



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



Comprehensive Annual Financial Report

For the Year Ended June 30, 2014





City of Santa Fe, New Mexico

Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2014

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, 2014**

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City of Santa Fe

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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

Javier M. Gonzales, Mayor

Councilors:

Patti J. Bushee, Dist. 1

Signe I. Lindell, Dist. 1

Peter N. Ives, Dist. 2

Joseph M. Maestas, Dist. 2

Carmichael A. Dominguez, Dist. 3

Christopher M. Rivera, Dist. 3

Ronald S. Trujillo, Dist. 4

Bill Dimas, Dist. 4

November 26, 2014

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

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. Pursuant to that requirement we hereby issue the Comprehensive Annual Financial Report of the City of Santa Fe for the fiscal year ending June 30, 2014.

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.

The City of Santa Fe's financial statements have been audited by Accounting & Consulting Group, LLP, a firm of licensed certified public accountants. 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, 2014 are free of material misstatement. The independent audit involved examining 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; based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City of Santa

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

Fe's financial statements for the fiscal year ended June 30, 2014, are fairly presented in conformity with GAAP. The independent auditor's report is presented in the first section of the financial report.

The 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 is designed to complement MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the report of the independent auditors.

PROFILE OF GOVERNMENT:

The City of Santa Fe was founded in 1609 and chartered as a town in 1891 under territorial law. It is located in the central northern part of the state and is the oldest capital in the United States. The current population is approximately 82,800 people. The City in December 1997, by electoral vote, approved a Municipal Charter which 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 is elected on a non-partisan basis. City council members serve four-year staggered terms with four city councilors elected every two years; districts elect the eight council members. The mayor is elected at large in addition to serving a four-year term. On March 4, 2014 the voters approved an amendment to the

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

Municipal Charter to read that the mayor shall have 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 (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 city manager may approve transfers of appropriations within a department up to \$50,000. Transfers over \$50,000 or between funds and 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.

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 within which the City of Santa Fe operates.

Local economy- The City of Santa Fe has a relatively stable economy. As the state capital it benefits from a stable, educated government work-force. This total is estimated to be around 16,300 people which are about 22% of the workforce across all levels of government. Many residents also work at Los Alamos National Laboratory, one of the country's premier scientific research centers.

Santa Fe's economy has been based largely on tourism and state government. As the capitol of New Mexico, the government is the largest employer in the area. Santa Fe receives an average of 1.6 million visitors annually. Santa Fe has been named as one of the top ten tourist destinations in the country by Travel and Leisure magazine. Furthermore, it is in the top five art markets in the world and is in the top three in the United States. The City's spectacular setting and abundant cultural resources – including over 200 art galleries, four star hotels and resorts, a nationally recognized opera company, music

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

festivals, museums and more - draw visitors and second home owners from all over the world. These assets create a robust business environment.

Like other communities, Santa Fe suffered through the most severe recession in decades. For the first time, however, since 2008-2009, the gross receipt tax (GRT) reflected a strong increase of about 4.28% for fiscal years 13 and 14 combined. In addition, through the diligent and collective efforts of our elected officials and our staff, measures continue to be taken to reduce expenditures, prioritize services, projects and to budget conservatively without reducing community services. The City's reliance on (GRT) as a funding source for many decades has made it vulnerable to reductions in consumer spending. The City maintains the financial soundness of its 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 ranging program of cost reduction, organizational change and service improvements, coupled with prudent use of reserves will allow the City to deal with long term decline in revenues if the national economy continues to recover slowly. By investing in the community the City made significant investments in the long-term health of the City. These investments include completion of a beautiful Convention Center and the successful completion of the Railyard Re-development Project area. Additionally, The City has made a strong investment in the Buckman Direct Diversion Water Treatment Facility as well as the Santa Fe University of Art and Design. 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 Runner's Santa Fe northern terminus is marked by bustling activity – 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 6.5% and the national rate of 6.1% at June 2014. Toward the end of Fiscal Year 2014, unemployment in Santa Fe was 5.2%.

The median sales price of homes sold in the City of Santa Fe during the second quarter of 2014 fell nearly 2% percent from the same period last year, according to figures released by the Santa Fe Association of Realtors. But the number of homes sold was up by 7%, to 1,018 from 951.

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

LONG-TERM FINANCIAL PLANNING:

During the last few years, the City completed the Santa Fe Community and Convention Center and the Railyard Projects. Furthermore, the City has completed construction on a Rio Grande River Diversion Project, the Buckman Direct Diversion Water Treatment Facility, in partnership with Santa Fe County and a private development, Las Campanas and is at full operation of the facility. The City Council adopted a ten-year financial plan for the Water Division that includes annual rate increase of 8.2% for five years beginning in 2009 and ending in January 2013. In the fall of 2013 Fitch Credit Rating Agency again reaffirmed the City's Water bond rating at "AAA", which is a remarkable testament to sound financial management in the current economic climate.

The City is engaged in the third year of a ten-year plan for its Wastewater Division and a five-year plan for the Solid Waste Division. These planning efforts have assured that the City maintains the financial soundness of its enterprise operations and increases the resilience and flexibility of its governmental activities.

By continuing its practices of investing in the community, the City will have a presence at the Railyard through the purchase of a business condominium in the Market Station. This purchase is designed to increase the City's assets and reduce the amount of rent paid to house various departments.

CASH MANAGEMENT POLICIES AND PRACTICES:

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 (LGIP). The length of investment maturities, range from 6 months to 5 years, with a weighted average maturity of 471 days and an average weighted call/maturity of 226 days. The average yield on investments was .54% at June 30, 2014.

PROCUREMENT POLICIES AND PRACTICES:

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

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

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.

Pension and other post employment benefits- The City of Santa Fe participates in the State of New Mexico Public Employees Retirement plan. Substantially all of the City's full-time employees participate in the retirement system authorized under the Public Employees Retirement Act (Chapter 10, Article 11 NMSA 1978). The Public Employees Retirement Association (PERA) is the administrator of the plan. The City fully funds the required payments as determined by PERA through City and member contributions. In June 2012 GASB approved a pair of related Statements that reflect substantial improvements to the accounting and financial reporting of pensions by state and local governments and pension plans. Statement No. 67 *Financial Reporting for Pension Plans* addresses financial reporting for state pension plans. Statement No. 68, *Accounting and Financial Reporting for Pensions*, establishes new accounting and financial reporting requirements for governments that provide their employees with pensions. The City will continue to work with PERA and with external Auditors to determine affects, reporting requirements and fundamental changes in Statement presentation, estimated affective date; Fiscal Year ending June 30, 2014.

The City also provides a Retiree Health Care Program through City and member contributions to the fund. As of January 1, 2006, the program was transferred to the State-sponsored New Mexico Retiree Health Care Authority.

Additional information of the City's pension arrangements and postemployment benefits can be found in Notes V. E. and F. on pages 64-66.

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. In order 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 general accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report 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.

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

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 Interim 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,



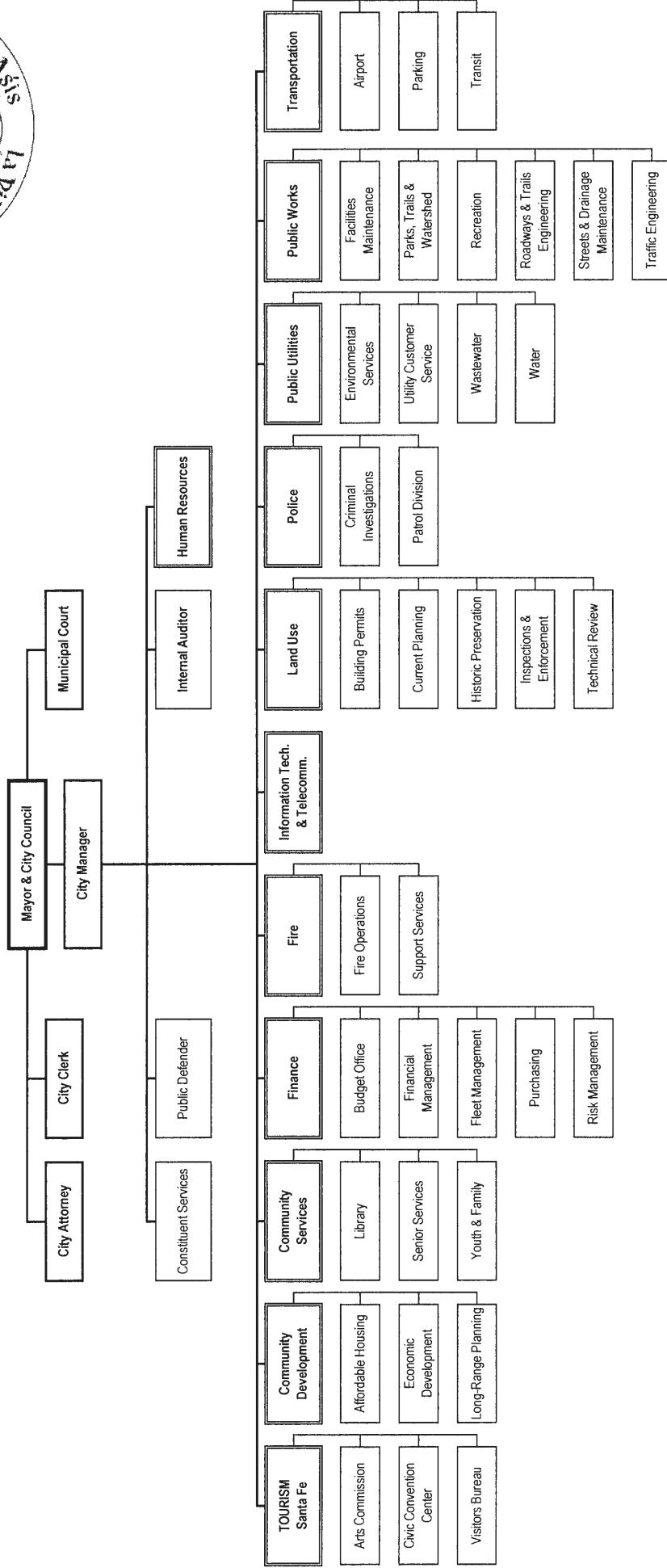
Brian K. Snyder,
City Manager



Teresita Garcia,
Interim 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, 2014**

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

Teresita Garcia
Interim 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

Teresita Garcia, Interim 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
Michelle Dominguez-Montoya, Financial Analyst
Stephen Morales, Financial Analyst
Jennifer Peabody, Financial Analyst
John M. Tennyson, Financial Analyst

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Financial Section

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Accounting & Consulting Group, LLP
Certified Public Accountants

INDEPENDENT AUDITORS' REPORT

Hector H. Balderas
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, 2014, 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, the internal service 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, 2014 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, 2014, 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, each nonmajor enterprise fund, and the internal service funds of the City, as of June 30, 2014, 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 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 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 are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory section 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 November 26, 2014 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
November 26, 2014

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, 2014. 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 \$616,682,820 (*net position*). Of this amount, \$162,427,393 (*unrestricted net position*) may be used to meet the City's obligations to citizens and creditors.
- The City's total assets decreased by \$16,491,699 primarily because of the use of Apache Jicarilla water rights and the restatement of bond issuance costs (GASB 65).
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$69,450,170 an increase of \$2,168,135 in comparison with the prior year. This primarily reflected an increase in governmental revenues.
- Of the total governmental fund balances of \$69,450,170 approximately 6% (\$4,418,814) is consider non-spendable and approximately 83% (\$57,647,920) is spendable but reserved or designated for specific purposes. At the end of the current fiscal year, the unassigned fund balance is \$7,383,436 and is available for spending at the City's discretion.
- The City's total long-term liabilities decreased by \$9,454,995 during the fiscal year. In conjunction with the annual debt service payment, this reflects the issuance of one general obligation bond issue.
 - The 2013 General Obligation Bonds issued in the par amount of \$12,000,000 used to fund park improvements.

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 24 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 Bank. 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 25 through 30 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 31 through 67 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 \$616,682,820 at the close of the most recent fiscal year.

