> | <u>\$ 27,230</u> |

| GRTCIP & Ref. 2012A Debt Service | GRT Refunding 2013A Debt Service | GRT Refunding 2013B Debt Service | GRT 2014 Debt Service | HUD Section 108 Loan Debt Service | NMFA-Land Acquisition Debt Service | TOTAL |
|--|--|--|--------------------------|---|--|---------------------|
| \$ 63,751 | \$ 11,465 | \$ 11,972 | \$ 62,824 | \$ 114 | \$ 2,581 | \$ 1,737,638 |
| 478,516 | 276,308 | 55,719 | 60,718 | - | 1 | 3,446,040 |
| - | - | - | - | - | - | 46,393 |
| 441 | 61 | 105 | - | - | 56 | 3,365 |
| \$ 542,708 | \$ 287,834 | \$ 67,796 | \$ 123,542 | \$ 114 | \$ 2,638 | \$ 5,233,436 |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| 542,708 | 287,834 | 67,796 | 123,542 | 114 | 2,638 | 5,233,436 |
| 542,708 | 287,834 | 67,796 | 123,542 | 114 | 2,638 | 5,233,436 |
| \$ 542,708 | \$ 287,834 | \$ 67,796 | \$ 123,542 | \$ 114 | \$ 2,638 | \$ 5,233,436 |

Assets

Cash and investments
 Restricted cash, cash equivalents, investments:
 Restricted for debt service payments
 Receivables:
 Property taxes
 Interest

Liabilities and Fund Balances

Liabilities:
 Vouchers payable
 Other current liabilities

Fund balance:
 Spendable
 Restricted:
 Debt service

Total fund balance

Total liabilities and fund balances

CITY OF SANTA FE, NEW MEXICO
Major Governmental Fund
Debt Service Fund
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended June 30, 2015

| | General Obligation 2008 Debt Service | General Obligation 2010 Debt Service | General Obligation 2013 Debt Service | General Obligation 2014 Debt Service | GRT 2006 Debt Service | GRT 2008 CIP Debt Service | GRT Refunding 2010A Debt Service |
|---|---|---|--|---|--------------------------|------------------------------|--|
| REVENUES: | | | | | | | |
| Taxes | | | | | | | |
| Property | \$ 1,481,449 | \$ 721,917 | \$ 808,878 | \$ 88,728 | \$ - | \$ - | \$ - |
| Investment income (loss) | 2,693 | 5,218 | 778 | 14,418 | 4,075 | 1,817 | 8,991 |
| Reimbursements/refunds | - | - | - | 15,549 | 679 | - | - |
| Total revenues | 1,484,142 | 727,135 | 809,656 | 118,695 | 4,754 | 1,817 | 8,991 |
| EXPENDITURES: | | | | | | | |
| Debt service | | | | | | | |
| Principal payments | 865,000 | 430,000 | 465,000 | - | 2,045,000 | 390,000 | 3,945,000 |
| Interest and fiscal agent fees | 675,841 | 307,279 | 372,507 | 89,295 | 102,635 | 1,015,356 | 188,113 |
| Bond issuance costs | - | - | - | 176,703 | - | - | - |
| Total expenditures | 1,540,841 | 737,279 | 837,507 | 265,998 | 2,147,635 | 1,405,356 | 4,133,113 |
| Excess (deficiency) of revenues over expenditures | (56,699) | (10,144) | (27,851) | (147,303) | (2,142,881) | (1,403,539) | (4,124,122) |
| OTHER FINANCING SOURCES (USES): | | | | | | | |
| Operating transfers in | - | - | - | - | 2,147,250 | 1,404,488 | 4,132,872 |
| Operating transfers out | - | - | - | (5,800,000) | (179,312) | - | (404,323) |
| Issuance of bonds | | | | | | | |
| Bonds proceeds | - | - | - | 5,800,000 | - | - | - |
| Bond premiums | - | - | - | 239,045 | - | - | - |
| Total other financing sources (uses) | - | - | - | 239,045 | 1,967,938 | 1,404,488 | 3,728,549 |
| Net change in fund balance | (56,699) | (10,144) | (27,851) | 91,742 | (174,943) | 949 | (395,573) |
| Fund balance, beginning of year | 2,634,742 | 1,242,631 | 179,913 | - | 182,296 | 118,938 | 422,803 |
| Fund balance, end of year | \$ 2,578,043 | \$ 1,232,487 | \$ 152,062 | \$ 91,742 | \$ 7,353 | \$ 119,887 | \$ 27,230 |

| GRT Refunding/ CIP 2012A Debt Service | GRT Refunding 2013A Debt Service | GRT Refunding 2013B Debt Service | GRT 2014 CIP Debt Service | HUD Section 108 Loan Debt Service | NMFA-Land Acquisition Debt Service | TOTAL | |
|---------------------------------------|----------------------------------|----------------------------------|---------------------------|-----------------------------------|------------------------------------|--------------|---|
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 3,100,972 | REVENUES: |
| 3,493 | 615 | 872 | 43,784 | - | 399 | 87,153 | Taxes |
| - | - | - | 18,741 | - | - | 34,969 | Property |
| | | | | | | | Investment income (loss) |
| | | | | | | | Reimbursements/refunds |
| 3,493 | 615 | 872 | 62,525 | - | 399 | 3,223,094 | Total revenues |
| | | | | | | | EXPENDITURES: |
| 945,000 | 65,000 | 185,000 | - | 189,000 | 153,468 | 9,677,468 | Debt service |
| 1,400,116 | 369,241 | 487,466 | 488,127 | 5,489 | 122,400 | 5,623,865 | Principal payments |
| - | - | - | 289,942 | - | - | 466,645 | Interest and fiscal agent fees |
| | | | | | | | Bond issuance costs |
| 2,345,116 | 434,241 | 672,466 | 778,069 | 194,489 | 275,868 | 15,767,978 | Total expenditures |
| (2,341,623) | (433,626) | (671,594) | (715,544) | (194,489) | (275,469) | (12,544,884) | Excess (deficiency) of revenues over expenditures |
| | | | | | | | OTHER FINANCING SOURCES (USES): |
| 2,626,819 | 671,732 | 672,225 | 648,408 | 192,491 | 275,868 | 12,772,153 | Operating transfers in |
| - | - | - | (18,100,000) | - | - | (24,483,635) | Operating transfers out |
| | | | | | | | Issuance of bonds |
| - | - | - | 15,460,000 | - | - | 21,260,000 | Bonds proceeds |
| - | - | - | 2,830,678 | - | - | 3,069,723 | Bond premiums |
| 2,626,819 | 671,732 | 672,225 | 839,086 | 192,491 | 275,868 | 12,618,241 | Total other financing sources (uses) |
| 285,196 | 238,106 | 631 | 123,542 | (1,998) | 399 | 73,357 | Net change in fund balance |
| 257,512 | 49,728 | 67,165 | - | 2,112 | 2,239 | 5,160,079 | Fund balance, beginning of year |
| \$ 542,708 | \$ 287,834 | \$ 67,796 | \$ 123,542 | \$ 114 | \$ 2,638 | \$ 5,233,436 | Fund balance, end of year |

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Nonmajor Enterprise Funds

Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises – where the intent of the City Council is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the City Council has decided that periodic determination of net income is appropriate for accountability purposes.

Municipal Recreation Complex - to account for the operation of the City's golf course and adjoining recreation facility.

Parking Enterprise Fund - to account for the operation of the City's parking lots and the operation of the on-street parking meters.

Transit Bus System - to account for the operation of the City's public bus system: Santa Fe Trails.

Airport - to account for the operation of the City's airport service.

Genoveva Chavez Community Center (GCCC) - to account for the operation of the community recreational center.

Major Enterprise Funds Budget vs Actual

Waste Water Management - to account for the operation of the City's sewage system.

Water Management - to account for the operations of the City's water utility.

Environmental Services - to account for the operation of the City's solid waste collection service.

Railyard Properties - to account for the development of 50 acres of prime real estate near the center of the City previously owned by the railroad and a private developer.

Santa Fe Convention Center - to account for the operation of the City's convention center.

College of Santa Fe - The College of Santa Fe fund accounts for the lease operations, debt service, and construction activities associated with the City's purchase of the college from a not-for-profit corporation and subsequent lease to Laureate Education Inc. in September of 2009.

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CITY OF SANTA FE, NEW MEXICO
Combining Statement of Net Position
Nonmajor Enterprise Funds
For the year ended June 30, 2015

| | Municipal Recreation Complex | Parking Enterprise Fund | Transit Bus System |
|---|------------------------------------|-------------------------------|--------------------------|
| Assets | | | |
| Current assets: | | | |
| Cash, investments and cash equivalents | \$ - | \$ 846,809 | \$ 6,331,981 |
| Grants receivable | 39,378 | - | 8,499 |
| Receivable (net of allowances) | | | |
| Accounts | 148,141 | 45,137 | - |
| Interest receivable | 466 | 585 | 248 |
| Total current assets | 187,985 | 892,531 | 6,340,728 |
| Noncurrent assets: | | | |
| Capital assets: | | | |
| Land and land rights | 2,250,000 | - | - |
| Buildings and structures | 2,314,761 | 35,268,581 | 7,721,323 |
| Utility systems | - | - | - |
| Improvements | 14,830,114 | 63,620 | 766,447 |
| Furniture and fixtures | - | - | 7,558 |
| Equipment and machinery | 1,054,710 | 750,853 | 1,920,826 |
| Vehicles | 59,236 | 391,503 | 13,547,535 |
| Data processing equipment and software | 62,002 | 519,199 | 550,026 |
| Art | - | - | 180,971 |
| Construction in progress | - | - | 780,349 |
| Less accumulated depreciation | (15,557,680) | (5,149,764) | (12,742,832) |
| Total capital assets (net of accumulated depreciation) | 5,013,143 | 31,843,992 | 12,732,203 |
| Total noncurrent assets | 5,013,143 | 31,843,992 | 12,732,203 |
| Deferred outflows of resources | | | |
| Employer contributions subsequent to the measure date | 62,029 | 362,316 | 773,475 |
| Change in assumptions | 4,389 | 25,638 | 54,731 |
| Total Deferred outflows of resources | 66,418 | 387,954 | 828,206 |
| Total assets | \$ 5,267,546 | \$ 33,124,477 | \$ 19,901,137 |
| Liabilities | | | |
| Current liabilities: | | | |
| Accounts payable | \$ 40,558 | \$ 19,983 | \$ 35,367 |
| Gross Receipts tax payable | 5,409 | 26,832 | - |
| Accrued wages payable | 15,444 | 67,635 | 155,143 |
| Notes payable | - | - | 276,320 |
| Bonds payable net of amortization | 997,286 | 65,341 | - |
| Interest payable | 27,446 | 11,960 | 5,274 |
| Deposits and escrows | - | 7,906 | 14 |
| Due to other funds | 661,589 | - | - |
| Total current liabilities | 1,747,732 | 199,657 | 472,118 |
| Noncurrent liabilities: | | | |
| Bonds payable net of amortization | 6,503,281 | 13,590,888 | - |
| Notes payable non current | - | - | 2,993,873 |
| Compensated absences payable | 27,234 | 193,820 | 515,156 |
| Net pension liability | 372,614 | 2,176,464 | 4,646,331 |
| Total noncurrent liabilities | 6,903,129 | 15,961,172 | 8,155,360 |
| Total liabilities | 8,650,861 | 16,160,829 | 8,627,478 |
| Deferred inflows of resources | | | |
| Net difference between projected and actual investment earnings on pension plan investments | 112,546 | 657,390 | 1,403,401 |
| Change in assumptions | 5,475 | 31,981 | 68,273 |
| Total deferred inflows of resources | 118,021 | 689,371 | 1,471,674 |
| Net position | | | |
| Net investment in capital assets | (2,487,424) | 18,187,763 | 9,462,010 |
| Unrestricted | (1,013,912) | (1,913,486) | 339,975 |
| Total net position | (3,501,336) | 16,274,277 | 9,801,985 |
| Total Liabilities, Inflows of Resources & Net Position | \$ 5,267,546 | \$ 33,124,477 | \$ 19,901,137 |

| Airport | GCCC | Totals | |
|---------------|---------------|---------------|---|
| \$ - | \$ 3,341,974 | \$ 10,520,764 | Current assets: |
| 560,088 | - | 607,965 | Cash, investments and cash equivalents |
| - | - | 193,278 | Grants receivable |
| 310 | 2,668 | 4,277 | Receivable (net of allowances) |
| | | | Accounts |
| | | | Interest receivable |
| 560,398 | 3,344,642 | 11,326,284 | Total current assets |
| | | | Noncurrent assets: |
| 129,711 | 2,072,067 | 4,451,778 | Capital assets: |
| 5,279,142 | 23,306,768 | 73,890,575 | Land and land rights |
| - | 29,820 | 29,820 | Buildings and systems |
| 16,785,215 | 198,423 | 32,643,819 | Utility systems |
| - | 37,525 | 45,083 | Improvements |
| 1,164,651 | 619,186 | 5,510,226 | Furniture and fixtures |
| 596,733 | 91,640 | 14,686,647 | Equipment and machinery |
| 2,174 | 51,949 | 1,185,350 | Vehicles |
| - | - | 180,971 | Data processing equipment and software |
| 7,499,309 | 1,348,625 | 9,628,283 | Art |
| (14,527,060) | (8,225,219) | (56,202,555) | Construction in progress |
| | | | Less accumulated depreciation |
| 16,929,875 | 19,530,784 | 86,049,997 | Total capital assets (net of accumulated depreciation) |
| 16,929,875 | 19,530,784 | 86,049,997 | Total noncurrent assets |
| 140,161 | 299,540 | 1,637,521 | Deferred outflows of resources |
| 9,918 | 21,196 | 115,872 | Employer contributions subsequent to the measure date |
| 150,079 | 320,736 | 1,753,393 | Change in assumptions |
| | | | Total Deferred outflows of resources |
| \$ 17,640,352 | \$ 23,196,162 | \$ 99,129,674 | Total assets |
| | | | Liabilities |
| \$ 14,552 | \$ 81,880 | \$ 192,340 | Current liabilities: |
| 93 | 8,991 | 41,325 | Accounts payable |
| 21,747 | 69,490 | 329,459 | Gross receipts tax payable |
| - | - | 276,320 | Accrued wages payable |
| - | - | 1,062,627 | Notes Payable |
| - | - | 44,680 | Bonds payable net of amortization |
| - | 16,920 | 24,840 | Interest payable |
| 280,102 | - | 941,691 | Deposits and escrows |
| 316,494 | 177,281 | 2,913,282 | Due to other funds |
| | | | Total current liabilities |
| - | - | 20,094,169 | Noncurrent liabilities: |
| 70,286 | 160,033 | 2,993,873 | Bonds payable net of amortization |
| 841,959 | 1,799,363 | 966,529 | Notes payable non current |
| - | - | 9,836,731 | Compensated absences payable |
| 912,245 | 1,959,396 | 33,891,302 | Net pension liability |
| 1,228,739 | 2,136,677 | 36,804,584 | Total noncurrent liabilities |
| | | | Total liabilities |
| 254,310 | 543,488 | 2,971,135 | Deferred inflows of resources |
| 12,372 | 26,440 | 144,541 | Net difference between projected and actual investment earnings on pension plan investments |
| 266,682 | 569,928 | 3,115,676 | Change in assumptions |
| | | | Total deferred inflows of resources |
| 16,929,875 | 19,530,784 | 61,623,008 | Net position |
| (784,944) | 958,773 | (2,413,594) | Net investment in capital assets |
| 16,144,931 | 20,489,557 | 59,209,414 | Unrestricted |
| | | | Total net position |
| \$ 17,640,352 | \$ 23,196,162 | \$ 99,129,674 | Total Liabilities, Inflows of Resources & Net Position |

CITY OF SANTA FE, NEW MEXICO
Enterprise Funds
Combining Statement of Revenues, Expenses
and Changes to Net Position
Nonmajor Enterprise Funds
For the Year Ended June 30, 2015

| | Municipal Recreation Complex | Parking Enterprise Fund | Transit Bus System |
|---|---|--|-----------------------------------|
| Operating revenues: | | | |
| User fees (net of allowance of 17,848) | \$ 1,023,062 | \$ 3,970,014 | \$ 1,368,455 |
| Other revenue | 91,159 | 502,837 | 166,990 |
| Total operating revenues | 1,114,221 | 4,472,851 | 1,535,445 |
| Operating expenses: | | | |
| Salaries, wages and benefits | 501,494 | 2,721,553 | 6,623,204 |
| Contractual services and utilities | 330,831 | 272,145 | 315,078 |
| Repairs and maintenance | 27,959 | 118,889 | 395,591 |
| Supplies | 74,485 | 140,501 | 727,015 |
| Capital outlay-inventory exempt items | 59,089 | 12,443 | 43,653 |
| Depreciation expense | 195,941 | 461,655 | 1,486,784 |
| Insurance | 2,334 | 142,395 | 286,365 |
| Other | 202,776 | 859,263 | 854,176 |
| Total operating expenses | 1,394,909 | 4,728,844 | 10,731,866 |
| Operating income (loss) | (280,688) | (255,993) | (9,196,421) |
| Non-operating revenues (expenses): | | | |
| Investment income | 3,376 | 6,425 | 5,922 |
| Intergovernmental | | | |
| Grants | 44,378 | 22 | 3,486,889 |
| Gain (loss) on sale of capital assets | - | 3,189,417 | - |
| Interest expense | (365,194) | (38,807) | (58,266) |
| Prem/(discount) debt service interest | 17,286 | 4,044 | - |
| Total non-operating revenues (expenses) | (300,154) | 3,161,101 | 3,434,545 |
| Income (loss) before transfers and capital contributions | (580,842) | 2,905,108 | (5,761,876) |
| Capital grants | - | - | 318,722 |
| Transfers in | 1,586,298 | - | 6,050,797 |
| Transfers out | (2,826) | (408,922) | (100,000) |
| Change in net position | 1,002,630 | 2,496,186 | 507,643 |
| Net position, beginning of year (previously stated) | (4,069,340) | 16,316,773 | 14,713,941 |
| Adjustment to net position: | | | |
| Restatement of net position (see note I) | (434,626) | (2,538,682) | (5,419,599) |
| Net position, beginning of year (restated) | (4,503,966) | 13,778,091 | 9,294,342 |
| Net position, end of year | \$ (3,501,336) | \$ 16,274,277 | \$ 9,801,985 |

The notes to the financial statements are an integral part of this statement

| | Airport | GCCC | Totals | |
|--|----------------------|----------------------|----------------------|---|
| | \$ 1,171,378 | \$ 1,733,959 | \$ 9,266,868 | Operating revenues: |
| | 372,289 | 262,431 | 1,395,706 | User fees (net of allowance of 17,848) |
| | 1,543,667 | 1,996,390 | 10,662,574 | Other revenue |
| | | | | Total operating revenues |
| | 972,734 | 2,576,535 | 13,395,520 | Operating expenses: |
| | 430,797 | 877,789 | 2,226,640 | Salaries, wages and benefits |
| | 21,031 | 101,559 | 665,029 | Contractual services and utilities |
| | 24,614 | 209,321 | 1,175,936 | Repairs and maintenance |
| | 1,156,848 | 554,807 | 1,826,840 | Supplies |
| | 1,311,052 | 491,628 | 3,947,060 | Capital outlay-inventory exempt items |
| | 37,773 | 17,116 | 485,983 | Depreciation expense |
| | 158,248 | 219,310 | 2,293,773 | Insurance |
| | 4,113,097 | 5,048,065 | 26,016,781 | Other |
| | | | | Total operating expenses |
| | (2,569,430) | (3,051,675) | (15,354,207) | Operating income (loss) |
| | 2,271 | 13,083 | 31,077 | Non-operating revenues (expenses): |
| | 1,323,514 | - | 4,854,803 | Investment income |
| | - | - | 3,189,417 | Intergovernmental |
| | - | - | (462,267) | Grants |
| | - | - | 21,330 | Gain (loss) on sale of capital assets |
| | | | | Interest expense |
| | | | | Prem/(discount) debt service interest |
| | 1,325,785 | 13,083 | 7,634,360 | Total non-operating revenues (expenses) |
| | (1,243,645) | (3,038,592) | (7,719,847) | Income (loss) before transfers |
| | - | - | 318,722 | and capital contributions |
| | 229,631 | 4,671,539 | 12,538,265 | Capital grants |
| | - | (263,698) | (775,446) | Transfers in |
| | | | | Transfers out |
| | (1,014,014) | 1,369,249 | 4,361,694 | Change in net position |
| | 18,141,028 | 21,219,130 | 66,321,532 | Net position, beginning of year (previously stated) |
| | (982,083) | (2,098,822) | (11,473,812) | Adjustment to net position: |
| | | | | Restatement of net position (see note I) |
| | 17,158,945 | 19,120,308 | 54,847,720 | Net position, beginning of year (restated) |
| | \$ 16,144,931 | \$ 20,489,557 | \$ 59,209,414 | Net position, end of year |

CITY OF SANTA FE, NEW MEXICO
Combining Statement of Cash Flows
Nonmajor Enterprise Funds
For the Year Ended June 30, 2015

| | Municipal Recreation Complex | Parking Enterprise Fund | Transit Bus System |
|--|---|--|-----------------------------------|
| Cash flows from operating activities: | | | |
| Cash received from customers | \$ 1,228,592 | \$ 4,502,277 | \$ 1,535,445 |
| Cash payments to suppliers for goods and services | (685,639) | (1,242,828) | (1,952,986) |
| Cash paid for interfund services provided and used | - | (375,553) | (754,450) |
| Cash payments to employees for services | (516,563) | (2,828,933) | (6,666,545) |
| Net cash provided (used) by operating activities: | 26,390 | 54,963 | (7,838,536) |
| Cash flows from noncapital financing activities: | | | |
| Government contributions | 5,000 | 62,492 | 3,823,942 |
| Advance from other funds - general fund | (179,745) | - | - |
| Transfers-in from other funds | 1,586,298 | - | 6,050,797 |
| Transfers-out to other funds | (2,826) | (408,922) | (100,000) |
| Net cash provided (used) by noncapital financing activities | 1,408,727 | (346,430) | 9,774,739 |
| Cash flows from capital and related financing activities: | | | |
| Acquisition and construction of capital assets | (149,681) | (12,407,500) | (2,888,670) |
| Bond Proceeds | - | 12,407,500 | 3,500,000 |
| Principal paid on revenue bond maturities and notes payable | (920,000) | (58,500) | (229,807) |
| Interest paid on revenue bonds and notes payable | (368,452) | (26,847) | (52,992) |
| Net cash used for capital and related financing activities | (1,438,133) | (85,347) | 328,531 |
| Cash flows from investing activities: | | | |
| Interest and dividends on investments | 3,016 | 7,135 | 7,254 |
| Net cash provided by investing activities | 3,016 | 7,135 | 7,254 |
| Net increase (decrease) in cash and cash equivalents | - | (369,679) | 2,271,988 |
| Cash, investments and cash equivalents at beginning of year | - | 1,216,488 | 4,059,993 |
| Cash, investments and cash equivalents at end of year | \$ - | \$ 846,809 | \$ 6,331,981 |
| Reconciliation of operating income (loss) to net cash provided (used) by operating activities: | | | |
| Operating income (loss) | \$ (280,688) | \$ (255,993) | \$ (9,196,421) |
| Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities: | | | |
| Depreciation/amortization/bad debt expense | 195,941 | 461,655 | 1,486,784 |
| Difference between employer cash contribution to pension plan and noncash pension expense: | (10,409) | (60,801) | (129,800) |
| Change in assets and liabilities: | | | |
| (Increase) decrease in accounts receivable | 114,371 | 29,426 | - |
| Increase (decrease) in accounts payable | 11,017 | (38,784) | (85,558) |
| Increase (decrease) in compensated absences payable | (8,181) | (52,375) | 47,791 |
| Increase (decrease) in accrued wages payable | 3,521 | 5,796 | 38,668 |
| Increase (decrease) in miscellaneous payable | 818 | (34,634) | - |
| Increase (decrease) in escrow | - | 673 | - |
| Total adjustments | 307,078 | 310,956 | 1,357,885 |
| Net cash provided (used) by operating activities | \$ 26,390 | \$ 54,963 | \$ (7,838,536) |

The notes to the financial statements are an integral part of this statement

| Airport | | GCCC | | Totals | |
|---------|-------------|------|-------------|--------|--------------|
| \$ | 1,543,667 | \$ | 1,996,390 | \$ | 10,806,371 |
| | (1,661,584) | | (1,990,040) | | (7,533,077) |
| | (153,201) | | - | | (1,283,204) |
| | (987,642) | | (2,625,297) | | (13,624,980) |
| | (1,258,760) | | (2,618,947) | | (11,634,890) |
| | 2,038,446 | | - | | 5,929,880 |
| | 188,066 | | - | | 8,321 |
| | 229,631 | | 4,671,539 | | 12,538,265 |
| | - | | (263,698) | | (775,446) |
| | 2,456,143 | | 4,407,841 | | 17,701,020 |
| | (1,199,705) | | (143,860) | | (16,789,416) |
| | - | | - | | 15,907,500 |
| | - | | - | | (1,208,307) |
| | (1,199,705) | | (143,860) | | (448,291) |
| | 2,322 | | 12,249 | | 31,976 |
| | 2,322 | | 12,249 | | 31,976 |
| | - | | 1,657,283 | | 3,559,592 |
| | - | | 1,684,691 | | 6,961,172 |
| \$ | - | \$ | 3,341,974 | \$ | 10,520,764 |
| \$ | (2,569,430) | \$ | (3,051,675) | \$ | (15,354,207) |
| | 1,311,052 | | 491,628 | | 3,947,060 |
| | (23,521) | | (50,267) | | (274,798) |
| | - | | - | | 143,797 |
| | 14,552 | | (12,662) | | (111,435) |
| | 10,289 | | (9,682) | | (12,158) |
| | (1,676) | | 11,187 | | 57,496 |
| | (26) | | 2,325 | | (31,517) |
| | - | | 199 | | 872 |
| | 1,310,670 | | 432,728 | | 3,719,317 |
| \$ | (1,258,760) | \$ | (2,618,947) | \$ | (11,634,890) |

Cash flows from operating activities:

Cash received from customers
Cash payments to suppliers for goods and services
Cash paid for interfund services provided and used
Cash payments to employees for services

Net cash provided (used) by operating activities:

Cash flows from noncapital financing activities:

Government contributions
Advance from other funds - general fund
Transfers-in from other funds
Transfers-out to other funds

Net cash provided (used) by noncapital financing activities

Cash flows from capital and related financing activities:

Acquisition and construction of capital assets
Bond Proceeds
Principal paid on revenue bond maturities and notes payable
Interest paid on revenue bonds and notes payable

Net cash used for capital and related financing activities

Cash flows from investing activities:

Interest and dividends on investments

Net cash provided by investing activities

Net increase (decrease) in cash and cash equivalents

Cash, investments and cash equivalents at beginning of year

Cash, investments and cash equivalents at end of year

Reconciliation of operating income (loss) to net cash provided (used) by operating activities:

Operating income (loss)

Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:

Depreciation/amortization
Difference between employer cash contribution to pension plan and noncash pension expense:
Change in assets and liabilities:
(Increase) decrease in accounts receivable
Increase (decrease) in accounts payable
Increase (decrease) in compensated absences payable
Increase (decrease) in accrued wages payable
Increase (decrease) in miscellaneous payable
Increase (decrease) in escrow

Total adjustments

Net cash provided (used) by operating activities

CITY OF SANTA FE, NEW MEXICO
Nonmajor Enterprise Fund
Schedule of Revenues, Expenses and
Changes in Net Position Budget and Actual
Municipal Recreation Complex
Non-GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | | Variance with Final Budget- Positive (Negative) |
|---|------------------|------------------|---------------------|--|
| | Original | Final | Actual | |
| Operating revenues and transfers in: | | | | |
| User fees | \$ 1,016,237 | \$ 1,016,237 | \$ 1,023,062 | \$ 6,825 |
| Investment income | 742 | 1,742 | 3,376 | 1,634 |
| Intergovernmental | - | 230,000 | 44,378 | (185,622) |
| Other revenue | 102,402 | 102,798 | 91,159 | (11,639) |
| Transfers in | 1,486,298 | 1,586,298 | 1,586,298 | - |
| Total operating revenues and transfers in | 2,605,679 | 2,937,075 | 2,748,273 | (188,802) |
| Operating expenses and transfers out: | | | | |
| Salaries, wages and benefits | 505,685 | 505,685 | 501,494 | 4,191 |
| Contractual services and utilities | 338,286 | 332,045 | 330,831 | 1,214 |
| Repairs and maintenance | 33,926 | 42,460 | 27,959 | 14,501 |
| Supplies | 55,736 | 151,670 | 74,485 | 77,185 |
| Capital outlay | 164,209 | 394,369 | 208,770 | 185,599 |
| Insurance | 2,334 | 2,334 | 2,334 | - |
| Interest expense | 1,228,452 | 1,228,452 | 365,194 | 863,258 |
| Other | 216,099 | 218,108 | 202,776 | 15,332 |
| Transfers out | 2,826 | 2,826 | 2,826 | - |
| Total operating expenses and transfers out | 2,547,553 | 2,877,949 | 1,716,669 | 1,161,280 |
| Excess of revenues over (under) expenses | \$ 58,126 | \$ 59,126 | 1,031,604 | \$ 972,478 |
| Revenue (expenses) not budgeted: | | | | |
| Depreciation expense | | | (195,941) | |
| Prem (discount) debt service interest | | | 17,286 | |
| Change to conform to generally accepted accounting principles | | | | |
| Capital outlay | | | 149,681 | |
| Change in net position | | | \$ 1,002,630 | |

CITY OF SANTA FE, NEW MEXICO
Nonmajor Enterprise Fund
Schedule of Revenues, Expenses and
Changes in Net Position Budget and Actual
Parking Enterprise Fund
Non-GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | Actual | Variance with Final Budget- Positive (Negative) |
|---|---------------------|---------------------|---------------------|--|
| | Original | Final | | |
| Operating revenues: | | | | |
| User fees (net of allowance) | \$ 4,777,683 | \$ 4,517,805 | \$ 3,970,014 | \$ (547,791) |
| Investment income | 5,426 | 5,676 | 6,425 | 749 |
| Intergovernmental | - | - | 22 | 22 |
| Other revenue | 600,000 | 600,000 | 502,837 | (97,163) |
| Total operating revenues | 5,383,109 | 5,123,481 | 4,479,298 | (644,183) |
| Operating expenses and transfers out: | | | | |
| Salaries, wages and benefits | 3,190,183 | 2,917,066 | 2,721,553 | 195,513 |
| Contractual services and utilities | 395,475 | 529,699 | 272,145 | 257,554 |
| Repairs and maintenance | 163,700 | 157,022 | 118,889 | 38,133 |
| Supplies | 242,179 | 226,626 | 140,501 | 86,125 |
| Capital outlay | 91,700 | 153,659 | 12,443 | 141,216 |
| Insurance | 142,395 | 142,395 | 142,395 | - |
| Interest expense | - | 209,442 | 38,807 | 170,635 |
| Other | 1,001,829 | 1,002,329 | 859,263 | 143,066 |
| Transfers out | 408,922 | 408,922 | 408,922 | - |
| Total operating expenses and transfers out | 5,636,383 | 5,747,160 | 4,714,918 | 1,032,242 |
| Excess of revenues over (under) expenses | \$ (253,274) | \$ (623,679) | (235,620) | \$ 388,059 |
| Revenue (expenses) not budgeted: | | | | |
| Depreciation expense | | | (461,655) | |
| Prem (discount) debt service interest | | | 4,044 | |
| Gain (loss) on sale of capital assets | | | 3,189,417 | |
| Change in net position | | | \$ 2,496,186 | |

CITY OF SANTA FE, NEW MEXICO
Nonmajor Enterprise Fund
Schedule of Revenues, Expenses and
Changes in Net Position Budget and Actual
Transit Bus System
Non-GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget- Positive (Negative) |
|---|----------------------------|------------------------------|-------------------------|--|
| | Original | Final | Actual | |
| Operating revenues and transfers in: | | | | |
| User fees (net of allowance) | \$ 1,040,000 | \$ 1,287,378 | \$ 1,368,455 | \$ 81,077 |
| Investment income | 7,657 | 9,357 | 5,922 | (3,435) |
| Intergovernmental | 5,093,765 | 3,045,828 | 3,805,611 | 759,783 |
| Other revenue | 100,000 | 100,850 | 166,990 | 66,140 |
| Transfers in | 5,720,797 | 6,050,797 | 6,050,797 | - |
| Total operating revenues and transfers in | <u>11,962,219</u> | <u>10,494,210</u> | <u>11,397,775</u> | <u>903,565</u> |
| Operating expenses: | | | | |
| Salaries, wages and benefits | 6,376,683 | 6,649,800 | 6,623,204 | 26,596 |
| Contractual services and utilities | 196,499 | 349,055 | 315,078 | 33,977 |
| Repairs and maintenance | 438,200 | 424,769 | 395,591 | 29,178 |
| Supplies | 758,388 | 766,482 | 727,015 | 39,467 |
| Capital outlay | 3,528,556 | 7,527,898 | 2,932,323 | 4,595,575 |
| Insurance | 286,365 | 286,365 | 286,365 | - |
| Interest expense | 329,205 | 282,799 | 58,266 | 224,533 |
| Other | 889,041 | 868,872 | 854,176 | 14,696 |
| Transfers out | 100,000 | 100,000 | 100,000 | - |
| Total operating expenses and transfers out | <u>12,902,937</u> | <u>17,256,040</u> | <u>12,292,018</u> | <u>4,964,022</u> |
| Excess of revenues over (under) expenses | <u>\$ (940,718)</u> | <u>\$ (6,761,830)</u> | <u>(894,243)</u> | <u>\$ 5,867,587</u> |
| Revenue (expenses) not budgeted: | | | | |
| Depreciation expense | | | (1,486,784) | |
| Change to conform to generally accepted accounting principles | | | | |
| Capital outlay | | | <u>2,888,670</u> | |
| Change in net position | | | <u>\$ 507,643</u> | |

CITY OF SANTA FE, NEW MEXICO
Nonmajor Enterprise Fund
Schedule of Revenues, Expenses and
Changes in Net Position Budget and Actual
Airport
Non-GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget- Positive (Negative) |
|---|-------------------------|-------------------|-----------------------|--|
| | Original | Final | Actual | |
| Operating revenues and transfers in: | | | | |
| User fees | \$ 1,322,268 | \$ 1,434,935 | \$ 1,171,378 | \$ (263,557) |
| Investment income | 586 | 586 | 2,271 | 1,685 |
| Intergovernmental | 10,000 | 3,233,233 | 1,323,514 | (1,909,719) |
| Other revenue | 269,200 | 269,200 | 372,289 | 103,089 |
| Transfers in | 229,631 | 229,631 | 229,631 | - |
| Total operating revenues and transfers in | 1,831,685 | 5,167,585 | 3,099,083 | (2,068,502) |
| Operating expenses: | | | | |
| Salaries, wages and benefits | 932,311 | 932,311 | 972,734 | (40,423) |
| Contractual services and utilities | 153,330 | 822,534 | 430,797 | 391,737 |
| Repairs and maintenance | 37,737 | 38,101 | 21,031 | 17,070 |
| Supplies | 34,786 | 32,153 | 24,614 | 7,539 |
| Capital outlay | 2,100 | 2,809,907 | 1,256,848 | 1,553,059 |
| Insurance | 50,992 | 50,992 | 37,773 | 13,219 |
| Other | 161,039 | 161,006 | 158,248 | 2,758 |
| Total operating expenses | 1,372,295 | 4,847,004 | 2,902,045 | 1,944,959 |
| Excess of revenues over (under) expenses | \$ 459,390 | \$ 320,581 | 197,038 | \$ (123,543) |
| Revenue (expenses) not budgeted: | | | | |
| Depreciation expense | | | (1,311,052) | |
| Change to conform to generally accepted accounting principles | | | | |
| Capital outlay | | | 100,000 | |
| Change in net position | | | <u>\$ (1,014,014)</u> | |

CITY OF SANTA FE, NEW MEXICO
Nonmajor Enterprise Fund
Schedule of Revenues, Expenses and
Changes in Net Position Budget and Actual
Genoveva Chavez Community Center
Non-GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | | Variance with Final Budget- Positive (Negative) |
|---|------------------|---------------------|---------------------|--|
| | Original | Final | Actual | |
| Operating revenues and transfers in: | | | | |
| User fees | \$ 1,608,200 | \$ 1,633,200 | \$ 1,733,959 | \$ 100,759 |
| Investment income | 6,644 | 6,644 | 13,083 | 6,439 |
| Other revenue | 288,000 | 288,000 | 262,431 | (25,569) |
| Transfers in | 2,602,934 | 4,671,539 | 4,671,539 | - |
| Total operating revenues and transfers in | 4,505,778 | 6,599,383 | 6,681,012 | 81,629 |
| Operating expenses and transfers out: | | | | |
| Salaries, wages and benefits | 2,660,825 | 2,677,825 | 2,576,535 | 101,290 |
| Contractual services and utility | 823,047 | 873,638 | 877,789 | (4,151) |
| Repairs and maintenance | 137,854 | 112,953 | 101,559 | 11,394 |
| Supplies | 245,256 | 231,751 | 209,321 | 22,430 |
| Capital outlay | 179,747 | 2,397,670 | 694,582 | 1,703,088 |
| Insurance | 24,616 | 24,616 | 17,116 | 7,500 |
| Other | 169,025 | 159,092 | 219,310 | (60,218) |
| Transfers out | 263,698 | 263,698 | 263,698 | - |
| Total operating expenses and transfers out | 4,504,068 | 6,741,243 | 4,959,910 | 1,781,333 |
| Excess of revenues over (under) expenses | \$ 1,710 | \$ (141,860) | 1,721,102 | \$ 1,862,962 |
| Revenue (expenses) not budgeted: | | | | |
| Depreciation expense | | | (491,628) | |
| Change to conform to generally accepted accounting principles | | | | |
| Capital outlay | | | 139,775 | |
| Change in net position | | | <u>\$ 1,369,249</u> | |

CITY OF SANTA FE, NEW MEXICO
Major Enterprise Fund
Schedule of Revenues, Expenses and
Changes in Net Position Budget and Actual
Waste Water Management
Non-GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | | Variance with Final Budget- Positive (Negative) |
|---|---------------------|-----------------------|-------------------|--|
| | Original | Final | Actual | |
| Operating revenues: | | | | |
| User fees (net of allowance) | \$ 11,217,053 | \$ 12,144,295 | \$ 12,220,697 | \$ 76,402 |
| Other revenue | 129,684 | 129,684 | 116,509 | (13,175) |
| Investment income | 94,331 | 94,331 | 125,729 | 31,398 |
| Intergovernmental | | | | |
| State-shared taxes | 1,926,500 | 1,926,500 | 1,963,060 | 36,560 |
| Total operating revenues | 13,367,568 | 14,294,810 | 14,425,995 | 131,185 |
| Operating expenses: | | | | |
| Salaries, wages and benefits | 4,947,067 | 5,411,102 | 4,656,087 | 755,015 |
| Contractual services and utilities | 1,943,657 | 2,371,617 | 1,951,053 | 420,564 |
| Repairs and maintenance | 724,221 | 758,780 | 630,172 | 128,608 |
| Supplies | 661,814 | 650,419 | 540,884 | 109,535 |
| Capital outlay | 87,140 | 2,350,351 | 1,726,499 | 623,852 |
| Insurance | 357,837 | 377,168 | 377,910 | (742) |
| Other | 890,856 | 1,018,057 | 997,894 | 20,163 |
| Interest expense | 2,475,050 | 2,475,050 | 745,513 | 1,729,537 |
| Total operating expenses | 12,087,642 | 15,412,544 | 11,626,012 | 3,786,532 |
| Excess of revenues over (under) expenses | \$ 1,279,926 | \$ (1,117,734) | 2,799,983 | \$ 3,917,717 |
| Revenue (expenses) not budgeted: | | | | |
| Depreciation expense | | | (2,833,321) | |
| Amortization expense | | | (16,979) | |
| Prem/(discount) debt service interest | | | 215,949 | |
| Gain or loss on sale of fixed assets | | | 450 | |
| Change to conform to generally accepted accounting principles | | | | |
| Capital Outlay | | | 24,640 | |
| Change in net position | | | <u>\$ 190,722</u> | |

CITY OF SANTA FE, NEW MEXICO
Major Enterprise Fund
Schedule of Revenues, Expenses and
Changes in Net Position Budget and Actual
Water Management
Non-GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | | Variance with Final Budget- Positive (Negative) |
|---|-------------------|-----------------------|---------------------|--|
| | Original | Final | Actual | |
| Operating revenues and transfers in: | | | | |
| User fees (net of allowance) | \$ 38,242,525 | \$ 41,056,272 | \$ 35,334,829 | \$ (5,721,443) |
| Other revenue | 336,000 | 336,000 | 95,036 | (240,964.00) |
| Investment income | 412,968 | 412,968 | 591,786 | 178,818 |
| Intergovernmental | | | | |
| State-shared taxes | 7,695,000 | 7,695,000 | 7,836,010 | 141,010 |
| Grants | 840,332 | 968,768 | 960,062 | (8,706) |
| Transfers in | - | 2,500,000 | 2,500,000 | - |
| Total operating revenues and transfers in | 47,526,825 | 52,969,008 | 47,317,723 | (5,651,285) |
| Operating expenses and transfers out: | | | | |
| Salaries, wages and benefits | 6,481,606 | 8,737,026 | 8,395,302 | 341,724 |
| Contractual services and utilities | 8,091,851 | 9,049,682 | 7,031,545 | 2,018,137 |
| Repairs and maintenance | 921,145 | 1,070,950 | 614,520 | 456,430 |
| Supplies | 1,151,138 | 1,158,126 | 740,565 | 417,561 |
| Capital outlay | 11,370,468 | 21,122,434 | 8,962,386 | 12,160,048 |
| Insurance | 289,862 | 354,719 | 354,315 | 404 |
| Other | 7,125,088 | 7,514,079 | 7,836,963 | (322,884) |
| Interest expense | 9,295,213 | 9,375,074 | 5,283,182 | 4,091,892 |
| Transfers out | 2,000,000 | 4,500,000 | 2,500,000 | 2,000,000 |
| Total operating expenses and transfers out | 46,726,371 | 62,882,090 | 41,718,778 | 21,163,312 |
| Excess of revenues over (under) expenses | \$ 800,454 | \$ (9,913,082) | 5,598,945 | \$ 15,512,027 |
| Revenue (expenses) not budgeted: | | | | |
| Depreciation expense | | | (10,062,669) | |
| Prem/(discount) debt service interest | | | 147,975 | |
| Change to conform to generally accepted accounting principles | | | | |
| Capital Outlay | | | 8,830,476 | |
| Change in net position | | | \$ 4,514,727 | |

CITY OF SANTA FE, NEW MEXICO
Major Enterprise Fund
Schedule of Revenues, Expenses and
Changes in Net Position Budget and Actual
Environmental Services
Non-GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | | Variance with Final Budget- Positive (Negative) |
|---|-------------------|---------------------|---------------------|--|
| | Original | Final | Actual | |
| Operating revenues and transfers in: | | | | |
| User fees | \$ 11,010,451 | \$ 11,779,394 | \$ 11,629,062 | \$ (150,332) |
| Other revenues | - | - | 58,547 | 58,547 |
| Investment income | 32,121 | 32,121 | 41,494 | 9,373 |
| Intergovernmental | - | - | - | - |
| State-shared taxes | 1,926,500 | 1,926,500 | 1,963,001 | 36,501 |
| Grants | - | - | 75,623 | 75,623 |
| Transfers in | - | 426,250 | 14,000 | (412,250) |
| Total operating revenues and transfers in | 12,969,072 | 14,164,265 | 13,781,727 | (382,538) |
| Operating expenses and transfers out: | | | | |
| Salaries, wages and benefits | 3,729,186 | 4,130,929 | 4,306,980 | (176,051) |
| Contractual services and utilities | 3,610,222 | 3,577,484 | 3,302,059 | 275,425 |
| Repairs and maintenance | 520,700 | 525,299 | 431,848 | 93,451 |
| Supplies | 1,052,991 | 1,068,802 | 687,748 | 381,054 |
| Capital outlay | 1,329,915 | 2,480,922 | 1,257,332 | 1,223,590 |
| Insurance | 257,573 | 274,553 | 273,826 | 727 |
| Other | 813,920 | 916,188 | 793,498 | 122,690 |
| Interest expense | 1,307,660 | 1,307,660 | 439,777 | 867,883 |
| Transfers out | - | - | 275,868 | 275,868 |
| Total operating expenses and transfers out | 12,622,167 | 14,281,837 | 11,768,936 | 3,064,637 |
| Excess of revenues over (under) expenses | \$ 346,905 | \$ (117,572) | 2,012,791 | \$ 2,682,099 |
| Revenue (expenses) not budgeted: | | | | |
| Depreciation expense | | | (1,008,625) | |
| Prem/(discount) debt service interest | | | 18,110 | |
| Change to conform to generally accepted accounting principles | | | | |
| Capital Outlay | | | 1,104,830 | |
| Change in net position | | | \$ 2,127,106 | |

CITY OF SANTA FE, NEW MEXICO
Major Enterprise Fund
Schedule of Revenues, Expenses and
Changes in Net Position Budget and Actual
Railyard Property
Non-GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | | Variance with Final Budget- Positive (Negative) |
|---|------------------|---------------------|------------------------------|--|
| | Original | Final | Actual | |
| Operating revenues and transfers in: | | | | |
| Other revenue | \$ 445,390 | \$ 405,576 | \$ 405,576 | \$ - |
| Investment income | 4,954 | 3,954 | 6,617 | 2,663 |
| Transfers in | 1,837,355 | 2,562,355 | 2,562,355 | - |
| Total operating revenues and transfers in | 2,287,699 | 2,971,885 | 2,974,548 | 2,663 |
| Operating expenses and transfers out: | | | | |
| Salaries, wages and benefits | 244,669 | 244,669 | 232,885 | 11,784 |
| Contractual services and utility | 217,015 | 1,404,498 | 1,267,526 | 136,972 |
| Supplies | 15,464 | 15,464 | 7,624 | 7,840 |
| Capital outlay | 5,000 | 37,785 | 26,967 | 10,818 |
| Insurance | 1,556 | 1,556 | 1,556 | - |
| Interest expense | 1,555,600 | 1,555,600 | 668,728 | 886,872 |
| Other operating | 210,248 | 210,248 | 63,230 | 147,018 |
| Total operating expenses and transfers out | 2,249,552 | 3,469,820 | 2,268,516 | 1,201,304 |
| Excess of revenues over (under) expenses | \$ 38,147 | \$ (497,935) | \$ 706,032 | \$ 1,203,967 |
| Revenue (expenses) not budgeted: | | | | |
| Depreciation expense | | | (3,133,548) | |
| Prem (Discount) debt service interest | | | 94,659 | |
| Change in net position | | | <u><u>\$ (2,332,857)</u></u> | |

CITY OF SANTA FE, NEW MEXICO
Major Enterprise Fund
Schedule of Revenues, Expenses and
Changes in Net Position Budget and Actual
Santa Fe Convention Center
Non-GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | | Variance with Final Budget- Positive (Negative) |
|---|---------------------|------------------------|-----------------------|--|
| | Original | Final | Actual | |
| Operating revenues and transfers in: | | | | |
| User fees | \$ - | \$ - | \$ 352,981 | \$ 352,981 |
| Interest income | 17,984 | 17,734 | 28,743 | 11,009 |
| Intergovernmental | 6,167 | 6,826 | 6,826 | - |
| Other revenue | 430,300 | 458,528 | 55,148 | (403,380) |
| Transfers in | 3,913,793 | 4,132,045 | 4,132,045 | - |
| Total operating revenues and transfers in | 4,368,244 | 4,615,133 | 4,575,743 | (39,390) |
| Operating expenses and transfers out: | | | | |
| Salaries, wages and benefits | 657,550 | 658,250 | 686,585 | (28,335) |
| Contractual services and utilities | 395,861 | 698,428 | 848,575 | (150,147) |
| Repairs and maintenance | 232,189 | 217,342 | 67,534 | 149,808 |
| Supplies | 93,549 | 94,727 | 71,378 | 23,349 |
| Capital outlay | 5,900 | 143,291 | 122,809 | 20,482 |
| Insurance | 22,954 | 22,954 | 23,092 | (138) |
| Interest expense | 3,358,187 | 28,880,433 | 3,864,770 | 25,015,663 |
| Other | 135,860 | 104,766 | 81,096 | 23,670 |
| Transfers out | 137,522 | 146,022 | 146,022 | - |
| Total operating expenses and transfers out | 5,039,572 | 30,966,213 | 5,911,861 | 25,054,352 |
| Excess of revenues over (under) expenses | \$ (671,328) | \$ (26,351,080) | (1,336,118) | \$ 25,014,962 |
| Revenue (expenses) not budgeted: | | | | |
| Depreciation expense | | | (1,337,648) | |
| Gain (Loss) on sale of capital assets | | | (3,186,967) | |
| Prem (discount) debt service interest | | | 907,664 | |
| Change in net position | | | \$ (4,953,069) | |

CITY OF SANTA FE, NEW MEXICO
Major Enterprise Fund
Schedule of Revenues, Expenses and
Changes in Net Position Budget and Actual
College of Santa Fe
Non-GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget- Positive (Negative) |
|---|-------------------------|------------------|-------------------|--|
| | Original | Final | Actual | |
| Operating revenues: | | | | |
| Interest income | \$ 12,650 | \$ 12,650 | \$ 12,616 | \$ (34) |
| Rental income | 2,350,000 | 2,350,000 | 2,350,000 | - |
| Total operating revenues | 2,362,650 | 2,362,650 | 2,362,616 | (34) |
| Operating expenses: | | | | |
| Salaries, wages and benefits | 62,290 | 62,290 | 11,415 | 50,875 |
| Contractual services and utilities | 646 | 646 | 646 | - |
| Insurance | 389 | 389 | 389 | - |
| Interest expense | 2,220,857 | 2,220,857 | 1,533,579 | 687,278 |
| Total operating expenses | 2,284,182 | 2,284,182 | 1,546,029 | 738,153 |
| Excess of revenues over (under) expenses | \$ 78,468 | \$ 78,468 | \$ 816,587 | \$ 738,119 |

Internal Service Funds

Internal Service Funds are used to account for the financing of goods or services provided by one department to other departments within the City on a cost reimbursement basis.

Risk Management – to account for the premiums, claims and operating costs of the property and liability insurance program. Costs are billed to departments protected by risk management coverage.

Santa Fe Health / Dental Fund – to account for the cost of operating self-insured health and dental insurance programs. The City contributes 76.50% of the costs and the employee contributes 23.50%. in regards to health; also the City contributes 60.00% of the costs and the employee contributes 40.00% for the dental program.

Worker's Compensation – to account for the cost of operating a self-insured worker's compensation program.

Union Sick Leave Bank – to account for donations of leave from union employees to support other union employees in need of leave.

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CITY OF SANTA FE, NEW MEXICO
Internal Service Funds
Combining Statement of Net Position
June 30, 2015

| | Risk Management | Santa Fe Health/Dental | Worker's Compensation | Union Sick Leave Bank | Totals |
|--|---------------------|---------------------------|--------------------------|-----------------------------|----------------------|
| Assets | | | | | |
| Current assets: | | | | | |
| Cash, investments and cash equivalents | \$ 2,390,821 | \$ 6,886,081 | \$ 5,716,817 | \$ 317,432 | \$ 15,311,151 |
| Interest receivable | 2,881 | 4,738 | 4,383 | - | 12,002 |
| Prepaid expense | - | 60,000 | - | - | 60,000 |
| Total current assets | 2,393,702 | 6,950,819 | 5,721,200 | 317,432 | 15,383,153 |
| Noncurrent assets: | | | | | |
| Capital assets: | | | | | |
| Furniture and fixtures | 29,298 | - | - | - | 29,298 |
| Less accumulated depreciation | (29,298) | - | - | - | (29,298) |
| Equipment and machinery | 6,812 | - | - | - | 6,812 |
| Less accumulated depreciation | (5,562) | - | - | - | (5,562) |
| Data processing equipment and software | 1,648 | - | - | - | 1,648 |
| Less accumulated depreciation | (1,648) | - | - | - | (1,648) |
| Vehicles | 35,829 | - | - | - | 35,829 |
| Less accumulated depreciation | (35,829) | - | - | - | (35,829) |
| Total noncurrent assets (net of accum depreciation) | 1,250 | - | - | - | 1,250 |
| Deferred outflows of resources: | | | | | |
| Employer contributions subsequent to the measurement date | 123,941 | - | - | - | 123,941 |
| Change in assumptions | 8,770 | - | - | - | 8,770 |
| Total deferred outflows of resources | 132,711 | - | - | - | 132,711 |
| Total assets and deferred outflows of resources | \$ 2,527,663 | \$ 6,950,819 | \$ 5,721,200 | \$ 317,432 | \$ 15,517,114 |
| Liabilities | | | | | |
| Current liabilities: | | | | | |
| Accounts payable | \$ 66,538 | \$ 449,468 | \$ 12,226 | \$ - | \$ 528,232 |
| Accrued wages payable | 22,228 | - | - | - | 22,228 |
| Claims payable | 1,761,788 | 2,465,975 | 4,158,631 | - | 8,386,394 |
| Total current liabilities | 1,850,554 | 2,915,443 | 4,170,857 | - | 8,936,854 |
| Noncurrent liabilities: | | | | | |
| Compensated absences payable | 71,960 | - | - | - | 71,960 |
| Net pension liability | 744,518 | - | - | - | 744,518 |
| Total noncurrent liabilities | 816,478 | - | - | - | 816,478 |
| Total liabilities | 2,667,032 | 2,915,443 | 4,170,857 | - | 9,753,332 |
| Deferred inflows of resources: | | | | | |
| Net difference between projected and actual investment earnings on pension plan investment | 224,878 | - | - | - | 224,878 |
| Change in assumptions | 10,939 | - | - | - | 10,939 |
| Total deferred inflows of resources | 235,817 | - | - | - | 235,817 |
| Net Position | | | | | |
| Unrestricted | (375,186) | 4,035,376 | 1,550,343 | 317,432 | 5,527,965 |
| Total net position | (375,186) | 4,035,376 | 1,550,343 | 317,432 | 5,527,965 |
| Total liabilities, deferred inflows, and net position | \$ 2,527,663 | \$ 6,950,819 | \$ 5,721,200 | \$ 317,432 | \$ 15,517,114 |

CITY OF SANTA FE, NEW MEXICO
Internal Service Funds
Combining Statement of Revenues, Expenses
and Changes in Net Position
For the Year Ended June 30, 2015

| | Risk Management | Santa Fe Health/Dental | Worker's Compensation | Union Sick Leave Bank | Totals |
|---|--------------------|---------------------------|--------------------------|-----------------------------|---------------|
| Operating revenues: | | | | | |
| Premiums | \$ 4,963,616 | \$ 20,479,630 | \$ 1,919,325 | \$ 305,075 | \$ 27,667,646 |
| Other revenue | 75,099 | - | 84,555 | - | 159,654 |
| Total operating revenues | 5,038,715 | 20,479,630 | 2,003,880 | 305,075 | 27,827,300 |
| Operating expenses: | | | | | |
| Salaries, wages and fringe benefits | 886,802 | - | - | 202,333 | 1,089,135 |
| Contractual services and utilities | 347,271 | 667,847 | 206,746 | - | 1,221,864 |
| Repairs and maintenance | 1,231 | - | - | - | 1,231 |
| Capital outlay - inventory exempt items | 5,290 | - | - | - | 5,290 |
| Supplies | 45,489 | 5,656 | - | - | 51,145 |
| Depreciation expense | 1,362 | - | - | - | 1,362 |
| Insurance premiums | 2,010,767 | 1,354,737 | 122,769 | - | 3,488,273 |
| Claims and judgments | 957,501 | 17,187,471 | 1,473,289 | - | 19,618,261 |
| Other | 243,284 | 395 | 537 | - | 244,216 |
| Total operating expenses | 4,498,997 | 19,216,106 | 1,803,341 | 202,333 | 25,720,777 |
| Operating income (loss) | 539,718 | 1,263,524 | 200,539 | 102,742 | 2,106,523 |
| Non-operating revenues (expenses): | | | | | |
| Investment income | 14,047 | 32,108 | 31,518 | - | 77,673 |
| Total non-operating revenues (expenses) | 14,047 | 32,108 | 31,518 | - | 77,673 |
| Income (loss) before transfers | 553,765 | 1,295,632 | 232,057 | 102,742 | 2,184,196 |
| Other Financing Sources (uses): | | | | | |
| Transfers out | (21,045) | (75,000) | - | - | (96,045) |
| Total other financing sources (uses) | (21,045) | (75,000) | - | - | (96,045) |
| Change in net position | 532,720 | 1,220,632 | 232,057 | 102,742 | 2,088,151 |
| Net Position, beginning of year (as previously stated) | (39,481) | 2,814,744 | 1,318,286 | 214,690 | 4,308,239 |
| Adjustment to Net Position: Restatement of net position (see note I) | (868,425) | - | - | - | (868,425) |
| Net position beginning as restated | (907,906) | 2,814,744 | 1,318,286 | 214,690 | 3,439,814 |
| Net position, end of year | \$ (375,186) | \$ 4,035,376 | \$ 1,550,343 | \$ 317,432 | \$ 5,527,965 |

CITY OF SANTA FE, NEW MEXICO
Internal Service Funds
Combining Statement of Cash Flows
For the Year Ended June 30, 2015

| | Risk Management | Santa Fe Health/Dental | Worker's Compensation | Union Sick Leave Bank | Totals |
|---|---------------------|---------------------------|--------------------------|-----------------------------|----------------------|
| Cash flows from operating activities: | | | | | |
| Cash received from customers | \$ 5,038,715 | \$ 20,479,630 | \$ 2,003,880 | \$ 305,075 | \$ 27,827,300 |
| Cash payments to suppliers for goods and services | (4,019,782) | (19,330,595) | (1,776,014) | (202,333) | (25,328,724) |
| Cash payments to employees for services | (908,714) | - | - | - | (908,714) |
| Net cash (used) by operating activities | 110,219 | 1,149,035 | 227,866 | 102,742 | 1,589,862 |
| Cash flows from noncapital financing activities: | | | | | |
| Government contributions | - | 1,750 | - | - | 1,750 |
| Transfers-out to other funds | (21,045) | (75,000) | - | - | (96,045) |
| Net cash provided (used) by noncapital financing activities | (21,045) | (73,250) | - | - | (94,295) |
| Cash flows from investing activities: | | | | | |
| Interest and dividends on investments | 13,243 | 33,576 | 32,787 | - | 79,606 |
| Net cash provided by investing activities | 13,243 | 33,576 | 32,787 | - | 79,606 |
| Net increase (decrease) in cash and cash equivalents | 102,417 | 1,109,361 | 260,653 | 102,742 | 1,575,173 |
| Cash, investments & cash equivalents at beg of year | 2,288,404 | 5,776,720 | 5,456,164 | 214,690 | 13,735,978 |
| Cash, investments & cash equivalents at end of year | \$ 2,390,821 | \$ 6,886,081 | \$ 5,716,817 | \$ 317,432 | \$ 15,311,151 |
| Reconciliation of operating income (loss) to cash provided (used) by operating activities: | | | | | |
| Operating income (loss) | \$ 539,718 | \$ 1,263,524 | \$ 200,539 | \$ 102,742 | \$ 2,106,523 |
| Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities: | | | | | |
| Depreciation | 1,362 | - | - | - | 1,362 |
| Difference between employer cash contribution to pension plan and noncash pension expense: | (20,800) | - | - | - | (20,800) |
| Change in assets and liabilities: | | | | | |
| (Increase) decrease in accounts receivable | - | - | - | - | - |
| (Increase) decrease in prepaid expense | - | - | - | - | - |
| Increase (decrease) in prepaid expense | - | - | - | - | - |
| Increase (decrease) in accounts payable | (3,188) | (114,490) | 3,425 | - | (114,253) |
| Increase (decrease) in compensated abs. payable | (6,543) | - | - | - | (6,543) |
| Increase (decrease) in accrued wages payable | 5,431 | - | - | - | 5,431 |
| Increase (decrease) in claims payable | (405,761) | 1 | 23,902 | - | (381,858) |
| Total adjustments | (429,499) | (114,489) | 27,327 | - | (516,661) |
| Net cash (used) by operating activities | \$ 110,219 | \$ 1,149,035 | \$ 227,866 | \$ 102,742 | \$ 1,589,862 |

CITY OF SANTA FE, NEW MEXICO
Internal Service Fund
Schedule of Revenues, Expenses and
Changes in Net Position - Budget and Actual
Risk Management
Non-GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | Budgeted Amounts | | | Variance With Final Budget- Positive (Negative) |
|---|-----------------------|-----------------------|-------------------|--|
| | Original | Final | Actual | |
| Operating revenues and transfer in: | | | | |
| Premiums | \$ 4,964,394 | \$ 4,964,394 | \$ 4,963,616 | \$ (778) |
| Other revenues | 40,000 | 40,000 | 75,099 | 35,099 |
| Investment income | 8,794 | 8,794 | 14,047 | 5,253 |
| Total operating revenues and transfer in | 5,013,188 | 5,013,188 | 5,052,762 | 39,574 |
| Operating expenses and transfer out: | | | | |
| Salaries, wages and fringe benefits | 1,147,335 | 1,142,335 | 886,802 | 255,533 |
| Contractual services and utilities | 739,682 | 739,182 | 347,271 | 391,911 |
| Repairs and maintenance | 4,500 | 4,500 | 1,231 | 3,269 |
| Supplies | 52,639 | 52,639 | 45,489 | 7,150 |
| Capital outlay - inventory exempt items | 1,000 | 2,000 | 5,290 | (3,290) |
| Insurance premiums | 2,819,781 | 2,819,781 | 2,010,767 | 809,014 |
| Claims and judgments | 1,351,363 | 1,351,363 | 1,363,262 | (11,899) |
| Other | 240,951 | 241,451 | 243,284 | (1,833) |
| Transfer out | - | 21,045 | 21,045 | - |
| Total operating expenses and transfer out | 6,357,251 | 6,374,296 | 4,924,441 | 1,449,855 |
| Excess (deficiency) of revenue over expenses | \$ (1,344,063) | \$ (1,361,108) | 128,321 | \$ 1,489,429 |
| Revenue (expenses) not budgeted: | | | | |
| Depreciation expense | | | (1,362) | |
| IBNR claims reserve expense | | | 405,761 | |
| Change in net position | | | \$ 532,720 | |

CITY OF SANTA FE, NEW MEXICO
Internal Service Fund
Schedule of Revenues, Expenses and
Changes in Net Position - Budget and Actual
Santa Fe Health/Dental
Non-GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | <u>Budgeted Amounts</u> | | | Variance With Final Budget- Positive (Negative) |
|---|-------------------------|-----------------------|---------------------|--|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Operating revenues: | | | | |
| Premiums | \$ 20,817,441 | \$ 20,817,441 | \$ 20,473,045 | \$ (344,396) |
| Investment income | 26,144 | 26,144 | 32,108 | 5,964 |
| Total operating revenues | <u>20,843,585</u> | <u>20,843,585</u> | <u>20,505,153</u> | <u>(338,432)</u> |
| Operating expenses and transfer out: | | | | |
| Contractual services and utilities | 651,429 | 651,429 | 667,847 | (16,418) |
| Supplies | 299 | 299 | 5,656 | (5,357) |
| Insurance premiums | 1,470,948 | 1,470,948 | 1,354,737 | 116,211 |
| Claims and judgments | 20,286,021 | 20,286,021 | 17,187,471 | 3,098,550 |
| Other | 300 | 300 | 395 | (95) |
| Transfer out | 75,000 | 75,000 | 75,000 | - |
| Total operating expenses and transfer out | <u>22,483,997</u> | <u>22,483,997</u> | <u>19,291,106</u> | <u>3,192,891</u> |
| Excess (deficiency) of revenue over expenses | <u>\$ (1,640,412)</u> | <u>\$ (1,640,412)</u> | 1,214,047 | <u>\$ 2,854,459</u> |
| Revenue (expenses) not budgeted: | | | | |
| Other revenues | | | <u>6,585</u> | |
| Change in net position | | | <u>\$ 1,220,632</u> | |

CITY OF SANTA FE, NEW MEXICO
Internal Service Fund
Schedule of Revenues, Expenses and
Changes in Net Position - Budget and Actual
Worker's Compensation
Non-GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | <u>Budgeted Amounts</u> | | | Variance With Final Budget- Positive (Negative) |
|---|-------------------------|-------------------|-------------------|--|
| | Original | Final | Actual | |
| Operating revenues: | | | | |
| Premiums | \$ 1,741,011 | \$ 1,741,011 | \$ 1,919,325 | \$ 178,314 |
| Other revenues | 20,000 | 20,000 | 84,555 | 64,555 |
| Investment income | 22,284 | 22,284 | 31,518 | 9,234 |
| Total operating revenues | <u>1,783,295</u> | <u>1,783,295</u> | <u>2,035,398</u> | <u>252,103</u> |
| Operating expenses and transfer out: | | | | |
| Contractual services and utilities | 63,498 | 63,498 | 206,746 | (143,248) |
| Claims and judgments | 1,050,000 | 1,050,000 | 1,449,387 | (399,387) |
| Insurance Premium | 158,004 | 158,004 | 122,769 | 35,235 |
| Other | 390 | 390 | 537 | (147) |
| Total operating expenses and transfer out | <u>1,271,892</u> | <u>1,271,892</u> | <u>1,779,439</u> | <u>(507,547)</u> |
| Excess (deficiency) of revenue over expenses | <u>\$ 511,403</u> | <u>\$ 511,403</u> | 255,959 | <u>\$ (255,444)</u> |
| Revenue (expenses) not budgeted: | | | | |
| IBNR claims reserve expense | | | <u>(23,902)</u> | |
| Change in net position | | | <u>\$ 232,057</u> | |

CITY OF SANTA FE, NEW MEXICO
Internal Service Fund
Schedule of Revenues, Expenses and
Changes in Net Position - Budget and Actual
Union Sick Leave Bank
Non-GAAP Budgetary Basis
For the Year Ended June 30, 2015

| | <u>Budgeted Amounts</u> | | | Variance With Final Budget- Positive (Negative) |
|---|-------------------------|--------------|-------------------|--|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Operating revenues: | | | | |
| Donations | \$ - | \$ - | \$ 305,075 | \$ 305,075 |
| Total operating revenues | | | 305,075 | 305,075 |
| Operating expenses: | | | | |
| Salaries, wages and fringe benefits | - | - | 202,333 | (202,333) |
| Total operating expenses | | | 202,333 | (202,333) |
| Excess (deficiency) of revenue over expenses | \$ - | \$ - | \$ 102,742 | \$ 102,742 |

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Capital Assets Used in the Operation of Governmental Fund

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CITY OF SANTA FE, NEW MEXICO
Capital Assets Used in the Operation of Governmental Funds
Comparative Schedule By Source
June 30, 2015 and 2014

| | 2015 | 2014 |
|--|-----------------------|-----------------------|
| Governmental Funds Capital Assets: | | |
| Land | \$ 169,939,946 | \$ 169,939,946 |
| Buildings | 57,902,242 | 57,941,089 |
| Improvements | 53,618,241 | 53,618,241 |
| Equipment and machinery | 13,829,683 | 13,945,370 |
| Furniture and fixtures | 597,273 | 636,993 |
| Vehicles | 22,705,550 | 20,389,835 |
| Data processing and software | 8,270,250 | 10,575,985 |
| Construction in progress | 35,394,344 | 26,255,814 |
| Art | 922,920 | 922,920 |
| Traffic signals | 23,222,048 | 23,222,048 |
| Streets | 200,396,324 | 200,396,324 |
| Bridges | 2,109,269 | 2,109,269 |
| Total governmental funds capital assets | \$ 588,908,090 | \$ 579,953,834 |
| Investment in Governmental Funds Capital Assets by sources: | | |
| General Fund | \$ 332,374,726 | \$ 332,190,620 |
| Special Revenue Funds | 21,819,980 | 20,562,131 |
| Capital Project Funds | 227,620,975 | 218,247,438 |
| Other Sources | 6,368,286 | 8,229,522 |
| Donations | 724,123 | 724,123 |
| Total governmental funds capital assets | \$ 588,908,090 | \$ 579,953,834 |

This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net position.