A portion of the City’s net position (65%) 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, 2014 and 2013**

	Governmental Activities		Business-type Activities		Total	
	2014	2013	2014	2013	2014	2013
Current and other assets	\$ 93,603,034	\$ 94,386,396	\$ 152,635,615	\$ 159,507,652	\$ 246,238,649	\$ 253,894,048
Capital assets	314,363,276	316,157,853	456,580,298	463,757,854	770,943,574	779,915,707
Deferred outflows of resources	-	-	135,833	-	135,833	-
Total assets and deferred outflows of resources	407,966,310	410,544,249	609,351,746	623,265,506	1,017,318,056	1,033,809,755
Long-term liability	135,646,763	134,156,197	237,784,817	248,730,378	373,431,580	382,886,575
Other liabilities	18,201,687	18,501,913	6,656,960	8,165,199	24,858,647	26,667,112
Deferred inflow s of resources	2,345,009	-	-	-	2,345,009	-
Total liabilities and deferred inflow s of resources	156,193,459	152,658,110	244,441,777	256,895,577	398,290,227	409,553,687
Net position:						
Net investment in capital assets,						
net of related debt	183,738,623	187,585,177	220,974,217	218,430,014	404,712,840	406,015,191
Restricted	42,689,826	42,214,935	6,852,761	7,967,211	49,542,587	50,182,146
Unrestricted	25,344,402	28,086,027	137,082,991	139,972,704	162,427,393	168,058,731
Total net position	\$ 251,772,851	\$ 257,886,139	\$ 364,909,969	\$ 366,369,929	\$ 616,682,820	\$ 624,256,068

An additional portion of the City's net position (8.0%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net position* (\$162,427,393) 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 \$4,069,340.

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.

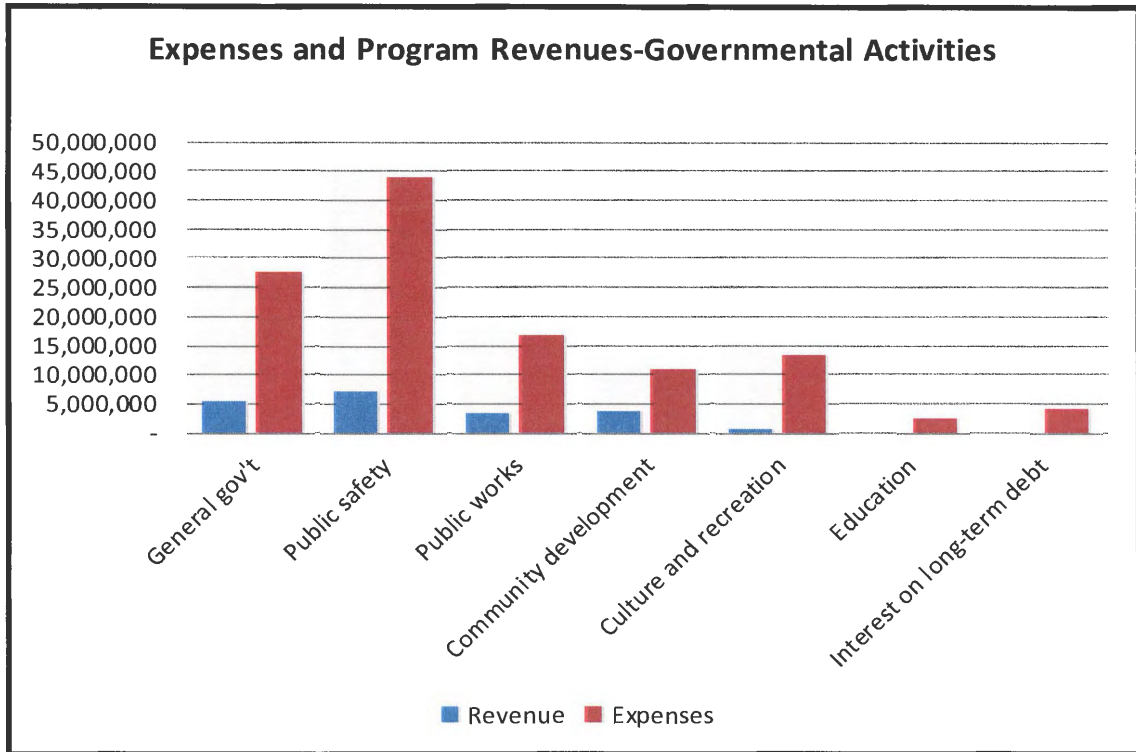
The City's net position decreased by \$7,573,248 during the current fiscal year, this decrease includes a restatement of bond issuance costs in order as a result of GASB 65 implementation in the amount of \$4,448,806. Decreased program revenues in water management and increased expenses for the Buckman facility in addition to usage of Apache Jicarilla prepaid water rights.

Governmental activities. Governmental activities decreased the City's net position by \$6,113,288. This was primarily due to a reduction in due from other funds and an increase in debt payments. 78% of the taxes are provided by a gross receipts tax (GRT) levied on goods and services in the amount of \$83,572,424. This was a slight increase from the gross receipts tax revenues received in 2013 in the amount of \$81,173,711.

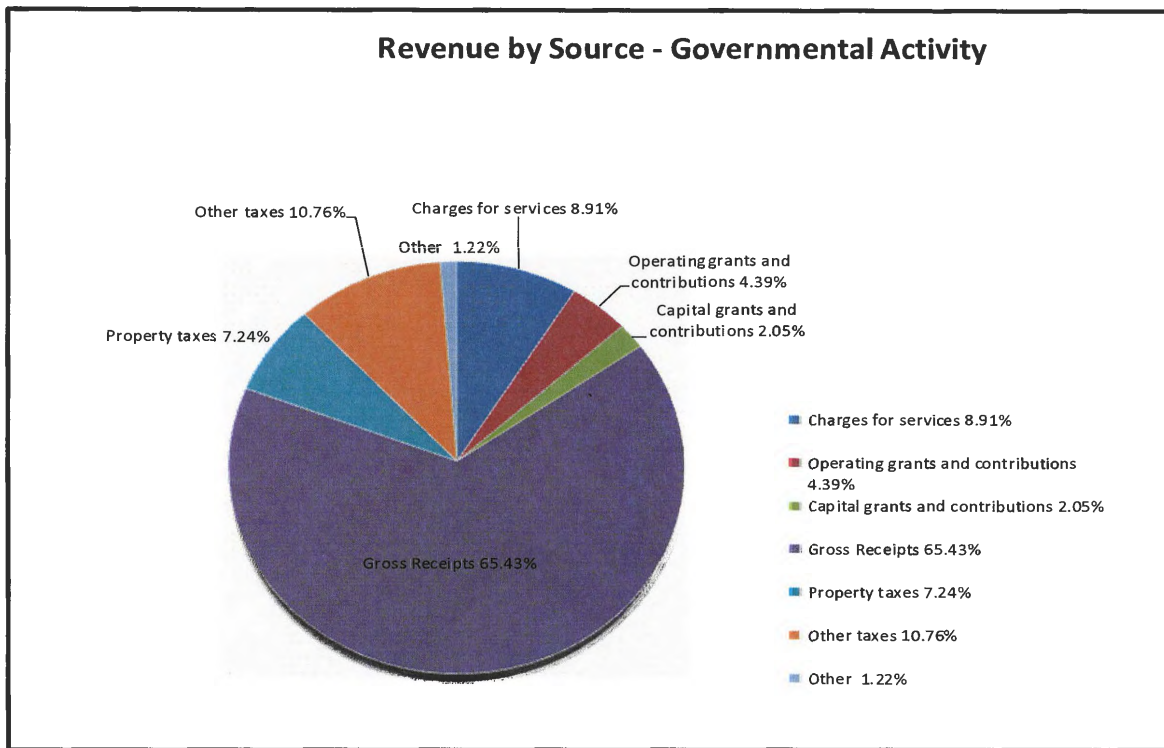
CITY OF SANTA FE's Changes in Net Position
For Fiscal Years Ended June 30, 2013 and 2014

	Governmental		Business-type		Total	
	Activities		Activities			
	2014	2013	2014	2013	2014	2013
Revenues:						
Program revenues:						
Charges for services	\$ 12,078,013	\$ 12,532,517	\$ 74,922,401	\$ 77,982,486	\$ 87,000,414	\$ 90,515,003
Operating grants and contributions	5,607,777	6,044,573	2,568,477	2,510,011	8,176,254	8,554,584
Capital grants and contributions	2,616,956	1,778,392	5,849,670	4,616,377	8,466,626	6,394,769
General revenues:						
Sales taxes	83,572,424	81,173,711	11,462,992	11,138,547	95,035,416	92,312,258
Other taxes	22,476,351	20,788,174	-	-	22,476,351	20,788,174
Other	1,463,973	1,895,727	1,145,909	488,156	2,609,882	2,383,883
Total revenues	127,815,494	124,213,094	95,949,449	96,735,577	223,764,943	220,948,671
Expenses:						
General Government	27,489,494	24,755,660	-	-	27,489,494	24,755,660
Public Safety	43,895,286	42,282,709	-	-	43,895,286	42,282,709
Public Works	16,598,017	16,759,696	-	-	16,598,017	16,759,696
Community Development	10,748,946	11,352,721	-	-	10,748,946	11,352,721
Culture and Recreation	13,264,424	13,767,279	-	-	13,264,424	13,767,279
Education	2,547,259	2,711,183	-	-	2,547,259	2,711,183
Interest on long-term debt	4,037,236	5,768,231	-	-	4,037,236	5,768,231
Wastewater Management	-	-	12,991,007	13,100,203	12,991,007	13,100,203
Water Management	-	-	46,776,694	39,530,468	46,776,694	39,530,468
Solid Waste Management	-	-	11,763,404	11,147,965	11,763,404	11,147,965
College of Santa Fe	-	-	2,516,891	922,854	2,516,891	-
Railyard Center	-	-	5,234,566	4,134,223	5,234,566	4,134,223
Santa Fe Convention Center	-	-	4,930,009	5,193,941	4,930,009	5,193,941
All other proprietary funds	-	-	24,096,152	23,837,594	24,096,152	23,837,594
Total expenses	118,580,662	117,397,479	108,308,723	97,867,248	226,889,385	215,264,727
Increase (decrease) in net position before transfers:	9,234,832	6,815,615	(12,359,274)	(1,131,671)	(3,124,442)	5,683,944
Transfers net	(13,794,268)	(13,149,210)	13,794,268	13,149,210	-	-
Increase (decrease) in net position	(4,559,436)	(6,333,595)	1,434,994	12,017,539	(3,124,442)	5,683,944
Beginning balance	257,886,139	264,219,734	366,369,929	354,352,390	624,256,068	618,572,124
Restatement of Bond issuance cost	(1,553,852)	-	(2,894,954)	-	(4,448,806)	-
Ending balance	\$ 251,772,851	\$ 257,886,139	\$ 364,909,969	\$ 366,369,929	\$ 616,682,820	\$ 624,256,068

**CITY OF SANTA FE
Fiscal Year 13/14**

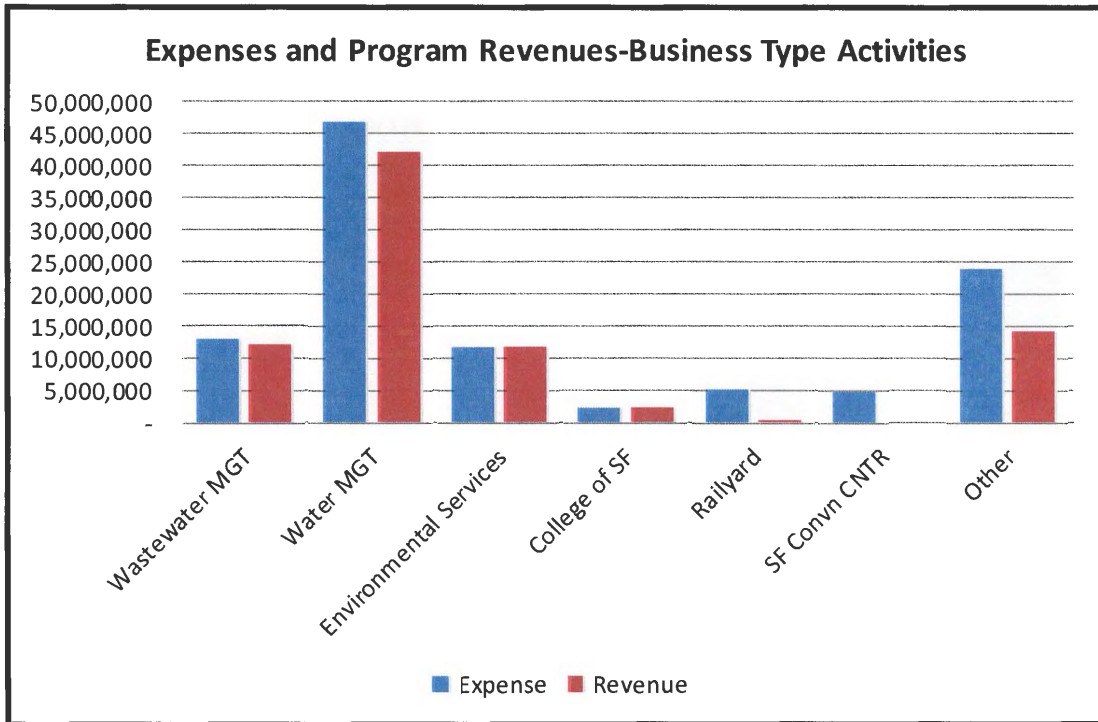


**CITY OF SANTA FE
Fiscal Year 13/14**

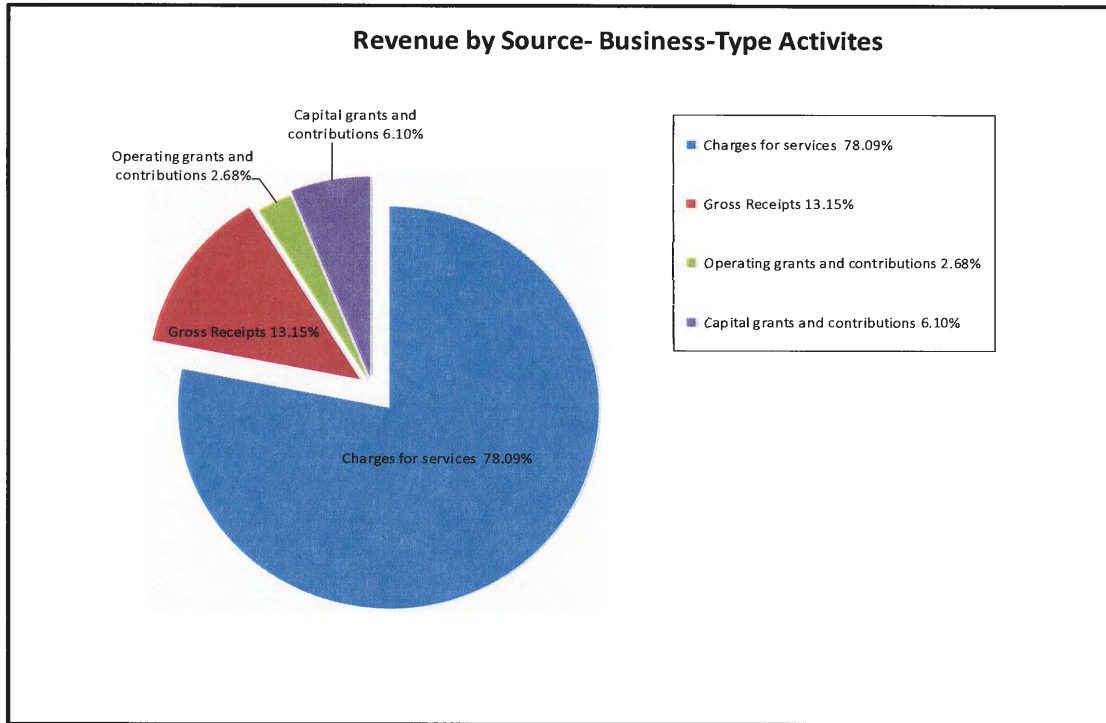


Business-type activities. Business-type activities decreased in net position by (\$12,359,274). Net transfers from Governmental activities of \$13,794,268 resulted in an increase in net position of \$1,434,994. In 2013 the Water rate increase was the last of a 5 year financial plan to increase water rates. Environmental Services has not had a rate increase since 2003. Waste Water has not had a rate increase since 2010. 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 13/14



CITY OF SANTA FE
Fiscal Year 13/14



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 \$69,450,170 an increase of \$2,168,135 in comparison with the prior year. Most of the ending fund balance total amount (\$57,647,920) constitutes *restricted 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, unreserved fund balance of the General Fund was \$8,292,215 while total fund balance was \$15,769,852. 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 13 % of total expenditures and fund balance represents 24.6% of total expenditures.

The fund balance of the City's General Fund increased by \$1,174,325 during the current fiscal year, a key factor was a slight increase in revenues.

The Debt Service fund has a total fund balance of \$5,160,079 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 \$411,149 due primarily to the decrease in interest payments resulting from two prior year 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 \$137,082,991 of which 67% is for water management. Change in net position for enterprise funds was \$1,434,994.

General Fund Budgetary Highlights

Differences between the original budget and the final amended budget were relatively minor (\$1,470,148 increase in appropriations) and can be briefly summarized as follows:

- \$ 997,837 increase in general government
- \$ 182,616 increase in public safety
- \$ 6,492 increase in public works
- \$ 40,318 decrease in community development
- \$ 33,849 increase in culture & recreation
- \$ 4,113 increase in education
- \$ 314,159 increase in transfers in from other programs
- \$ 28,600 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 1.09% below the final budget in the amount of \$5,520,538. The actual revenues for the General Fund were \$6,806,508 below 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, 2014 amounts to \$404,712,840 (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 \$76,752,177 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, 2014 and 2013

	Governmental Activities		Business-type Activities		Total	
	2014	2013	2014	2013	2014	2013
Land and Water Rights	\$ 169,939,946	\$ 169,939,946	\$ 40,013,096	\$ 39,193,216	\$ 209,953,042	\$ 209,133,162
Construction in Progress	26,255,814	20,354,725	50,496,363	38,149,809	76,752,177	58,504,534
Art	922,920	922,920	185,971	185,971	1,108,891	1,108,891
Buildings and Systems	41,092,436	42,541,616	253,540,008	260,342,999	294,632,444	302,884,615
Improvements	21,979,642	23,568,634	55,328,621	63,953,744	77,308,263	87,522,378
Sewerlines	-	-	44,384,905	48,480,342	44,384,905	48,480,342
Equipment and Machinery	2,473,999	2,892,658	3,460,181	3,891,930	5,934,180	6,784,588
Furniture and Fixtures	177,704	211,652	812	8,571	178,516	220,223
Vehicles	5,696,636	6,115,206	8,381,223	8,581,678	14,077,859	14,696,884
Data Processing and Software	2,021,174	2,711,933	789,118	969,594	2,810,292	3,681,527
Traffic Signals	917,653	1,174,410	-	-	917,653	1,174,410
Streets and Bridges	42,885,352	45,724,153	-	-	42,885,352	45,724,153
Total	\$ 314,363,276	\$ 316,157,853	\$ 456,580,298	\$ 463,757,854	\$ 770,943,574	\$ 779,915,707

Additional information on the City's capital assets can be found in note IV-D on pages 48-50 of this report.

Long-term debt at the end of the current fiscal year, the City had total outstanding debt of \$351,131,989. Of this amount, governmental activity related debt consisted of \$82,355,000 in debt backed by gross receipts tax revenues and lodgers tax, \$3,006,334 in outstanding revenue-backed loans, and \$37,265,000 in outstanding property tax supported general obligation debt. In addition, business type debt backed by specified operational revenue sources consisted of \$185,900,000 in bonds and \$42,605,655 in loans.

CITY OF SANTA FE'S OUTSTANDING DEBT
Revenue Bonds, General Obligation Bonds & Loans
For Fiscal Years Ending June 30, 2014 and 2013

	Governmental Activities		Business-type Activities		Total	
	2014	2013	2014	2013	2014	2013
Revenue Bonds	\$ 82,355,000	\$ 89,625,000	\$ 185,900,000	\$ 194,225,000	\$ 268,255,000	\$ 283,850,000
General Obligation	\$ 37,265,000	\$ 26,510,000	\$ -	\$ -	\$ 37,265,000	\$ 26,510,000
Loans	\$ 3,006,334	\$ 3,172,784	\$ 42,605,655	\$ 44,603,487	\$ 45,611,989	\$ 47,776,271
TOTAL	\$ 122,626,334	\$ 119,307,784	\$ 228,505,655	\$ 238,828,487	\$ 351,131,989	\$ 358,136,271

As of June 30, 2014, the City had twelve 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 06/30/2014	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

Six 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 6/30/2014	S&P/Moody's Current
AMBAC	Withdrawn/Withdrawn	Withdrawn/Withdrawn
MBIA	A-/B2	A-/B2
FSA/Assured Guaranty Municipal	AA/A2	AA/A2
XL Capital Assurance/ Syncora Guarantee	Withdrawn/Withdrawn	Withdrawn/Withdrawn

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 \$148 million, which is significantly in excess of the City's total outstanding general obligation bond capital improvement project debt of \$37,265,000 at June 30, 2014.

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 2014 unemployment rate for Santa Fe as of July was 5.7% and is lower than other Cities in New Mexico. The State's 2014 unemployment rate for the same period was 7.3% with the national rate of 6.5%. (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 2014 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 third quarter of 2014 fell nearly 7 percent from the same period last year, according to figures released by the Santa Fe Association of Realtors. The number of homes sold declined by 2 percent, to 190 from 239. 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 national averages. All of these factors were considered in preparing the City's budget and revenue projections for fiscal year 14/15.

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, 2014

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash, investments and cash equivalents	\$ 57,625,937	\$ 127,875,259	185,501,196
Receivables (net of allowance for uncollectables)	3,873,532	11,307,185	15,180,717
Internal balances	4,457,915	(4,457,915)	-
Inventories	84,271	454,081	538,352
Prepaid expenses	60,000	5,742,985	5,802,985
Restricted assets:			
Temporarily restricted:			
Cash, investments and cash equivalents	9,896,219	6,852,761	16,748,980
Interest receivable	69,971	147,284	217,255
Intergovernmental receivable	17,535,189	4,713,975	22,249,164
Capital assets (net of accumulated depreciation):			
Land, land rights, and water rights	169,939,946	40,013,096	209,953,042
Buildings and structures	57,941,089	307,920,796	365,861,885
Improvements	53,618,241	128,623,223	182,241,464
Sewerlines and Utility Systems	-	111,424,256	111,424,256
Equipment and machinery	13,952,182	21,419,751	35,371,933
Furniture and fixtures	666,291	657,297	1,323,588
Vehicles	20,425,664	27,358,638	47,784,302
Intangible plant	-	57,625	57,625
Art	922,920	185,971	1,108,891
Data processing equipment/software	10,577,633	3,355,495	13,933,128
Traffic signals	23,222,048	-	23,222,048
Streets and bridges	202,505,593	-	202,505,593
Construction in progress	26,255,814	50,496,363	76,752,177
Accumulated depreciation	(265,664,145)	(234,932,213)	(500,596,358)
Total Assets	407,966,310	609,215,913	1,017,182,223
DEFERRED OUTFLOWS OF RESOURCES			
Unamortized loss on refunding of bonds	-	135,833	135,833
Total deferred outflows of resources	-	135,833	135,833
Total assets and deferred outflows of resources	\$ 407,966,310	\$ 609,351,746	\$ 1,017,318,056
LIABILITIES			
Accounts payable and other current liabilities	\$ 17,270,676	\$ 5,795,283	\$ 23,065,959
Accrued interest payable	885,261	861,677	1,746,938
Unearned revenue	45,750	-	45,750
Longterm liabilities:			
Due within one year	11,349,143	11,111,103	22,460,246
Due in more than one year	124,297,620	226,673,714	350,971,334
Total liabilities	153,848,450	244,441,777	398,290,227
DEFERRED INFLOWS OF RESOURCES			
Unamortized gain on refunding of bonds	115,319	-	115,319
Unavailable revenue	2,229,690	-	2,229,690
Total deferred inflows of resources	2,345,009	-	2,345,009
NET POSITION			
Net investment in capital assets	183,738,623	220,974,217	404,712,840
Restricted for:			
Debt service	3,509,670	6,500,833	10,010,503
Compliance/endowment	250,000	351,928	601,928
State mandated cash balance	6,136,549	-	6,136,549
Special Revenue	14,282,737	-	14,282,737
Capital Project	18,510,870	-	18,510,870
Unrestricted	25,344,402	137,082,991	162,427,393
Total net position	\$ 251,772,851	\$ 364,909,969	616,682,820