CITY OF SANTA FE, NEW MEXICO
Capital Assets Used in the Operation of Governmental Funds
Schedule By Function and Activity
June 30, 2015

| Function and Activity | Land | Buildings | Improvements | Equipment and Machinery | Furniture and Fixtures | Vehicles |
|--|------------------------------|-----------------------------|-----------------------------|-----------------------------|--------------------------|-----------------------------|
| General Government: | | | | | | |
| City Manager | \$ 25,668,000 | \$ 29,358,091 | \$ 5,403,907 | \$ 233,905 | \$ - | \$ - |
| City Clerk | - | - | - | 290,560 | 22,241 | 44,916 |
| Administrative Department | - | 175,333 | - | 1,288,781 | 3,035 | 4,623,257 |
| Planning and Land Use | - | - | - | 28,103 | 209,212 | 357,839 |
| City Services | 137,847,376 | 7,221,775 | 877,903 | 1,174,424 | 27,637 | 763,771 |
| Total General Government | <u>163,515,376</u> | <u>36,755,199</u> | <u>6,281,810</u> | <u>3,015,773</u> | <u>262,125</u> | <u>5,789,783</u> |
| Public Safety: | | | | | | |
| Police | - | 5,570,721 | 4,295,139 | 353,733 | 279,479 | 7,141,333 |
| Fire | - | 10,411,831 | - | 1,459,703 | 47,866 | 3,630,755 |
| Total Public Safety | <u>-</u> | <u>15,982,552</u> | <u>4,295,139</u> | <u>1,813,436</u> | <u>327,345</u> | <u>10,772,088</u> |
| Public Works: | | | | | | |
| Administration | - | 104,455 | 19,748,789 | 4,527,593 | 3,026 | 1,833,267 |
| Total Public Works | <u>-</u> | <u>104,455</u> | <u>19,748,789</u> | <u>4,527,593</u> | <u>3,026</u> | <u>1,833,267</u> |
| Community Welfare: | | | | | | |
| Community Development | 204,218 | 1,695,824 | - | - | - | - |
| Affordable Housing | 840,000 | - | 419,140 | - | - | - |
| Human Services | 178,225 | 1,854,998 | 640,543 | 2,047,448 | - | 946,365 |
| Total Community Welfare | <u>1,222,443</u> | <u>3,550,822</u> | <u>1,059,683</u> | <u>2,047,448</u> | <u>-</u> | <u>946,365</u> |
| Culture and Recreation: | | | | | | |
| Parks and Grounds Maintenance | 5,202,127 | 979,483 | 22,232,820 | 2,481,792 | 4,777 | 3,323,869 |
| Arts Commission | - | - | - | - | - | 40,178 |
| Museums and Libraries | - | 529,731 | - | (56,359) | - | - |
| Total Culture and Recreation | <u>5,202,127</u> | <u>1,509,214</u> | <u>22,232,820</u> | <u>2,425,433</u> | <u>4,777</u> | <u>3,364,047</u> |
| Total governmental funds capital assets | <u>\$ 169,939,946</u> | <u>\$ 57,902,242</u> | <u>\$ 53,618,241</u> | <u>\$ 13,829,683</u> | <u>\$ 597,273</u> | <u>\$ 22,705,550</u> |

This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net position.

CITY OF SANTA FE, NEW MEXICO
 Capital Assets Used in the Operation of Governmental Funds
 Schedule By Function and Activity
 June 30, 2015

| Data Processing Equipment and Software | Construction in Progress | Art | Traffic Signals | Streets | Bridges | Total |
|--|--------------------------------|-------------------------|----------------------------|-----------------------------|---------------------------|-----------------------------|
| \$ 23,130 | \$ 49,485 | \$ - | \$ - | \$ - | \$ - | \$ 60,736,518 |
| 37,063 | - | - | - | - | - | 394,780 |
| 5,485,564 | 3,308,690 | - | - | - | - | 14,884,660 |
| 287,480 | - | - | - | - | - | 882,634 |
| 1,084,317 | 839,402 | - | - | - | - | 149,836,605 |
| <hr/> 6,917,554 | <hr/> 4,197,577 | <hr/> - | <hr/> - | <hr/> - | <hr/> - | <hr/> 226,735,197 |
| 863,251 | 169,870 | - | - | - | - | 18,673,526 |
| 426,662 | 73,304 | - | - | - | - | 16,050,121 |
| <hr/> 1,289,913 | <hr/> 243,174 | <hr/> - | <hr/> - | <hr/> - | <hr/> - | <hr/> 34,723,647 |
| 6,958 | 4,015,655 | - | 22,964,533 | 200,396,324 | 2,109,269 | 255,709,869 |
| <hr/> 6,958 | <hr/> 4,015,655 | <hr/> - | <hr/> 22,964,533 | <hr/> 200,396,324 | <hr/> 2,109,269 | <hr/> 255,709,869 |
| - | 23,732 | - | - | - | - | 1,923,774 |
| - | 155,250 | - | - | - | - | 1,414,390 |
| - | 232,547 | - | - | - | - | 5,900,126 |
| <hr/> - | <hr/> 411,529 | <hr/> - | <hr/> - | <hr/> - | <hr/> - | <hr/> 9,238,290 |
| - | 26,177,593 | - | 257,515 | - | - | 60,659,976 |
| 51,697 | - | 922,920 | - | - | - | 1,014,795 |
| 4,128 | 348,816 | - | - | - | - | 826,316 |
| <hr/> 55,825 | <hr/> 26,526,409 | <hr/> 922,920 | <hr/> 257,515 | <hr/> - | <hr/> - | <hr/> 62,501,087 |
| <hr/> \$ 8,270,250 | <hr/> \$ 35,394,344 | <hr/> \$ 922,920 | <hr/> \$ 23,222,048 | <hr/> \$ 200,396,324 | <hr/> \$ 2,109,269 | <hr/> \$ 588,908,090 |

CITY OF SANTA FE, NEW MEXICO
Capital Assets Used in the Operation of Governmental Funds
Schedule of Changes By Function and Activity
For the Year Ended June 30, 2015

| Function and Activity | Governmental Funds Capital Assets July 1, 2014 | Additions | Deletions | Governmental Funds Capital Assets June 30, 2015 |
|--|---|----------------------|-----------------------|--|
| General Government: | | | | |
| City Manager | \$ 60,736,518 | \$ - | \$ - | \$ 60,736,518 |
| City Clerk | 406,334 | 114,930 | (126,484) | 394,780 |
| Administrative Department | 14,345,631 | 2,910,602 | (2,371,573) | 14,884,660 |
| Planning | 882,634 | - | - | 882,634 |
| City Services | 150,034,813 | 112,270 | (310,478) | 149,836,605 |
| Total General Government | 226,405,930 | 3,137,802 | (2,808,535) | 226,735,197 |
| Public Safety: | | | | |
| Police | 18,130,784 | 755,830 | (213,088) | 18,673,526 |
| Fire | 14,584,301 | 1,524,542 | (58,722) | 16,050,121 |
| Total Public Safety | 32,715,085 | 2,280,372 | (271,810) | 34,723,647 |
| Public Works: | | | | |
| Administration | 254,365,578 | 1,600,383 | (256,092) | 255,709,869 |
| Total Public Works | 254,365,578 | 1,600,383 | (256,092) | 255,709,869 |
| Community Welfare: | | | | |
| Community Development | 1,906,376 | 73,776 | - | 1,980,152 |
| Affordable Housing | 1,414,390 | - | - | 1,414,390 |
| Human Services | 5,639,460 | 204,288 | - | 5,843,748 |
| Total Community Welfare | 8,960,226 | 278,064 | - | 9,238,290 |
| Culture and Recreation: | | | | |
| Parks and Grounds Maint. | 55,665,903 | 5,053,140 | (59,068) | 60,659,975 |
| Arts Commission | 1,014,796 | - | - | 1,014,796 |
| Museums and Libraries | 826,316 | - | - | 826,316 |
| Total Culture and Recreation | 57,507,015 | 5,053,140 | (59,068) | 62,501,087 |
| Total governmental funds capital assets | \$ 579,953,834 | \$ 12,349,761 | \$ (3,395,505) | \$ 588,908,090 |

This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net position.

Statistical Section

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CITY OF SANTA FE, NEW MEXICO
STATISTICAL SECTION
For the Fiscal Year Ended June 30, 2015

This part of the City of Santa Fe statistical 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.

| <u>Contents</u> | <u>Pages</u> |
|---|---------------------|
| Financial Trends These schedules contain trend information to help the reader understand how the city's financial performance and well-being have changed over time. | 173-178 |
| Revenue Capacity These schedules contain information to help the reader assess the factors affecting the city's ability to generate its gross receipts tax. | 179-186 |
| Debt Capacity These schedules present information to help the reader the affordability of the city's current levels of outstanding debt and the city's ability to issue additional debt in the future. | 187-194 |
| 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 and to help make comparisons over time and with other governments. | 195-198 |
| Operating information These schedules contain information about the city's operations and resources to help the reader understand how the city's financial information relates to the services the the city provides and the activities it performs. | 199-203 |

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

TABLE I

CITY OF SANTA FE, NEW MEXICO
NET POSITION BY COMPONENT
LAST NINE FISCAL YEARS
(UNAUDITED)

| | Fiscal Year | | | | |
|---|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| | 2006 | 2007 | 2008 | 2009 | 2010 |
| Governmental Activities | | | | | |
| Net investment in capital assets, net of related debt | \$ 166,025,629 | \$ 142,109,428 | \$ 182,790,257 | \$ 178,547,796 | \$ 188,345,882 |
| Restricted | 3,168,740 | 2,504,394 | 10,174,773 | 10,290,331 | 10,693,806 |
| Unrestricted | 90,576,169 | 63,338,892 | 98,944,233 | 93,668,312 | 69,331,327 |
| Total governmental activities net position | \$ 259,770,538 | \$ 207,952,714 | \$ 291,909,263 | \$ 282,506,439 | \$ 268,371,015 |
| Business-type activities | | | | | |
| Net investment in capital assets, net of related debt | \$ 100,419,310 | \$ 152,636,141 | \$ 159,508,099 | \$ 160,986,556 | \$ 174,237,581 |
| Restricted | 1,165,686 | 2,668,245 | 724,528 | 1,232,286 | 6,961,305 |
| Unrestricted | 86,526,932 | 127,184,590 | 89,549,081 | 110,164,825 | 135,921,927 |
| Total business -type activities | \$ 188,111,928 | \$ 282,488,976 | \$ 249,781,708 | \$ 272,383,667 | \$ 317,120,813 |
| Primary government | | | | | |
| Net investment in capital assets, net of related debt | \$ 266,444,939 | \$ 294,745,569 | \$ 342,298,356 | \$ 339,534,352 | \$ 362,583,463 |
| Restricted | 4,334,426 | 5,172,639 | 10,899,301 | 11,522,617 | 17,655,111 |
| Unrestricted | 177,103,101 | 190,523,482 | 188,493,314 | 203,833,137 | 205,253,254 |
| Total primary government net position | \$ 447,882,466 | \$ 490,441,690 | \$ 541,690,971 | \$ 554,890,106 | \$ 585,491,828 |
| Governmental Activities | | | | | |
| Net investment in capital assets, net of related debt | \$ 191,538,696 | \$ 186,752,403 | \$ 187,585,177 | \$ 183,738,623 | \$ 171,694,321 |
| Restricted | 21,643,708 | 52,596,695 | 42,214,935 | 42,689,826 | 51,463,764 |
| Unrestricted | 53,773,476 | 24,870,716 | 28,086,027 | 25,344,402 | (45,271,571) |
| Total governmental activities net position | \$ 266,955,880 | \$ 264,219,814 | \$ 257,886,139 | \$ 251,772,851 | \$ 177,886,514 |
| Business-type activities | | | | | |
| Net investment in capital assets, net of related debt | \$ 208,210,696 | \$ 231,134,448 | \$ 218,430,014 | \$ 220,974,217 | \$ 219,722,956 |
| Restricted | 5,960,981 | 6,483,099 | 7,967,211 | 6,852,761 | 8,148,062 |
| Unrestricted | 127,140,990 | 116,317,368 | 139,972,704 | 137,082,991 | 111,937,448 |
| Total business -type activities | \$ 341,312,667 | \$ 353,934,915 | \$ 366,369,929 | \$ 364,909,969 | \$ 339,808,466 |
| Primary government | | | | | |
| Net investment in capital assets, net of related debt | \$ 399,749,392 | \$ 417,886,851 | \$ 420,502,272 | \$ 404,712,840 | \$ 391,417,277 |
| Restricted | 27,604,689 | 59,079,794 | 44,765,498 | 49,542,587 | 59,611,826 |
| Unrestricted | 180,914,466 | 141,188,084 | 158,988,298 | 162,427,393 | 66,665,877 |
| Total primary government net position | \$ 608,268,547 | \$ 618,154,729 | \$ 624,256,068 | \$ 616,682,820 | \$ 517,694,980 |

Note: GASB 34 implemented 2002

TABLE II

CITY OF SANTA FE, NEW MEXICO
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(UNAUDITED)

| | 2006 | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 |
|--|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| Expenses | | | | | | | | | | |
| Governmental Activities: | | | | | | | | | | |
| General Government | \$ 21,318,849 | \$ 23,484,442 | \$ 27,873,924 | \$ 29,566,386 | \$ 27,660,875 | \$ 26,391,068 | \$ 29,053,871 | \$ 24,755,660 | \$ 27,489,494 | \$ 26,419,310 |
| Public Safety | 31,355,147 | 33,841,007 | 34,894,206 | 38,118,398 | 38,313,141 | 38,015,879 | 38,164,145 | 42,282,708 | 43,895,286 | 43,657,854 |
| Public Works | 12,020,924 | 13,570,355 | 13,577,325 | 15,718,517 | 15,869,603 | 16,653,193 | 13,982,704 | 16,759,696 | 16,598,017 | 16,028,819 |
| Community Development | 10,722,375 | 11,289,698 | 11,397,085 | 12,974,275 | 15,145,394 | 12,191,952 | 10,636,985 | 11,340,371 | 10,748,946 | 11,583,239 |
| Culture and Recreation | 11,770,657 | 13,029,432 | 13,430,563 | 13,417,927 | 13,560,296 | 12,218,375 | 11,365,828 | 13,767,279 | 13,264,424 | 12,681,701 |
| Education | 2,573,152 | 2,737,868 | 2,864,722 | 2,899,570 | 2,988,945 | 2,846,887 | 2,673,364 | 2,711,183 | 2,547,259 | 2,620,019 |
| Interest on Long Term Debt | 5,404,184 | 9,583,608 | 4,563,643 | 5,456,528 | 5,485,953 | 4,952,563 | 5,847,128 | 5,768,231 | 5,591,088 | 4,580,529 |
| Total Governmental activities expenses | 95,165,288 | 107,536,410 | 108,601,468 | 118,151,601 | 119,044,207 | 113,269,917 | 111,724,025 | 117,385,128 | 120,134,514 | 117,571,471 |
| Business-type activities: | | | | | | | | | | |
| Wastewater Management | 9,648,572 | 9,879,594 | 11,352,274 | 12,475,625 | 12,312,850 | 14,705,132 | 14,878,988 | 13,100,203 | 12,991,007 | 14,242,143 |
| Water Management | 20,115,817 | 23,608,849 | 19,074,551 | 22,882,185 | 22,369,231 | 28,452,091 | 37,026,382 | 39,530,488 | 46,776,684 | 40,539,416 |
| Municipal Recreation Complex | 3,634,257 | 3,021,228 | 2,975,871 | 2,408,341 | 1,803,235 | 1,336,520 | 1,781,075 | 1,825,927 | 1,641,924 | 1,742,817 |
| Railyard Center | 205,168 | 608,703 | 344,959 | 1,373,796 | 1,741,963 | 1,748,903 | 3,065,480 | 4,134,223 | 5,234,566 | 5,307,405 |
| Genoveva Chavez Community Cntr | 4,118,677 | 4,895,292 | 4,999,087 | 5,570,172 | 4,886,084 | 4,725,388 | 4,551,692 | 5,034,066 | 4,641,275 | 5,048,065 |
| Santa Fe Convention Center | 1,060,315 | 218,000 | 2,083,034 | 4,763,646 | 5,280,908 | 2,950,521 | 4,993,798 | 5,193,941 | 4,930,009 | 6,195,823 |
| Solid Waste Management | 8,745,255 | 8,888,090 | 9,884,422 | 9,576,135 | 9,942,609 | 10,992,656 | 11,607,054 | 11,147,965 | 11,763,404 | 11,378,753 |
| College of Santa Fe | - | - | - | - | 2,436,088 | 1,946,703 | 1,062,183 | 922,854 | 2,516,891 | 1,546,029 |
| Transit and Airport Systems | 7,394,114 | 8,309,125 | 10,312,198 | 11,275,507 | 12,366,693 | 10,984,607 | 11,686,081 | 11,668,835 | 12,527,385 | 14,905,462 |
| Parking Enterprise Fund | 4,006,651 | 4,194,759 | 4,716,561 | 5,128,803 | 5,271,354 | 5,147,411 | 4,923,577 | 5,308,766 | 5,285,568 | 4,781,252 |
| Total business-type expenses | 58,928,826 | 63,623,640 | 65,742,957 | 75,454,210 | 78,411,035 | 82,989,932 | 95,576,310 | 97,867,248 | 108,308,723 | 105,685,165 |
| Total primary government expenses | \$ 154,094,114 | \$ 171,160,050 | \$ 174,344,425 | \$ 193,605,811 | \$ 197,455,242 | \$ 196,259,849 | \$ 207,300,335 | \$ 215,252,376 | \$ 228,443,237 | \$ 223,256,636 |
| Program Revenues | | | | | | | | | | |
| Governmental activities: | | | | | | | | | | |
| Charges for services: | | | | | | | | | | |
| General Government | \$ 6,484,371 | \$ 2,729,053 | \$ 1,908,694 | \$ 2,093,097 | \$ 478,959 | \$ 1,548,813 | \$ 7,595,705 | \$ 9,077,668 | \$ 3,334,437 | \$ 8,641,240 |
| Public Safety | 437,873 | 3,746,109 | 3,551,192 | 3,451,045 | 4,192,344 | 5,837,000 | 1,474,567 | 1,595,823 | 5,434,696 | 5,478,431 |
| Public Works | 3,101,740 | 3,420,434 | 2,246,481 | 2,094,381 | 2,379,542 | 2,782,439 | 1,807,757 | 1,927,320 | 2,190,194 | 2,137,267 |
| Community Development | 130,376 | 321,145 | 491,313 | 350,718 | 373,009 | 427,889 | 84,441 | 59,194 | 267,268 | 218,086 |
| Culture and Recreation | 114,848 | 518,602 | 536,901 | 578,429 | 685,743 | 790,664 | 133,659 | 146,037 | 164,353 | 683,842 |
| Operating grants and contributions: | | | | | | | | | | |
| General Government | 224,321 | 400,848 | 417,614 | 292,957 | 660,242 | 292,957 | 173,174 | 175,302 | 210,828 | 65,092 |
| Public Safety | 899,851 | 577,716 | 1,032,705 | 832,402 | 1,268,866 | 731,000 | 1,010,879 | 1,358,585 | 1,630,783 | 1,974,169 |
| Public Works | 740,683 | 449,214 | 210,213 | 214,293 | 286,133 | 214,293 | 501,864 | 1,982,166 | 397,789 | 563,125 |
| Community Development | 2,806,880 | 3,260,771 | 3,250,551 | 3,718,589 | 5,989,952 | 3,400,765 | 2,658,918 | 309,510 | 3,179,112 | 3,288,624 |
| Culture and Recreation | 439,671 | 297,649 | 301,646 | 340,742 | 182,907 | 340,742 | 30,389 | 2,219,010 | 189,265 | 105,568 |
| Education | - | - | - | - | - | - | - | - | - | - |
| Capital grants and contributions: | | | | | | | | | | |
| General Government | 184,045 | 401,529 | 2,711,654 | 1,706,164 | 406,830 | 1,700,235 | 81,519 | 267,360 | 1,253,844 | - |
| Public Safety | 283,119 | 418,952 | - | 529,270 | 340,863 | 529,270 | 1,206,912 | - | - | - |
| Public Works | 1,086,433 | 946,360 | 2,727,905 | 6,022,474 | 3,732,453 | 1,604,950 | 5,896,998 | 1,035,823 | 756,833 | 611,554 |
| Community Development | 1,436,378 | 171,251 | 372,517 | 673,023 | 386,267 | 673,023 | 92,838 | 184,162 | 403,159 | - |
| Culture and Recreation | 1,901,844 | 1,215,780 | 1,042,680 | 2,536,154 | 2,193,295 | 2,535,154 | 429,170 | 291,047 | 203,120 | 26,357 |
| Total governmental activities program revenues | 20,272,433 | 18,875,413 | 20,802,066 | 25,433,738 | 23,557,395 | 23,408,294 | 23,178,790 | 20,629,007 | 19,615,681 | 23,793,355 |

(Continued)

CITY OF SANTA FE, NEW MEXICO
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(UNAUDITED)

| | 2006 | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 |
|---|-----------------|-----------------|-----------------|------------------|-----------------|-----------------|------------------|------------------|------------------|------------------|
| Business-type activities: | | | | | | | | | | |
| Charges for services: | | | | | | | | | | |
| Wastewater Management | \$ 8,596,112 | \$ 8,718,755 | \$ 9,326,934 | \$ 9,286,246 | \$ 10,289,371 | \$ 12,524,483 | \$ 12,382,263 | \$ 12,335,788 | \$ 12,017,340 | \$ 12,343,626 |
| Water Management | 36,401,216 | 29,188,277 | 30,148,350 | 27,086,239 | 30,236,761 | 35,478,027 | 37,709,064 | 41,424,382 | 38,157,206 | 35,666,285 |
| Municipal Recreation Complex | 1,164,630 | 1,035,847 | 1,055,670 | 1,076,776 | 1,100,296 | 1,159,308 | 1,118,569 | 1,078,252 | 1,089,457 | 1,114,221 |
| Railyard Center | - | 273,221 | 634,870 | 565,324 | 561,147 | 712,325 | 574,930 | 432,332 | 448,776 | 405,576 |
| Genoveva Chavez Community Center | 1,372,712 | 1,804,043 | 1,480,294 | 1,512,964 | 1,637,933 | 1,970,167 | 1,869,036 | 1,950,872 | 1,950,872 | 1,996,390 |
| Santa Fe Convention Center | 3,750 | - | - | 300,448 | 408,746 | 494,117 | 1,020,386 | 294,257 | 231,276 | 408,129 |
| Solid Waste Management | 8,906,200 | 9,249,160 | 9,419,575 | 9,195,553 | 9,178,089 | 10,030,316 | 10,144,062 | 10,572,918 | 11,574,429 | 11,687,609 |
| College of Santa Fe | - | - | - | - | 2,092,884 | 2,374,914 | 2,350,000 | 2,350,086 | 2,380,611 | 2,350,000 |
| Transit and Airport Systems | 673,316 | 890,065 | 767,256 | 888,259 | 1,918,748 | 2,312,176 | 2,424,594 | 2,519,902 | 2,380,611 | 3,079,345 |
| Parking Enterprise Fund | 3,661,069 | 3,726,114 | 3,693,146 | 3,715,155 | 4,498,969 | 4,419,714 | 4,627,583 | 5,075,348 | 4,722,434 | 4,490,496 |
| Operating grants and contributions: | | | | | | | | | | |
| Transit and Airport Systems | 905,751 | 935,944 | 1,260,704 | 1,120,734 | 1,021,037 | - | 1,334,570 | 2,510,011 | 2,568,477 | 3,805,611 |
| Capital grants and contributions: | | | | | | | | | | |
| Wastewater Management | 18,124 | 82,458 | 45,447 | 55,899 | 180,749 | 184,019 | - | - | - | - |
| Water Management | 6,759,310 | 3,203,186 | 1,567,685 | 1,372,315 | 8,612,197 | 3,150,751 | 487,250 | 1,542,771 | 4,162,171 | 960,062 |
| Municipal Recreation Complex | 8,622 | 1,315 | 73,433 | 96,986 | 464,581 | - | - | - | - | 44,378 |
| Railyard Center | 166,007 | 2,495,258 | 7,187,248 | 536,692 | 50,154 | 668,500 | - | - | - | - |
| Genoveva Chavez Community Center | 32,952 | 36,834 | 144,607 | 293,548 | 17,029 | - | 75,367 | 140,600 | - | - |
| Sweeny Convention Center | - | - | - | - | - | - | - | - | - | - |
| Solid Waste Management | - | - | - | - | - | - | - | - | - | - |
| Transit and Airport Systems | 1,416,163 | 5,230,489 | 5,438,603 | 4,012,989 | 6,620,886 | 4,276,281 | 3,787,053 | 2,858,565 | 1,566,216 | 75,623 |
| Santa Fe Convention Center | - | - | - | - | 55,532 | 3,500 | 11,234 | 6,167 | 6,613 | 6,826 |
| Parking Enterprise Fund | - | - | - | - | - | - | - | - | - | 22 |
| All other proprietary funds | - | - | 24,515 | 69,953 | - | - | 40,000 | 68,274 | - | - |
| Total business-type activities program revenues | \$ 70,085,934 | \$ 66,840,966 | \$ 72,268,337 | \$ 61,186,080 | \$ 79,155,109 | \$ 79,758,598 | \$ 79,955,961 | \$ 85,108,874 | \$ 83,340,548 | \$ 79,757,713 |
| Total government program revenues | \$ 90,358,367 | \$ 85,716,379 | \$ 93,070,403 | \$ 86,619,818 | \$ 102,712,504 | \$ 103,166,892 | \$ 103,134,751 | \$ 105,737,881 | \$ 102,956,229 | \$ 103,641,068 |
| Net (Expenses)/Revenue | | | | | | | | | | |
| Governmental activities | | | | | | | | | | |
| General Government | \$ (14,426,112) | \$ (19,953,012) | \$ (22,835,962) | \$ (25,474,168) | \$ (26,114,844) | \$ (22,849,063) | \$ (21,203,473) | \$ (15,235,330) | \$ (22,690,385) | \$ (17,712,978) |
| Public Safety | (29,734,304) | (29,098,230) | (30,310,309) | (33,305,681) | (32,511,078) | (30,918,609) | (34,471,787) | (39,338,300) | (36,829,807) | (36,205,254) |
| Public Works | (7,092,068) | (8,754,347) | (8,392,726) | (7,387,369) | (9,471,475) | (12,052,411) | (5,776,085) | (11,814,387) | (13,253,201) | (12,716,873) |
| Community development | (6,348,741) | (7,536,531) | (7,282,704) | (8,231,945) | (8,396,166) | (7,690,275) | (7,800,788) | (10,787,505) | (8,999,407) | (8,076,529) |
| Culture and recreation | (9,314,294) | (10,997,401) | (11,549,336) | (9,962,602) | (10,518,351) | (9,551,815) | (10,772,610) | (11,111,185) | (12,707,686) | (11,865,934) |
| Education | (2,573,152) | (2,737,868) | (2,864,722) | (2,899,570) | (2,988,945) | (2,846,887) | (2,711,183) | (2,547,259) | (2,620,019) | (2,620,019) |
| Interest on Long term debt | (5,404,184) | (9,583,608) | (4,563,643) | (5,456,528) | (5,485,953) | (4,952,563) | (5,847,128) | (5,768,231) | (5,591,088) | (4,580,529) |
| Business-type activities | | | | | | | | | | |
| Wastewater Management | (1,034,336) | (1,078,381) | (1,979,893) | (3,133,480) | (1,832,730) | (1,996,630) | (2,496,725) | (764,415) | (973,667) | (1,898,517) |
| Water Management | 23,044,709 | 8,752,614 | 12,641,484 | 5,576,369 | 16,679,727 | 10,176,687 | 1,169,932 | 3,436,685 | (4,457,317) | (3,913,069) |
| College of Santa Fe | - | - | - | - | (343,204) | 428,211 | (287,817) | 1,427,232 | (166,891) | 803,971 |
| Municipal Recreation Complex | (2,461,005) | (1,984,066) | (1,846,768) | (1,234,579) | (238,358) | (177,212) | (662,506) | (747,675) | (552,467) | (584,218) |
| Railyard Center | (39,161) | 2,159,776 | 7,477,159 | (271,780) | (1,130,682) | (368,078) | (2,490,550) | (3,701,891) | (4,785,790) | (4,901,829) |
| Genoveva Chavez Community Center | (2,713,013) | (3,054,415) | (3,374,186) | (3,763,660) | (3,231,122) | (2,755,221) | (2,607,289) | (2,994,245) | (2,690,403) | (3,051,675) |
| Santa Fe Convention Center | (1,056,565) | (218,000) | (2,083,034) | (4,393,730) | (4,816,630) | (4,893,630) | (3,962,178) | (4,692,147) | (4,692,120) | (5,780,868) |
| Solid Waste Management | 160,945 | 361,070 | (464,847) | (380,582) | (764,520) | (962,340) | (1,422,992) | (506,773) | (74,305) | 384,479 |
| Transit and Airport Systems | (4,398,884) | (1,252,627) | (2,845,635) | (5,253,525) | (2,806,022) | (4,396,150) | (4,193,864) | (3,780,357) | (6,012,081) | (6,694,994) |
| Parking Enterprise Fund | (345,582) | (468,645) | (1,023,415) | (1,413,163) | (772,385) | (727,697) | (295,994) | (233,418) | (563,134) | (290,732) |
| All other proprietary funds | 24,515 | 24,515 | 24,515 | (106,985,993) | (94,742,738) | (93,092,957) | (104,165,584) | (109,514,495) | (125,487,008) | (119,705,568) |
| Total government expenses | \$ (63,735,747) | \$ (85,443,671) | \$ (81,274,022) | \$ (106,985,993) | \$ (94,742,738) | \$ (93,092,957) | \$ (104,165,584) | \$ (109,514,495) | \$ (125,487,008) | \$ (119,705,568) |

CITY OF SANTA FE, NEW MEXICO
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(UNAUDITED)

| | 2006 | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 |
|---|----------------|-----------------|----------------|----------------|-----------------|----------------|----------------|----------------|----------------|----------------|
| General Revenues and Other Changes in Net Position | | | | | | | | | | |
| Governmental activities | | | | | | | | | | |
| Taxes | | | | | | | | | | |
| Property taxes | \$ 1,759,219 | \$ 3,584,591 | \$ 3,964,867 | \$ 3,773,701 | \$ 6,658,311 | \$ 7,763,486 | \$ 8,317,569 | \$ 8,082,970 | \$ 9,251,086 | \$ 9,636,160 |
| Sales taxes | 92,621,304 | 88,146,556 | 91,972,070 | 82,800,905 | 76,345,768 | 77,533,815 | 80,000,069 | 79,927,194 | 83,633,041 | 85,911,545 |
| Lodgers taxes | - | 8,677,392 | 8,797,321 | 7,872,311 | 7,238,114 | 8,350,150 | 7,881,259 | 8,009,032 | 8,376,475 | 9,251,039 |
| Franchise taxes | 2,418,323 | 2,391,985 | 2,549,067 | 2,646,539 | 2,589,218 | 2,226,689 | 2,535,193 | 2,992,353 | 2,892,235 | 2,821,230 |
| Motor fuel taxes | 1,592,130 | 1,130,555 | 1,654,875 | 1,696,868 | 1,739,763 | 1,792,433 | 1,772,322 | 1,703,819 | 1,895,938 | 1,859,045 |
| Cigarette taxes | 126,683 | 107,712 | 113,820 | 65,597 | 96,502 | 8,940 | 91 | 1,246,517 | - | - |
| Unrestricted investment earnings | 3,570,611 | 7,187,724 | 4,383,448 | 3,264,549 | 664,354 | 492,319 | 515,681 | 235,245 | 591,813 | 450,301 |
| Miscellaneous revenues | 991,112 | 1,947,896 | 1,401,382 | 1,684,015 | 1,538,546 | 1,993,112 | 1,176,732 | 1,374,606 | 1,555,925 | 1,001,298 |
| Gain on sale of capital assets | 117,180 | - | 142,601 | - | 215,508 | - | 73,295 | - | 3,300 | - |
| Transfers | (14,175,434) | (76,331,238) | (29,791,045) | (20,489,446) | (15,734,696) | (11,714,456) | (16,463,102) | (9,149,210) | (13,794,268) | (18,049,329) |
| Special item-transfer of capital asset | - | - | - | - | - | - | - | - | - | - |
| Total governmental activities | \$ 89,021,128 | \$ 36,843,173 | \$ 85,188,406 | \$ 83,315,039 | \$ 81,351,388 | \$ 88,446,488 | \$ 85,809,109 | \$ 94,422,526 | \$ 94,405,545 | \$ 92,881,289 |
| Business-type activities | | | | | | | | | | |
| Property taxes | - | 7,123,902 | 8,800,497 | 11,055,714 | 10,451,588 | 10,615,795 | - | - | - | - |
| Sales taxes | 2,608,907 | 6,301,086 | 7,078,365 | 3,291,660 | 1,110,329 | 775,571 | 10,955,392 | 11,138,547 | 11,462,992 | 11,762,071 |
| Unrestricted investment earnings | 1,650,873 | 379,523 | 1,689,593 | 1,997,611 | - | - | (57,111) | 177,928 | 1,152,797 | 838,062 |
| Miscellaneous revenues | - | - | - | - | - | - | - | 276,287 | - | - |
| Donated land | - | - | - | - | 16,683,838 | - | - | - | - | - |
| Gain (loss) on sale of capital assets | 413,528 | 1,023,973 | (24,603) | 35,658 | 12,621 | 4,317,366 | 40,705 | 33,941 | (6,888) | 2,900 |
| Transfers | 14,175,434 | 76,331,238 | 29,791,045 | 20,489,446 | 15,734,696 | 11,714,456 | 16,463,102 | 9,149,210 | 13,794,268 | 18,049,329 |
| Special item-transfer of capital asset | - | - | - | - | - | - | - | - | - | - |
| Total business-type activities | \$ 18,848,742 | \$ 91,159,722 | \$ 47,334,897 | \$ 36,870,089 | \$ 43,993,072 | \$ 27,423,188 | \$ 28,242,597 | \$ 20,775,913 | \$ 26,403,169 | \$ 30,652,362 |
| Total government | \$ 107,869,870 | \$ 128,002,895 | \$ 132,523,303 | \$ 120,185,128 | \$ 125,344,460 | \$ 115,869,676 | \$ 114,051,706 | \$ 115,198,439 | \$ 120,808,714 | \$ 123,533,651 |
| Change in Net Position | | | | | | | | | | |
| Governmental activities | \$ 14,128,273 | \$ (51,817,824) | \$ (2,610,996) | \$ (9,402,824) | \$ (14,135,424) | \$ (1,415,135) | \$ (2,736,126) | \$ (2,333,595) | \$ (4,559,436) | \$ (896,827) |
| Business-type activities | 30,005,850 | 94,377,046 | 53,860,277 | 22,601,959 | 44,737,146 | 24,191,854 | 12,622,248 | 8,017,539 | 1,434,994 | 4,724,910 |
| Total government | \$ 44,134,123 | \$ 42,559,224 | \$ 51,249,281 | \$ 13,199,135 | \$ 30,601,722 | \$ 22,776,719 | \$ 9,886,122 | \$ 5,683,944 | \$ (3,124,442) | \$ 3,828,083 |

Note: GASB 34 implemented 2002

TABLE III

CITY OF SANTA FE, NEW MEXICO
 FUND BALANCES, GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS
 (UNAUDITED)

| | 2006 | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 |
|---|-----------------------|----------------------|-----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| General fund | | | | | | | | | | |
| Non-spendable | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 145,699 | \$ 105,822 | \$ 84,269 | \$ 92,436 |
| Restricted | - | - | 6,722,866 | 6,843,676 | 6,533,816 | 6,071,202 | 5,458,379 | 6,378,383 | 6,136,549 | 6,532,724 |
| Committed | 1,187,102 | 1,469,090 | 3,920,763 | 2,063,939 | 1,823,960 | 1,243,499 | 1,310,811 | 1,306,416 | 1,256,819 | 1,340,604 |
| Unassigned | 25,105,946 | 26,378,133 | 16,309,042 | 12,059,216 | 7,314,057 | 8,269,206 | 10,845,524 | 8,804,906 | 8,292,215 | 7,108,052 |
| Total general fund | \$ 26,293,048 | \$ 27,847,223 | \$ 26,952,671 | \$ 20,966,831 | \$ 15,671,833 | \$ 16,024,659 | \$ 17,760,413 | \$ 16,595,527 | \$ 15,769,852 | \$ 15,073,816 |
| All Other Governmental Funds | | | | | | | | | | |
| Non-spendable | - | - | - | - | - | 11,184,545 | 11,443,717 | 11,326,634 | 4,334,545 | 250,000 |
| Restricted | 27,354,805 | 19,576,314 | 23,697,756 | 19,063,112 | 16,558,006 | 41,744,396 | 44,110,480 | 36,373,892 | 42,781,711 | 53,978,741 |
| Committed | - | - | - | - | - | 2,007,489 | 5,211,699 | 2,886,735 | 863,689 | 1,098,113 |
| Assigned | 71,980,338 | 18,536,628 | 25,927,119 | 4,738,444 | 4,802,848 | 3,375,086 | 6,064,720 | 4,147,913 | 6,609,152 | 7,912,322 |
| Unassigned | 51,579,609 | 46,262,108 | 51,720,722 | 56,203,130 | 37,176,386 | (413,391) | (382,397) | (48,666) | (908,779) | (1,375,770) |
| Total all other governmental funds | \$ 150,914,752 | \$ 84,375,050 | \$ 101,345,597 | \$ 80,004,686 | \$ 58,537,240 | \$ 57,898,125 | \$ 66,448,219 | \$ 54,686,508 | \$ 53,680,318 | \$ 61,863,406 |

Note: GASS 34 Implemented 2002

CITY OF SANTA FE, NEW MEXICO
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(UNAUDITED)

| | Fiscal Year | | | | | | | | | |
|---|----------------------|------------------------|----------------------|------------------------|------------------------|---------------------|----------------------|------------------------|---------------------|---------------------|
| | 2006 | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 |
| Revenues | | | | | | | | | | |
| Taxes | \$ 98,517,659 | \$ 104,038,791 | \$ 109,052,020 | \$ 98,855,921 | \$ 94,667,676 | \$ 97,675,513 | \$ 100,506,503 | \$ 101,961,885 | \$ 106,048,775 | \$ 109,389,019 |
| Licenses and permits | 2,946,359 | 2,863,976 | 2,211,926 | 2,262,507 | 1,571,947 | 1,855,363 | 2,341,436 | 2,856,179 | 2,346,669 | 2,461,998 |
| Intergovernmental revenues | 10,003,225 | 8,140,070 | 12,067,488 | 16,866,068 | 15,447,798 | 12,021,489 | 12,082,661 | 7,816,549 | 8,221,733 | 6,724,489 |
| Fees and charges for services | 7,322,849 | 7,871,367 | 6,522,655 | 6,305,163 | 6,537,650 | 9,531,442 | 8,754,693 | 9,949,863 | 9,044,279 | 13,927,167 |
| Sale of capital assets | 197,052 | 28,793 | 42,601 | 42,204 | 215,508 | 35,552 | - | - | 3,300 | - |
| Fines and forfeitures | 290,372 | 304,993 | 527,173 | 518,267 | 526,845 | 448,621 | 370,072 | 412,236 | 506,527 | 429,736 |
| Rents, royalties and concessions | 79,202 | 165,995 | 79,490 | 130,047 | 126,043 | 219,850 | 205,990 | 156,741 | 180,538 | 339,965 |
| Investment income | 3,260,419 | 6,498,985 | 3,695,071 | 2,784,697 | 507,687 | 378,878 | 408,800 | 213,794 | 478,747 | 372,628 |
| Land Sales | 80,392 | 267,786 | 100,000 | - | - | - | 90,939 | 260,328 | 253,445 | 173,500 |
| Other revenues | 541,146 | 1,209,122 | 864,065 | 993,497 | 885,658 | 1,288,904 | 589,225 | 545,301 | 615,415 | 827,798 |
| Total Revenues | 123,238,675 | 131,389,878 | 135,162,486 | 128,758,371 | 120,486,812 | 123,455,612 | 125,350,319 | 124,172,876 | 127,699,428 | 134,646,300 |
| Expenditures | | | | | | | | | | |
| General government | 19,036,303 | 22,514,387 | 26,330,509 | 27,641,394 | 25,807,820 | 23,115,451 | 22,986,525 | 24,072,339 | 21,224,217 | 27,191,995 |
| Public safety | 30,740,879 | 32,864,855 | 32,809,858 | 35,979,160 | 36,856,996 | 36,797,749 | 36,273,737 | 40,060,495 | 41,461,515 | 41,931,574 |
| Public works | 6,478,166 | 7,702,612 | 6,218,207 | 6,442,473 | 6,533,194 | 9,198,763 | 6,222,086 | 6,283,527 | 6,247,484 | 6,850,449 |
| Community development | 10,606,676 | 11,160,216 | 11,217,328 | 12,785,076 | 14,766,993 | 12,093,940 | 10,154,155 | 11,086,013 | 10,469,220 | 11,339,034 |
| Culture and recreation | 10,207,370 | 10,813,076 | 11,920,461 | 12,559,894 | 11,690,820 | 11,709,686 | 10,545,655 | 12,473,946 | 11,524,049 | 11,268,209 |
| Education | 2,568,199 | 2,732,739 | 2,859,578 | 2,892,938 | 2,983,168 | 2,841,615 | 2,670,215 | 2,710,895 | 2,545,991 | 2,620,019 |
| Capital outlay | 17,210,254 | 18,273,680 | 20,319,842 | 24,938,573 | 16,150,454 | 13,392,473 | 18,196,279 | 17,228,467 | 16,317,789 | 16,566,429 |
| Capital outlay/inventory exempt | 582,837 | 3,845,167 | 5,909,296 | 6,963,610 | 4,871,841 | - | - | - | - | - |
| Debt Service: | | | | | | | | | | |
| Principal | 8,072,719 | 22,635,861 | 7,352,698 | 30,193,446 | 7,673,026 | 23,509,213 | 23,538,688 | 33,489,819 | 8,681,450 | 9,677,468 |
| Interest and fiscal agent fees | 6,050,067 | 10,603,454 | 5,361,324 | 6,301,926 | 5,784,564 | 6,562,034 | 6,202,697 | 6,727,493 | 5,238,130 | 5,623,865 |
| Bond issuance costs | - | - | - | - | - | 420,600 | 401,987 | 399,940 | 187,572 | 466,645 |
| Total expenditures | 111,553,470 | 143,146,047 | 130,299,103 | 166,698,490 | 133,118,876 | 139,641,524 | 137,192,024 | 154,532,934 | 123,897,417 | 133,535,687 |
| Excess of revenues over (under) | 11,685,205 | (11,756,169) | 4,863,383 | (37,940,119) | (12,632,064) | (16,185,912) | (11,841,705) | (30,360,058) | 3,802,011 | 1,110,613 |
| Other Financing Sources (Uses) | | | | | | | | | | |
| Transfers in | 38,270,293 | 40,684,259 | 61,064,891 | 85,030,926 | 32,228,023 | 53,075,463 | 77,138,478 | 59,160,811 | 39,572,832 | 45,845,545 |
| Transfers out | (52,070,727) | (116,975,199) | (90,855,936) | (104,721,290) | (46,365,517) | (64,789,919) | (92,759,737) | (68,301,293) | (53,257,903) | (63,598,829) |
| HUD loan payments (flow through) | - | 25,656 | 7,862 | 58,866 | 7,113 | 31,815 | 30,973 | 30,095 | 29,192 | - |
| Other uses | (300,000) | - | - | - | - | - | - | - | - | - |
| Other sources | 14,986,587 | - | - | - | - | - | - | - | - | - |
| Issuance of Bonds: | | | | | | | | | | |
| Face value of bonds issued | 59,930,000 | 24,940,000 | 40,135,000 | 26,370,000 | - | 25,305,000 | 32,725,000 | 24,900,000 | 11,760,000 | 21,260,000 |
| Premium on issuance of bond | 3,548,755 | 785,088 | 1,623,540 | 672,959 | - | 2,027,264 | 4,992,779 | 1,643,848 | 262,003 | 3,069,723 |
| Payments to refund bond | - | - | - | - | - | - | - | - | - | - |
| Total other Financing sources (uses) | 64,364,908 | (50,540,196) | 11,975,357 | 7,411,461 | (14,130,381) | 15,649,623 | 22,127,493 | 17,433,461 | (1,633,876) | 6,376,439 |
| Net change in fund balances | \$ 76,050,113 | \$ (62,296,365) | \$ 16,838,740 | \$ (30,528,656) | \$ (26,762,445) | \$ (536,289) | \$ 10,285,788 | \$ (12,926,597) | \$ 2,168,135 | \$ 7,487,052 |
| Debt service as a percentage of noncapital expenditures | 15.0% | 26.6% | 11.6% | 25.7% | 11.5% | 23.8% | 25.0% | 29.3% | 12.9% | 13.1% |

Note: GASB 34 implemented 2002

CITY OF SANTA FE, NEW MEXICO
 ASSESSED AND ESTIMATED ACTUAL VALUE OF PROPERTY
 LAST TEN FISCAL YEARS, IN THOUSANDS OF DOLLARS
 (UNAUDITED)

| Fiscal Year Ended June 30 | Real Property Assessed Value | Estimated Actual Value | Personal Property Assessed Value | Estimated Actual Value | Exemptions Real Property | Total Assessed Value | Total Estimated Actual Value | Ratio of Total Assessed to Total Estimated |
|---------------------------|------------------------------|------------------------|----------------------------------|------------------------|--------------------------|----------------------|------------------------------|--|
| 2006 | 2,849,552 | 8,557,213 | 78,279 | 235,072 | 38,889 | 2,888,942 | 8,675,502 | 33.3% |
| 2007 | 3,138,480 | 9,424,865 | 72,456 | 217,586 | 39,751 | 3,171,185 | 9,523,081 | 33.3% |
| 2008 | 3,315,706 | 9,957,075 | 175,280 | 526,985 | 39,987 | 3,450,999 | 10,363,360 | 33.3% |
| 2009 | 3,506,494 | 10,530,012 | 67,798 | 203,598 | 68,934 | 3,505,358 | 10,526,601 | 33.3% |
| 2010 | 3,632,556 | 10,908,577 | 62,630 | 188,078 | 67,679 | 3,627,507 | 10,893,414 | 33.3% |
| 2011 | 3,655,579 | 10,977,715 | 61,775 | 185,511 | 70,146 | 3,647,208 | 10,952,577 | 33.3% |
| 2012 | 3,669,055 | 11,018,183 | 59,346 | 178,216 | 72,281 | 3,656,120 | 10,979,339 | 33.3% |
| 2013 | 3,681,278 | 11,054,889 | 59,759 | 179,456 | 71,582 | 3,669,454 | 11,019,381 | 33.3% |
| 2014 | 3,682,763 | 11,059,348 | 62,782 | 188,535 | 78,845 | 3,666,701 | 11,011,114 | 33.3% |
| 2015 | 3,793,449 | 11,391,739 | 64,484 | 193,646 | 83,078 | 3,774,856 | 11,335,904 | 33.3% |

Note: The New Mexico State constitution regulates areas of property tax. The assessed valuation is estimated and set at 33 1/3% of market valuation by New Mexico statutes.

Source: Santa Fe County Assessor's Office

TABLE VI

CITY OF SANTA FE, NEW MEXICO
 BOTH RESIDENTIAL AND NON-RESIDENTIAL
 PROPERTY TAX RATES PER \$1,000 ASSESSED VALUATION
 ALL DIRECT AND OVERLAPPING GOVERNMENTS
 (UNAUDITED)

RESIDENTIAL

| Tax Year Ended June 30 | City | State | County | School District | Santa Fe Community College | Total Residential Tax Levy |
|------------------------------|-------|-------|--------|--------------------|----------------------------------|----------------------------------|
| 2006 | 1.033 | 1.291 | 6.147 | 6.999 | 2.220 | 17.690 |
| 2007 | 1.026 | 1.221 | 6.282 | 6.960 | 3.119 | 18.608 |
| 2008 | 1.516 | 1.250 | 6.476 | 6.982 | 3.160 | 19.384 |
| 2009 | 1.595 | 1.150 | 6.600 | 7.038 | 3.236 | 19.619 |
| 2010 | 1.772 | 1.530 | 6.570 | 7.040 | 3.220 | 20.132 |
| 2011 | 1.878 | 1.362 | 6.742 | 7.120 | 3.314 | 20.416 |
| 2012 | 1.729 | 1.360 | 6.662 | 7.048 | 3.292 | 20.091 |
| 2013 | 2.082 | 1.360 | 6.860 | 7.049 | 3.386 | 20.737 |
| 2014 | 2.151 | 1.360 | 7.642 | 8.585 | 3.625 | 23.363 |
| 2015 | 2.372 | 1.360 | 8.039 | 8.572 | 3.776 | 24.119 |

NON-RESIDENTIAL

| Tax Year Ended June 30 | City | State | County | School District | Santa Fe Community College | Total Non- Residential Tax Levy |
|------------------------------|-------|-------|--------|--------------------|----------------------------------|---------------------------------------|
| 2006 | 1.901 | 1.291 | 11.935 | 7.269 | 4.046 | 26.442 |
| 2007 | 1.945 | 1.221 | 11.856 | 7.237 | 4.030 | 26.289 |
| 2008 | 2.459 | 1.250 | 12.500 | 7.247 | 4.046 | 27.502 |
| 2009 | 2.856 | 1.150 | 13.780 | 7.310 | 4.046 | 29.142 |
| 2010 | 3.247 | 1.530 | 13.723 | 7.350 | 4.015 | 29.865 |
| 2011 | 3.560 | 1.362 | 13.701 | 7.485 | 4.015 | 30.123 |
| 2012 | 3.381 | 1.360 | 13.490 | 7.420 | 3.930 | 29.581 |
| 2013 | 3.693 | 1.360 | 13.491 | 7.416 | 3.930 | 29.890 |
| 2014 | 3.643 | 1.360 | 13.581 | 8.933 | 3.930 | 31.447 |
| 2015 | 3.754 | 1.360 | 13.760 | 8.868 | 3.995 | 31.737 |

Source: New Mexico Department of Finance and Administration, Local Government Division

TABLE VII

CITY OF SANTA FE, NEW MEXICO
PRINCIPAL PROPERTY TAX PAYERS
CURRENT YEAR AND TEN YEARS AGO
(UNAUDITED)

| Taxpayer | 2015 | | | 2005 | | |
|--------------------------------------|------------------------|------|---|------------------------|------|---|
| | Taxable Assessed Value | Rank | Percentage of Total City Taxable Assessed Value | Taxable Assessed Value | Rank | Percentage of Total City Taxable Assessed Value |
| Public Service New Mexico | \$ 155,153,648 | 1 | 4.24% | \$ 70,613,078 | 1 | 2.69% |
| Mid-America Pipeline Company | 47,423,374 | 2 | 1.30% | 33,717,436 | 3 | 1.29% |
| Truzaf Ltd. Partnership | 46,217,640 | 3 | 1.26% | - | - | - |
| Qwest Corp | 44,149,997 | 4 | 1.21% | 66,522,522 | 2 | 2.54% |
| NM Gas Company | 42,999,330 | 5 | 1.18% | - | - | - |
| Wal-Mart | 42,953,800 | 6 | 1.17% | - | - | - |
| Guadalupe Hotel Investment LLC & TFS | 32,645,400 | 7 | 0.89% | - | - | - |
| BNSF Railway Company | 31,940,213 | 8 | 0.87% | - | - | - |
| Rancho Encantado LLC | 26,303,770 | 9 | 0.72% | - | - | 0.00% |
| DSW Santa Fe, LLC | 23,680,460 | 10 | 0.65% | - | - | - |
| La Fonda Hotel | - | - | - | 19,000,000 | 6 | 0.72% |
| San Christobal Ranch | - | - | - | 16,859,627 | 9 | 0.64% |
| Thornton Estate | - | - | - | 20,684,245 | 5 | 0.79% |
| Zorro Ranch | - | - | - | 18,145,397 | 8 | 0.69% |
| El Dorado Partnership | - | - | - | 18,294,500 | 7 | 0.70% |
| James F. Kirkpatrick | - | - | - | 13,980,960 | 10 | 0.57% |
| Villa Linda Mall | - | - | - | 30,427,262 | 4 | 1.16% |
| Total | \$ 493,467,632 | | 13.50% | \$ 308,245,027 | | 9.25% |

Source: Santa Fe County Assessor's Office

CITY OF SANTA FE, NEW MEXICO
TOTAL TAXABLE BASE FOR GROSS RECEIPTS BY FISCAL YEAR
(UNAUDITED)

| | 2006 | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 |
|---|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|
| Agriculture, Forestry, Hunting, Fishing | \$ 15,543,808 | \$ 15,220,498 | \$ 14,074,406 | \$ 15,377,597 | \$ 12,204,888 | \$ 9,879,744 | \$ 7,055,650 | \$ 5,847,839 | \$ 4,220,241 | \$ 4,257,127 |
| Mining | - | 55,455 | 8,736 | 272,856 | - | 45,695 | 34,881 | 105,254 | 137,738 | 484,092 |
| Transportation, Comm., Utilities | 134,687,705 | 88,766,665 | 99,278,414 | 94,502,403 | 76,608,504 | 96,542,131 | 99,708,882 | 93,074,119 | 96,216,273 | 84,950,190 |
| Construction | 380,430,714 | 388,417,042 | 436,060,485 | 404,777,586 | 274,052,776 | 255,458,962 | 302,263,940 | 278,676,381 | 305,323,749 | 248,761,976 |
| Manufacturing | 65,874,819 | 64,132,851 | 65,750,198 | 54,959,608 | 49,920,425 | 54,372,037 | 51,923,598 | 50,973,424 | 53,958,423 | 49,204,771 |
| Wholesale | 75,216,827 | 82,665,311 | 64,371,974 | 50,164,427 | 48,175,711 | 48,886,043 | 52,366,170 | 43,776,255 | 43,008,303 | 49,402,224 |
| Retail | 1,174,552,952 | 989,287,438 | 987,207,613 | 948,902,960 | 891,484,336 | 884,291,670 | 899,263,874 | 876,175,072 | 910,890,987 | 854,421,956 |
| Finance, Insurance & Real Estate | 112,402,443 | 111,654,920 | 108,156,523 | 89,564,306 | 80,082,754 | 81,396,496 | 88,446,087 | 100,856,362 | 117,264,939 | 104,978,861 |
| Services | 1,100,096,163 | 1,101,909,545 | 1,118,560,311 | 1,123,074,448 | 1,128,156,567 | 1,146,522,994 | 1,182,173,866 | 1,224,325,406 | 1,319,341,298 | 1,284,039,025 |
| Government | - | 5,802 | 9,243 | - | - | - | 15,366 | 48,326 | - | - |
| Unclassified/Misc. Other | 5,113,158 | 13,316,089 | 38,073,156 | 13,466,097 | 19,867,134 | 7,983,405 | 10,460,937 | 7,737,771 | 32,777,051 | 57,749,481 |
| Total | \$ 3,063,918,589 | \$ 2,855,431,615 | \$ 2,931,551,069 | \$ 2,795,062,288 | \$ 2,580,553,095 | \$ 2,585,379,177 | \$ 2,693,713,241 | \$ 2,681,596,209 | \$ 2,885,143,627 | \$ 2,738,249,703 |

Source: State of New Mexico Taxation and Revenue Department
Major changes in data format for earlier years preclude extending this table to earlier years.
Note: GASB 34 Implemented 2002

CITY OF SANTA FE, NEW MEXICO
TOTAL GROSS RECEIPTS TAX BY CATEGORY
(UNAUDITED)

| | 2006 ⁽¹⁾ | 2007 | 2008 ⁽²⁾ | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 |
|---------------------------------------|----------------------|----------------------|-----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| Agriculture, forestry, hunting | \$ 455,081 | \$ 456,874 | \$ 425,121 | \$ 462,067 | \$ 360,973 | \$ 299,657 | \$ 209,901 | \$ 174,895 | \$ 113,496 | \$ 135,883 |
| Mining | - | 1,663 | 112 | 8,238 | 272 | 3,100 | 1,043 | 3,965 | 4,135 | 14,464 |
| Utilities | 1,543,145 | 2,240,231 | 2,312,988 | 2,244,517 | 2,283,430 | 2,126,983 | 2,511,000 | 2,617,159 | 2,737,141 | 2,536,313 |
| Construction | 9,413,746 | 11,877,725 | 13,329,669 | 11,981,369 | 8,218,948 | 7,479,265 | 8,853,011 | 8,253,074 | 9,022,065 | 8,012,200 |
| Manufacturing | 1,839,688 | 1,954,756 | 1,972,298 | 1,655,709 | 1,461,937 | 1,581,150 | 1,581,810 | 1,444,404 | 1,573,931 | 1,432,140 |
| Wholesale | 1,726,084 | 2,541,040 | 1,923,131 | 1,483,543 | 1,342,178 | 1,451,394 | 1,584,445 | 1,330,238 | 1,296,013 | 1,600,730 |
| Retail | 28,049,244 | 30,363,839 | 29,388,707 | 28,306,999 | 26,456,316 | 26,589,033 | 26,790,310 | 26,460,409 | 27,141,343 | 27,539,185 |
| Transportation & warehousing | 217,660 | 389,881 | 625,939 | 532,132 | 514,611 | 481,208 | 482,659 | 206,613 | 192,881 | 197,431 |
| Information & Cultural Indust. | 1,238,465 | 1,673,707 | 1,631,339 | 1,704,690 | 2,755,004 | 3,267,602 | 3,441,276 | 3,466,394 | 3,753,200 | 3,628,773 |
| Finance & insurance | 809,785 | 960,829 | 1,168,871 | 982,546 | 881,891 | 940,872 | 944,034 | 1,173,133 | 1,254,730 | 1,241,265 |
| Real estate, rental & leasing | 2,474,170 | 2,450,804 | 2,094,448 | 1,639,091 | 1,474,704 | 1,442,114 | 1,673,830 | 1,848,496 | 2,206,097 | 2,036,824 |
| Prof. Scientific, Technical | 5,516,711 | 5,997,613 | 6,356,094 | 6,226,754 | 6,352,059 | 6,648,110 | 7,003,279 | 7,298,655 | 7,712,636 | 7,992,389 |
| Management of companies | 300,174 | 376,823 | 344,512 | 300,802 | 228,036 | 232,026 | 208,563 | 215,286 | 176,058 | 146,638 |
| Admin & Support, Waste Mgt | 203,807 | 289,906 | 442,406 | 445,420 | 539,050 | 794,833 | 885,692 | 703,779 | 703,450 | 889,009 |
| Educational Services | 227,896 | 254,368 | 254,901 | 258,390 | 319,473 | 491,982 | 545,237 | 536,566 | 669,685 | 739,087 |
| Health Care & Social Assist | 3,291,168 | 3,769,174 | 3,969,203 | 4,364,551 | 4,302,733 | 4,533,433 | 4,425,757 | 4,275,389 | 4,418,919 | 4,459,242 |
| Arts, Entertainment & Recr | 271,597 | 342,073 | 387,837 | 364,818 | 398,593 | 458,067 | 422,002 | 437,735 | 447,258 | 604,312 |
| Accommodation & Food | 8,900,411 | 10,039,922 | 10,134,875 | 9,950,881 | 9,424,398 | 9,700,468 | 9,925,719 | 10,470,734 | 11,349,744 | 12,373,247 |
| Other Services | 10,278,795 | 10,291,231 | 9,940,018 | 9,540,958 | 8,583,369 | 8,291,869 | 8,593,209 | 9,273,288 | 9,615,669 | 9,550,973 |
| Public Administration | 491 | 133 | 274 | - | - | - | 1,168 | 1,444 | 881 | - |
| Unclassified | 3,948,493 | 463,376 | 1,199,556 | 402,126 | 381,402 | 374,213 | 209,789 | 288,399 | 566,410 | 1,378,242 |
| State Reimb-Food/Med Tax-Exempt | 8,370,340 | 7,461,268 | 12,605,194 | 10,195,332 | 10,411,415 | 9,963,290 | 10,374,852 | 10,842,817 | 10,437,191 | 10,426,042 |
| Municipal Equivalent Distribution | - | - | - | 115,947 | 302,556 | 318,208 | 357,337 | 307,349 | 312,915 | 482,468 |
| Total GRT Revenue Distribution | \$ 89,076,953 | \$ 94,197,236 | \$ 100,507,493 | \$ 93,166,880 | \$ 86,993,348 | \$ 87,468,897 | \$ 91,025,923 | \$ 91,632,221 | \$ 95,725,848 | \$ 97,416,867 |
| City direct Gross Receipts Tax rate | 7.63% | 7.63% | 7.94% | 7.94% | 8.06% | 8.19% | 8.19% | 8.19% | 8.19% | 8.19% |

Note: GASB 34 Implemented 2002.

Source: State of New Mexico Department of Taxation and Revenue Distribution Reports. Tax & Rev. collects and distributes these revenues to the City of Santa Fe. Taxation & Revenue has implemented revised reporting formats at different times over the years, compromising comparability with earlier years. General grocery items are not taxable; Gross Receipts Tax (GRT) applies only to prepared food items and nonfood items.

⁽¹⁾ In July 2005 a 1/4% Water CIP was imposed. This increase is reflected in succeeding years.

⁽²⁾ In May 2008 the City received a one-time allocation adjustment for the food tax exemption for approx. \$3,863,000.

TABLE X

CITY OF SANTA FE, NEW MEXICO
 DIRECT AND OVERLAPPING GROSS RECEIPTS TAX RATES
 LAST TEN FISCAL YEARS
 (UNAUDITED)

| Fiscal Year | City Direct Rate | Santa Fe County |
|----------------|------------------------|--------------------|
| 2006 | 7.63% | 6.31% |
| 2007 | 7.63% | 6.31% |
| 2008 | 7.94% | 6.63% |
| 2009 | 7.94% | 6.38% |
| 2010 | 8.06% | 6.50% |
| 2011 | 8.19% | 6.62% |
| 2012 | 8.19% | 6.62% |
| 2013 | 8.19% | 6.62% |
| 2014 | 8.19% | 6.87% |
| 2015 | 8.19% | 6.87% |

Source: New Mexico Taxation and Revenue Department

Note: The city gross receipts tax rate may be changed only with the approval of the state legislature.