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, 2014

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	\$ 27,489,494	\$ 3,963,800	\$ 210,828	\$ 1,253,844	\$ (22,061,022)	\$ -	\$ (22,061,022)
Public safety	43,895,286	5,434,696	1,630,783	-	(36,829,807)	-	(36,829,807)
Public works	16,598,017	2,190,194	397,789	756,833	(13,253,201)	-	(13,253,201)
Community development	10,748,946	267,268	3,179,112	403,159	(6,899,407)	-	(6,899,407)
Culture and recreation	13,264,424	222,055	189,265	203,120	(12,649,984)	-	(12,649,984)
Education	2,547,259	-	-	-	(2,547,259)	-	(2,547,259)
Interest on long-term debt	4,037,236	-	-	-	(4,037,236)	-	(4,037,236)
Total governmental activities	118,580,662	12,078,013	5,607,777	2,616,966	(98,277,916)	-	(98,277,916)
Business-type activities:							
Wastewater Management	12,991,007	12,017,340	-	-	-	(973,667)	(973,667)
Water Management	46,776,694	38,157,206	-	4,162,171	(4,457,317)	-	(4,457,317)
Railyard Center	5,234,566	448,776	-	-	(4,785,790)	-	(4,785,790)
Santa Fe Convention Center	4,930,009	231,276	-	6,613	(4,692,120)	-	(4,692,120)
Environmental Services	11,763,404	11,574,429	-	114,670	(74,305)	-	(74,305)
College of Santa Fe	2,516,891	2,350,000	-	-	(166,891)	-	(166,891)
Municipal Recreation Complex	1,641,924	1,089,457	-	-	(552,467)	-	(552,467)
Parking Fund	5,285,568	4,722,434	-	-	(563,134)	-	(563,134)
Transit and Airport Systems	12,527,385	2,380,611	2,568,477	1,566,216	(6,012,081)	-	(6,012,081)
Genoveva Chavez Community Center	4,641,275	1,950,872	-	-	(2,690,403)	-	(2,690,403)
Total business-type activities	108,308,723	74,922,401	2,568,477	5,849,670	(24,968,175)	(24,968,175)	(24,968,175)
Total primary government	\$ 226,889,385	\$ 87,000,414	\$ 8,176,254	\$ 8,466,626	(98,277,916)	(24,968,175)	(123,246,091)
General Revenues:							
Property taxes					9,311,703	-	9,311,703
Sales taxes					83,572,424	11,462,992	95,035,416
Lodger taxes					8,376,475	-	8,376,475
Franchise taxes					2,892,235	-	2,892,235
Motor fuel taxes					1,895,938	-	1,895,938
Investment earnings					591,813	1,152,797	1,744,610
Other revenue and land sales					868,860	-	868,860
Gain (Loss) on sale of capital assets					3,300	(6,888)	(3,588)
Internal Transfers					(13,794,268)	13,794,268	-
Total general revenues and transfers					93,718,480	26,403,169	120,121,649
Change in net position					(4,559,436)	1,434,994	(3,124,442)
Net position, beginning					257,886,139	366,369,929	624,256,068
Adjustment to net position restatement of Bond issuance cost					(1,553,852)	(2,894,954)	(4,448,806)
Net position, ending					\$ 251,772,851	\$ 364,909,969	\$ 616,682,820

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, 2014

	Major funds			Other Non Major Funds	Total Governmental Funds
	General Fund	Debt Service	1/2 % Gross Receipts Tax		
Assets					
Cash and investments:	\$ 1,722,566	\$ 1,634,665	\$ 2,356,377	\$ 38,176,351	\$ 43,889,959
Restricted for debt service payments	-	3,509,669	-	-	3,509,669
Restricted for state mandated cash balance	6,136,549	-	-	-	6,136,549
Restricted for endowment	-	-	-	250,000	250,000
Receivables:					
State-shared taxes	6,037,798	-	2,539,113	3,639,424	12,216,335
Local taxes	3,235,721	-	-	-	3,235,721
Property taxes	55,483	49,093	-	-	104,576
Interest	10,146	6,667	-	39,223	56,036
Ambulance (net of allowances)	1,129,673	-	-	-	1,129,673
Grants-restricted	25,313	-	-	1,951,495	1,976,808
Other receivables (net of allowance)	356,013	-	-	2,387,846	2,743,859
Due from other funds	1,446,395	-	4,084,545	613,804	6,144,744
Supplies inventory	84,270	-	-	-	84,270
Total assets	\$ 20,239,928	\$ 5,200,094	\$ 8,980,035	\$ 47,058,143	\$ 81,478,200
Liabilities, Deferred Inflows of Resources and Fund Balances					
Liabilities:					
Accounts payable	\$ 1,097,805	\$ 15	\$ 33,574	\$ 2,355,978	\$ 3,487,372
Compensated absences payable	222,618	-	-	-	222,618
Accrued wages payable	1,121,791	-	33,891	375,414	1,531,096
Due to other funds	-	-	-	1,686,829	1,686,829
Unearned revenue	45,750	-	-	-	45,750
Other current liabilities	1,938,333	40,000	-	846,342	2,824,675
Total liabilities	4,426,297	40,015	67,465	5,264,563	9,798,340
Deferred inflows of resources					
Unavailable revenue	43,779	-	-	2,185,911	2,229,690
Total deferred inflows of resources	43,779	-	-	2,185,911	2,229,690
Fund balance:					
Non-Spendable	84,269	-	4,084,545	250,000	4,418,814
Spendable:					
Restricted	6,136,549	5,160,079	4,828,025	32,793,607	48,918,260
Committed	1,256,819	-	-	863,689	2,120,508
Assigned	-	-	-	6,609,152	6,609,152
Unassigned	8,292,215	-	-	(908,779)	7,383,436
Total fund balances	15,769,852	5,160,079	8,912,570	39,607,669	69,450,170
Total liabilities, deferred inflows of resources, and fund balance	\$ 20,239,928	\$ 5,200,094	\$ 8,980,035	\$ 47,058,143	

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	314,360,664
Unamortized gain on refunding of bonds not reported in fund financial statements	(115,319)
Internal service funds are used by management to charge the costs of insurances to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position	4,308,239
Accrued interest payable	(885,261)
Long-term liabilities, including bonds and notes payable, are not due and payable in the current period and therefore are not reported in the funds.	(130,624,352)
Other long-term liabilities-compensated balances	(4,721,290)
Net position of governmental activities	\$ 251,772,851

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

CITY OF SANTA FE, NEW MEXICO
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2014

	Major Funds			Other Non Major Funds	Total Governmental Funds
	General Fund	Debt Service	1/2 % Gross Receipts Tax		
Revenues:					
Taxes					
Gross receipts	\$ 52,223,643	\$ -	\$ 15,489,596	\$ 15,919,802	\$ 83,633,041
Motor	378,660	-	-	1,517,278	1,895,938
Lodgers	-	-	-	8,376,475	8,376,475
Property	3,288,358	3,188,975	-	2,773,753	9,251,086
Franchise	2,873,554	-	-	18,681	2,892,235
Licenses and permits	2,346,669	-	-	-	2,346,669
Intergovernmental revenues	163,578	-	-	8,058,155	8,221,733
Fees and charges for services	4,496,418	-	-	4,547,861	9,044,279
Fines and forfeitures	506,527	-	-	-	506,527
Rents, royalties and concessions	55,043	-	-	125,495	180,538
Investment income (loss)	91,066	67,933	-	319,748	478,747
Land sales	-	-	-	253,445	253,445
Other revenues	5,373	57,742	-	552,300	615,415
Total revenues	66,428,889	3,314,650	15,489,596	42,462,993	127,696,128
Expenditures:					
Current:					
General government	13,400,375	-	2,547,304	5,276,538	21,224,217
Public safety	32,771,375	-	-	8,690,140	41,461,515
Public works	2,699,626	-	-	3,547,858	6,247,484
Community development	4,590,123	-	-	5,879,097	10,469,220
Culture and recreation	7,475,292	-	-	4,048,757	11,524,049
Education	2,545,991	-	-	-	2,545,991
Total current expenditures	63,482,782	-	2,547,304	27,442,390	93,472,476
Capital outlay:					
General government	300,177	-	67,474	2,331,229	2,698,880
Public safety	80,231	-	-	2,762,440	2,842,671
Public works	-	-	-	4,475,910	4,475,910
Community development	1,839	-	-	1,050,426	1,052,265
Culture and recreation	36,717	-	-	5,210,079	5,246,796
Education	1,267	-	-	-	1,267
Total capital outlay expenditures	420,231	-	67,474	15,830,084	16,317,789
Debt service:					
Principal payments	-	8,681,450	-	-	8,681,450
Interest and fiscal agent fees	-	5,238,130	-	-	5,238,130
Bond issuance costs	-	187,572	-	-	187,572
Total expenditures	63,903,013	14,107,152	2,614,778	43,272,474	123,897,417
Excess (deficiency) of revenues over expenditures	(2,525,876)	(10,792,502)	12,874,818	(809,481)	3,798,711
Other financing sources (uses):					
Sale of capital assets	3,300	-	-	-	3,300
Transfers in	3,155,921	11,515,745	2,087,597	22,813,569	39,572,832
Transfers out	(4,510,772)	(12,363,289)	(15,126,479)	(21,257,363)	(53,257,903)
HUD loan payments (flow through)	-	29,192	-	-	29,192
Issuance of bonds					
Face value of bonds issued	-	11,760,000	-	-	11,760,000
Premium on issuance of bond	-	262,003	-	-	262,003
Total other financing sources (uses)	(1,351,551)	11,203,651	(13,038,882)	1,556,206	(1,630,576)
Net change in fund balances	1,174,325	411,149	(164,064)	746,725	2,168,135
Fund balances, beginning of year	14,595,527	4,748,930	9,076,634	38,860,944	67,282,035
Fund balances, end of year	\$ 15,769,852	\$ 5,160,079	\$ 8,912,570	\$ 39,607,669	\$ 69,450,170

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, 2014

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

Net change in fund balances--total governmental funds	\$ 2,168,135
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. This is the amount by which capital outlays exceeded depreciation in the current period.	(1,640,616)
The net effect of various miscellaneous transactions involving loss on sale of capital assets decrease in net position:	(152,597)
The issuance of long-term debt (e.g., bonds, 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 on net position. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	(3,148,653)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	1,189,064
Internal service funds are used by management to charge the costs of insurance to individual funds.	(2,981,638)
The net revenue of certain activities, including transfers, of internal service funds is reported with governmental activities.	<u>6,869</u>
Change in net position of governmental activities	<u><u>\$ (4,559,436)</u></u>

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

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, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Taxes:				
State-shared taxes:				
Gross receipts	\$ 35,461,000	\$ 38,761,000	\$ 36,734,047	\$ (2,026,953)
Automobile	400,000	400,000	378,660	(21,340)
Total state-shared taxes	35,861,000	39,161,000	37,112,707	(2,048,293)
Local taxes:				
Gross receipts	15,000,000	15,600,000	15,489,596	(110,404)
Property	3,161,187	3,261,187	3,288,358	27,171
Total local taxes	18,161,187	18,861,187	18,777,954	(83,233)
Regulatory fees:				
Franchise	2,945,000	2,945,000	2,873,554	(71,446)
Total fees	2,945,000	2,945,000	2,873,554	(71,446)
Other Revenues:				
Licenses and permits	3,215,715	2,415,715	2,346,669	(69,046)
Intergovernmental revenue	100,000	174,355	163,578	(10,777)
Fees and charges for services	9,075,681	9,075,681	4,496,418	(4,579,263)
Fines and forfeitures	409,100	416,900	506,527	89,627
Royalties, rents and concessions	39,000	39,000	55,043	16,043
Investment income	36,559	36,559	91,066	54,507
Other revenues	110,000	110,000	5,373	(104,627)
Total Other Revenue	12,986,055	12,268,210	7,664,674	(4,603,536)
Total revenues	69,953,242	73,235,397	66,428,889	(6,806,508)
Expenditures:				
General government:				
Current:				
General government	2,410,972	2,419,364	1,484,258	935,106
Municipal court	1,427,642	1,448,266	1,382,238	66,028
City clerk	1,263,330	1,266,815	771,000	495,815
Information technology and telecommunication	3,003,928	3,399,998	2,164,856	1,235,142
Personnel	765,855	770,961	561,782	209,179
Finance	3,237,686	3,238,714	3,283,508	(44,794)
Planning	1,625,312	1,710,291	1,770,796	(60,505)
Facilities maintenance	2,438,633	2,600,706	1,771,765	828,941
Fleet maintenance	619,119	617,327	210,172	407,155
Total current	16,792,477	17,472,442	13,400,375	4,072,067
Capital outlay:				
General government	5,873	26,134	81,146	(55,012)
Municipal Court	1,560	20,760	19,254	1,506
City clerk	59,358	221,975	72,374	149,601
Information technology and telecommunication	-	45,416	43,211	2,205
Personnel	-	725	669	56
Finance	1,825	2,797	2,416	381
Planning	4,000	33,500	25,427	8,073
Facilities maintenance	2,476	39,865	42,942	(3,077)
Fleet Maintenance	12,000	13,792	12,738	1,054
Total capital outlay	87,092	404,964	300,177	104,787
Total general government	16,879,569	17,877,406	13,700,552	4,176,854