Note: GASB 34 Implemented 2002

TABLE XI

CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF PLEDGED REVENUES
FISCAL YEAR 2014 AND 2015
(UNAUDITED)

| | Fiscal Year | |
|---|----------------------|----------------------|
| | 2014 | 2015 |
| 0.05% Municipal Gross Receipts Tax (GRT) revenues | \$ 15,489,596 | \$ 15,894,589 |
| MGRT Infrastructure revenues | 1,913,142 | 1,963,001 |
| MGRT Environmental revenues | 1,913,142 | 1,963,060 |
| State shared GRT revenues | 36,390,693 | 37,283,925 |
| TOTAL | \$ 55,706,573 | \$ 57,104,575 |

Source: City of Santa Fe Cash Management and Investment Officer

TABLE XII

CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF GROSS RECEIPTS TAX REVENUES
FISCAL YEAR 2014 AND 2015
(UNAUDITED)

| | Fiscal Year | |
|--|----------------------|----------------------|
| | 2014 | 2015 |
| Municipal general GRT (Including Capital Improvements) | \$ 30,979,192 | \$ 31,789,177 |
| Infrastructure revenues | 7,652,566 | 7,852,004 |
| MGRT revenues | 7,744,798 | 7,947,294 |
| Environmental revenues | 1,913,142 | 1,963,060 |
| State-shared GRT revenues | 38,765,656 | 39,792,349 |
| Water Capital Outlay | 7,636,708 | 7,836,010 |
| Municipal Equivalent Distribution | 343,354 | 493,722 |
| TOTAL | \$ 95,035,416 | \$ 97,673,616 |

Source: City of Santa Fe Cash Management and Investment Officer

CITY OF SANTA FE, NEW MEXICO
RATIO OF NET GENERAL BONDED DEBT TO ASSESSED VALUE
AND NET BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS
(UNAUDITED)

GENERAL FUND EQUITY DEBT

| Fiscal Year Ended June 30 | Population ¹ | Assessed Value ² | Total General Obligation Debt Outstanding June 30 (Par Value) ⁵ | Amount Available Debt Service Fund ⁶ | Net Bonded Debt | Ratio of Net Long Term Debt To Assessed Value | Net General Long Term Debt Per Capita |
|---------------------------------|-------------------------|-----------------------------|---|--|--------------------|--|---|
| 2006 | 68,359 | \$ 2,888,942,909 | \$ - | \$ - | \$ - | - | - |
| 2007 | 69,142 | \$ 3,171,185,528 | \$ - | \$ - | \$ - | - | - |
| 2008 ⁽³⁾ | 69,961 | \$ 3,450,998,939 | \$ 20,000,000 | \$ - | \$ 20,000,000 | 0.58% | 286 |
| 2009 | 70,661 | \$ 3,505,357,810 | \$ 20,000,000 | \$ 1,538,960 | \$ 18,461,040 | 0.57% | 261 |
| 2010 | 67,947 | \$ 3,627,507,187 | \$ 19,400,000 | \$ 2,003,936 | \$ 17,396,064 | 0.53% | 256 |
| 2011 | 68,642 | \$ 3,647,208,573 | \$ 28,950,000 | \$ 3,063,476 | \$ 25,886,524 | 0.79% | 377 |
| 2012 | 68,500 | \$ 3,656,120,170 | \$ 27,710,000 | \$ 3,431,635 | \$ 24,278,365 | 0.76% | 354 |
| 2013 | 68,800 | \$ 3,669,453,816 | \$ 26,510,000 | \$ 3,210,845 | \$ 23,299,155 | 0.72% | 339 |
| 2014 ⁽⁴⁾ | 82,800 | \$ 3,666,700,895 | \$ 37,265,000 | \$ 4,057,286 | \$ 33,207,714 | 1.02% | 401 |
| 2015 | 83,000 | \$ 3,774,855,457 | \$ 41,305,000 | \$ 4,054,334 | \$ 37,250,666 | 1.09% | 449 |

¹ Estimated population figures for 2006, 2007, 2008, 2009 and 2010 were provided by the City of Santa Fe Planning Department staff. Estimated population figures for 2011, 2012 were provided by US Census Bureau. 2013, 2014 and 2015 populations are estimated by Santa Fe Planning Department staff.

² Assessment are made by the elected Santa Fe County Assessor. Assessment are made each year in January. Amounts represent thirty-three and one-third percent of market value as set by state statute.

³ The City issued its first general obligation debt in 28 years on June 10, 2008

⁴ During 2014 the County annexation was completed.

⁵ Includes general obligation outstanding par only, excluding any applicable unamortized premium or discount.

⁶ Includes restricted cash as well as accumulated unrestricted investment income and other unrestricted miscellaneous income.

TABLE XIV

CITY OF SANTA FE, NEW MEXICO
 RATIO OF ANNUAL DEBT SERVICE EXPENDITURES
 FOR GENERAL OBLIGATION BONDED DEBT
 TO TOTAL GENERAL FUND EXPENDITURES
 LAST SIX FISCAL YEARS
 (UNAUDITED)

| FISCAL YEAR | PRINCIPAL | INTEREST | DEBT SERVICE | TOTAL GENERAL FUND EXPENDITURE | RATIO OF DEBT SERVICE TO GENERAL GOVERNMENTAL EXPENDITURES |
|----------------|--------------|--------------|-----------------|--------------------------------------|--|
| 2009 | \$ - | \$ 541,860 | \$ 541,860 | \$ 68,683,865 | 0.0079 |
| 2010 | \$ 600,000 | \$ 829,457 | \$ 1,429,457 | \$ 67,956,485 | 0.0210 |
| 2011 | \$ 750,000 | \$ 883,796 | \$ 1,633,796 | \$ 69,496,944 | 0.0235 |
| 2012 | \$ 1,240,000 | \$ 1,105,258 | \$ 2,345,258 | \$ 63,207,592 | 0.0371 |
| 2013 | \$ 1,200,000 | \$ 1,065,870 | \$ 2,265,870 | \$ 67,822,465 | 0.0334 |
| 2014 | \$ 1,245,000 | \$ 1,220,740 | \$ 2,465,740 | \$ 63,903,013 | 0.0386 |
| 2015 | \$ 1,760,000 | \$ 1,439,537 | \$ 3,199,537 | \$ 72,489,834 | 0.0441 |

The City of Santa Fe issued its first general obligation bond in 28 years on June 10, 2008.

TABLE XV

CITY OF SANTA FE, NEW MEXICO
 COMPUTATION OF DIRECT AND OVERLAPPING GENERAL OBLIGATION DEBT
 JUNE 30, 2015
 (UNAUDITED)

| | General Obligation as of June 30, 2015 (Par Value) ¹ | Percentage Applicable to City of Santa Fe | City of Santa Fe Share of Debt |
|--|--|---|-----------------------------------|
| City of Santa Fe | \$ 41,305,000 | 100.00% | \$ 41,305,000 |
| Subtotal Direct Debt | | | <u>41,305,000</u> |
| State of New Mexico | \$ 389,270,000 | 6.44% | \$ 25,068,988 |
| Santa Fe County | \$ 125,455,000 | 52.78% | 66,215,149 |
| Santa Fe Public Schools | \$ 194,300,000 | 57.03% | 110,809,290 |
| Santa Fe Community College | \$ 27,755,000 | 57.03% | 15,828,677 |
| Subtotal Overlapping Debt | | | <u>217,922,104</u> |
| Total Direct and Overlapping Debt | | | <u><u>\$ 259,227,104</u></u> |

Ratios:

| | |
|---|----------|
| Total direct and overlapping debt to assessed valuation for tax year 2015 \$3,774,855,457 | 6.87% |
| Direct and overlapping debt to actual valuation of \$11,335,902,273 | 2.29% |
| Direct and overlapping debt per capita of 83,000 | \$ 3,123 |

¹ Includes general obligation outstanding par only, excluding any applicable unamortized premium or discount.

CITY OF SANTA FE, NEW MEXICO
 LEGAL DEBT MARGIN INFORMATION
 LAST TEN FISCAL YEARS
 (UNAUDITED)

Legal Debt Margin Calculation for Fiscal Year 2015

| | 2006 | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 |
|--|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| Debt Limit | \$ 115,557,716 | \$ 126,847,421 | \$ 138,039,594 | \$ 140,214,312 | \$ 145,100,287 | \$ 145,888,343 | \$ 146,244,807 | \$ 148,439,172 | \$ 148,959,429 | \$ 152,108,584 |
| Total net debt applicable to limit | - | - | (20,000,000) | (20,000,000) | (19,400,000) | (28,950,000) | (27,710,000) | (26,510,000) | (37,265,000) | (41,305,000) |
| Legal debt margin | \$ 115,557,716 | \$ 126,847,421 | \$ 118,039,594 | \$ 120,214,312 | \$ 125,700,287 | \$ 116,938,343 | \$ 118,534,807 | \$ 121,929,172 | \$ 111,694,429 | \$ 110,803,584 |
| Total net debt applicable to the limit as a percentage of debt limit | 0.00% | 0.00% | 14.49% | 14.26% | 13.37% | 19.84% | 18.95% | 17.86% | 25.02% | 27.15% |

| | |
|---|------------------|
| Assessed Value Per DFA Capacity Statement | \$ 3,802,714,595 |
| Debt Limit (4% of Assessed Value) | \$ 152,108,584 |
| Debt applicable to limit | (41,305,000) |
| General obligation bonds | \$ 110,803,584 |
| Legal debt margin | \$ 110,803,584 |

Note: Under state finance law, the city's outstanding general obligation debt should not exceed 4 percent of total assessed property value.

Source: State of New Mexico, Department of Finance And Administration General Obligation Capacity Statement of April 30, 2013.

TABLE XVII

CITY OF SANTA FE, NEW MEXICO
 PLEDGED- REVENUE COVERAGE
 LAST TEN FISCAL YEARS
 (UNAUDITED)

| Solid Waste System Bonds ⁽¹⁾ | | | | | | |
|---|-------------------|--------------------------------|---|--------------|----------|----------|
| Fiscal Year End | Gross Revenues | Less: Operating Expenses | Net Revenue Available for Debt Service | Debt Service | | Coverage |
| | | | | Principal | Interest | |
| 2006 | 9,586,034 | 8,177,846 | 1,408,188 | 0 | 0 | 0.00 |
| 2007 | 9,558,837 | 8,266,994 | 1,291,843 | 0 | 0 | 0.00 |
| 2008 (2) | 11,425,138 | 8,435,925 | 2,989,213 | 635,000 | 670,998 | 2.29 |
| 2009 | 12,276,761 | 8,141,442 | 4,135,319 | 665,000 | 642,423 | 3.16 |
| 2010 | 11,041,661 | 8,341,668 | 2,699,993 | 690,000 | 614,160 | 2.07 |
| 2011 | 11,861,931 | 9,609,126 | 2,252,805 | 720,000 | 584,835 | 1.73 |
| 2012 | 12,027,377 | 10,297,065 | 1,730,312 | 760,000 | 550,373 | 1.32 |
| 2013 | 12,443,575 | 9,773,117 | 2,670,458 | 785,000 | 518,073 | 2.05 |
| 2014 | 13,552,850 | 10,406,349 | 3,146,501 | 830,000 | 478,823 | 2.40 |
| 2015 | 13,692,104 | 10,862,279 | 3,570,136 | 865,000 | 442,660 | 2.73 |

⁽¹⁾ Revenues pledged for 2015 included municipal gross receipts tax infrastructure revenues of \$1,963,001.

⁽²⁾ The City of Santa Fe Gross Receipts Tax Refunding Revenue Bonds, Series 2006B, were reclassified as enterprise debt in the solid waste fund in FY 2007-2008.

| Water System Bonds ⁽¹⁾ | | | | | | |
|-----------------------------------|-------------------|--------------------------------|---|--------------|-----------|----------|
| Fiscal Year End | Gross Revenues | Less: Operating Expenses | Net Revenue Available for Debt Service | Debt Service | | Coverage |
| | | | | Principal | Interest | |
| 2006 | 27,989,331 | 16,124,320 | 11,865,011 | 3,425,000 | 3,454,378 | 1.72 |
| 2007 | 30,092,304 | 18,063,030 | 12,029,274 | 3,695,000 | 3,549,049 | 1.66 |
| 2008 | 30,583,912 | 17,138,584 | 13,445,328 | 3,995,000 | 2,725,818 | 2.00 |
| 2009 | 26,473,819 | 18,182,591 | 8,291,228 | 2,105,000 | 2,406,219 | 1.84 |
| 2010 | 32,456,123 | 20,144,274 | 12,311,849 | 2,345,000 | 3,852,835 | 1.99 |
| 2011 | 42,996,211 | 18,429,596 | 24,566,615 | 3,625,594 | 5,551,724 | 2.68 |
| 2012 | 45,548,927 | 30,005,770 | 15,543,157 | 4,217,187 | 5,812,050 | 1.55 |
| 2013 | 48,938,614 | 23,671,357 | 25,267,257 | 3,922,294 | 5,597,173 | 2.65 |
| 2014 | 46,257,538 | 31,205,838 | 15,051,700 | 4,077,726 | 5,413,333 | 1.59 |
| 2015 | 44,094,081 | 25,341,540 | 18,752,541 | 4,081,700 | 5,270,630 | 2.01 |

⁽¹⁾ Revenues pledged for 2015 included water system revenues and the 1/4% municipal capital outlay gross receipts of \$7,836,010.

⁽²⁾ Debt includes bonds and loans.

| Railyard Bonds ⁽¹⁾ | | | | | | |
|-------------------------------|-------------------|--------------------------------|---|--------------|----------|----------|
| Fiscal Year End | Gross Revenues | Less: Operating Expenses | Net Revenue Available for Debt Service | Debt Service | | Coverage |
| | | | | Principal | Interest | |
| 2011 ⁽²⁾ | 936,098 | 107,965 | 828,133 | 240,000 | 223,687 | 1.79 |
| 2012 | 1,905,015 | 143,131 | 1,761,884 | 293,660 | 546,300 | 2.10 |
| 2013 ⁽³⁾ | 1,082,385 | 503,933 | 578,452 | 301,959 | 541,711 | 0.69 |
| 2014 | 3,334,848 | 1,423,693 | 1,911,155 | 765,210 | 791,583 | 1.23 |
| 2015 | 2,974,548 | 1,599,788 | 1,374,760 | 884,007 | 671,594 | 0.88 |

⁽¹⁾ Revenues pledged for 2015 include municipal gross receipts tax railyard infrastructure revenues of \$2,562,355.

⁽²⁾ The City of Santa Fe Subordinate Lien Gross Receipts Tax Refunding Revenue Bonds, Series 2010B, were issued December 14, 2010.

⁽³⁾ The City of Santa Fe Subordinate Line Gross Receipts Tax Improvement Revenue Bonds, Series 2012C, were issued December 19, 2012.

⁽⁴⁾ Debt includes the bond and loans.

(continued)

TABLE XVII

| Municipal Recreation Complex Bonds ⁽¹⁾ | | | | | | |
|---|-------------------|--------------------------------|---|--------------|----------|----------|
| Fiscal Year End | Gross Revenues | Less: Operating Expenses | Net Revenue Available for Debt Service | Debt Service | | Coverage |
| | | | | Principal | Interest | |
| 2006 | 2,280,039 | 1,578,402 | 701,637 | 580,000 | 894,988 | 0.48 |
| 2007 | 2,097,707 | 1,583,318 | 514,389 | 670,000 | 606,128 | 0.40 |
| 2008 | 2,382,508 | 1,533,264 | 849,244 | 705,000 | 579,328 | 0.66 |
| 2009 | 2,661,658 | 1,564,447 | 1,097,211 | 735,000 | 554,653 | 0.85 |
| 2010 | 2,188,038 | 1,438,896 | 749,142 | 760,000 | 528,928 | 0.58 |
| 2011 | 2,017,133 | 1,156,748 | 860,385 | 790,000 | 500,428 | 0.67 |
| 2012 | 2,218,524 | 1,186,553 | 1,031,971 | 825,000 | 468,828 | 0.80 |
| 2013 | 2,375,602 | 1,172,309 | 1,203,293 | 865,000 | 435,827 | 0.93 |
| 2014 | 2,595,731 | 1,057,952 | 1,537,779 | 900,000 | 404,453 | 1.18 |
| 2015 | 2,701,069 | 1,198,698 | 1,502,371 | 920,000 | 368,453 | 1.17 |

⁽¹⁾ Revenues pledged include Municipal Recreation Complex revenues and gross receipts tax revenues of

| Convention Center Bonds ⁽¹⁾ | | | | | | |
|--|-------------------|--------------------------------|---|--------------|-----------|----------|
| Fiscal Year End | Gross Revenues | Less: Operating Expenses | Net Revenue Available for Debt Service | Debt Service | | Coverage |
| | | | | Principal | Interest | |
| 2008 ⁽²⁾ | 1,393,947 | 671,547 | 722,400 | 285,000 | 1,968,800 | 0.32 |
| 2009 | 4,735,197 | 1,437,526 | 3,297,671 | 895,000 | 2,441,716 | 0.99 |
| 2010 | 3,939,717 | 1,709,132 | 2,230,585 | 1,010,000 | 2,345,325 | 0.66 |
| 2011 | 3,041,881 | 1,672,968 | 1,368,913 | 1,035,000 | 2,308,350 | 0.41 |
| 2012 | 5,109,312 | 1,494,863 | 3,614,449 | 1,085,000 | 2,270,413 | 1.08 |
| 2013 | 4,693,690 | 1,693,851 | 2,999,839 | 1,130,000 | 2,230,675 | 0.89 |
| 2014 | 3,640,036 | 1,505,091 | 2,134,945 | 1,175,000 | 2,179,500 | 0.64 |
| 2015 | 4,422,895 | 1,901,069 | 2,521,826 | 1,761,500 | 1,544,245 | 0.76 |

⁽¹⁾ Revenues pledged for 2015 included convention center lodger's tax revenues of \$3,668,064.

⁽²⁾ The New Mexico Finance Authority Convention Center loan was reclassified as enterprise debt in the convention center fund in FY 2007-2008. Debt includes the bond and loan.

| Wastewater System Bonds ⁽¹⁾ | | | | | | |
|--|-------------------|--------------------------------|---|--------------|--------------|----------|
| Fiscal Year End | Gross Revenues | Less: Operating Expenses | Net Revenue Available for Debt Service | Debt Service | | Coverage |
| | | | | Principal | Interest | |
| 2008 ⁽²⁾ | 11,023,657.00 | 7,434,117.00 | 3,589,540.00 | 1,095,000.00 | 1,035,014.00 | 1.69 |
| 2009 | 11,670,486.00 | 8,108,002.00 | 3,562,484.00 | 1,120,000.00 | 661,951.00 | 2.00 |
| 2010 | 12,185,467.00 | 8,215,370.00 | 3,970,097.00 | 1,240,000.00 | 439,255.00 | 2.36 |
| 2011 | 14,425,862.00 | 9,427,836.00 | 4,998,026.00 | 1,365,000.00 | 416,510.00 | 2.81 |
| 2012 ⁽³⁾ | 13,539,337.00 | 9,556,158.00 | 3,983,179.00 | 1,445,000.00 | 486,025.00 | 2.06 |
| 2013 | 14,229,591.00 | 9,214,164.00 | 5,015,427.00 | 1,495,000.00 | 847,225.00 | 2.14 |
| 2014 | 14,111,275.00 | 9,374,911.00 | 4,736,364.00 | 1,515,000.00 | 794,750.00 | 2.05 |
| 2015 | 14,432,415.00 | 10,862,279.00 | 3,570,136.00 | 1,725,000.00 | 750,050.00 | 1.44 |

⁽¹⁾ Revenues pledged for 2014 include wastewater and municipal gross receipts tax environmental revenues of \$1,963,060.

⁽²⁾ The City of Santa Fe Gross Receipts Tax (Subordinate Lien) Wastewater Systems Variable Rate Revenue Bonds, Series 1997B, and the City of Santa Fe Subordinate Lien Gross Receipts Tax/Wastewater System Improvement Revenue Bonds, Series 2006C, were reclassified as enterprise debt in the wastewater fund in FY 2007-2008.

⁽³⁾ The 1997B bonds were refunded March 1, 2012 by the Gross Receipts Tax (Subordinate Lien) Wastewater

(continued)

| College of Santa Fe Loan (1) | | | | | | |
|------------------------------|-------------------|--------------------------------|---|--------------|-----------|----------|
| Fiscal Year End | Gross Revenues | Less: Operating Expenses | Net Revenue Available for Debt Service | Debt Service | | Coverage |
| | | | | Principal | Interest | |
| 2010 | 2,208,713 | 1,592,261 | 616,452 | 0 | 1,008,195 | 0.61 |
| 2011 | 2,436,997 | 1,007,658 | 1,429,339 | 615,000 | 1,605,973 | 0.64 |
| 2012 | 2,396,951 | 136,683 | 2,260,268 | 630,000 | 1,594,841 | 1.02 |
| 2013 | 2,357,959 | 18,851 | 2,339,108 | 645,000 | 1,580,226 | 1.05 |
| 2014 | 2,377,038 | 82,676 | 2,294,362 | 665,000 | 1,559,199 | 1.03 |
| 2015 | 2,362,616 | 12,450 | 2,350,166 | 685,000 | 1,535,857 | 1.06 |

⁽¹⁾ Revenues pledged from the lease with Santa Fe Higher Education, LLC included \$2,350,000.

⁽²⁾ The New Mexico Finance Authority Loan for the purchase of the College of Santa Fe was issued September 14, 2009.

| Parking Loan (1) | | | | | | |
|--------------------|-------------------|--------------------------------|---|--------------|----------|----------|
| Fiscal Year End | Gross Revenues | Less: Operating Expenses | Net Revenue Available for Debt Service | Debt Service | | Coverage |
| | | | | Principal | Interest | |
| 2015 | 4,496,921 | 4,284,834 | 212,087 | 58,500 | 26,847 | 2.48 |

⁽¹⁾ The New Mexico Finance Authority Loan for the construction of the Convention Center and underground parking garage was refunded April 8, 2015 and split between the Convention Center and Parking debt service funds.

| Transit Loan (1) | | | | | | |
|--------------------|----------------|-------------------------------|---|--------------|----------|----------|
| Fiscal Year End | Pledged GRT | Less: Non-Debt Expenses | Revenue Available for Debt Service | Debt Service | | Coverage |
| | | | | Principal | Interest | |
| 2015 | 353,499 | 0 | 353,499 | 229,807 | 52,992 | 1.25 |

⁽¹⁾ The New Mexico Finance Authority Loan for the purchase of buses was issued August 1, 2014.

⁽²⁾ GRT revenues are pledged to pay debt service for this loan in lieu of transit system revenues.

NOTE: Details regarding governmental outstanding debt can be found in the notes to the financial statements and in the Major Debt section of the CAFR.

CITY OF SANTA FE, NEW MEXICO
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(UNAUDITED)

| Fiscal Year | Government Activities | | | | Business-Type Activities | | | | | | Total Primary Government | Percent of Personal Income ¹ | Per Capita ¹ | | | | |
|-------------|-----------------------|----------------------|------------|--------------|--------------------------|---------------|------------|--------------------------------------|----------------------------|-------------|--------------------------|---|-------------------------|------------------|-------------------|----------------|------------|
| | GRT Bonds | General Oblig. Bonds | NMFA Loans | HUD 108 Loan | SFPS ¹ Loan | Capital Lease | MRC Bonds | Convention ² Center Bonds | Parking ² Bonds | Water Bonds | | | | Wastewater Bonds | Solid Waste Bonds | Railroad Bonds | NMFA Loans |
| 2006 | 161,900,000 | - | 16,021,535 | 299,000 | - | 1,033,941 | 14,515,000 | - | - | 55,905,000 | - | - | - | 5,686,677 | 255,361,153 | 13.01% | 3,840 |
| 2007 | 164,345,000 | 20,000,000 | 15,881,674 | 298,000 | - | 770,795 | 13,845,000 | - | - | 53,785,000 | - | - | - | 14,221,135 | 263,146,604 | 12.51% | 3,849 |
| 2008 | 92,515,000 | 20,000,000 | 15,739,976 | 297,000 | - | 520,046 | 13,140,000 | 50,505,000 | - | 49,790,000 | 26,895,000 | 13,710,000 | - | 28,962,201 | 312,174,223 | 14.25% | 4,515 |
| 2009 | 85,435,000 | 20,000,000 | 19,114,530 | 279,000 | - | 261,059 | 12,405,000 | 49,610,000 | - | 47,665,000 | 25,775,000 | 13,145,000 | - | 29,150,052 | 302,859,641 | 13.30% | 4,329 |
| 2010 | 78,660,000 | 19,400,000 | 18,634,504 | 261,000 | 560,000 | - | 11,645,000 | 48,600,000 | - | 105,310,000 | 24,535,000 | 12,455,000 | - | 59,086,893 | 379,347,397 | 16.33% | 5,369 |
| 2011 | 71,545,000 | 28,950,000 | 18,213,291 | 243,000 | 280,000 | - | 10,855,000 | 47,565,000 | - | 102,465,000 | 23,170,000 | 11,735,000 | - | 47,505,487 | 362,526,778 | 17.93% | 5,335 |
| 2012 | 82,630,000 | 27,710,000 | 17,572,603 | 225,000 | - | 767,600 | 10,030,000 | 46,480,000 | - | 99,515,000 | 20,105,000 | 10,975,000 | 10,020,000 | 46,515,124 | 372,545,327 | 18.06% | 5,427 |
| 2013 | 89,625,000 | 26,510,000 | 2,965,784 | 207,000 | - | 575,700 | 9,165,000 | 45,350,000 | - | 96,440,000 | 18,610,000 | 10,190,000 | 14,470,000 | 44,603,487 | 358,711,971 | 17.25% | 5,237 |
| 2014 | 82,355,000 | 37,265,000 | 2,817,334 | 189,000 | - | 383,800 | 8,265,000 | 44,175,000 | - | 93,230,000 | 17,065,000 | 9,360,000 | 13,775,000 | 42,605,655 | 351,515,789 | 16.50% | 5,109 |
| 2015 | 90,240,000 | 41,305,000 | 2,663,866 | - | - | 191,900 | 7,345,000 | 23,246,000 | 12,349,000 | 89,860,000 | 15,370,000 | 8,495,000 | 12,965,000 | 44,305,433 | 354,356,199 | 13.07% | 4,130 |

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements. See the Table XV Economic and Demographic Information for personal income and population data.

GRT/revenue debt for solid waste, convention center and wastewater was reclassified FY 2007-2008 to respective enterprise funds.

¹ SFPS is Santa Fe Public Schools for land purchase.

² At FY End 2015 the share of Convention Center debt attributable to the Convention Center parking garage was transferred to the Parking Debt Service Fund.

³ This table reflects par value only for the City's outstanding debt exclusive of unamortized premium and discount.

Resources: City of Santa Fe's Investment Officer and the Planning Department Staff.

TABLE XIX

CITY OF SANTA FE, NEW MEXICO
DEMOGRAPHIC AND ECONOMIC INFORMATION
(UNAUDITED)

| Year | Population | Personal Income (thousands of dollars) | Per Capita Personal Income | Unemployment Rate |
|------|------------|--|-------------------------------------|----------------------|
| 2001 | 63,000 | 1,651,734 | 26,218 | 3.60% |
| 2002 | 63,500 | 1,714,754 | 27,004 | 3.80% |
| 2003 | 64,700 | 1,799,566 | 27,814 | 4.30% |
| 2004 | 65,800 | 1,885,104 | 28,649 | 4.30% |
| 2005 | 66,500 | 1,962,282 | 29,508 | 4.50% |
| 2006 | 68,359 | 2,103,816 | 30,776 | 3.50% |
| 2007 | 69,142 | 2,191,041 | 31,689 | 3.10% |
| 2008 | 69,961 | 2,276,951 | 32,546 | 3.30% |
| 2009 | 70,661 | 2,322,698 | 32,871 | 6.70% |
| 2010 | 67,947 | 2,022,238 | 29,762 | 5.60% |
| 2011 | 68,642 | 2,172,587 | 31,651 | 5.00% |

Source: The City of Santa Fe's Planning Department

POPULATION:

| YEAR | CITY | COUNTY | STATE |
|------|--------|---------|-----------|
| 2001 | 63,000 | 130,915 | 1,829,146 |
| 2002 | 63,500 | 134,525 | 1,855,059 |
| 2003 | 64,700 | 138,000 | 1,874,614 |
| 2004 | 65,800 | 141,000 | 1,903,289 |
| 2005 | 66,500 | 144,000 | 1,928,384 |
| 2006 | 68,359 | 144,809 | 1,954,599 |
| 2007 | 69,142 | 146,295 | 1,964,402 |
| 2008 | 69,961 | 147,781 | 1,984,356 |
| 2009 | 70,661 | 149,870 | 2,009,671 |
| 2010 | 67,947 | 144,170 | 2,059,179 |
| 2011 | 68,642 | 145,648 | 2,082,224 |

Source: Estimated population figures for 2001,2002, 2003, 2004, 2005, 2006,2007,2009,2010 and 2011 were provided by the City of Santa Fe Planning Dept. Staff.

Estimates for State for population for 2000-2011 were provided by the Bureau of Business and Economic Research and U.S. Census

AGE PROFILE:

| AGE | CITY | STATE | UNITED STATES |
|-------|---------|---------|---------------|
| 0-19 | 20.80% | 28.20% | 26.90% |
| 20-34 | 17.60% | 19.90% | 20.30% |
| 35-44 | 12.60% | 12.10% | 13.30% |
| 45-54 | 14.60% | 14.10% | 14.60% |
| 55+ | 34.40% | 25.70% | 24.90% |
| | 100.00% | 100.00% | 100.00% |

Source: Age profile for, "State and United States," U.S. Department of Commerce released December 2010.

(Continued)

CITY OF SANTA FE, NEW MEXICO
DEMOGRAPHIC AND ECONOMIC INFORMATION
(UNAUDITED)

INCOME PROFILE:**HOUSEHOLD INCOME DISTRIBUTION, SANTA FE COUNTY, 2000:**

| INCOME \$ | NUMBER OF HOUSEHOLDS | PERCENT OF HOUSEHOLDS |
|------------------|-------------------------|--------------------------|
| Under 10,000 | 4,787 | 9% |
| 10,000 to 14,999 | 3,157 | 6% |
| 15,000 to 24,999 | 6,573 | 13% |
| 25,000 to 34,999 | 6,834 | 13% |
| 35,000 to 49,999 | 8,863 | 17% |
| 50,000 to 74,999 | 9,672 | 18% |
| 75,000 to 99,000 | 5,771 | 11% |
| 100,000 and more | 6,824 | 13% |
| Total Households | 52,481 | 100% |

The table above sets forth Income Profile based on the 2000 U.S. Census Bureau for 2000.

The table below sets forth the per-capita income, based on the total gross income divided by population, for Santa Fe County, the State of New Mexico and the United States.

| CALENDAR YEAR | SANTA FE COUNTY | STATE OF NEW MEXICO | UNITED STATES |
|------------------|--------------------|------------------------|------------------|
| 2002 | 33,971 | 24,977 | 31,481 |
| 2003 | 34,454 | 25,639 | 32,295 |
| 2004 | 37,207 | 27,092 | 33,909 |
| 2005 | 39,690 | 28,641 | 35,452 |
| 2006 | 42,276 | 30,209 | 37,725 |
| 2007 | 44,268 | 31,675 | 39,506 |
| 2008 | 45,130 | 33,490 | 40,947 |
| 2009 | 42,467 | 32,200 | 38,637 |
| 2010 | 43,389 | 32,340 | 39,791 |
| 2011 | 42,928 | 34,133 | 41,650 |

Source: Bureau of Business & Economic Research, UNM-2012 information not available

(Continued)

CITY OF SANTA FE, NEW MEXICO
DEMOGRAPHIC AND ECONOMIC INFORMATION
(UNAUDITED)

PUBLIC SCHOOL DISTRICT ENROLLMENT

The Santa Fe Public School District consists of 21 elementary schools (which includes kindergarden), 4 mid-high schools, and 2 high schools.

| YEAR | PRE-KINDERGARTEN | 1-6 | 7-12 | SPECIAL EDUCATION | TOTAL |
|------|------------------|-------|-------|-------------------|--------|
| 2001 | 1,011 | 6,860 | 5,507 | 0 | 13,378 |
| 2002 | 1,015 | 6,879 | 5,199 | 0 | 13,093 |
| 2003 | 1,094 | 6,745 | 5,626 | 0 | 13,465 |
| 2004 | 1,056 | 6,819 | 5,682 | 0 | 13,557 |
| 2005 | 1,292 | 6,770 | 5,673 | 0 | 13,735 |
| 2006 | 1,269 | 6,796 | 5,675 | 0 | 13,740 |
| 2007 | 1,241 | 6,850 | 5,274 | 0 | 13,365 |
| 2008 | 1,216 | 6,947 | 5,395 | 0 | 13,558 |
| 2009 | 1,164 | 7,061 | 5,366 | 0 | 13,591 |
| 2010 | 1,256 | 7,157 | 5,271 | 0 | 13,684 |
| 2011 | 1,249 | 7,187 | 5,361 | 0 | 13,797 |

The NM Department of Education no longer separately reports special education for public school.

Source: New Mexico Department of Education

PRIVATE SCHOOL DISTRICT ENROLLMENT-ASSESS EVALUATION UNIT

Santa Fe has 27 private and/or parochial schools, grades 1-12.

| YEAR | KINDERGARTEN | 1-6 | 7-12 | SPECIAL EDUCATION | TOTAL |
|------|--------------|-----|-------|-------------------|-------|
| 2001 | 263 | 868 | 1,700 | 0 | 2,831 |
| 2002 | 222 | 872 | 2,258 | 0 | 3,352 |
| 2003 | 275 | 847 | 2,244 | 0 | 3,366 |
| 2004 | 216 | 805 | 2,263 | 0 | 3,284 |
| 2005 | 188 | 820 | 2,379 | 0 | 3,387 |
| 2006 | 150 | 808 | 1,600 | 0 | 2,558 |
| 2007 | 195 | 859 | 1,643 | 0 | 2,697 |
| 2008 | 482 | 875 | 2,379 | 0 | 3,736 |
| 2009 | 394 | 835 | 2,326 | 0 | 3,555 |
| 2010 | 370 | 827 | 2,254 | 0 | 3,451 |
| 2011 | N/A | N/A | N/A | N/A | N/A |

Source: New Mexico Department of Education

(Continued)

CITY OF SANTA FE, NEW MEXICO
DEMOGRAPHIC AND ECONOMIC INFORMATION
(UNAUDITED)

HIGHER EDUCATION ENROLLMENT

| School Year Ending | College of Santa Fe | Santa Fe Community College | St. Johns College | UNM Graduate Center | Institute of Indian Arts |
|-----------------------|------------------------|----------------------------------|----------------------|------------------------|-----------------------------|
| 2001 | 2,392 | 8,421 | 516 | 118 | 146 |
| 2002 | 2,369 | 8,535 | 467 | 118 | 194 |
| 2003 | 2,520 | 8,756 | 444 | 82 | 199 |
| 2004 | 2,565 | 9,747 | 450 | 15 | 182 |
| 2005 | 2,543 | 8,592 | 463 | 34 | 231 |
| 2006 | 2,576 | 8,537 | 473 | 40 | 239 |
| 2007 | 2,614 | 8,961 | 473 | 50 | 337 |
| 2008 | 2,121 | 9,039 | 483 | 33 | 270 |
| 2009 | 931 | 9,393 | 473 | 69 | 325 |
| 2010 | 268 | 9,799 | 463 | N/A | 442 |
| 2011 | N/A | 9,505 | 490 | 221 | 539 |

Source: Individual Institutions

TABLE XX

CITY OF SANTA FE, NEW MEXICO
PROPERTY VALUE, CONSTRUCTION PERMITS AND UTILITY CONNECTIONS
LAST TEN CALENDAR YEARS
(UNAUDITED)

| CALENDAR YEAR | PROPERTY VALUE ¹ | CONSTRUCTION PERMITS ² | |
|---------------|-----------------------------|-----------------------------------|-------------|
| | | ISSUED | VALUE |
| 2006 | 5,405,014,766 | 7,076 | 249,530,361 |
| 2007 | 6,074,890,747 | 6,224 | 213,697,011 |
| 2008 | 6,550,808,648 | 4,925 | 142,844,833 |
| 2009 | 6,736,975,380 | 3,864 | 136,960,866 |
| 2010 | 6,890,742,053 | 3,870 | 125,204,260 |
| 2011 | 6,916,810,418 | 4,161 | 105,449,986 |
| 2012 | 6,896,495,216 | 4,751 | 179,671,299 |
| 2013 | 6,877,915,963 | 5,068 | 125,419,309 |
| 2014 | 6,544,205,022 | 4,688 | 113,830,876 |
| 2015 | 6,634,264,047 | 4,771 | 106,656,654 |

Utility Connections

| CALENDAR YEAR | WATER METERS ³ | ELECTRIC METERS ⁴ | GAS METERS ⁵ |
|---------------|---------------------------|------------------------------|-------------------------|
| 2006 | 36,169 | 68,107 | 46,547 |
| 2007 | 37,073 | 70,150 | 47,943 |
| 2008 | 37,991 | 72,254 | 49,381 |
| 2009 | 39,131 | 74,422 | 50,862 |
| 2010 | 39,393 | 76,654 | 52,387 |
| 2011 | 39,642 | 77,107 | 52,764 |
| 2012 | 39,856 | 77,338 | 52,888 |
| 2013 | 40,106 | 77,588 | 53,028 |
| 2014 | 40,260 | 77,820 | 53,467 |
| 2015 | 40,542 | 78,058 | 53,917 |

Source:

¹ Santa Fe County Assessor: Value of property on which taxes are assessed.

² City of Santa Fe Building Inspectors Office, estimated.

³ Sangre De Cristo Water Division

⁴ Public Service Company of New Mexico

⁵ New Mexico Gas Company

CITY OF SANTA FE, NEW MEXICO
TEN LARGEST EMPLOYERS
SANTA FE METROPOLITAN AREA
JUNE 30, 2015
(UNAUDITED)

| EMPLOYER | TYPE OF BUSINESS | APPROXIMATE NUMBER OF EMPLOYEES | PERCENTAGE ¹ |
|---------------------------------------|------------------|---------------------------------|-------------------------|
| State of New Mexico | Government | 9,443 | 11.8% |
| Santa Fe School District | Education | 1,850 | 2.3% |
| U.S. Federal Government | Government | 1,750 | 2.2% |
| City of Santa Fe | Government | 1,719 | 2.1% |
| Christus St. Vincent Hospital | Medical | 1,450 | 1.8% |
| Santa Fe County | Government | 815 | 1.0% |
| Santa Fe Community College | Education | 717 | 0.9% |
| Santa Fe Opera | Entertainment | 650 | 0.8% |
| Santa Fe University of Art and Design | Education | 564 | 0.7% |
| Santa Fe Ski Company | Recreation | <u>437</u> | <u>0.5%</u> |
| Totals | | <u><u>19,395</u></u> | <u><u>23.4%</u></u> |

¹ These percentages are based on a total civilian labor force (Santa Fe County) estimated at 83,000 from Santa Fe County Open Public Records and the New Mexico Department of Labor for 2015

CITY OF SANTA FE, NEW MEXICO
 AUTHORIZED BUDGETED POSITIONS OF CITY GOVERNMENT EMPLOYEES BY FUNCTION
 FOR THE LAST TEN FISCAL YEARS
 (UNAUDITED)

| Function | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 |
|---------------------------|------|------|------|------|------|------|------|------|------|------|
| General Government | 271 | 284 | 313 | 313 | 325 | 307 | 309 | 311 | 316 | 249 |
| Public safety | | | | | | | | | | |
| Police | | | | | | | | | | |
| Officers | 150 | 150 | 120 | 158 | 162 | 160 | 160 | 160 | 201 | 202 |
| Civilians | 49 | 49 | 80 | 42 | 45 | 42 | 42 | 52 | 36 | 29 |
| Fire | | | | | | | | | | |
| Firefighters and officers | 112 | 118 | 127 | 126 | 140 | 145 | 145 | 153 | 151 | 157 |
| Civilians | 10 | 9 | 15 | 16 | 19 | 8 | 8 | 9 | 10 | 9 |
| Highways and streets | | | | | | | | | | |
| Engineering | 71 | 77 | 72 | 74 | 83 | 75 | 75 | 75 | | 56 |
| Maintenance | 87 | 83 | 84 | 80 | 78 | 78 | 78 | 78 | 51 | 50 |
| Sanitation | 135 | 132 | 131 | 131 | 132 | 132 | 133 | 133 | 136 | 130 |
| Culture and recreation | 570 | 574 | 567 | 570 | 585 | 570 | 572 | 573 | 486 | 486 |
| Water | 80 | 86 | 86 | 87 | 105 | 95 | 97 | 99 | 148 | 128 |
| Transit | 84 | 89 | 101 | 111 | 117 | 116 | 116 | 116 | 123 | 131 |
| Parking | 59 | 54 | 56 | 58 | 70 | 64 | 64 | 64 | 62 | 55 |
| Total | 1678 | 1705 | 1752 | 1766 | 1861 | 1792 | 1799 | 1823 | 1720 | 1682 |

Source: City of Santa Fe Budget Office

CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF INSURANCE IN FORCE
June 30, 2015
(Unaudited)

| Insurance Carrier/Description | Policy # | Term | Coverage Limits | Annual Premium | Deductible | Miscellaneous |
|---|----------------|------------------|--|----------------|------------------|------------------------|
| I. City of Santa Fe Self Insurance | | | | | | |
| A. Worker's Compensation | | Jul 01 - Jun 30 | \$600,000 | | | Self-Insured |
| B. Group Health Insurance | | | Unlimited | \$18,683,795 | | |
| II. Safety National Casualty Company | | | | | | |
| Excess Worker's Compensation | SP 4053474 | July 1 - June 30 | Statutory limit | \$117,036 | \$600,000 | Self-Insured Retention |
| III. Travelers Insurance Company. | | | | | | |
| Public Entity Package | | | | | | |
| A. Liability Package Policy | 15N80223 | July 1 - June 30 | Aggregate \$3 million, \$1,050,000 tort limit | \$1,159,577 | \$50,000/100,000 | Self-Insured Retention |
| B. Cyber Liability | 14S09919 | July 1 - June 30 | \$1,000,000 | \$4,344 | \$5,000 | |
| C. Crime | 630C41023A | July 1 - June 30 | \$500,000 | \$3,167 | \$5,000 | |
| D. Automobile Liability | 810-2C410241 | July 1 - June 30 | Various | \$418,312 | \$25,000 | |
| E. Property Damage | H-630-2C41023A | July 1 - June 30 | \$342,077,456 | \$247,571 | \$75,000 | |
| F. Umbrella | 15N80235 | July 1 - June 30 | \$3,000,000 | \$49,988 | \$10,000 | |
| IV. National Union Fire Insurance Company | | | | | | |
| Fiduciary | 01-462-99-27 | July 1 - June 30 | \$2,000,000 Aggregate | \$12,890 | \$25,000 | Self-Insured Retention |
| V. Federal Insurance Company | | | | | | |
| Airport General Liability | 9959-1934-04 | July 1 - June 30 | \$20,000,000 | \$11,781 | \$2,500 | |
| VI. United Health Care Insurance Company | | | | | | |
| A. Specific Stop Loss | 26001-1 | Aug 31 - Aug 31 | Medical in excess of \$250,000 | \$87,274 | | Stoploss |
| B. Aggregate Stop Loss | | | \$2,000,000 | \$70,743 | | |
| C. Supplemental Life | | | 2x annual salary-Natural death, | \$411,219 | | |
| VII. Ace American Insurance Company | | | | | | |
| Underground Storage Tank Liability | G27064231-004 | July 1 - June 30 | \$1,000,000/2,000,000 Aggregate | \$5,892 | \$5,000 | |
| VIII. Evanston Insurance Company | | | | | | |
| SWAMA Pollution Liability | 15PKGWE0097 | July 1 - June 30 | \$1,000,000/2,000,000 aggregate | \$36,095 | \$25,000 | |
| IX. Ironshore Indemnity Inc. | | | | | | |
| Fine Arts | HTB-000069-002 | July 1 - June 30 | \$1,000,000 | \$3,000 | \$1,000 | |

CITY OF SANTA FE, NEW MEXICO
MISCELLANEOUS STATISTICS
(UNAUDITED)

Form of Government

The City has a mayor/council/city manager form of government with the mayor and eight member council elected by district for four-year overlapping terms. The non-partisan elections are held each March of odd numbered years.

The City Charter provides for a City Manager appointed by the Mayor and approved by the Council who is responsible for the administration of the merit system and, subject to the authority of the Mayor, supervises the operation of all departments.

| | |
|---|------------------|
| Year of incorporation | 1891 |
| City area (square miles) | 52.5 |
| Fire Protection | |
| Number of stations (Manned and Unmanned) | 10 |
| Total employees (Includes 16 Civilians) | 149 |
| Police Protection | |
| Number of stations | 3 |
| Total employees (Includes 52 Civilians) | 231 |
| Parks | |
| Acreage (developed, not open space or trails) | 923 |
| Number of parks | 68 |
| Community centers and recreational buildings | 3 |
| Swimming pools | 4 |
| Tennis courts | 17 |
| Libraries | |
| Holdings | 308,807 items |
| Circulation | 690,308 per year |
| Municipal Sewer | |
| Number of sewer accounts | 36,771 |
| Miles of sanitary lines | 359 |

Notes:

Data as of June 30, 2015

Supplementary Schedules

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CITY OF SANTA FE, NEW MEXICO
COMBINED SCHEDULE OF DEPOSITS AND INVESTMENTS
(RECONCILIATION OF BANK BALANCE TO CARRYING BALANCE)
ALL FUNDS
June 30, 2015

| | Type of Account | Bank or Cash Balance | Outstanding Checks | Deposits In Transit | Carrying Balance | FAIR VALUE |
|--|-----------------|-----------------------|---------------------|---------------------|-----------------------|-----------------------|
| Change, imprest funds | Petty cash | \$ - | \$ - | | \$ 11,915 | \$ 11,915 |
| Deposits with financial institutions: | | | | | | |
| Wells Fargo Bank - General Liability | Checking | 103,277 | 1,790 | - | 101,487 | 101,487 |
| Wells Fargo Bank - Workers' Comp. | Checking | 28,368 | 37,849 | - | (9,481) | (9,481) |
| Wells Fargo Bank - Common | Checking | 13,690,201 | 3,155,916 | 797,133 | 11,331,418 | 11,331,418 |
| Wells Fargo Bank - Credit Card | Checking | - | - | 17,404 | 17,404 | 17,404 |
| Wells Fargo Bank - Payroll | Checking | 403,536 | 62,645 | - | 340,891 | 340,891 |
| Wells Fargo Bank - Business Savings | Savings | 51,025,618 | - | - | 51,025,618 | 51,025,618 |
| Wells Fargo Bank - Restricted Cash | Savings | 9,801,439 | - | - | 9,801,439 | 9,801,439 |
| Wells Fargo Bank - NMFA #20 DS Reserve | Savings | 1,149,243 | - | - | 1,149,243 | 1,149,243 |
| First National Bank of Santa Fe Savings | Savings | 24,805,512 | - | - | 24,805,512 | 24,805,512 |
| The Huntington National Bank-Redflex Camera | Checking | 136 | - | - | 136 | 136 |
| Public Safety Corp.-Santa Fe Alarm Reduction | Checking | 70,813 | - | - | 70,813 | 70,813 |
| New Mexico Finance Auth. - Railyard I Reserve Taxabl | Trust | 53,149 | - | - | 53,149 | 53,149 |
| New Mexico Finance Auth. - Transit Project Funds | Trust | 3,477,883 | - | - | 3,477,883 | 3,477,883 |
| New Mexico Finance Auth. - Buckman Diversion Proj. | Trust | 47 | - | - | 47 | 47 |
| Century Bank-Certificate of Deposit | Time Deposit | 200,000 | - | - | 200,000 | 200,000 |
| Guadalupe Credit Union-CD | Time Deposit | 250,000 | - | - | 250,000 | 250,000 |
| State Employees Credit Union-CD | Time Deposit | 250,000 | - | - | 250,000 | 250,000 |
| Community Bank-CD | Time Deposit | 500,000 | - | - | 500,000 | 500,000 |
| Community Bank-CD | Time Deposit | 2,500,000 | - | - | 2,500,000 | 2,500,000 |
| Bank of Albuquerque | Time Deposit | 250,000 | - | - | 250,000 | 250,000 |
| First National Bank of Santa Fe | Time Deposit | 1,000,000 | - | - | 1,000,000 | 1,000,000 |
| First National Bank of Santa Fe | Time Deposit | 2,000,000 | - | - | 2,000,000 | 2,000,000 |
| First National Bank of Santa Fe | Time Deposit | 2,000,000 | - | - | 2,000,000 | 2,000,000 |
| First National Bank of Santa Fe | Time Deposit | 3,000,000 | - | - | 3,000,000 | 3,000,000 |
| First National Bank of Santa Fe | Time Deposit | 3,500,000 | - | - | 3,500,000 | 3,500,000 |
| First National Bank of Santa Fe | Time Deposit | 269,101 | - | - | 269,101 | 269,101 |
| Total bank and carrying balances | | 120,328,323 | 3,258,200 | 814,537 | 117,884,660 | 117,884,660 |
| Wells Fargo Gov't Money Market - 2009A&B Reserve-Cash | Investment | 99,793 | - | - | 99,793 | 99,793 |
| Wells Fargo Gov't Money Market - 2009A&B Reserve-Bonds | Investment | 5,275,000 | - | - | 5,275,000 | 5,281,020 |
| Wells Fargo Government Money Market - Cash | Investment | 5,585,261 | - | - | 5,585,261 | 5,585,261 |
| NM State Local Government Investment Pool (LGIP) | Investment | 694,655 | - | - | 694,655 | 694,655 |
| U.S. Government Agency Securities | Investment | 106,018,310 | - | - | 106,018,310 | 106,091,954 |
| U.S. Government Treasuries | Investment | 5,000,000 | - | - | 5,000,000 | 5,019,350 |
| New Mexico Municipal Securities | Investment | 1,250,000 | - | - | 1,250,000 | 1,253,000 |
| Total investment balances | | 123,923,019 | - | - | 123,923,019 | 124,025,033 |
| Total Accounts | | <u>244,251,342</u> | <u>3,258,200</u> | <u>814,537</u> | <u>241,819,594</u> | <u>241,921,608</u> |
| Less: joint venture share of pooled cash | | (21,607,549) | - | - | (21,607,549) | (21,625,648) |
| TOTAL | | \$ 222,643,793 | \$ 3,258,200 | \$ 814,537 | \$ 220,212,045 | \$ 220,295,960 |

CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF PLEDGED COLLATERAL
(MARKET VALUE)
June 30, 2015

| | Bank Balance | Total Unsecured Public Funds | Pledged Securities Market Value | Maturity Date |
|--|-----------------|---------------------------------|------------------------------------|------------------|
| WELLS FARGO BANK: | | | | |
| <u>Non-Interest Bearing Accounts</u> | | | | |
| General Liability Checking | \$ 103,277 | | | |
| Worker's Comp. Checking | 28,368 | | | |
| Common Checking | 13,690,201 | | | |
| Payroll | 403,536 | | | |
| Total Checking Requiring Collateral | 14,225,382 | | | |
| Federal Depository Insurance - \$250,000 on NIB* | (250,000) | | | |
| Total Unsecured Public Funds (Checking) | | 13,975,382 | | |
| * NIB = Non-Interest bearing accounts | | | | |
| <u>Interest Bearing Accounts</u> | | | | |
| Savings | 51,025,618 | | | |
| NMFA #20 DS Reserve | 1,149,243 | | | |
| Restricted Cash | 9,801,439 | | | |
| Total Requiring Collateral | 61,976,300 | | | |
| Federal Depository Insurance | (250,000) | | | |
| Total Unsecured Public Funds (Savings, CDs) | | 61,726,300 | | |
| Total Unsecured Public Funds | | 75,701,682 | | |
| <u>Collateral Held By Bank of New York Mellon:</u> | | | | |
| FNMA, CUSIP 31416VFW7 | | | (5,330,155) | 05/01/40 |
| FNMA, CUSIP 3138AVTE5 | | | (14,063,327) | 11/01/26 |
| FNMA, CUSIP 3138A9N91 | | | (4,249,708) | 04/01/41 |
| FNMA, CUSIP 3138MMS38 | | | (916,631) | 01/01/30 |
| FNMA, CUSIP 3138MMS79 | | | (2,912,077) | 02/01/30 |
| FNMA, CUSIP 3138EDDQ1 | | | (1,845,839) | 04/01/42 |
| FNMA, CUSIP 3138MSC56 | | | (59,057,345) | 02/01/43 |
| FNMA, CUSIP 3138NXXJ5 | | | (591,843) | 01/01/43 |
| FNMA, CUSIP 3138W5CX4 | | | (886,242) | 07/01/43 |
| FNMA, CUSIP 3138VMHF1 | | | (183,824) | 02/01/43 |
| FNMA, CUSIP 31418SVN6 | | | (363,104) | 02/01/26 |
| Total Pledged Collateral | | | (90,400,095) | |
| Difference between Pledged Collateral and Unsecured Funds | | | (14,698,413) | |
| 102% pledged collateral requirement | | | 77,215,716 | |
| Total Pledged Collateral | | | (90,400,095) | |
| Pledged collateral (over) under 102% requirement | | | \$ (13,184,379) | |
| FIRST NATIONAL BANK OF SANTA FE: | | | | |
| Certificate of Deposit | 1,000,000 | | | |
| Certificate of Deposit | 2,000,000 | | | |
| Certificate of Deposit | 3,000,000 | | | |
| Certificate of Deposit | 2,000,000 | | | |
| Certificate of Deposit | 3,500,000 | | | |
| Certificate of Deposit | 269,101 | | | |
| Savings | 24,805,513 | | | |
| Total Requiring Collateral | 36,574,614 | | | |
| Federal Deposit Insurance | (250,000) | | | |
| Total Unsecured Public Funds | | 36,324,614 | | |
| <u>Collateral Held by Federal Reserve Bank of Boston</u> | | | | |
| FHLMC, CUSIP 3128MMPU1 | | | (2,709,114) | 05/01/27 |
| FHLMC, CUSIP 31306XEA7 | | | (1,371,520) | 08/01/27 |
| FNMA, CUSIP 31418AJK5 | | | (1,163,199) | 09/01/32 |
| FHLMC, CUSIP 3128Q0R66 | | | (5,968,196) | 06/01/27 |
| FNMA, CUSIP 31418A5Z7 | | | (3,735,020) | 01/01/34 |
| FNMA, CUSIP 31418AAK4 | | | (1,905,117) | 11/01/21 |
| FNMA, CUSIP 31419KKY0 | | | (857,257) | 11/01/25 |
| FNMA, CUSIP 31418AKN7 | | | (676,564) | 10/01/32 |
| FHLMC, CUSIP 3137AAAM5 | | | (360,128) | 02/15/29 |
| FHLMC, CUSIP 3137B9AC9 | | | (574,360) | 08/15/25 |
| FHLMC, CUSIP 3137B9RC1 | | | (2,223,183) | 12/15/26 |
| FHLMC, CUSIP 3137B7SA8 | | | (3,821,723) | 12/15/28 |
| FNMA, CUSIP 3138EN4M8 | | | (4,806,540) | 12/01/29 |
| FNMA, CUSIP 3138V9RK8 | | | (4,893,972) | 09/01/28 |
| FNMA, CUSIP 3138EJVV4 | | | (2,126,344) | 10/01/27 |
| Total Pledged Collateral | | | (37,192,237) | |
| Difference between Pledged Collateral and Unsecured Funds | | | (867,623) | |
| 102% pledged collateral requirement | | | 37,051,106 | |
| Total Pledged Collateral | | | (37,192,237) | |
| Pledged collateral (over) under 102% requirement ** | | | \$ (141,131) | |

(continued)

| | Bank Balance | Total Unsecured Public Funds | Pledged Securities Market Value | Maturity Date |
|---|-----------------|---------------------------------|------------------------------------|------------------|
| COMMUNITY BANK | | | | |
| Certificate of Deposit | \$ 2,500,000 | | | |
| Certificate of Deposit | 500,000 | | | |
| Total Requiring Collateral | 3,000,000 | | | |
| Federal Deposit Insurance | (250,000) | | | |
| Total Unsecured Public Funds | | 2,750,000 | | |
| Collateral: | | | | |
| FHLB Letter of Credit** | | | (2,500,000) | 11/30/15 |
| FHLB CUSIP 3135G0GY3 | | | (5,049) | 01/30/17 |
| FHLB CUSIP 313375RNS | | | (301,476) | 03/11/16 |
| Total Pledged Collateral | | | (2,806,525) | |
| Difference between Pledged Collateral and Unsecured Funds | | | (56,525) | |
| 102% pledged collateral requirement | | | 2,755,000 | |
| Total Pledged Collateral | | | (2,806,525) | |
| Pledged collateral (over) under 102% requirement** | | | \$ (51,525) | |

**The 102% requirement is necessary for those types of pledged collateral that change value. Letters of credit do not change value so 100% is sufficient.

CITY OF SANTA FE, NEW MEXICO
Proprietary Funds
Schedule of Capital Assets and Depreciation
For the Year Ended June 30, 2015

| | | | | ALLOWANCE FOR DEPRECIATION | | | |
|--------------------------------|-----------------------------|----------------------|------------------------|-----------------------------|-----------------------------------|---|------------------------------------|
| | Balance June 30, 2014 | Additions | Deletions | Balance June 30, 2015 | Current Fiscal Year Deprec. | Accumulated Balance June 30, 2015 | Net Book Value June 30, 2015 |
| Enterprise funds | | | | | | | |
| Land | \$ 38,260,558 | \$ - | \$ - | \$ 38,260,558 | \$ - | \$ - | \$ 38,260,558 |
| Water Rights | 1,752,538 | 182,812 | - | 1,935,350 | - | - | 1,935,350 |
| Buildings and Structures | 307,920,796 | 17,008,191 | (16,908,191) | 308,020,796 | 5,878,502 | 60,259,290 | 247,761,506 |
| Improvements | 128,623,223 | - | - | 128,623,223 | 8,625,122 | 81,919,724 | 46,703,499 |
| Sewerlines and Utility Systems | 111,424,256 | 1,431,539 | - | 112,855,795 | 4,100,985 | 71,159,780 | 41,696,015 |
| Equipment and Machinery | 21,419,751 | 341,360 | (110,023) | 21,651,088 | 1,274,483 | 19,104,587 | 2,546,501 |
| Furniture and Fixtures | 657,297 | - | - | 657,297 | 812 | 657,297 | - |
| Vehicles | 27,358,638 | 3,611,456 | (611,404) | 30,358,690 | 2,247,122 | 20,613,132 | 9,745,558 |
| Intangible Plant | 57,625 | - | - | 57,625 | - | 57,625 | - |
| Data Processing and Software | 3,355,495 | - | (63,351) | 3,292,144 | 195,845 | 2,698,869 | 593,275 |
| Art | 185,971 | - | - | 185,971 | - | - | 185,971 |
| Construction in Progress | 50,496,363 | 10,305,201 | (1,431,540) | 59,370,024 | - | - | 59,370,024 |
| Total - primary government | 691,512,511 | 32,880,559 | (19,124,509) | 705,268,561 | 22,322,871 | 256,470,304 | 448,798,257 |
| Total Proprietary funds | \$ 691,512,511 | \$ 32,880,559 | \$ (19,124,509) | \$ 705,268,561 | \$ 22,322,871 | \$ 256,470,304 | \$ 448,798,257 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Vendor Information for Purchases Exceeding \$60,000 (Excluding GRT)
For the Year Ended June 30, 2015

| BID # | Awarded Vendor | Amount of Awarded Contract | Name & Physical Address of ALL Vendor (s) that responded | In-State/Out of State Vendor | Veterans Preference | Scope of Work |
|---------|-----------------------------|-------------------------------------|--|------------------------------|---------------------|--|
| 15/01/B | Sasquatch Inc. | \$1,797,497.45 | Sasquatch Inc. 2868 Rufina Street Santa Fe, NM 87507 | In State | N | Waste Water Mngmnt Rufina Street Sanitary Sewer Line Rehabilitation Project |
| | | | Layne Inliner, LLC 7915 Cherrywood Loop Kiowa, CO 80117 Instituform Technologies 17988 Edison Avenue Chesterfield, MO 63005 | Out of State In State | | |
| 15/02/B | Capitol City Uniforms | \$141,650.72 | Capitol City Uniforms 531 W Cordova Rd Santa Fe, NM 87505 | In State | N | Uniforms |
| | Boot Barn | \$157,223.68 | Boot Barn 4250 Cerrillos Rd Santa Fe, NM 87507 | In State | N | Uniforms |
| | Neves Uniforms | \$208,607.07 | Neves Uniforms 2538 Camino Entrada #200 Santa Fe, NM 87507 | In State | N | Uniforms |
| | Santa Fe Sports and Images | \$16,603.97 | Santa Fe Sports & Images 2107 Warner Circle Santa Fe, NM 87505 | In State | N | Uniforms |
| 15/03/B | Next Generation Contracting | \$47,242.00 \$188,968.00 (4year) | Next Generation Cont. PO Box 28700 Santa Fe, NM 87592 | In State | N | Parks & Rec Public Restrooms |
| | | | Fresh & Clean 4202 Broadway Blvd. SE Albuquerque, NM 87105 | In State | N | |
| | | | Santa Fe Waste 3956 San Felipe Road Santa Fee, NM 87507 | In State | N | |
| 15/05/B | AAA Security | \$91,913.94 | AAA Security 1330 San Pedro NE Albuquerque, NM | In State | N | Security Services for Santa Fe Municipal Airport |
| | | | Securitas Security Services 4100 Osuna Road NE Albuquerque, NM 87109 | In State | N | |

CITY OF SANTA FE, NEW MEXICO
Schedule of Vendor Information for Purchases Exceeding \$60,000 (Excluding GRT)
For the Year Ended June 30, 2015

| BID # | Awarded Vendor | Amount of Awarded Contract | Name & Physical Address of ALL Vendor (s) that responded | In-State/Out of State Vendor | Veterans Preference | Scope of Work |
|---------|------------------------------|---|---|------------------------------|---------------------|--|
| 15/06/B | Chavez Security | \$216,810.37 | Chavez Security 1925 Aspen Santa Fe, NM 87110 | In State | N | Security Services for City Water Facilities & BDD Facilities |
| | | | ADC Ltd NM 909 Virginia St NE Albuquerque, NM 87108 | | | |
| | | | AAA Security LLC 1330 San Pedro NE Suite 703 Santa Fe, NM 87110 Fiore Industries Inc. 8601 Washington Street NE Suite B Albuquerque, NM 87113 | | | |
| 15/07/B | Yearout Service LLC | \$807.25 \$250,000.00 2 year contract | Yearout Service LLC 8501 Washington NE Albuquerque, NM | In State | N | ON CALL Miscellaneous HVAC Multiple City Facilities |
| | Welch's Boiler Svc. | \$849.00 \$250,000.00 2 year contract | Welch's Boiler Services 6060 Isleta Blvd. Sw Albuquerque, NM 87105 | In State | N | |
| | Mechanical Control Solutions | \$933.00 \$250,000.00 2 year contract | Mechanical Control Solutions 4020 Vassar Drive NE Suite H Albuquerque, NM 87107 | In State | Y | |
| | | | Four Winds Mechanical 3535 Princeton Dr. NE Albuquerque, NM 87107 TLC Plumbing & Utility 5000 Edith Blvd. NE Albuquerque, NM 87107 | In State In State | | |
| | | | Comfort Systems USA 4516 Anaheim NE Albuquerque, NM 87113 | In State | | |
| 15/08/B | Southwest Safety Services | \$60000.00 per year (3 year term) \$180000.00 Total | Southwest Safety Services P.O. Box 9227 Albuquerque, NM 87119 | | N | |

CITY OF SANTA FE, NEW MEXICO
Schedule of Vendor Information for Purchases Exceeding \$60,000 (Excluding GRT)
For the Year Ended June 30, 2015

| BID # | Awarded Vendor | Amount of Awarded Contract | Name & Physical Address of ALL Vendor (s) that responded | In-State/Out of State Vendor | Veterans Preference | Scope of Work |
|---------|------------------------|---|--|------------------------------|---------------------|--|
| 15/10/B | Yukon & Assoc. | \$120,000.00 (4 year) | Yukon & Associates LTD 4211 Hawkins St NE Albuquerque, NM 87108 | In State | N | Instrumentation Svcs for Santa Fe Water Facilites & WW |
| | | | I & C Solutions 4485 Irving NW Albuquerque, NM 87114 | | | |
| | | | Paragon Electric Inc 1409 Oritz Drive SE Albuquerque, NM 87108 | | | |
| 15/11/B | The Fitness Superstore | \$124,799.55 | The Fitness Superstore 4840 Pan American Frwy NE Albuquerque, NM 87109 | In State | | Salvador Perez Fitness Equipment |
| | | | Advanced Exercise 861 South Park Drive #100 Littleton, CO | Out of State | | |
| | | | BSN Sports 1901 Diplomat Drive Farmers Branch, TX 75234 | | | |
| 15/12/B | Micrographics Inc | \$40000.00 Annual \$160000.00 4 year | Portable micrographics inc 2415 Princeton NE Ste K Albuquerque, NM 87107 | In State | N | Microfilming Services Throughoug City of Santa Fe |
| | | | Raycom Data Technologies 1320 E Imperial Ave El Segundo, CA 90245 | In State | N | |
| 15/13/B | Austin Wood Recycling | \$ 124,750.00 | Austin Wood Recycling 3875 E White Stone Blvd Cedar Park, TX 78613 | Out of State | N | On Call Green Waste grinding Services for Buckman transfer station |
| | | | Sierra Contracting Inc P.O. Box 935 Alto, NM 88312 | | | |
| | | | Trails End Woodworks LLC 6400 Pony Express Las Cruces, NM 88007 | | | |