(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, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Public safety:				
Current:				
Police	19,590,217	19,696,893	19,107,122	589,771
Fire	12,900,950	12,970,207	13,664,253	(694,046)
Total current	32,491,167	32,667,100	32,771,375	(104,275)
Capital outlay:				
Police	70,000	72,469	72,468	1
Fire	-	4,214	7,763	(3,549)
Total capital outlay	70,000	76,683	80,231	(3,548)
Total public safety	32,561,167	32,743,783	32,851,606	(107,823)
Public works:				
Current:				
Administration	9,485	9,485	(188,557)	198,042
Highways, streets and roads	428,812	428,812	422,654	6,158
Traffic engineering	2,560,244	2,566,736	2,465,529	101,207
Total current	2,998,541	3,005,033	2,699,626	305,407
Total public works	2,998,541	3,005,033	2,699,626	305,407
Community development:				
Current:				
Human needs	1,347,518	1,215,340	1,004,582	210,758
Senior citizens	132,221	132,221	132,221	-
Community services	1,077,019	1,177,019	1,057,342	119,677
Inspection	1,518,063	1,511,223	1,454,426	56,797
Zoning	1,216,813	1,216,813	941,552	275,261
Total current	5,291,634	5,252,616	4,590,123	662,493
Capital outlay:				
Human needs	1,500	1,500	641	859
Inspection	2,000	2,000	501	1,499
Zoning	2,000	700	697	3
Total capital outlay	5,500	4,200	1,839	2,361
Total community development	5,297,134	5,256,816	4,591,962	664,854
Culture and recreation:				
Current:				
Parks/grounds maintenance	5,755,314	5,785,979	5,192,951	593,028
Recreation	2,205,425	2,206,867	2,282,341	(75,474)
Total current	7,960,739	7,992,846	7,475,292	517,554
Capital outlay:				
Parks/grounds maintenance	39,085	39,479	33,639	5,840
Recreation	2,392	3,740	3,078	662
Total capital outlay	41,477	43,219	36,717	6,502
Total culture and recreation	8,002,216	8,036,065	7,512,009	524,056

(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, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Education:				
Current:				
Libraries	2,500,335	2,503,178	2,545,991	(42,813)
Total current	2,500,335	2,503,178	2,545,991	(42,813)
Capital outlay:				
Libraries	-	1,270	1,267	3
Total capital outlay	-	1,270	1,267	3
Total education	2,500,335	2,504,448	2,547,258	(42,810)
 Total expenditures	 68,238,962	 69,423,551	 63,903,013	 5,520,538
 Excess (deficiency) of revenues over expenditures	 1,714,280	 3,811,846	 2,525,876	 1,285,970
 Other financing sources (uses):				
Sale of Capital Assets	-	-	3,300	(3,300)
Transfers in	2,691,762	3,005,921	3,155,921	(150,000)
Transfers out	(4,482,172)	(4,510,772)	(4,510,772)	-
 Total other financing sources (uses)	 (1,790,410)	 (1,504,851)	 (1,351,551)	 (153,300)
 Net change in fund balance	 (76,130)	 2,306,995	 1,174,325	 1,132,670
 Fund balance, beginning of year	 22,802,810	 3,949,320	 14,595,527	 (10,646,207)
 Fund balance, end of year	 \$ 22,726,680	 \$ 6,256,315	 \$ 15,769,852	 \$ 9,513,537

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

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CITY OF SANTA FE, NEW MEXICO
Statement of Net Position
Enterprise Funds
June 30, 2014

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	\$ 22,302,304	\$ 84,130,308	\$ 8,389,223	\$ 854,006
Restricted cash, cash equivalents and investments:				
Restricted for debt service payments	206,292	6,017,797	108,990	118,386
Restricted for compliance	180,312	-	171,616	-
Grants receivable	-	874,158	-	-
Receivable (net of allowances)				
State-shared taxes	313,583	1,251,304	313,499	-
Accounts	1,729,596	7,400,597	1,660,996	-
Interest receivable	22,538	104,533	7,991	772
Prepaid expenses	229,840	5,217,494	-	-
Inventory	-	454,081	-	-
Total current assets	24,984,465	105,450,272	10,652,315	973,164
Capital assets:				
Land and land rights	25,498	4,225,198	-	20,145,837
Buildings and structures	28,817,899	126,512,488	361,316	8,351,011
Sewerlines and utility systems	25,852,209	85,542,227	-	-
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	12,738,636	650,972	-
Vehicles	2,736,478	1,852,564	10,328,749	-
Intangible plant	-	57,625	-	-
Data processing equipment /software	225,841	1,809,526	51,269	-
Art	-	-	-	-
Construction in progress	2,386,026	17,110,104	-	1,576,312
Less accumulated depreciation	(64,313,713)	(86,707,190)	(7,858,374)	(11,720,327)
Total capital assets (net of accumulated depreciation)	29,459,414	197,738,155	4,650,149	48,018,107
Deferred outflows of resources				
Unamortized loss on refunding of bonds	135,833	-	-	-
Total deferred outflows of resources	135,833	-	-	-
Total assets and deferred outflows of resources	\$ 54,579,712	\$ 303,188,427	\$ 15,302,464	\$ 48,991,271
Liabilities and deferred inflows of resources				
Current liabilities:				
Accounts payable	\$ 599,904	\$ 356,412	\$ 25,970	\$ 104,426
Gross receipts taxes payable	46,416	161,293	44,535	-
Compensated absences payable	47,758	102,676	25,071	-
Accrued wages payable	92,619	167,964	82,839	4,659
Claims and judgement payable	-	-	-	-
Bonds payable (net of unamortized discounts)	1,940,949	3,497,975	883,110	904,659
Notes payable	-	688,247	-	74,007
Accrued interest payable	62,504	437,733	36,888	57,646
Customer deposits payable	27,283	1,819,409	-	-
Due to other funds	-	-	-	-
Total current liabilities	2,817,433	7,231,709	1,098,413	1,145,397
Noncurrent liabilities:				
Bonds and notes payable (net of unamortized discounts)	16,811,786	91,671,603	8,638,365	14,162,468
Notes Payable	-	13,743,201	-	1,040,200
Compensated absences payable	321,054	449,649	209,018	19,593
Due to other funds	-	3,524,545	-	-
Total noncurrent liabilities	17,132,840	109,388,998	8,847,383	15,222,261
Total liabilities and deferred inflows of resources	19,950,273	116,620,707	9,945,796	16,367,658
Net Position				
Net investments in capital assets	10,706,679	88,137,129	(4,871,326)	31,836,773
Restricted for debt service	206,292	6,017,797	108,990	118,386
Restricted for compliance	180,312	-	171,616	-
Unrestricted	23,536,156	92,412,794	9,947,388	668,454
Total net position	\$ 34,629,439	\$ 186,567,720	\$ 5,356,668	\$ 32,623,613

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	
\$ 3,077,394	\$ 2,160,852	\$ 6,961,172	\$ 127,875,259	\$ 13,735,978	Assets and deferred outflows of resources
49,368	-	-	6,500,833	-	Current assets:
-	-	-	351,928	-	Cash, investments and cash equivalents
581,033	-	1,380,398	2,835,589	1,750	Restricted cash, cash equivalents and investments:
-	-	-	1,878,386	-	Restricted for debt service payments
-	195,000	320,996	11,307,185	-	Restricted for compliance
4,124	2,150	5,176	147,284	13,935	Grants receivable
295,651	-	-	5,742,985	60,000	Receivable (net of allowances)
-	-	-	454,081	-	State-shared taxes
4,007,570	2,358,002	8,667,742	157,093,530	-	Accounts
-	-	-	-	-	Interest receivable
65,071,660	11,164,785	4,451,778	40,013,096	-	Prepaid expenses
-	21,924,038	56,882,384	307,920,796	-	Inventory
-	-	29,820	111,424,256	-	Total current assets
8,943	-	32,643,819	128,623,223	-	Capital assets:
266,835	-	45,083	657,297	29,298	Land and land rights
16,965	-	5,238,339	21,419,751	6,812	Buildings and structures
-	-	12,423,882	27,358,638	35,829	Sewerlines and utility systems
83,509	-	-	57,625	-	Improvements
5,000	-	1,185,350	3,355,495	1,648	Furniture and fixtures
336,738	19,945,949	180,971	185,971	-	Equipment and machinery
(7,680,761)	(4,235,844)	(52,416,004)	(234,932,213)	(70,974)	Vehicles
58,108,889	48,798,928	69,806,656	456,580,298	2,613	Intangible plant
-	-	-	135,833	-	Data processing equipment /software
-	-	-	135,833	-	Art
\$ 62,116,459	\$ 51,156,930	\$ 78,474,398	\$ 613,809,661	\$ 13,814,276	Construction in progress
-	-	-	-	-	Less accumulated depreciation
-	-	-	-	-	Total capital assets (net of accumulated depreciation)
-	-	-	-	-	Deferred outflows of resources
-	-	-	-	-	Unamortized loss on refunding of bonds
-	-	-	-	-	Total deferred outflows of resources
\$ 62,116,459	\$ 51,156,930	\$ 78,474,398	\$ 613,809,661	\$ 13,814,276	Total assets and deferred outflows of resources
\$ 72,272	\$ -	\$ 1,403,480	\$ 2,562,464	\$ 642,485	Liabilities and deferred inflows of resources
-	-	72,841	325,085	-	Current liabilities:
-	-	-	175,505	-	Accounts payable
12,433	1,380	271,963	633,857	16,797	Gross receipts taxes payable
-	-	-	-	8,768,252	Compensated absences payable
1,324,365	-	937,286	9,488,344	-	Accrued wages payable
-	685,000	-	1,447,254	-	Claims and judgement payable
108,214	127,988	30,704	861,677	-	Bonds payable (net of unamortized discounts)
403,217	-	23,968	2,273,877	-	Notes payable
-	-	933,370	933,370	-	Accrued interest payable
1,920,501	814,368	3,673,612	18,701,433	9,427,534	Customer deposits payable
-	-	-	-	-	Due to other funds
44,727,293	-	7,500,567	183,512,082	-	Total current liabilities
-	26,375,000	-	41,158,401	-	Noncurrent liabilities:
25,230	-	978,687	2,003,231	78,503	Bonds and notes payable (net of unamortized discounts)
-	-	-	3,524,545	-	Notes Payable
44,752,523	26,375,000	8,479,254	230,198,259	78,503	Compensated absences payable
46,673,024	27,189,368	12,152,866	248,899,692	9,506,037	Due to other funds
12,057,231	21,738,928	61,368,803	220,974,217	-	Total noncurrent liabilities
49,368	-	-	6,500,833	-	Total liabilities and deferred inflows of resources
-	-	-	351,928	-	Net Position
3,336,836	2,228,634	4,952,729	137,082,991	4,308,239	Net investments in capital assets
\$ 15,443,435	\$ 23,967,562	\$ 66,321,532	\$ 364,909,969	\$ 4,308,239	Restricted for debt service
-	-	-	-	-	Restricted for compliance
-	-	-	-	-	Unrestricted
-	-	-	-	-	Total 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, 2014

	Business-type Activities-Enterprise Funds			
	Waste Water Management	Water Management	Environmental Services	Railyard Property
Operating revenues:				
User fees	\$ 11,826,635	\$ 37,772,523	\$ 11,442,538	\$ -
Facilities rentals	-	-	-	-
Other revenue/premiums	190,705	384,683	131,891	448,776
Total operating revenues	12,017,340	38,157,206	11,574,429	448,776
Operating expenses:				
Salaries, wages and benefits	4,646,112	8,231,556	4,329,656	274,745
Contractual services and utilities	1,985,644	6,872,257	3,065,154	772,764
Repairs and maintenance	426,285	485,835	497,544	1,393
Supplies	566,259	625,225	782,729	23,785
Capital outlay-inventory exempt items	34,505	96,142	477,216	4,050
Depreciation	3,024,041	10,136,614	899,356	3,133,548
Amortization expense	16,979	179,932	-	-
Insurance	427,116	283,218	312,422	-
Claims and judgements	-	-	-	-
Bad debt expense	55,293	-	103,349	-
Other	1,233,697	14,611,605	838,279	346,956
Total operating expenses	12,415,931	41,522,384	11,305,705	4,557,241
Operating income (loss)	(398,591)	(3,365,178)	268,724	(4,108,465)
Non-operating revenues (expenses):				
Investment income	180,793	787,320	65,279	7,987
Intergovernmental				
State-shared taxes	1,913,142	7,636,708	1,913,142	-
Grants	-	4,162,171	114,670	-
Gain (loss) on sale of capital assets	-	11,089	-	-
Interest expense	(791,025)	(5,402,285)	(475,809)	(771,984)
Prem (Discount) debt service expense	215,949	147,975	18,110	94,659
Total non-operating revenues (expenses)	1,518,859	7,342,978	1,635,392	(669,338)
Income (loss) before transfers	1,120,268	3,977,800	1,904,116	(4,777,803)
Transfers in	-	45,000	14,000	3,045,485
Transfers out	-	(2,038,250)	(275,868)	(167,400)
Change in net position	1,120,268	1,984,550	1,642,248	(1,899,718)
Total net position, beginning of year <i>(previously stated)</i>	33,846,307	185,963,506	3,924,283	34,825,666
Adjustment to net position:				
Restatement of bond issuance cost	(337,136)	(1,380,336)	(209,863)	(302,335)
Total net position, beginning of year <i>(restated)</i>	33,509,171	184,583,170	3,714,420	34,523,331
Total net position, end of year	\$ 34,629,439	\$ 186,567,720	\$ 5,356,668	\$ 32,623,613

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	
\$ 203,736	\$ -	\$ 8,880,539	\$ 70,125,971	\$ -	Operating revenues:
-	2,350,000	-	2,350,000	-	User fees
27,540	-	1,262,835	2,446,430	25,102,581	Facilities rentals
231,276	2,350,000	10,143,374	74,922,401	25,102,581	Other revenue/premiums
					Total operating revenues
					Operating expenses:
609,591	77,595	13,143,745	31,313,000	1,058,480	Salaries, wages and benefits
596,314	5,081	1,821,321	15,118,535	1,267,469	Contractual services and utilities
60,607	-	629,791	2,101,455	909	Repairs and maintenance
51,688	-	1,149,290	3,198,976	34,970	Supplies
41,512	-	518,245	1,171,670	1,534	Capital outlay-inventory exempt items
1,337,648	876,962	3,732,800	23,140,969	1,362	Depreciation expense
-	-	-	196,911	-	Amortization expense
21,923	-	397,708	1,442,387	3,493,884	Insurance
10,000	-	-	10,000	22,222,130	Claims and judgements
-	-	96,011	254,653	-	Bad debt expense
113,456	-	2,223,074	19,367,067	3,481	Other
2,842,739	959,638	23,711,985	97,315,623	28,084,219	Total operating expenses
(2,611,463)	1,390,362	(13,568,611)	(22,393,222)	(2,981,638)	Operating income (loss)
					Non-operating revenues (expenses):
44,011	27,038	40,369	1,152,797	113,066	Investment income
-	-	-	11,462,992	-	Intergovernmental
6,613	-	4,134,693	8,418,147	3,000	State-shared taxes
-	-	(17,977)	(6,888)	-	Grants
(2,176,635)	(1,557,253)	(401,453)	(11,576,444)	-	Gain (loss) on sale of capital assets
89,365	-	17,286	583,344	-	Interest expense
(2,036,646)	(1,530,215)	3,772,918	10,033,948	116,066	Prem (Discount) debt service expense
					Total non-operating revenues (expenses)
(4,648,109)	(139,853)	(9,795,693)	(12,359,274)	(2,865,572)	Income (loss) before transfers
3,502,271	-	10,170,412	16,777,168	500,000	Transfers in
(137,522)	-	(363,860)	(2,982,900)	(609,197)	Transfers out
(1,283,360)	(139,853)	10,859	1,434,994	(2,974,769)	Change in net position
17,165,961	24,107,415	66,536,791	366,369,929	7,283,008	Total net position, beginning of year (previously stated)
(439,166)	-	(226,118)	(2,894,954)	-	Adjustment to net position:
					Restatement of bond issuance cost
16,726,795	24,107,415	66,310,673	363,474,975	-	Total net position, beginning of year (restated)
\$ 15,443,435	\$ 23,967,562	\$ 66,321,532	\$ 364,909,969	\$ 4,308,239	Total net position, end of year

CITY OF SANTA FE, NEW MEXICO
Statement of Cash Flows
Enterprise Funds
For the Year Ended June 30, 2014

	Business-type Activities-Enterprise Funds			
	Waste Water Management	Water Management	Environmental Services	Railyard Property
Cash flows from operating activities:				
Cash received from customers	\$ 12,034,078	\$ 38,779,202	\$ 11,384,179	\$ 448,776
Cash payments to suppliers for goods and services	(3,116,717)	(15,120,017)	(5,487,450)	(870,331)
Cash paid for interfund services provided and used	(1,107,437)	(2,039,819)	(680,508)	(257,063)
Cash payments to employees for services	(4,618,590)	(8,177,427)	(4,340,518)	(250,493)
Net cash provided (used) by operating activities	3,191,334	13,441,939	875,703	(929,111)
Cash flows from noncapital financing activities:				
Government contributions	1,927,616	11,533,178	2,042,390	-
Advance from other funds - general fund	-	-	-	-
Transfers-in from other funds	-	45,000	14,000	3,045,485
Transfers-out to other funds	-	(2,038,250)	(275,868)	(167,400)
Net cash provided (used) by noncapital financing activities	1,927,616	9,539,928	1,780,522	2,878,085
Cash flows from capital and related financing activities:				
Acquisition and construction of capital assets	(2,213,738)	(8,582,750)	(1,511,161)	(1,194,518)
Proceeds from sale of capital assets	-	11,700	-	-
Bond proceeds	-	2,525,000	-	-
Principal paid on revenue bond maturities and notes payable	(1,515,000)	(6,997,622)	(830,000)	(765,210)
Interest paid on revenue bonds and notes payable	(794,750)	(5,415,531)	(478,823)	(788,621)
Intergovernmental payments	-	(2,000,000)	-	-
Net cash used for capital and related financing activities	(4,523,488)	(20,459,203)	(2,819,984)	(2,748,349)
Cash flows from investing activities:				
Interest and dividends on investments	183,392	933,909	66,903	8,251
Net cash provided by investing activities	183,392	933,909	66,903	8,251
Net increase (decrease) in cash and cash equivalents	778,854	3,456,573	(96,856)	(791,124)
Cash, investments and cash equivalents at beginning of year	21,910,054	86,691,532	8,766,685	1,763,516
Cash, investments and cash equivalents at end of year	\$ 22,688,908	\$ 90,148,105	\$ 8,669,829	\$ 972,392
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:				
Operating income (loss)	\$ (398,591)	\$ (3,365,178)	\$ 268,724	\$ (4,108,465)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation/amortization/bad debt expense	3,096,313	10,316,546	1,002,705	3,133,548
Change in assets and liabilities:				
(Increase) decrease in accounts receivable	(2,332)	286,260	(206,065)	-
(Increase) decrease in prepaid expenses	9,502	6,730,265	-	-
(Increase) decrease in deferred charges	-	(323,696)	-	-
Increase (decrease) in accounts payable	460,266	(361,290)	(194,614)	21,554
Increase (decrease) in gross receipts taxes payable	(21,716)	(84,207)	-	-
Increase (decrease) in compensated absences payable	11,089	7,161	(25,364)	19,593
Increase (decrease) in accrued wages payable	16,433	46,969	14,502	4,659
Increase (decrease) in escrow	1,300	-	-	-
(Increase) decrease in inventory	-	(146,626)	-	-
Increase (decrease) in customer deposits payable	19,070	335,735	15,815	-
(Increase) decrease in claims payable	-	-	-	-
Total adjustments	3,589,925	16,807,117	606,979	3,179,354
Net cash provided (used) by operating activities	\$ 3,191,334	\$ 13,441,939	\$ 875,703	\$ (929,111)

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	
\$ 234,482	\$ 2,350,000	\$ 10,062,953	\$ 75,293,670	\$ 25,102,581	Cash flows from operating activities:
(753,506)	(5,081)	(5,649,593)	(31,002,695)	(25,094,770)	Cash received from customers
(75,000)	-	(1,185,533)	(5,345,360)	-	Cash payments to suppliers for goods and services
(624,449)	(78,085)	(13,087,750)	(31,177,312)	(1,053,026)	Cash paid for interfund services provided and used
					Cash payments to employees for services
(1,218,473)	2,266,834	(9,859,923)	7,768,303	(1,045,215)	Net cash provided (used) by operating activities
3,306	-	5,080,310	20,586,800	1,251	Cash flows from noncapital financing activities:
-	-	(1,537,410)	(1,537,410)	-	Government contributions
3,502,271	-	10,170,412	16,777,168	500,000	Advance from other funds - general fund
(137,522)	-	(363,860)	(2,982,900)	(609,197)	Transfers-in from other funds
					Transfers-out to other funds
3,368,055	-	13,349,452	32,843,658	(107,946)	Net cash provided (used) by noncapital financing activities
-	(1,487,829)	(1,362,152)	(16,352,148)	-	Cash flows from capital and related financing activities:
-	-	(17,977)	(6,277)	-	Acquisition and construction of capital assets
-	-	-	2,525,000	-	Proceeds from sale of capital assets
(1,175,000)	(665,000)	(900,000)	(12,847,832)	-	Bond proceeds
(2,179,499)	(1,559,198)	(404,453)	(11,620,875)	-	Principal paid on revenue bond maturities and notes payable
-	-	-	(2,000,000)	-	Interest paid on revenue bonds and notes payable
					Intergovernmental payments
(3,354,499)	(3,712,027)	(2,684,582)	(40,302,132)	-	Net cash used for capital and related financing activities
46,000	29,190	40,794	1,308,439	116,323	Cash flows from investing activities:
					Interest and dividends on investments
46,000	29,190	40,794	1,308,439	116,323	Net cash provided by investing activities
(1,158,917)	(1,416,003)	845,741	1,618,268	(1,036,838)	Net increase (decrease) in cash and cash equivalents
4,285,679	3,576,855	6,115,431	133,109,752	14,772,816	Cash, investments and cash equivalents at beginning of year
\$ 3,126,762	\$ 2,160,852	\$ 6,961,172	\$ 134,728,020	\$ 13,735,978	Cash, investments and cash equivalents at end of year
					Reconciliation of operating income (loss) to net cash provided (used) by operating activities:
\$ (2,611,463)	\$ 1,390,362	\$ (13,568,611)	\$ (22,393,222)	\$ (2,981,638)	Operating income (loss)
1,337,648	876,962	3,828,811	23,592,533	1,362	Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:
3,206	-	(80,421)	648	-	Depreciation/amortization/bad debt expense
32,615	-	-	6,772,382	-	Change in assets and liabilities:
-	-	-	(323,696)	-	(Increase) decrease in accounts receivable
12,673	-	(79,881)	(141,292)	32,009	(Increase) decrease in prepaid expenses
-	-	43,353	(62,570)	(221)	(Increase) decrease in deferred charges
(10,884)	(75)	(40,904)	(39,384)	3,017	Increase (decrease) in accounts payable
(4,891)	(415)	51,480	128,737	2,438	Increase (decrease) in gross receipts taxes payable
22,623	-	(13,750)	10,173	-	Increase (decrease) in compensated absences payable
-	-	-	(146,626)	-	Increase (decrease) in accrued wages payable
-	-	-	370,620	-	Increase (decrease) in escrow
-	-	-	-	-	Increase (decrease) in inventory
-	-	-	-	-	Increase (decrease) in customer deposits payable
-	-	-	-	1,897,818	(Increase) decrease in claims payable
1,392,990	876,472	3,708,688	30,161,525	1,936,423	Total adjustments
\$ (1,218,473)	\$ 2,266,834	\$ (9,859,923)	\$ 7,768,303	\$ (1,045,215)	Net cash provided (used) by operating activities

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City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2014

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.

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,

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2014

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 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

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(i.e. personnel or administrative costs) necessitated by the expansion of the services and facilities to the public.

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

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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 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 will 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.

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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 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.

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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.

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

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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 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, 2014 was \$5,217,494.

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.

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.

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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

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. 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.

8. 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

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externally imposed by 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 \$47,225,879 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	\$ 84,269	\$ -	\$ -	\$ -	\$ 84,269
Endowment				250,000	250,000
Due from other Funds	-	-	4,084,545	-	4,084,545
Spendable					
Restricted					
General Government	6,136,549	-	4,828,025	6,457,617	17,422,191
Open Space projects	-	3,467,698	-	-	3,467,698
Public Safety	-	-	-	3,544,902	3,544,902
Public Works	-	-	-	9,195,404	9,195,404
Community Development	-	-	-	2,990,804	2,990,804
Culture & Recreation	-	-	-	10,604,880	10,604,880
Committed					
General Government	1,256,819	1,692,381	-	577,219	3,526,419
Culture & Recreation	-	-	-	286,470	286,470
Assigned					
General Government	-	-	-	3,499,864	3,499,864
Public Safety	-	-	-	243,550	243,550
Public Works	-	-	-	1,342,521	1,342,521
Community Development	-	-	-	1,000	1,000
Culture & Recreation	-	-	-	1,522,217	1,522,217
Unassigned					
General Government	8,292,215	-	-	(908,702)	7,383,513
Culture & Recreation	-	-	-	(77)	(77)
	\$ 15,769,852	\$ 5,160,079	\$ 8,912,570	\$ 39,607,669	\$ 69,450,170

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9. 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.

10. 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.

11. 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.