CITY OF SANTA FE, NEW MEXICO
Schedule of Vendor Information for Purchases Exceeding \$60,000 (Excluding GRT)
For the Year Ended June 30, 2015

| BID # | Awarded Vendor | Amount of Awarded Contract | Name & Physical Address of ALL Vendor (s) that responded | In-State/Out of State Vendor | Veterans Preference | Scope of Work |
|---------|----------------------|----------------------------|--|------------------------------|---------------------|---|
| 15/17/B | Loomis Armored | \$ 200,000.00 | Loomis Armored US, LLC 849 W 24th Street Tempe, AZ 85282 | Out of State | N | Armored Vehicle Service |
| | | | Miracle Delivery Armored Svc 515 S Kansas El Paso, TX 79901 | | | |
| 15/20/B | B & D Industries Inc | \$ 1,172,747.07 | B & D Industries Inc 9720 Bell Avenue SE Albuquerque, NM 87123 | In State | N | GCCC Natatorium Dehumidification system |
| | | | Year Out Service 8501 Washington Street NE Albuquerque, NM 87113 | | | |
| | | | Cross Connection 18329 US 84/285 Española, NM 87532 | | | |
| 15/23/B | Allied Electric Inc | \$ 120,000.00 | Allied Electric Inc 2892 Calle de Pinos Altos Santa Fe, NM 87507 AIM Electric Inc 6 Dovela Place Santa Fe, NM 87508 | In State | N | Electrician SVC for Water Source Various Facilities |
| | | | RMC Electric P.O. Box 10645 Albuquerque, NM 87184 | | | |
| | | | B & D Industries Inc 9720 Bell Avenue SE Albuquerque, NM 87123 | | | |
| | | | McDade Woodcock Inc 2404 Claremont Avenue NE Albuquerque, NM 87107 | | | |
| | | | Bixby Electric Inc. 521 Wheeler Avenue SE Albuquerque, NM 87102 | | | |
| | | | Builders Electric Inc. #2 bouquet Lane Santa Fe, NM 87506 | | | |

CITY OF SANTA FE, NEW MEXICO
Schedule of Vendor Information for Purchases Exceeding \$60,000 (Excluding GRT)
For the Year Ended June 30, 2015

| BID # | Awarded Vendor | Amount of Awarded Contract | Name & Physical Address of ALL Vendor (s) that responded | In-State/Out of State Vendor | Veterans Preference | Scope of Work |
|---------|-----------------------------|--|---|------------------------------|---------------------|--|
| 15/28/B | Tarpomatic Inc | \$ 67,737.00 | Tarpomatic Inc 512 45th St SW Canton, OH 447064432 | Out of State | N | Automatic Tarping Machine for Landfill |
| | | | Con Wal Inc PO Box 1257 Rogers, AZ 72757 | | | |
| 15/03/P | Camp Dresser McKee | \$ 221,608.00 | Camp Dresser McKee 6000 Uptown Blvd Suite 200 Albuquerque, NM 87110 | In State | N/A | Engineering Design & Permit Renewal |
| 15/08/P | Creative Couriers | \$16539.64 Annually \$66158.56 4 Year | Creative Couriers LLC 218 W Houghton Santa Fe, NM 87505 | In State | N/A | Public Library Courier Service |
| | | | Thunderbird Express Inc 2125 Calle Tecolote Santa Fe, NM 87505 | | | |
| | | | STAT Courier Service Inc 16 Hawk Ridge Drive Suite130 Lake Ssint Louis, MO 63367 | | | |
| 15/11/P | Universal Investigation SVC | \$ 100,000.00 | Universal investigation SVC 4906 Alameda NE Suite A Albuquerque, NM 87113 | In State | N/A | Personnel Investigations |
| | | | G4S Compliance & Compliance & Investigations 910 Paverstone Drive Raleigh, NC 27615 | | | |
| | | | Universal Investigation SVC 4906 Alameda NE Suite A Albuquerque, NM 87113 | | | |
| 15/13/P | Long Komer & assoc | \$ 111,433.00 | Long Komer & Assoc P.O. Box 5098 Santa Fe, NM 87502 | In State | N/A | BDD Board Legal Services |

CITY OF SANTA FE, NEW MEXICO
Schedule of Vendor Information for Purchases Exceeding \$60,000 (Excluding GRT)
For the Year Ended June 30, 2015

| BID # | Awarded Vendor | Amount of Awarded Contract | Name & Physical Address of ALL Vendor (s) that responded | In-State/Out of State Vendor | Veterans Preference | Scope of Work |
|---------|----------------|----------------------------|--|------------------------------|---------------------|------------------------------------|
| 15/16/P | Design Office | \$ 229,999.58 | Design Office 1300 Luisa Street Suite 24 Santa Fe, NM 87505 | In State | N/A | MRC Soccer Improvement & expansion |
| | | | Terraplen Architects PO Box 1183 Santa Fe, NM 87504 | | | |
| | | | Surroundings 1600 Lena Street Bldg E #3 Santa Fe, NM 87104 | | | |
| 15/17/P | Fuseidas LLC | \$900,000.00 | Fuseideas LLC 8 Winchester place 303 Winchester, MA 01890 | Out of State | N/A | Advertising for Tourism Santa Fe |
| | | | The Zimmerman Agency 1821 Miccosukee Commons Tallahassee, FL 32308 | | | |
| | | | Sweb Development 707 South St. Mary's St. San Antonio, TX 78205 | | | |
| | | | nFusion 6500 River Place Blvd Bldg 2 Ste 201 Austin, TX 78730 | | | |
| | | | Falgren Inc 4030 Easton Station Ste 300 Columbus, OH 4329 | | | |
| | | | Griffin & Associates 119 Dartmouth SE Albuquerque, NM 87106 | | | |
| | | | Wilson Brinkley Adv. 250 Cotorro CT Ste A Las Cruces, NM 88005 | | | |
| | | | GumCo 6330 S, 3000 E Ste 350 Salt Lake City, UT 84121 | | | |
| | | | Blackboard Co 2905 San Gabriel st Ste. 300 Austin, TX 78705 | | | |
| | | | Impressions Adv. Inc 322 Paseo De Peralta Santa Fe, NM 87501 | | | |

CITY OF SANTA FE, NEW MEXICO
Schedule of Vendor Information for Purchases Exceeding \$60,000 (Excluding GRT)
For the Year Ended June 30, 2015

| BID # | Awarded Vendor | Amount of Awarded Contract | Name & Physical Address of ALL Vendor (s) that responded | In-State/Out of State Vendor | Veterans Preference | Scope of Work |
|---------|--------------------|----------------------------|---|------------------------------|---------------------|--|
| 15/19/P | Huitt Zollars Inc | \$ 246,416.51 | Huitt Zollars Inc 6501 Americas Parkway NE Suite 550 Albuquerque, NM 87110-5372 | In State | N/A | Engineering Design Transit & Police |
| | | | Wilson & Company 414 N Main Street Suite A Las Cruces, NM 88001 | | | |
| | | | Terraplen Architects PO Box 1183 Santa Fe, NM 87504 | | | |
| | | | Santa Fe Engineering Consultants LLC 1599 St. Francis Dr. Suite B Santa Fe, NM 87505 | | | |
| 15/32/P | Souder Miller | \$ 483,516.99 | Souder Miller & Assoc. 2904 Rodeo Park Drive E Bldg. 100 Santa Fe, NM 87505 | In State | N/A | Hospital Tank Replacement |
| | | | NCS Engineers 3188 Southern Blvd Ste. A Rio Rancho, NM 87124 | | | |
| | | | CDM Smith 6000 Uptown Blvd Ste 200 Albuquerque, NM 87110 | | | |
| 15/33/P | Southwest Care | \$ 15,000.00 | Southwest Care Center 649 Harkle Road Suite E Santa Fe, NM 87505 | In State | N/A | Human Service Providers |
| | St. Elizabeth | \$ 90,000.00 | St. Elizabeth Shelter 804 Alarid Street Santa Fe, NM 87505 | In State | N/A | Human Service Providers |
| | Casa Milagro | \$ 30,000.00 | Casa Milagro 49 Camino Bajo Santa FE, NM 87508 | In State | N/A | Human Service Providers |
| | Catholic Charities | \$ 10,000.00 | Catholic Charities 1234 San Felipe Avenue Santa Fe, NM 87505 | In State | N/A | Human Service Providers |
| | InterFaith Comm | \$ 110,000.00 | Interfaith Community Shelter 2801 Cerrillos Rd Santa Fe, NM 87507 | In State | N/A | Human Service Providers |
| | Santa Fe Comm Svc | \$ 20,000.00 | Santa Fe Community Svc 1512 Luisa #2 Santa Fe, NM 87505 | In State | N/A | Human Service Providers |
| | NM Immigrant Law | \$ 25,000.00 | NM Immigrant Law Center PO Box 7040 Albuquerque, NM 87194 | In State | N/A | Human Service Providers |

CITY OF SANTA FE, NEW MEXICO
Schedule of Vendor Information for Purchases Exceeding \$60,000 (Excluding GRT)
For the Year Ended June 30, 2015

| BID # | Awarded Vendor | Amount of Awarded Contract | Name & Physical Address of ALL Vendor (s) that responded | In-State/Out of State Vendor | Veterans Preference | Scope of Work |
|---------|---------------------|----------------------------|--|------------------------------|---------------------|-------------------------|
| | Kitchen Angels | \$ 40,000.00 | Kitchen Angels 1222 Siler Road Santa Fe, NM 87507 | In State | N/A | Human Service Providers |
| | La Familia Medical | \$ 140,000.00 | La Familia Medical Center 1035 Alto Street Santa Fe, NM 87501 | In State | N/A | Human Service Providers |
| | The food Depot | \$ 55,000.00 | The Food Depot 1222 Siler Road Santa Fe, NM 87507 | In State | N/A | Human Service Providers |
| 15/33/P | The Life Link | \$ 20,000.00 | The Life Link 2325 Cerrillos Road Santa Fe, NM 87505 | In State | N/A | Human Service Providers |
| | Solace | \$ 90,800.00 | Solace 6601 Valentine Way Santa FE, NM 87507 | In State | N/A | Human Service Providers |
| | Farm to Table Inc | \$ 10,000.00 | Farm to Table Inc 618 B Paseo de Peralta Santa Fe, NM 87501 | In State | N/A | Human Service Providers |
| | SF Recovery Center | \$ 60,000.00 | Santa Fe Recovery Center 4100 Lucia Lane Santa Fe, NM 87507 | In State | N/A | Human Service Providers |
| | Esperanza | \$ 40,000.00 | Esperanza 3130 Rufina St Santa Fe, NM 87507 | In State | N/A | Human Service Providers |
| | Santa Fe Farmers | | Santa Fe Farmers Market 1607 Paseo de Peralta Ste A Santa Fe, NM 87501 | In State | N/A | Human Service Providers |
| | Somos Un Pueblo | \$ 10,000.00 | Somos Un Pueblo 1804 Espinacitas St Santa Fe, NM 87505 | In State | N/A | Human Service Providers |
| | Literacy Volunteers | \$ 60,000.00 | Literacy Volunteers of SF 6401 Richards Avenue Santa Fe, NM 87505 | In State | N/A | Human Service Providers |

Other Supplementary Financial Data

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CITY OF SANTA FE, NEW MEXICO
Schedule of Industrial Revenue Bonds Authorized and Outstanding
As of June 30, 2015
(Unaudited)

| Recipient | Year Issued | Year of Retirement | Interest Rate | Amount of Issue | Purpose |
|--------------------|-------------|--------------------|---------------|-----------------|---|
| St. John's College | 1998 | 2024 | 4.5 - 5.5% | \$ 6,900,000 | Refunding of 1992 Issue and Facilities Construction |
| Ridgetop Road LLC | 2007 | 2037 | 15.00% | \$ 45,000,000 | Commercial Office |
| St. John's College | 2011 | 2028 | 4.10% | \$ 8,310,000 | Facilities Construction |

CITY OF SANTA FE, NEW MEXICO
Schedule of Bonds and Loans Payable
Classified by Fund and Purpose
June 30, 2015 (UNAUDITED)

| Fund and Purpose | Interest Rate | Date of Issue | Amount of Issue | Date of Final Maturity | Outstanding June 30, 2015 | |
|---|----------------|---------------|-----------------|------------------------|---------------------------|--------------------|
| | | | | | Issue Remaining | Total |
| Revenue bonds payable solely from state-shared taxes: | | | | | | |
| Series 2008 | 3.25% - 5.50% | 04/07/2008 | 20,135,000 | June 1, 2022 | 19,125,000 | |
| Series 2012A | 3.00% - 5.00% | 03/01/2012 | 37,725,000 | June 1, 2026 | 31,530,000 | |
| Series 2013A | 2.00% - 4.00% | 06/18/2013 | 10,880,000 | June 1, 2020 | 10,735,000 | |
| Series 2013B | 2.00% - 5.00% | 06/18/2013 | 13,780,000 | June 1, 2036 | 13,390,000 | |
| Series 2014 | 2.25% - 5.00% | 09/30/2014 | 15,460,000 | June 1, 2029 | 15,460,000 | |
| Total bonds payable solely from state-shared taxes | | | | | <u>90,240,000</u> | |
| General obligation bonds payable solely from property tax: | | | | | | |
| Property tax - Series 2008 | 3.75% - 5.00% | 06/10/2008 | 20,000,000 | August 1, 2027 | 15,370,000 | |
| Property tax - Series 2010 | 2.00% - 4.00% | 11/01/2010 | 10,300,000 | August 1, 2029 | 8,600,000 | |
| Property tax - Series 2013 | 1.75% - 4.00% | 07/23/2013 | 12,000,000 | August 1, 2032 | 11,535,000 | |
| Property tax - Series 2014 | 3.00% - 4.00% | 08/14/2014 | 5,800,000 | August 1, 2034 | 5,800,000 | |
| Total bonds payable solely from property tax | | | | | <u>41,305,000</u> | |
| Total bonds payable from tax revenue (governmental) | | | | | | \$ 131,545,000 |
| Revenue bonds payable from Enterprise funds (primary government) | | | | | | |
| Convention Center - NMFA Series 2006 | 3.75% - 4.75% | 03/28/2006 | 42,220,000 | June 15, 2035 | 1,075,000 | |
| NMFA Series 2015 | 1.35% - 5.10% | 04/08/2015 | 21,382,500 | June 15, 2035 | 20,856,000 | |
| Series 2008 GRT/Cctr Share | 3.25% - 5.50% | 04/07/2008 | 8,570,000 | June 1, 2022 | 7,315,000 | |
| Total bonds payable from Convention Center fund | | | | | <u>29,246,000</u> | |
| Convention Center Parking Garage - NMFA Series 2015 | 1.35% - 5.10% | 04/08/2015 | 12,407,500 | June 15, 2035 | 12,349,000 | |
| Total bonds payable from Parking fund | | | | | <u>12,349,000</u> | |
| Solid Waste - Series 2006B | 4.25% - 5.00% | 07/31/2006 | 15,160,000 | June 1, 2023 | 8,495,000 | |
| Total bonds payable from Solid Waste fund | | | | | <u>8,495,000</u> | |
| Municipal Recreation Complex - Series 2005 | 3.50% - 4.25% | 08/30/2005 | 15,315,000 | June 1, 2024 | 7,345,000 | |
| Total bonds payable from Municipal Recreation Complex fund | | | | | <u>7,345,000</u> | |
| Water Revenue Bonds - Series 2006D | 4.25% - 5.00% | 08/09/2006 | 49,790,000 | June 1, 2025 | 33,690,000 | |
| Series 2009A&B | 2.00% - 6.20% | 12/15/2009 | 59,970,000 | June 1, 2039 | 56,190,000 | |
| Total bonds payable from Water fund | | | | | <u>89,880,000</u> | |
| Wastewater Bonds - Series 2006C | 4.125% - 5.00% | 09/29/2006 | 9,780,000 | June 1, 2021 | 4,765,000 | |
| Series 2012B | 2.00% - 5.00% | 03/01/2012 | 14,280,000 | June 1, 2022 | 10,605,000 | |
| Total bonds payable from Wastewater fund | | | | | <u>15,370,000</u> | |
| Railyard Center Refunding Bonds - Series 2010B | 3.00% - 5.00% | 12/14/2010 | 10,490,000 | June 1, 2026 | 8,535,000 | |
| Market Station - Series 2012C | 2.00% - 5.00% | 12/19/2012 | 4,685,000 | June 1, 2033 | 4,430,000 | |
| Total revenue bonds payable from Railyard fund | | | | | <u>12,965,000</u> | |
| Total revenue bonds payable from Enterprise funds (business-type) | | | | | | <u>175,650,000</u> |
| TOTAL LONG-TERM BOND INDEBTEDNESS | | | | | | <u>307,195,000</u> |

(continued)

| Fund and Purpose | Interest Rate | Date of Issue | Amount of Issue | Date of Final Maturity | Outstanding June 30, 2012 | |
|---|---------------|---------------|-----------------|------------------------|---------------------------|------------------------------|
| | | | | | Issue Remaining | Total |
| LOANS PAYABLE | | | | | | |
| Loans payable from 1/2% Municipal GRT | | | | | | |
| NMFA SANTAFE#18 - Land Acquisition | 2.20% - 5.04% | 08/01/2008 | 3,610,000 | June 1, 2028 | 2,663,866 | |
| Total loans payable from 1/2% Municipal GRT | | | | | <u>2,663,866</u> | |
| Loans payable from Municipal GRT - Railyard | | | | | | |
| NMFA SANTAFE#8 - Railyard Infra. | 1.40% - 5.44% | 09/24/2004 | 579,025 | May 1, 2024 | 370,137 | |
| NMFA SANTAFE#15B - Railyard Infra. | 5.44% - 6.12% | 10/20/2009 | 892,227 | June 1, 2026 | 670,063 | |
| Total loans payable from Municipal GRT - Railyard | | | | | <u>1,040,200</u> | |
| Total loans payable from tax revenue | | | | | | 3,704,066 |
| Loans payable from Water Enterprise Fund | | | | | | |
| NMFA SANTAFE#DW-2 - Buckman | 2.00% | 05/16/2008 | 15,150,000 | June 1, 2029 | 11,218,201 | |
| NMFA SANTAFE#DW-4 - Buckman | 2.00% | 05/13/2013 | 2,525,000 | Est. June 1, 2035 | 2,401,839 | |
| Total loans payable from Water Fund | | | | | <u>13,620,040</u> | |
| Loans payable from Transit Enterprise Fund | | | | | | |
| NMFA SANTAFE#26 - Equipment | 0.24% - 3.22% | 08/01/2014 | 3,500,000 | June 1, 2026 | 3,270,193 | |
| Total loans payable from Transit Fund | | | | | <u>3,270,193</u> | |
| Total loans payable from Enterprise Funds | | | | | | 16,890,233 |
| Loans payable from third parties | | | | | | |
| Laureate Education, Inc. facility lease: NMFA SANTAFE#20 - College of Santa Fe | 1.81% - 6.07% | 09/14/2009 | 29,615,000 | June 1, 2036 | 26,375,000 | |
| Total loans payable from third parties | | | | | <u>26,375,000</u> | |
| Total loans payable from Special Sources | | | | | | <u>26,375,000</u> |
| TOTAL LONG-TERM LOAN INDEBTEDNESS | | | | | | <u>46,969,299</u> |
| TOTAL OUTSTANDING INDEBTEDNESS | | | | | | <u>\$ 354,164,299</u> |

CITY OF SANTA FE, NEW MEXICO
 SCHEDULE OF JOINT POWERS AGREEMENTS
 FISCAL YEAR ENDED
 June 30, 2015

| PARTICIPANTS | RESPONSIBLE PARTY | DESCRIPTION | DATES OF AGREEMENT | TOTAL AMOUNT/ CITY SHARE | FY13 AMOUNT | AUDIT RESPONSIBILITY |
|--|-------------------|--|--------------------------|-----------------------------|---------------|----------------------|
| City of Santa Fe University of Phoenix, Inc. | Both | The University Will Provide a Five Percent Tuition Discount to Qualifying City Employees | 07/16/2013 06/30/2014 | Per Agreement | Per Agreement | Both |
| City of Santa Fe County of Santa Fe | Both | The City Shall Provide the County with SFGTV Broad & Webcasting Service in Exchange for a Cable Easement | 07/16/2013 06/30/2014 | Per Agreement | Per Agreement | Both |
| City of Santa Fe State of NM Legislative Council Service | Both | The City & LCS Will Initiate Crossing Guard Pilot Program Addressing Pedestrian Safety During Session | 07/16/2013 06/30/2014 | \$4,000 | \$4,000 | Both |
| City of Santa Fe Bureau of Reclamation | Both | The Bureau Will Prepare an Impact Statement of the Pojoaque Basin Regional Water System Operations | 07/29/2013 06/30/2014 | Per Agreement | Per Agreement | Both |
| City of Santa Fe County of Santa Fe | Both | Agreement Regarding Collection of Solid and Recyclables in Newly Annexed City Areas | 08/02/2013 | Per Agreement | Per Agreement | Both |
| City of Santa Fe NM Department of Transportation | Both | Fiscal Year 2013/2014 Santa Fe Trails Ridefinders Program | 08/14/2013 06/30/2014 | \$71,773 | \$71,773 | Both |
| City of Santa Fe County of Santa Fe | Both | Parking Permits for Use at Various Parking Facilities for County Employees Paid for by County | 08/14/2011 06/30/2013 | \$211,500 | \$211,500 | Both |
| City of Santa Fe County of Santa Fe | Both | County Will Accept all Referrals Suitable for Teen Court from Santa Fe Municipal Court | 08/19/2013 | \$40,000 | \$40,000 | Both |
| City of Santa Fe Santa Fe Public Schools | Both | School Cross Guard Program | 08/27/2013 06/30/2014 | \$175,000 | \$175,000 | Both |
| City of Santa Fe Santa Fe Public Schools | Both | Funding of Roadway Improvements for Herrera Drive & Paseo Del Sol | 08/27/2013 | \$1,657,000 | \$1,657,000 | Both |

CITY OF SANTA FE, NEW MEXICO
 SCHEDULE OF JOINT POWERS AGREEMENTS
 FISCAL YEAR ENDED
 June 30, 2015

| PARTICIPANTS | RESPONSIBLE PARTY | DESCRIPTION | DATES OF AGREEMENT | TOTAL AMOUNT/ CITY SHARE | FY13 AMOUNT | AUDIT RESPONSIBILITY |
|--|-------------------|---|--------------------------|-----------------------------|------------------|----------------------|
| City of Santa Fe City of Albuquerque Fire Dept. | Both | Provide Training Personnel for Paramedic Education and Related Activities | 09/06/2013 06/30/2014 | Per Agreement | Per Agreement | Both |
| City of Santa Fe Earth Care AmeriCorps Cadre | Both | Contractor Will Provide AmeriCorps Member for Volunteer Service | 09/25/2013 06/30/2014 | \$11,000 | \$11,000 | Both |
| City of Santa Fe Santa Fe Public Schools | Both | SFPS Shall Contract a Provider to Train in the Gender Specific Model for Girls | 10/01/2013 06/30/2014 | \$8,500 | \$8,500 | Both |
| City of Santa Fe County of Santa Fe | Both | Sheriff's Office Law Enforcement Programs, City to Pay County a Portion of JAG Monies | 10/06/2013 06/30/2014 | \$13,089 | \$13,089 | Both |
| City of Santa Fe Hotel Santa Fe | Both | Contractor is Authorized to Use City Facilities to Provide Services to SFCCC Clients | 10/16/2013 06/30/2014 | 10% of Net Sales | 10% of Net Sales | Both |
| City of Santa Fe Cowgirl BBQ | Both | Contractor is Authorized to Use City Facilities to Provide Services to SFCCC Clients | 10/16/2013 06/30/2014 | 10% of Net Sales | 10% of Net Sales | Both |
| City of Santa Fe Santa Fe County | Both | The Southside Library Shall Promote Reading and Literacy to SF County Residents | 10/24/2013 06/30/2014 | \$25,000 | \$25,000 | Both |
| City of Santa Fe NM Dept. of Transportation | Both | Bus and Bus Facilities Program for Santa Fe Trails | 11/13/2013 06/30/2014 | \$162,055 | \$162,055 | Both |
| City of Santa Fe Department of the Interior | Both | Agencies to Cooperate in the EIS Preparation Process and NEPA Compliance | 12/13/2013 06/30/2014 | Per Agreement | Per Agreement | Both |

CITY OF SANTA FE, NEW MEXICO
 SCHEDULE OF JOINT POWERS AGREEMENTS
 FISCAL YEAR ENDED
 June 30, 2015

| PARTICIPANTS | RESPONSIBLE PARTY | DESCRIPTION | DATES OF AGREEMENT | TOTAL AMOUNT/ CITY SHARE | FY13 AMOUNT | AUDIT RESPONSIBILITY |
|--|-------------------|--|--------------------------|-----------------------------|---------------|----------------------|
| City of Santa Fe NM Dept. of Transportation | Both | City May Install Display Board on Existing Passenger Shelter | 12/16/2013 | Per Agreement | Per Agreement | Both |
| City of Santa Fe Santa Fe Public Schools | Both | City to Partially Fund TEP Project For Improving Secondary School Attendance & Graduation Rates | 02/04/2014 06/30/2014 | \$23,000 | \$23,000 | Both |
| City of Santa Fe County of Santa Fe | Both | Assist Qualifying Entities With Economic Development Projects | 02/12/2014 04/09/2014 | Per Agreement | Per Agreement | Both |
| City of Santa Fe University of the Southwest | Both | Plan & Implement Effective and Professional Development Programs for SFPD Employees | 02/26/2014 | N/A | N/A | Both |
| City of Santa Fe State of NM Dept. of Info Tech | Both | City & DoIT to Exchange Tele-Communications Facilities | 02/26/2014 | Per Agreement | Per Agreement | Both |
| City of Santa Fe County of Santa Fe | Both | City and County to Collaborate Operation of the Day Reporting Program | 03/14/2014 06/30/2014 | \$75,715 | \$75,715 | Both |
| City of Santa Fe County of Santa Fe | Both | CDWI Grant Funds to Pay Overtime Hours for SFPD | 03/26/2014 06/30/2014 | \$10,000 | \$10,000 | Both |
| City of Santa Fe County of Santa Fe | Both | Santa Fe River Greenway Project is a Joint City & County Effort | 03/28/2014 | N/A | N/A | Both |
| City of Santa Fe County of Santa Fe | Both | For the Purpose of Accepting and Implementing the Recommendations of the Lead Task Force | 05/14/2014 | \$10,000 | \$10,000 | Both |
| City of Santa Fe Rodeo De Santa Fe | Both | The City Will Provide Police, Streets, Fire, Environmental, Parking and Representation for the Rodeo | 05/14/2014 | \$10,000 | \$10,000 | Both |
| City of Santa Fe NM Gay Rodeo Association | Both | The City Will Provide Fire Dept. & Environmental Service Div Services | 06/12/2014 | \$10,000 | \$10,000 | Both |

CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF OTHER FINANCIAL ASSISTANCE
FISCAL YEAR ENDED
June 30, 2015
(UNAUDITED)

| Grantor Program Name Grant Number | State Program or Award Amount | Cash/Accrued or (Deferred) Revenue at July 1, 2014 | Cash or Receipts Recognized | Disbursements/ Expenditures | Cash/Accrued or (Deferred) Revenue at June 30, 2015 |
|--|-------------------------------------|---|-----------------------------------|--------------------------------|--|
| N.M. HIGHWAY AND TRANSPORTATION DEPARTMENT | | | | | |
| Statewide Expanded Operation DWI-Operation Descansos | \$ 18,300 | \$ 9,149 | \$ 15,546 | \$ 6,397 | \$ - |
| NMDOT Consolidated Project Agreement FY 12-13 | - | - | - | - | - |
| NMDOT Consolidated Project Agreement FY 13-14 | 66,055 | 21,330 | 34,115 | 12,785 | - |
| NMDOT Consolidated Project Agreement FY 14-15 | 78,025 | - | 27,806 | 45,910 | 18,104 |
| City Vehicle Seizure Program FY 11-12 | - | - | - | - | - |
| City Vehicle Seizure Program FY 13-14 | 110,000 | 8,083 | 35,972 | 27,889 | - |
| Cerrillos Road Reconstruction | 11,000,000 | 13,330 | 43,591 | 30,261 | - |
| Small Sidewalks | 59,808 | - | 18,338 | 59,808 | 41,470 |
| Paved Street Resurfacing | 43,321 | - | 43,321 | 43,321 | - |
| Paved Street Resurfacing | 63,795 | - | 63,795 | 63,795 | - |
| Botolph Road Improvements | 600,000 | 264,223 | - | 314,719 | 578,942 |
| Santa Fe Rail and River Trail | 165,000 | 158,120 | 107,899 | 6,880 | 57,101 |
| Defouri Street Bridge | 150,000 | 50,350 | 150,000 | 99,650 | - |
| Airport Improvements | 10,000 | 3,020 | 3,020 | - | - |
| Airport Improvements | 38,036 | 6,624 | 17,029 | 15,717 | 5,312 |
| Airport Improvements | 150,000 | - | 77,282 | 77,282 | - |
| Airport Improvements | 51,917 | 17,546 | 43,263 | 26,590 | 873 |
| Airport Improvements | 13,241 | - | 2,761 | 6,594 | 3,833 |
| Airport Improvements | 10,000 | - | 7,012 | 7,012 | - |
| Airport Improvements | 56,926 | - | 8,764 | 23,812 | 15,048 |
| TOTAL Highway and Transportation Department | \$ 12,684,424 | \$ 551,776 | \$ 699,514 | \$ 868,422 | \$ 720,683 |
| N.M. DEPARTMENT OF TOURISM | | | | | |
| Beautification and Litter Control Program | 45,150 | 16,571 | 41,033 | 37,554 | 13,092 |
| Convention and Visitors Bureau | 32,500 | 32,500 | 32,500 | - | - |
| TOTAL N.M. Department of Tourism | \$ 77,650 | \$ 49,071 | \$ 73,533 | \$ 37,554 | \$ 13,092 |
| N.M. DEPARTMENT OF CULTURAL AFFAIRS | | | | | |
| Historical Preservation | \$ 10,000 | \$ - | \$ - | \$ 7,110 | \$ 7,110 |
| TOTAL Department of Cultural Affairs | \$ 10,000 | \$ - | \$ - | \$ 7,110 | \$ 7,110 |
| N.M. ENERGY, MINERALS, NATURAL RESOURCES | | | | | |
| Fire Hazard Reduction Grant | \$ 150,000 | \$ 19,695 | \$ 19,695 | \$ 184,609 | \$ 184,609 |
| Wildland Urban Interface-YCCG 2233 | 395,156 | 70,379 | 234,288 | 252,546 | 88,637 |
| TOTAL Energy, Minerals, Natural Resources | \$ 545,156 | \$ 90,074 | \$ 253,983 | \$ 437,155 | \$ 273,246 |
| STATE AGENCY ON AGING | | | | | |
| Senior Companion Program | \$ 161,461 | \$ 12,693 | \$ 147,219 | \$ 158,570 | \$ 24,044 |
| Senior Employment Program | 34,824 | - | 31,122 | 34,824 | 3,702 |
| Foster Grandparent Program | 105,275 | 10,301 | 107,439 | 103,331 | 6,193 |
| Retired Senior Volunteer Program | 44,000 | 943 | 38,033 | 43,975 | 6,885 |
| HB-2- Nutrition | 180,174 | 8,524 | 179,906 | 184,138 | 12,756 |
| HB-2- In Home Support | 163,055 | 6,892 | 159,249 | 162,878 | 10,521 |
| HB-2- Assisted Transportation | 37,148 | 3,022 | 38,352 | 37,148 | 1,818 |
| State Area On Aging Capital improvements | 325,972 | 127,566 | 325,921 | 202,355 | 4,000 |
| Senior Center-Luisa | 185,690 | 2,434 | 5,957 | 3,821 | 298 |
| Senior Center-Luisa | 146,940 | 10,085 | 15,154 | 5,069 | - |
| Senior Center-Pasatiempo | 8,500 | 694 | 694 | 7,806 | 7,806 |
| Senior Center-Villa Consuelo | 110,890 | 6,564 | 11,639 | 5,075 | - |
| Mary Ester Gonzales Senior Center | 128,467 | 16,348 | 48,057 | 31,709 | - |
| Mary Ester Gonzales Senior Center | 134,880 | - | 6,884 | 7,031 | 147 |
| Mary Ester Gonzales Senior Center | 300,000 | - | 2,637 | 2,637 | - |
| Mary Ester Gonzales Senior Center | 154,000 | - | 13,150 | 13,150 | - |
| Mary Ester Gonzales Senior Center | 73,000 | 31,286 | 31,286 | - | - |
| TOTAL State Agency on Aging | \$ 2,294,276 | \$ 237,352 | \$ 1,162,699 | \$ 1,003,517 | \$ 78,170 |

CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF OTHER FINANCIAL ASSISTANCE
FISCAL YEAR ENDED
June 30, 2015
(UNAUDITED)

| Grantor Program Name Grant Number | State Program or Award Amount | Cash/Accrued or (Deferred) Revenue at July 1, 2014 | Cash or Receipts Recognized | Disbursements/ Expenditures | Cash/Accrued or (Deferred) Revenue at June 30, 2015 |
|---|-------------------------------------|---|-----------------------------------|--------------------------------|--|
| COUNTY OF SANTA FE | | | | | |
| Municipal Recreational Complex | 5,000 | - | 5,000 | 5,000 | - |
| Santa Fe county Community DWM | 10,000 | - | 10,000 | 20,000 | 10,000 |
| TOTAL County of Santa Fe | \$ 15,000 | \$ - | \$ 15,000 | \$ 25,000 | \$ 10,000 |
| N.M. DEPARTMENT OF FINANCE AND ADMINISTRATION | | | | | |
| 400th Anniversary License Plates | 1,500 | - | 1,750 | 1,750 | - |
| Santa Fe Police Station | 891,000 | 521,952 | 548,338 | 26,386 | - |
| Medians and Sidewalks | 35,000 | 3,544 | 28,365 | 26,921 | 2,100 |
| La Familia | 396,000 | 988 | 29,309 | 28,321 | - |
| Interfaith Homeless Shelter | 109,890 | - | 3,981 | 7,206 | 3,225 |
| Sal Perez Park | 20,000 | - | - | 10,820 | 10,820 |
| Larragoite Park Improvements | 20,000 | - | 19,918 | 19,918 | - |
| Parks and Recreation | 320,000 | - | - | 6,439 | 6,439 |
| Santa Fe Water Historical Park/Museum | 150,000 | 2,587 | 2,587 | 9,308 | 9,308 |
| Municipal Recreational Complex | 225,000 | - | - | 39,378 | 39,378 |
| Santa Fe Municipal Airport-Terminal Upgrade | 881,100 | - | - | 48,297 | 48,297 |
| TOTAL Dept. of Finance and Administration | \$ 3,049,490 | \$ 529,071 | \$ 634,248 | \$ 224,744 | \$ 119,567 |
| NM FINANCE AUTHORITY | | | | | |
| NMFA Solar Energy | 5,050,000 | 809,124 | 838,157 | 29,033 | - |
| TOTAL NM Mortgage Finance Authority | \$ 5,050,000 | \$ 809,124 | \$ 838,157 | \$ 29,033 | \$ - |
| NM ARTS COMMISSION | | | | | |
| Community Gallery FY14-15 | \$ 6,826 | \$ - | \$ 6,826 | \$ 6,826 | \$ - |
| Community Gallery FY13-14 | 6,613 | 3,307 | 3,307 | - | - |
| TOTAL NM Arts Commission | \$ 6,613 | \$ 3,307 | \$ 10,133 | \$ 6,826 | \$ - |
| OTHER | | | | | |
| New Mexico State University-National Diabetes Program | 3,000 | \$ 1,750 | 1,750 | - | - |
| TOTAL Other | \$ 3,000 | \$ 1,750 | \$ 1,750 | \$ - | \$ - |
| GRAND TOTAL | \$ 23,735,609 | \$ 2,271,624 | \$ 3,689,017 | \$ 2,639,362 | \$ 1,221,869 |

Single Audit Section

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CITY OF SANTA FE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FISCAL YEAR ENDED
June 30, 2015

| Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title | Federal CFDA Number | Pass-Through Grantor's Number | Federal Program or Award Amount | Cash/Accrued or (Deferred) Revenue at July 1, 2014 | C/Y Cash Receipts Recognized | Revenue Disbursements/ Expenditures | Cash/Accrued or (Deferred) Revenue at June 30, 2015 |
|--|---------------------------|-------------------------------------|---------------------------------------|---|---------------------------------------|---|--|
| Primary Government | | | | | | | |
| DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT | | | | | | | |
| Department of Housing and Urban Development Direct Programs: | | | | | | | |
| CDBG-Entitlement and (HUD-Administered) Small Cities Cluster: Community Develop Block Grant | 14.218 | B14MC350003 | \$ 526,401 | \$ - | \$ 489,104 | \$ 545,717 | \$ 56,613 |
| Total CDBG-Entitlement and (HUD-Administered) Small Cities Cluster | | | 1,042,602 | 84,487 | 573,591 | 545,717 | 56,613 |
| Shelter Plus Care Grants: | | | | | | | |
| Shelter Plus | 14.238 | NM0076L6B011201 | 138,167 | - | 103,914 | 135,563 | 31,649 |
| Shelter Plus | 14.238 | NM0034C6B011003 | 430,226 | 4,382 | 308,287 | 407,698 | 103,793 |
| Shelter Plus | 14.238 | NM0029C6B011003 | 143,645 | 1,463 | 106,869 | 142,952 | 37,546 |
| Shelter Plus | 14.238 | NM0026C6B011003 | 246,366 | 2,610 | 146,918 | 212,036 | 67,728 |
| Shelter Plus | 14.238 | NM0073C6B011100 | 565,140 | 7,920 | 112,215 | 104,295 | - |
| Shelter Plus | 14.238 | NM0072C6B011100 | 173,520 | 3,025 | 35,596 | 35,531 | 2,960 |
| Shelter Plus | 14.238 | NM02C7-01-001 | 306,660 | 5,031 | 5,031 | - | - |
| Shelter Plus | 14.238 | NM0049C6B010900 | 324,360 | - | 79,976 | 79,976 | - |
| Shelter Plus | 14.238 | NM0048C6B010900 | 90,780 | - | 14,426 | 15,600 | 1,174 |
| Total Shelter Plus Care Grants | | | 2,418,864 | 24,431 | 913,232 | 1,133,651 | 244,850 |
| Department of Housing and Urban Development | | | \$ 3,461,466 | \$ 108,918 | \$ 1,486,823 | \$ 1,679,368 | \$ 301,463 |
| US DEPARTMENT OF JUSTICE | | | | | | | |
| Passed-through NM Children Youth and Families: Juvenile Justice - Continuum 10/11 | 16.523 | 11-690-12431 | 205,159 | 117,132 | 265,679 | 194,451 | 45,904 |
| Total passed-through NM Children Youth and Families | | | 205,159 | 117,132 | 265,679 | 194,451 | 45,904 |
| US Department of Justice | | | \$ 205,159 | \$ 117,132 | \$ 265,679 | \$ 194,451 | \$ 45,904 |
| DEPARTMENT OF TRANSPORTATION | | | | | | | |
| Federal Aviation Administration Direct Program: | | | | | | | |
| Airport Improvement Grant #34 | 20.106 | AIP 3-05-0037-034-2010 | 450,000 | 45,307 | 45,307 | - | - |
| Airport Improvement Grant #36 | 20.106 | AIP 3-05-0037-036-2010 | 2,701,187 | 73,649 | 106,806 | 33,157 | - |
| Airport Improvement Grant #38 | 20.106 | AIP 3-05-0037-038-2012 | 477,366 | 48,305 | 57,991 | 9,686 | - |
| Airport Improvement Grant #39 | 20.106 | AIP 3-05-0037-039-2013 | 762,910 | 198,722 | 510,976 | 471,622 | 159,368 |
| Airport Improvement Grant #40 | 20.106 | AIP 3-05-0037-040-2013 | 1,557,510 | 869,209 | 1,064,144 | 476,834 | 281,899 |
| Airport Improvement Grant #41 | 20.106 | AIP 3-05-0037-041-2014 | 406,235 | - | 94,091 | 139,549 | 45,458 |
| Total Federal Aviation Administration Direct Program: | | | 6,355,208 | 1,235,192 | 1,879,315 | 1,130,848 | 486,725 |
| Department of Transportation Direct Program: | | | | | | | |
| Section 5316 (JARC) | 20.516 | NM37X028 | 349,498 | 26,829 | 100,482 | 73,653 | - |
| Interagency Hazardous Materials Public-Sector Training and Planning | 20.703 | HMHP0293120100 | 21,330 | 5,730 | 5,730 | - | - |
| Total Department of Transportation Direct Program: | | | 370,828 | 32,559 | 106,212 | 73,653 | - |
| Passed-through Department of Transportation: Highway and Planning Cluster: | | | | | | | |
| Section 112 | 20.205 | MOA No. M01038 | 439,944 | 91,533 | 371,743 | 376,303 | 96,094 |
| Total Highway and Planning Cluster: | | | 439,944 | 91,533 | 371,743 | 376,303 | 96,094 |
| Section 5303 09/10 | 20.505 | MOA No. M01038 | 39,177 | 26,585 | 95,041 | 88,129 | 19,673 |
| | | | 39,177 | 26,585 | 95,041 | 88,129 | 19,673 |
| NM Highway and Transportation Department Federal Transit_Formual Grants | | | | | | | |
| Ridefinders 12/13 | 20.507 | M01223 | 71,773 | 18,111 | 18,111 | 71,773 | 71,773 |
| Section 5307 - Main Operating | 20.507 | NM90X126 | 1,563,948 | - | 1,563,948 | 1,563,948 | - |
| Section 5307 - Main Operating | 20.507 | NM040032 | 1,920,000 | - | 1,849,288 | 1,849,288 | - |
| Section 5309 - Capital Outlay | 20.507 | NM040009 | 588,000 | - | 179,313 | 179,313 | - |
| Total Department of Transportation passed-through | | | \$ 5,204,458 | \$ 136,229 | \$ 4,710,960 | \$ 3,664,322 | \$ 196,039 |
| Department of Transportation | | | \$ 11,930,494 | \$ 1,403,980 | \$ 6,696,487 | \$ 5,333,255 | \$ 682,764 |

CITY OF SANTA FE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FISCAL YEAR ENDED
June 30, 2015

| Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title | Federal CFDA Number | Pass-Through Grantor's Number | Federal Program or Award Amount | Cash/Accrued or (Deferred) Revenue at July 1, 2014 | C/Y Cash Receipts Recognized | Revenue Disbursements/ Expenditures | Cash/Accrued or (Deferred) Revenue at June 30, 2015 |
|---|---------------------------|-------------------------------------|---------------------------------------|---|---------------------------------------|---|--|
| DEPARTMENT OF HEALTH AND HUMAN SERVICES | | | | | | | |
| Passed-through NM State Agency on Aging/NCNMEDD: | | | | | | | |
| Aging Cluster: | | | | | | | |
| NM State Agency on Aging/NCNMEDD Title III-B | 93.044 | 2009-10-60026 | \$ 108,669 | \$ 9,241 | \$ 112,529 | 108,669 | \$ 5,381 |
| Total NM State Agency on Aging/NCNMEDD | | | 108,669 | \$ 9,241 | \$ 112,529 | \$ 108,669 | \$ 5,381 |
| NM State Agency on Aging/NCNMEDD Title III-C-1 | 93.045 | 2009-10-60026 | 100,099 | 255 | 92,512 | 100,099 | 7,842 |
| Title III-C-2 | 93.045 | 2009-10-60026 | 47,942 | 2,628 | 47,091 | 47,664 | 3,201 |
| Total NM State Agency on Aging/NCNMEDD | | | 148,041 | 2,883 | 139,603 | 147,763 | 11,043 |
| NM State Agency on Aging/NCNMEDD NSIP | 93.053 | 2009-10-60026 | 155,706 | - | 155,701 | 155,701 | - |
| Total NM State Agency on Aging/NCNMEDD | | | 155,706 | - | 155,701 | 155,701 | - |
| Total Passed-through NM State Agency on Aging/NCNMEDD | | | 412,416 | 12,124 | 407,833 | 412,133 | 16,424 |
| Title III-E/Grandparents | 93.052 | 2009-10-60026 | 162,374 | 2,206 | 149,254 | 159,470 | 12,422 |
| Department of Health and Human Services | | | \$ 574,790 | \$ 14,330 | \$ 557,087 | \$ 571,603 | \$ 28,846 |
| CORPORATION FOR NATIONAL AND COMMUNITY SERVICE | | | | | | | |
| Passed-through NM State Agency on Aging/NCNMEDD: | | | | | | | |
| Foster Grandparent Program | 94.011 | 10-624-4000-0024 | 24,833 | 3,704 | 21,924 | 24,833 | 6,613 |
| Retired Senior Volunteer Program | 94.002 | 10-624-4000-0065 | 31,412 | - | 27,227 | 28,905 | 1,678 |
| Total Passed-through NM State Agency on Aging: | | | 56,245 | 3,704 | 49,151 | 53,738 | 8,291 |
| Corporation for National and Community Service | | | \$ 56,245 | \$ 3,704 | \$ 49,151 | \$ 53,738 | \$ 8,291 |
| US DEPARTMENT OF INTERIOR | | | | | | | |
| Bureau of Reclamation | 15.530 | R12AP40036 | 50,000 | 50,000 | 50,000 | - | - |
| US Department of Interior | | | \$ 50,000 | \$ 50,000 | \$ 50,000 | \$ - | \$ - |
| US DEPARTMENT OF HOMELAND SECURITY | | | | | | | |
| Emergency Management Performance | 97.044 | EMW-2012-FO-06199 | 69,240 | 30,800 | 30,800 | - | - |
| Emergency Management Performance | 97.042 | EMW-2012-EP-00039-S01 | 63,135 | 16,896 | 16,896 | - | - |
| Emergency Management Performance | 97.042 | EMW-2014-EP-00039-S01 | 63,135 | - | 43,598 | 46,921 | 3,323 |
| Emergency Management Performance | 97.067 | EMW-2013-SS-00152-S01 | 5,000 | - | 1,650 | 1,650 | - |
| Emergency Management Performance | 97.067 | FEMA-1783-DR-NM | 36,513 | 5,477 | 10,954 | 5,477 | - |
| Emergency Management Performance | 97.067 | EMW-2012-SS-00097-S01 | 144,704 | 67,034 | 67,034 | - | - |
| Emergency Management Performance | 97.067 | EMW-2013-SS-00152-S01 | 194,420 | 14,623 | 193,888 | 179,265 | - |
| Emergency Management Performance | 97.067 | EMW-2011-SS-00094-S01 | 9,790 | 5,036 | 7,155 | 2,119 | - |
| US Department of Homeland Security | | | \$ 585,937 | \$ 139,866 | \$ 371,976 | \$ 236,432 | \$ 3,323 |
| TOTAL EXPENDITURES OF FEDERAL AWARDS | | | \$ 16,864,091 | \$ 1,837,930 | \$ 9,477,201 | \$ 8,067,847 | \$ 1,070,591 |

CITY OF SANTA FE, NEW MEXICO
NOTES TO SUPPLEMENTAL SCHEDULE OF
EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2015

General

The following is a reconciliation of the total Federal Awards of the City of Santa Fe for the year ended June 30, 2015:

| | |
|--|--------------|
| City of Santa Fe Federal Expenditures as reported on page 224: | \$ 8,067,847 |
| Total Federal Expenditures of the Primary Government | \$ 8,067,847 |

Basis of Accounting

The accompanying Supplemental Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in note 1 to the City's Comprehensive Annual Financial Report.

Relationship to the Comprehensive Annual Financial Report:

| | <u>CFDA #</u> | <u>AMOUNT</u> |
|---|---------------|---------------|
| U.S. Department of Housing and Urban Development | | |
| Special Revenue Funds | | |
| Community Development Grants | | |
| Community Development Block Grants | 14.218 | \$ 545,717 |
| Shelter Plus | 14.238 | 135,563 |
| Shelter Plus | 14.238 | 407,698 |
| Shelter Plus | 14.238 | 142,952 |
| Shelter Plus | 14.238 | 212,036 |
| Shelter Plus | 14.238 | 104,295 |
| Shelter Plus | 14.238 | 35,531 |
| Shelter Plus | 14.238 | 79,976 |
| Shelter Plus | 14.238 | 15,600 |
| U.S. Department of Justice | | |
| Special Revenue Grants | | |
| Law Enforcement Grants | | |
| Juvenile Justice - Continuum | 16.523 | 194,451 |
| U.S. Department of Transportation | | |
| Enterprise Fund - Airport | | |
| Airport Improvement Grants | | |
| Airport Improvement | 20.106 | 1,130,848 |
| Special Revenue Fund | | |
| Transportation Grants | | |
| Section 5316 | 20.516 | 73,653 |
| Section 112 | 20.205 | 376,303 |
| ARRA - Section 5309 | 20.507 | 71,773 |
| ARRA - Section 5303 | 20.505 | 88,129 |
| Federal Transit | 20.507 | 1,563,948 |
| Federal Transit | 20.507 | 1,849,288 |
| Federal Transit | 20.507 | 179,313 |

CITY OF SANTA FE, NEW MEXICO
 NOTES TO SUPPLEMENTAL SCHEDULE OF
 EXPENDITURES OF FEDERAL AWARDS
 JUNE 30, 2015

U.S. Department of Health and Human Services

Special Revenue Funds

Senior Citizens Grants

| | | |
|---------------|--------|---------|
| Title III B | 93.044 | 108,669 |
| Title III C-1 | 93.045 | 100,099 |
| Title III C-2 | 93.045 | 47,664 |
| NSIP | 93.053 | 155,701 |
| Title III E | 93.052 | 159,470 |

Corporation for National and Community Service

Special Revenue Funds

Senior Citizens Grants

| | | |
|----------------------------------|--------|--------|
| Foster Grandparent Program | 94.011 | 24,833 |
| Retired Senior Volunteer Program | 94.002 | 28,905 |

U.S. Department of Homeland Security

Special Revenue Funds

Emergency Management Grants

| | | |
|----------------------------------|--------|---------|
| Emergency Management Performance | 97.042 | 46,921 |
| Emergency Management Performance | 97.067 | 188,511 |

8,067,847

TOTAL \$ 8,067,847



Accounting & Consulting Group, LLP
Certified Public Accountants

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

INDEPENDENT AUDITORS' REPORT

Timothy Keller
New Mexico State Auditor
The Office of Management and Budget
The Mayor and Members of City Council
City of Santa Fe
Santa Fe, New Mexico

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business type activities, each major fund, the aggregate remaining fund information, and the budgetary comparison of the General Fund of the City of Santa Fe (the "City") as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and the combining and individual funds and related budgetary comparisons of the City presented as supplementary information, and have issued our report thereon dated December 6, 2015.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the City's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, as described in the accompanying schedule of findings and questioned costs, we identified a certain deficiency in internal control that we consider to be a significant deficiency. We consider the deficiency described in the accompanying schedule of findings and questioned costs as item FS 2015-001 to be a significant deficiency.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as items FS 2006-006, FS 2013-004, and FS 2015-002.

City's Responses to Findings

The City's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The City's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Accounting & Consulting Group, LLP

Accounting & Consulting Group, LLP
Albuquerque, New Mexico
December 6, 2015



Accounting & Consulting Group, LLP
Certified Public Accountants

REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE

INDEPENDENT AUDITORS' REPORT

Timothy Keller
New Mexico State Auditor
The Office of Management and Budget
The Mayor and Members of City Council
City of Santa Fe
Santa Fe, New Mexico

Report on Compliance for Each Major Federal Program

We have audited the City of Santa Fe, New Mexico's (the City) compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2015. The City's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the City's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for the major federal programs. However, our audit does not provide a legal determination of the City's compliance.

Opinion on Each Major Federal Program

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2015.

Report on Internal Control Over Compliance

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Accounting & Consulting Group, LLP

Accounting & Consulting Group, LLP
Albuquerque, New Mexico
December 6, 2015

STATE OF NEW MEXICO
City of Santa Fe
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2015

A. SUMMARY OF AUDITORS' RESULTS

Financial Statements:

| | |
|--|------------|
| Type of auditors' report issued: | Unmodified |
| Internal control over financial reporting: Material weakness identified? | None noted |
| Significant deficiencies identified not considered to be material weaknesses? | Yes |
| Noncompliance material to financial statements noted? | None noted |

Federal Awards

| | |
|--|------------|
| Internal control over major programs: Material weaknesses identified? | None noted |
| Significant deficiencies identified not considered to be material weaknesses? | None noted |
| Type of auditor's report issued on compliance for major programs: | Unmodified |
| Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? | None noted |

Identification of major programs:

| CFDA Number | Federal Program |
|----------------|---|
| 14.238 | Shelter Plus Care |
| 20.106 | Airport Improvement Program |
| 20.205 | Highway Planning and Construction Cluster |

| | |
|---|-----------|
| Dollar threshold used to distinguish Between type A and type B programs: | \$300,000 |
| Auditee qualified as low risk auditee? | Yes |

STATE OF NEW MEXICO
City of Santa Fe
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2015

B. FINDINGS – FINANCIAL STATEMENT AUDIT

FS 2006-006 Budgetary Compliance (Other Non-Compliance) (repeated and modified)

Condition: During our testwork over budgetary compliance for the year ended June 30, 2015, we noted the following budget overages for the City:

Total expenditures

| Reporting Unit | Budgetary Level of Control | Final Budget | Actual Amount | Overage Amount |
|--|----------------------------|--------------|---------------|----------------|
| City Drainage Project Special Revenue Fund | Fund Level | 1,670,851 | 1,776,739 | 105,888 |
| Worker's Compensation | Fund Level | 1,271,892 | 1,779,439 | 507,547 |
| Capital Equipment Reserve Special Revenue Fund | Fund Level | 30,161 | 34,701 | 4,540 |

Total other financing uses

| Reporting Unit | Budgetary Level of Control | Final Budgeted Expenditures and Transfers Out | Actual Expenditures and Transfers Out | Overage Amount |
|-------------------|----------------------------|---|---------------------------------------|----------------|
| Lodger's Tax Fund | Fund Level | 8,757,486 | 8,861,510 | 104,024 |

In addition there were funds that had budgeted expenses / expenditures exceeding budgeted revenues, transfers, and beginning fund balance as follows:

Proprietary funds:

| Reporting Unit | Budgetary Level of Control | Final Budgeted Excess of Revenues Over (Under) Expenses | Prior Year Net Position | Excess Amount |
|-----------------|----------------------------|---|-------------------------|---------------|
| Risk Management | Division Level | (1,361,108) | (39,481) | (1,400,589) |

Governmental funds:

| Reporting Unit | Budgetary Level of Control | Final Budgeted Net Change in Fund Balance | Prior Year Fund Balance | Excess Amount |
|--|----------------------------|---|-------------------------|---------------|
| Special Projects Capital Projects Fund | Fund Level | (70,535) | (512,948) | (583,483) |
| Transportation Grants Special Revenue Fund | Fund Level | (530,958) | 343,237 | (187,721) |
| NEA Grants Special Revenue Fund | Fund Level | (3,927) | (77) | (4,004) |

There has been a lack of progress towards implementing the prior year corrective action plan.

STATE OF NEW MEXICO
City of Santa Fe
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2015

B. FINDINGS – FINANCIAL STATEMENT AUDIT – (continued)

FS 2006-006 Budgetary Compliance (Other Non-Compliance) (repeated and modified) (continued)

Criteria: City funds are to be budgeted by the local governing body and submitted to the State of New Mexico Department of Finance and Administration - Local Government Division for approval. Once adopted, any claims or warrants in excess of approved budget are a violation of New Mexico State Statute 6-6-6, 1978 Compilation. In addition, NMAC 2.2.2.10 (O) (1) (b) requires an audit finding in the event budgeted expenditures exceed budgeted revenues (after prior year fund balance). The City's legal level of budgetary control for governmental funds and enterprise funds is at the fund level and division level, respectively.

Effect: The internal controls established by adherence to budgets have been comprised, and excess spending could result.

Cause: Adjustments of budgeted and actual expenditures were not completed during the year for certain funds.

Auditors' Recommendation: Management should update policies and procedures to specifically include reviews and comparisons of actual to budgeted expenditures, including a review of budgeted revenues, expenditures, and fund balance.

Views of Responsible Officials and Planned Corrective Action: The City has implemented a number of new controls and procedures aimed at halting this behavior in the departments, who are responsible for both developing their budgets and keeping within them. Starting last winter, the Finance Department began publishing monthly budget performance reports that also provide year-end projections for each department. There is also now a new practice of amending the current budget at the end of the year as part of the process for approving the budget for the incoming year. These new procedures are intended to both alert the departments of trends that may cause them to exceed their budgets and to give them an opportunity to request timely adjustments.

The other control that has been implemented to enforce the budget is the abolishment of the practice of "carrying forward" appropriations from one year to the next. Among other important benefits this change is expected to provide, is that it will encourage the departments to review the progress of all their contracts and procurements to make sure they are either completed before the end of the fiscal year or included in the budget for the following year.

The Department Directors are responsible for corrective action and it estimated that correction action will be fully implemented by June 30, 2016.

STATE OF NEW MEXICO
City of Santa Fe
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2015

B. FINDINGS – FINANCIAL STATEMENT AUDIT-(continued)

FS 2013-004 Entity Level General Computer Controls (finding that does not rise to the level of significant deficiency) (repeated and modified)

Condition: During the audit, the following deficiencies were noted in the Information Technology (IT) function:

Our evaluation of General controls over IT revealed design deficiencies in the areas of steering committee, IT policies (backup and information security), and evaluation of outside contractors.

Current year progress towards correction action includes the creation of a new IT Governance Committee set in place since February 2015. In addition, the City now has an interim Chief Information Security Officer in place and who is in the process of defining high priority information security policies needed by the City to comply with HIPPA, PCI and other federal requirements.

Criteria: The COSO (Committee of Sponsoring Organizations of the Treadway Commission) framework, the generally accepted framework for internal controls, specifies the elements of a strong internal control system, which includes IT controls. These elements include the specific control activities themselves which protect the IT system and help prevent, or detect and correct errors in the system. General IT control activities are essential to ensure efficient, reliable, protected performance of an IT system.

Effect: The City is assuming increased risk in connection with its IT system and operations due to lack of effective control activities. There could be unanticipated and detrimental effects in the City's ability to accurately record and process data, to operate reliably and to protect data from unauthorized access.

Cause: There is a lack of formal IT policies in place, specifically a comprehensive Information Security Policy and a Backup and Data Retention Policy. There is a comprehensive security policy prepared for the City of Santa Fe by outside service organization Caanes, but the City has not yet implemented this policy or another comprehensive security policy. The City has some security-related IT policies in place but not a single, comprehensive policy, which is necessary given the size and complexity of the IT environment.

Auditors' Recommendation: A comprehensive Information Security policy supported by documents, standards, and procedures, should be implemented. A comprehensive policy has been drafted but has not been implemented due to the lack of a Security Officer on staff. Therefore it is recommended that the City hire a Security Officer in order to implement the planned policy.

Views of Responsible Officials and Planned Corrective Action: The City and ITT Department is addressing this finding by hiring a Chief Information Security Officer who will be responsible for establishing, implementing and enforcing all information security policies and procedures for the City. An interim Chief Information Security Officer is already in place who is in the process of defining high priority information security policies needed by the City to comply with HIPPA, PCI and other federal requirements. The City has had an active IT Governance Committee in place since February 2015; the committee meets bi-monthly and it responsible for guiding IT policy and investment decisions.

STATE OF NEW MEXICO
City of Santa Fe
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2015

B. FINDINGS – FINANCIAL STATEMENT AUDIT-(continued)

FS 2015-001 Accounting for the Completion of Construction in Progress (Significant Deficiency)

Condition: During our audit of capital assets, including construction in progress amounts, we noted the City reported that there were no construction projects completed during fiscal year 2015. A schedule of construction in progress activity for fiscal year 2015 is detailed below.

| | Beginning Balance | Increases | Decreases | Ending Balance |
|--------------------------|----------------------|--------------|-----------|-------------------|
| Governmental Activities | \$ 26,255,814 | \$ 9,138,530 | \$ - | \$ 35,394,344 |
| Business-type Activities | \$ 50,496,363 | \$ 8,873,661 | \$ - | \$ 59,370,024 |

A completed project would have resulted in a decrease in the construction in progress accounts. Upon further inquiry it was determined the City has not reviewed the status of completed projects as of June 30, 2015 and was unable to produce any records regarding the status of construction in progress outstanding by project as of June 30, 2015.

Criteria: Good accounting practices require management to maintain accurate information regarding the percent of completion of construction in progress outstanding by project and to communicate with departments and project managers regarding the status of all construction projects outstanding.

GASB codification 1400 paragraph .102 requires the costs of a capital asset to include ancillary charges necessary to place the asset into its intended location and condition for use. Paragraph .104 requires capital assets to be depreciated over their estimated useful lives.

Effect: Capital asset balances could be misclassified as of June 30, 2015. Some projects may have already been completed and placed into service and therefore depreciation expense could be understated for fiscal year ending June 30, 2015.

Cause: Inadequate supervision of the financial analyst responsible for maintaining construction in progress records and lack of communication with departments and project managers regarding the percent of completion resulted in reporting no construction projects completed as of June 30, 2015.

Auditors' Recommendation: We recommend that the City maintain subsidiary records that contain the status of all construction projects outstanding that are updated and reviewed quarterly. We recommend the City assign this specific responsibility to a designated financial analyst in the accounting department that is responsible for communicating directly with each department regarding the percent of completion of each project outstanding. We further recommend the management supervise the financial analyst's activities quarterly as part of the review process.

Views of Responsible Officials and Planned Corrective Action: The City concurs with the finding and has already designated this responsibility to a newly hired financial analyst that will be responsible for corrective action including the tracking the status of all construction projects. Corrective action has already occurred as of the date of this report.

The City has also instituted the practice of adopting a 5-year capital budget that provides completion deadlines, as well as budgets and expenditure activity for each project. The City's first ever capital budget is scheduled to be approved by the Governing Body in December 2015, with a new one to be adopted each year during the normal budget process in the spring. This new practice is intended to serve as the basis for reporting progress for each capital project and for committing all projects to a start and end date.

Also, starting this year the City has promulgated the new internal policy of requiring the formal close-out of all capital projects and an explicit record-keeping regimen. From now on, each project will be provided a standard records folder that includes, among other documentation, periodic progress reports and key procurement documents. According to this new policy, no project can be occupied until it is closed out with a close-out form signed by the City Manager or his/her designee.

STATE OF NEW MEXICO
City of Santa Fe
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2015

B. FINDINGS – FINANCIAL STATEMENT AUDIT (continued)

FS 2015-002 Parking Permit Receivables (finding that does not rise to the level of significant deficiency)

Condition: During our audit of the City's parking permit receivable, we noted the general ledger balance was not completely reconciled to the accounts receivable aging details report as of June 30, 2015. Gross parking permit receivables totaled \$196,525 in the general ledger; however, the accounts receivable aging report detailed \$183,416 in customer gross receivables, a difference of \$13,109. Also, the reconciliation was received by management on November 11, 2015 which delayed financial statement preparation.

Criteria: Good internal control over financial reporting requires reconciliation between customer parking permit receivables per the aging report and gross parking permit receivables recorded in the general ledger at year-end.

Effect: Parking receivables net of allowances in the Parking Enterprise Fund could be overstated as of June 30, 2015 in the amount of \$13,109. The potential outcome of untimely reconciliation is that extensive year-end reconciliation is required by management during the course of audit fieldwork, which jeopardizes the timely submission of the audit report.

Cause: The City's Parking Division was responsible for reconciling the parking customer aging report to the general ledger for fiscal year ending June 30, 2015 and was not periodically reconciling the general ledger to the customer aging report during the fiscal year ending June 30, 2015.

Auditors' Recommendation: We recommend the City provide training to the Parking Division on how to properly reconcile the customer accounts receivable aging report to the general ledger and require this reconciliation to be performed monthly. The reconciliation should be completed by the Parking Division and routed to the Accounting Department monthly for review.

Views of Responsible Officials and Planned Corrective Action: The City concurs with the finding and will required monthly reconciliations to be submitted to the Accounting Department for review monthly. The City's Parking Division Department Director is responsible for ensuring timely and accurate reconciliation of customer parking accounts receivable accounts and it is estimated that corrective action will be fully implemented by June 30, 2016.

STATE OF NEW MEXICO
City of Santa Fe
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2015

C. FINDINGS - FEDERAL AWARDS

None

D. PRIOR YEAR AUDIT FINDINGS

FS 2013-004 Entity Level General Computer Controls Repeated and Modified

FS 2006-006 Budgetary Compliance Repeated and Modified

FS 2014-001 Noncompliance with Social Security Administration
Requirements Concerning Employment In a Job Not Covered by Social Security Resolved

FS 2014-002 Untimely Deposit of Senior Center Receipts Resolved

STATE OF NEW MEXICO
City of Santa Fe
Exit Conference
For the Year Ended June 30, 2015

OTHER DISCLOSURES

Exit Conference

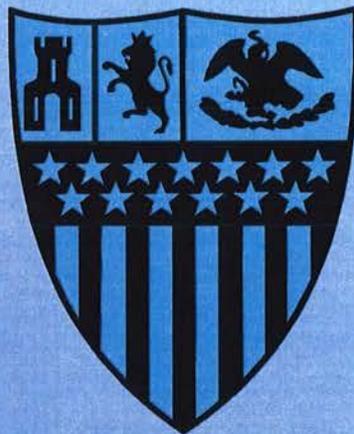
The contents of this report were discussed on December 7, 2015. The following individuals were in attendance.

City of Santa Fe

Carmichael Dominguez – City Councilor
Oscar Rodriguez–Finance Director
Teresita Garcia – Assistant Finance Director
Clark de Schweinitz – Audit Committee, Chair
Liza Kerr CIA, CISA, CPA, MBA – Internal Auditor
Brian Snyder – City Manager
Erica Martinez – Senior Financial Analyst

Accounting & Consulting Group, LLP

Robert Cordova, CPA – Partner
Morgan Browning, CPA, CGFM–Audit Manager



*Finance and Budget Department
Financial Management Division*

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