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II. Reconciliation of government-wide and fund financial statements

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position

The governmental fund balance sheet includes reconciliation between *fund balance – total governmental funds* and *net position – governmental* activities as reported in the government-wide statement of net position. One element of that reconciliation explains that “long-term liabilities, including bonds and notes payable, are not due and payable in the current period and therefore are not reported in the funds.” The details of the (\$135,345,642) difference are as follows:

Bonds Payable	\$ (119,620,000)
Plus: Bond premium/discount (to be amortized as interest expense)	(7,614,218)
Intergovernmental Notes Payable	(3,006,334)
Capital Leases Payable	(383,800)
Sub - Total	<u>(130,624,352)</u>
Compensated Absences	(4,721,290)
Net Adjustment to reduce <i>fund balance - total governmental funds</i>	<u><u>\$ (135,345,642)</u></u>

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities

The governmental fund statement of revenues, expenditures, and changes in fund balances includes reconciliation between *net changes in fund balance –total governmental funds* and *changes in net position of government activities* as reported in the government-wide statement of activities. One element of that reconciliation explains that “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.” The details of the (\$1,640,616) are as follows:

Capital Outlay	\$ 16,317,789
Less: Capital Outlay-Inventory Exempt	(6,711,441)
Depreciation Expense	<u>(11,246,964)</u>
Net Adjustment to Increase net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities	<u><u>\$ (1,640,616)</u></u>

Another element of that reconciliation states that “the issuance of long-term debt (e.g., bonds, leases) provides 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 transaction however has any effect on net position. Also, governmental funds report the deferred and amortized amounts in the statement of activities.

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The details of this (\$3,148,653) difference are as follows:

Debt Issued or Incurred:	
Issuance of general obligation bonds plus premium/discount	\$ (12,022,003)
Principal Repayments:	
Revenue bond debt	7,270,000
General obligation bond debt	1,245,000
NMFA and HUD Loan agreement payments	166,450
Capital Lease	<u>191,900</u>
Net Adjustment to increase <i>net changes in fund balances - total governmental funds</i> to arrive at <i>changes in net position of governmental activities</i>	<u><u>\$ (3,148,653)</u></u>

Another element of that reconciliation states that “Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.” The details of this \$1,189,064 difference are as follows:

Compensated Absences	\$ 312,724
Interest Payable	(70,124)
Amortization of bond premiums/discounts	1,096,977
Amortization of loss/gain on bond refundings	<u>(150,513)</u>
Net Adjustment to increase <i>net changes in fund balances - total governmental funds</i> to arrive at <i>changes in net position of governmental activities</i>	<u><u>\$ 1,189,064</u></u>

III. 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.

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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.

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, 2014, expenditures/expenses exceeded budgeted appropriations in the following funds:

The CIP ½% Gross Receipts Tax is reporting excess expenses over appropriations of \$102,132. The deficit was caused by unexpected cost incurred at year end.

The Special Revenue Fund Capital Equipment Reserve is reporting excess expenses over appropriations of \$468. This deficit was caused by unexpected commitment at year end.

The Special Revenue Fund Law Enforcement Grants is reporting excess expenses over appropriations of \$155,549. This deficit was caused by increased salaries.

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The Special Revenue Fund Impact Fee Projects is reporting excess expenses over appropriations of \$917,403. This deficit was caused by an increase in transfers not budgeted.

The Debt Service Fund is reporting excess expenditures of appropriation of \$2,053. This deficit was the result of year end accruals not being budgeted.

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 \$4,069,340. 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 \$394,223. This deficit was caused by in-sufficient budgeting.

The Franchise Fee Fund, reported as a Special Revenue Fund, has a deficit fund balance of \$1,531. The deficit is a result of unexpected commitments this deficit is expected to be recovered as a result of on-going operations.

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 \$512,948. 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 \$39,481. The deficit is a result of increased in claims and judgments.

IV. 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 \$111,890,399 and the year-end bank balance was \$113,178,254. 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

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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, 2014 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.

B. Investments

As of June 30, 2014, 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	\$ 84,943,595	\$ 520	\$ 63,302,606	\$ 21,640,470
NM Municipal bonds	4,598,293	3,311,055	1,287,238	-
		\$ 3,311,575	\$ 64,589,844	\$ 21,640,470
Money Market Funds	89,478			
NM LGIP	702,858			
Total Investments	\$ 90,334,224			

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 less about one year. The New Mexico Local Government Investment Pool (NM LGIP) at June 30, 2014 had a WAM (R) of 48.6 days and a WAM (F) of 116.2 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.

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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 and money market and the NM LGIP, as well as savings cash accounts and certificates of deposit in the City's portfolio as of June 30, 2014. It includes funds and investment 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>	<u>Fitch Rating</u>
NM LGIP	\$ 702,858	0.33%		1	1	AAAm	-	-
WFB Govt. Money Mkt.	89,478	0.04%		1	1	AAAm	Aaa-mf	-
Subtotal Pool/MM	792,336	0.37%						
US Agencies								
FFCB	18,677,308	8.80%	100.00%	907	907	AA+	AAA	-
FHLB	27,981,782	13.18%	71.00%	245	1,108	AA+	-	AAA
FNMA	27,098,773	12.76%	50.00%	228	994	AA+	AAA	-
FHLMC	25,150,469	11.84%	68.00%	368	771	AA+	AAA	-
GNMAs	73,497	0.03%	-	1082	1,082	NA	NA	-
US Treasuries	5,016,200	2.36%	-	815	815	NA	AAA	-
Subtotal Fed Agenc.	103,998,029	48.97%	67.17%					
NM Municipals - Tax Ex.	4,598,293	2.17%		133	133	N/R	AA1	-
Subtotal Securities	\$ 108,596,322	51.51%						
Cash Accounts	\$ 87,454,711	41.18%		1	1			
CDs	\$ 15,517,755	7.31%		151	151			

The weighted average maturity (WAM) remains the standard for reporting the average hold time for investments in a portfolio. However, a major shift in the securities market led to the issuance of more callable securities, and for many of these securities to actually be called far in advance of their stated maturity date. As such, the WAM overstates the length of time the City expects to hold securities in its portfolio as of June 30, 2014. Evaluating the portfolio on the basis of call date and maturity results in an expected hold time of approximately 226 days – less than half the WAM of 471 days. Since it is impossible to know exactly when callable bonds will actually be called, and since 67% of the federal agencies held at June 30, 2014, are callable, the portfolio is managed on the basis of maturity dates with the actual average

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hold time in between these two values – i.e. estimated at under one-year. (FFCB securities are continuously callable so the WAC/M defaults to the maturity date for these.)

At June 30, 2014, the City held 41% of the portfolio in cash (in four savings accounts) and 7% in certificates of deposit with an average maturity of less than six months. The higher cash volume was to compensate for the lack of appropriate security investment options under a two-year term and the local banks' inability to absorb any more public funds. Such cash is used to meet the City's liquidity needs, and is more than sufficient to meet the next two years' semi-annual debt payments.

The City held uninsured deposits of \$111,312,282 at June 30, 2014, of which 78% 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	\$ 87,273,541	78.40%
First National Bank of Santa Fe	21,288,741	19.13%
Community Bank	2,750,000	2.47%
Total Collateralized	<u>\$111,312,282</u>	100.00%

C. Receivables

Receivables at June 30, 2014 for the City's individual major funds, non-major and internal service funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	General Fund	Debt Service	1/2% Gross Receipt Tax	Waste Water Mgmt	Water Mgmt	Solid Waste Mgmt	Railyard Property	Santa Fe Convention Center	College of Santa Fe	Nonmajor and Other Funds	Total
Receivables:											
Taxes	\$ 9,329,002	\$ 49,092	\$ 2,539,113	\$ 313,583	\$ 1,251,304	\$ 313,499	\$ -	\$ -	\$ -	\$ 3,639,424	\$ 17,435,017
Grants	25,313	-	-	-	874,158	-	-	581,033	-	3,333,643	4,814,147
Accounts	-	-	-	2,960,773	11,294,431	2,574,341	-	-	195,000	908,006	17,932,551
Interest	10,146	6,667	-	22,538	104,533	7,991	772	4,124	2,150	58,334	217,255
Ambulance	4,307,162	-	-	-	-	-	-	-	-	-	4,307,162
Other	356,013	-	-	-	-	-	-	-	-	2,387,846	2,743,859
Gross Receivables	14,027,636	55,759	2,539,113	3,296,894	13,524,426	2,895,831	772	585,157	197,150	10,327,253	47,449,991
Less: Allowance											
Uncollectible:	(3,177,489)	-	-	(1,231,177)	(3,893,834)	(913,345)	-	-	-	(587,010)	(9,802,855)
Total Primary											
Government	\$ 10,850,147	\$ 55,759	\$ 2,539,113	\$ 2,065,717	\$ 9,630,592	\$ 1,982,486	\$ 772	\$ 585,157	\$ 197,150	\$ 9,740,243	\$ 37,647,136

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D. Capital assets

Capital asset activity for the year ended June 30, 2014 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	20,354,725	7,752,747	(1,851,658)	26,255,814
Art	922,920	-	-	922,920
Total Capital Assets not being Depreciated	<u>191,217,591</u>	<u>7,752,747</u>	<u>(1,851,658)</u>	<u>197,118,680</u>
Capital Assets being Depreciated:				
Buildings and Systems	57,906,587	34,502	-	57,941,089
Improvements	51,802,658	1,817,156	(1,573)	53,618,241
Equipment and Machinery	16,096,062	364,725	(2,508,606)	13,952,181
Furniture and Fixtures	814,327	-	(148,036)	666,291
Vehicles	21,846,856	1,130,537	(2,551,729)	20,425,664
Data Processing and Software	10,911,903	358,338	(692,608)	10,577,633
Traffic Signals	23,222,048	-	-	23,222,048
Streets	200,396,325	-	-	200,396,325
Bridges	2,109,269	-	-	2,109,269
Total Capital Assets being Depreciated	<u>385,106,035</u>	<u>3,705,258</u>	<u>(5,902,552)</u>	<u>382,908,741</u>
Less: Accumulated Depreciation for:				
Buildings	(15,364,970)	(1,483,682)	-	(16,848,652)
Improvements	(28,234,024)	(3,406,148)	1,573	(31,638,599)
Equipment and Machinery	(13,203,402)	(778,714)	2,503,935	(11,478,181)
Furniture and Fixtures	(602,675)	(33,947)	148,035	(488,587)
Vehicles	(15,731,650)	(1,453,193)	2,455,815	(14,729,028)
Data Processing and Software	(8,199,971)	(997,083)	640,595	(8,556,459)
Traffic Signals	(22,047,640)	(256,757)	-	(22,304,397)
Streets	(156,165,839)	(2,754,431)	-	(158,920,270)
Bridges	(615,601)	(84,371)	-	(699,972)
Total Accumulated Depreciation	<u>(260,165,772)</u>	<u>(11,248,326)</u>	<u>5,749,953</u>	<u>(265,664,145)</u>
Total Capital Assets being Depreciated	<u>124,940,263</u>	<u>(7,543,068)</u>	<u>(152,599)</u>	<u>117,244,596</u>
Governmental Activities Capital Assets	<u>\$ 316,157,854</u>	<u>\$ 209,679</u>	<u>\$ (2,004,257)</u>	<u>\$ 314,363,276</u>

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	Beginning Balance	Increases	Decreases	Ending Balance
Business-type Activities:				
Capital Assets not being Depreciated:				
Land	\$ 38,260,558	\$ -	\$ -	\$ 38,260,558
Water Rights	932,658	819,880	-	1,752,538
Construction in Progress	38,149,809	12,964,290	(617,736)	50,496,363
Art	185,971	-	-	185,971
Total Assets not being Depreciated	<u>77,528,996</u>	<u>13,784,170</u>	<u>(617,736)</u>	<u>90,695,430</u>
Capital Assets being Depreciated:				
Buildings and Structures	307,920,796	-	-	307,920,796
Improvements	128,623,223	-	-	128,623,223
Sewerlines and Utility Systems	111,437,885	-	(13,629)	111,424,256
Equipment and Machinery	20,671,702	905,167	(157,118)	21,419,751
Furniture and Fixtures	678,466	-	(21,169)	657,297
Vehicles	25,631,039	1,812,837	(85,238)	27,358,638
Intangible Plant	57,625	-	-	57,625
Data Processing and Software	3,263,535	101,416	(9,456)	3,355,495
Total Assets being Depreciated	<u>598,284,271</u>	<u>2,819,420</u>	<u>(286,610)</u>	<u>600,817,081</u>
Less Accumulated Depreciation for:				
Buildings and Structures	(47,577,797)	(6,802,991)	-	(54,380,788)
Improvements	(64,669,480)	(8,625,122)	-	(73,294,602)
Sewerlines and Utility Systems	(62,938,493)	(4,113,098)	12,240	(67,039,351)
Equipment and Machinery	(16,798,817)	(1,313,064)	152,311	(17,959,570)
Furniture and Fixtures	(669,896)	(7,635)	21,046	(656,485)
Vehicles	(17,049,362)	(1,997,168)	69,115	(18,977,415)
Intangible Plant	(57,625)	-	-	(57,625)
Data Processing and Software	(2,293,942)	(281,891)	9,456	(2,566,377)
Total Accumulated Depreciation	<u>(212,055,412)</u>	<u>(23,140,969)</u>	<u>264,168</u>	<u>(234,932,213)</u>
Total Capital Assets being Depreciated	<u>386,228,859</u>	<u>(20,321,549)</u>	<u>(22,442)</u>	<u>365,884,868</u>
Business-type Activities Capital Assets	<u>\$ 463,757,855</u>	<u>\$ (6,537,379)</u>	<u>\$ (640,178)</u>	<u>\$ 456,580,298</u>

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

Governmental Activities:	
General Government	\$ 1,809,191
Public Safety	956,856
Highways and Streets, excluding depreciation of general infrastructure assets	7,384,552
Community Welfare	218,799
Culture and Recreation	877,566
Subtotal	11,246,964
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	\$ 11,248,326
 Business - Type Activities:	
Santa Fe Convention Center	\$ 1,337,648
Parking Operations	491,646
Solid Waste Management	899,356
Waste Water Management	3,024,041
Water Management	10,136,614
Municipal Recreation Center	199,805
Genoveva Chavez Community Center	493,076
Airport	1,356,454
Transit Operations	1,191,819
Railyard	3,133,548
College of Santa Fe	876,962
Total Depreciation Expense - Business-Type Activities	\$ 23,140,969

Construction commitments:

The City has active construction projects as of June 30, 2014. 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	\$ 31,436,047	\$ 2,394,726
Parks and Recreation	18,964,971	3,534,990
Municipal Facilities Improvements	7,474,403	115,005
Railyard Infrastructure	21,436,107	47,827
Airport Improvements	11,624,867	3,610,547
Community Development	12,034,297	10,597,776
Water Division Improvements	52,897,135	2,649,045
General Government	-	2,393,959
Total	\$ 155,867,827	\$ 25,343,875

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 fund and capital improvement funds (CIP). The commitment for parks and recreation is being

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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 two-year certificate of deposit that matured in April 2014, and was reinvested in a one-year certificate of deposit 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, 2014 is as follows:

	Due From Other Funds	Due To Other Funds
Primary Government:		
General Fund		
Special Revenue Funds:		
NEA Grant	\$ 77	-
Capital Projects Funds		
Special Projects	512,948	-
Enterprise Funds:		
MRC	841,334	-
Airport	92,036	-
Special Revenue Funds:		
General Fund	-	613,881
Capital Improvement Funds		
1/2% Gross Receipts Tax	-	560,000
Capital Projects Funds		
General Fund	-	512,948
Special Revenue Funds:		
Capital Improvement Funds	613,804	-
1/2%Gross Receipts Tax	560,000	-
Enterprise:		
Water Management	3,524,545	-
Enterprise Funds		
General Fund:		
Capital Project Funds:		
1/2% Gross Receipts Tax	-	3,524,545
Total All Funds	\$ 6,144,744	\$ 6,144,744

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Inter-fund transfers:

Transfer In From							
Fund Disbursing	General Fund	Special Revenue	Capital Projects	Debt Service	Enterprise Funds	Internal Service	Total
General Fund	\$ -	\$ 4,482,172	\$ -	\$ -	\$ 28,600	\$ -	\$ 4,510,772
Special Revenue	2,520,542	1,911,682	1,780,000	674,849	13,331,324	-	20,218,397
Capital Projects	-	1,140,150	1,292,207	10,460,288	3,272,800	-	16,165,445
Debt Service	66,759	190,061	12,001,729	104,740	-	-	12,363,289
Enterprise Funds	568,620	-	2,068,968	275,868	69,444	-	2,982,900
Internal Service	-	34,197	-	-	75,000	500,000	609,197
Total	\$ 3,155,921	\$ 7,758,262	\$ 17,142,904	\$ 11,515,745	\$ 16,777,168	\$ 500,000	\$ 56,850,000

Transfer Out To							
Fund Disbursing	General Fund	Special Revenue	Capital Projects	Debt Service	Enterprise Funds	Internal Service	Total
General Fund	\$ -	\$ 2,520,542	\$ -	\$ 66,759	\$ 568,620	\$ -	\$ 3,155,921
Special Revenue	4,482,172	1,911,682	1,140,150	190,061	-	34,197	7,758,262
Capital Projects	-	1,780,000	1,292,207	12,001,729	2,068,968	-	17,142,904
Debt Service	-	674,849	10,460,288	104,740	-	-	11,239,877
Enterprise Funds	28,600	13,331,324	3,272,800	-	275,868	75,000	16,983,592
Internal Service	-	-	-	-	69,444	500,000	569,444
Total	\$ 4,510,772	\$ 20,218,397	\$ 16,165,445	\$ 12,363,289	\$ 2,982,900	\$ 609,197	\$ 56,850,000

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.

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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, 2014.

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
Total	<u>\$ 959,500</u>

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2014, were as follows:

<u>Year Ending June 30, 2014</u>	<u>Intergovernmental</u>
2015	200,132
2016	<u>200,132</u>
Total Minimum Lease Payment	400,264
Less: Amount Representing Interest	<u>(16,464)</u>
Present Value of Minimum Lease Payments	<u>\$ 383,800</u>

H. Long-Term Debt

Long-term debt of the City at June 30, 2014 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 2013-14 the City did not issue any additional revenue bonds.

City of Santa Fe, New Mexico
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Total City revenue bonded debt including governmental and business-type debt is as follows:

Purpose	Interest Rates	Amount
Governmental Activities	2.00 - 5.50%	\$ 82,355,000
Business - Type Activities	3.25 - 6.00%	185,900,000
		\$ 268,255,000

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

Years Ended	Governmental Activities		Business - Type Activities	
	Principal	Interest	Principal	Interest
June 30				
2015	\$ 7,575,000	\$ 3,557,088	\$ 8,905,000	\$ 9,339,186
2016	7,920,000	3,205,038	9,350,000	8,970,549
2017	8,175,000	2,950,938	9,840,000	8,551,796
2018	8,505,000	2,620,388	10,325,000	8,130,374
2019	8,450,000	2,252,588	10,935,000	7,672,024
2012-2024	27,680,000	6,029,838	51,975,000	30,147,669
2025-2029	8,095,000	1,686,350	28,875,000	20,004,156
2030-2034	4,105,000	751,825	29,755,000	12,777,378
2035-2039	1,850,000	97,650	25,940,000	5,109,938
2040-2044	-	-	-	-
Total	\$ 82,355,000	\$ 23,151,703	\$ 185,900,000	\$ 110,703,070

During FY 2013-14 the City issued the General Obligation Bonds, Series 2013, (Parks and Trail Bonds and Sustainable Environmental Bonds), in the par amount of \$12,000,000, maturing August 1, 2032, and carrying interest rates from 1.75% to 4.00%. These bonds were used to fund parks, trails and sustainable environment projects. A good faith deposit of \$240,000 was received during FY 12-13 with the balance of the bond proceeds of \$11,760,000 received at closing in FY 13-14.

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

Purpose	Interest Rates	Amount
Governmental Activities	2.50 - 5.00%	\$ 37,265,000
		\$ 37,265,000

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

Years Ended June 30	Governmental Activities	
	Principal	Interest
2015	\$ 1,760,000	\$ 1,350,670
2016	1,835,000	1,294,883
2017	1,895,000	1,237,595
2018	1,970,000	1,177,620
2019	2,050,000	1,113,320
2012-2024	11,490,000	4,381,433
2025-2029	12,370,000	1,931,341
2030-2034	3,895,000	273,359
Total	\$ <u>37,265,000</u>	\$ <u>12,760,221</u>

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, 2014 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, 2014.

Buckman (#SANTAFEDW2)	\$ 11,906,448
Buckman (#SANTAFEDW4)	2,525,000
	<u>\$ 14,431,448</u>
Less: Current Portion	(688,247)
Total Long Term Notes Payable	<u>\$ 13,743,201</u>
Less: Cash in Trust	(6)
Total LT Notes Payable Less Cash in Trust	<u>\$ 13,743,195</u>

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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.

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, 2014.

Railyard Infrastructure #8	\$	401,798
Railyard Infrastructure #15B		712,409
Total Notes Payable	\$	1,114,207
Less: Current Portion		(74,007)
Total Long Term Notes Payable	\$	1,040,200
Less: Cash in Trust		-
Total LT Notes Payable Less Cash In Trust	\$	1,040,200

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.

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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, 2014.

Santa Fe University of Art & Design	<u>\$ 27,060,000</u>
Total Notes Payable	\$ 27,060,000
Less: Current Portion	<u>(685,000)</u>
Total Long Term Notes Payable	\$ 26,375,000
Less: Cash in Trust	<u>(1)</u>
Total LT Notes Payable Less Cash In Trust	<u>\$ 26,374,999</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 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.

On July 1, 2004 the City's Economic Development Department entered into a loan agreement with the U.S. Department of Housing and Urban Development for the amount of \$300,000 at 3.10% with a maturity date of August 2024. The purpose of the loan is to finance a business incubator.

The following represents the status of the NMFA Land Acquisition loan and the HUD loan as of June 30, 2014.

Land Acquisition	\$ 2,817,334
HUD Section 108	<u>189,000</u>
Total Notes Payable	\$ 3,006,334
Less: Current Portion	<u>(171,468)</u>
Total Long Term Notes Payable	\$ 2,834,866
Less: Cash in Trust	<u>(40,061)</u>
Total LT Notes Payable Less Cash In Trust	<u>\$ 2,794,805</u>

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2014

The debt service requirements to maturity for long term notes payable at June 30, 2014 are as follows:

Years Ended June 30	Governmental Activities		Business - Type Activities	
	Principal	Interest	Principal	Interest
2015	\$ 171,468	\$ 132,668	\$ 1,447,254	1,853,038.31
2016	176,885	126,301	1,495,123	1,806,351.50
2017	182,716	119,494	1,647,451	1,759,980.50
2018	188,975	112,238	1,698,491	1,707,942.88
2019	195,695	104,505	1,760,161	1,652,825.90
2020-2024	1,097,584	387,754	9,809,454	7,283,309.00
2025-2029	993,011	119,731	11,373,312	5,269,030.66
2030-2034	-	-	9,004,592	2,870,822.40
2035-2039	-	-	4,369,817	382,112.18
Total	\$ 3,006,334	\$ 1,102,691	\$ 42,605,655	\$ 24,585,413

Advance and current refunding

During fiscal year 2013-2014 the City did not issued any advance or current refunding bond issues.

Changes in long-term liabilities

The changes in long-term debt during the year ended June 30, 2014, are as follows:

	Oustanding June 30, 2013	Additions	Reductions	Oustanding June 30, 2014	Due Within One Year
Governmental Activities:					
Revenue Bonds Payable	\$ 89,625,000	\$ -	\$ (7,270,000)	\$ 82,355,000	\$ 7,575,000
General Obligation Bonds Payable	26,750,000	11,760,000	(1,245,000)	37,265,000	1,760,000
New Mexico Finance Authority Loans	2,965,784	-	(148,450)	2,817,334	153,468
HUD Section 108	207,000	-	(18,000)	189,000	18,000
Add. Deferred Amount (prem./disc.)	8,449,193	262,003	(1,096,977)	7,614,219	1,110,334
Compensated Absences	5,583,520	-	(561,110)	5,022,410	540,441
Capital Leases	575,700	-	(191,900)	383,800	191,900
Governmental Activity	\$ 134,156,197	\$ 12,022,003	\$ (10,531,437)	\$ 135,646,763	\$ 11,349,143
Business - Type Activities:					
Convention Center Bonds	\$ 45,350,000	\$ -	\$ (1,175,000)	\$ 44,175,000	\$ 1,235,000
Water Revenue Bonds	96,440,000	-	(3,210,000)	93,230,000	3,350,000
Wastewater Revenue Bonds	18,610,000	-	(1,515,000)	17,095,000	1,725,000
Solid Waste Revenue Bonds	10,190,000	-	(830,000)	9,360,000	865,000
Municipal Recreation Complex Revenue	9,165,000	-	(900,000)	8,265,000	920,000
Railyard Refunding Bonds	9,785,000	-	(610,000)	9,175,000	640,000
Market Station Bonds	4,685,000	-	(85,000)	4,600,000	170,000
New Mexico Finance Authority Loans	44,603,487	2,525,000	(4,522,832)	42,605,655	1,447,254
Add. Deferred Amount (prem./disc.)	7,683,770	-	(583,344)	7,100,426	583,344
Compensated Absences	2,218,121	169,061	(208,492)	2,178,736	175,505
Business - Type Activity	\$ 248,730,378	\$ 2,694,061	\$ (13,639,668)	\$ 237,784,817	\$ 11,111,103

City of Santa Fe, New Mexico
Notes to the Financial Statements
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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, \$78,503 of internal service funds compensated absences is included in the above amounts. The amount \$540,441 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 included in the City’s financial statements. As of June 30, 2014, there were no bonds outstanding 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, 2014 is as follows:

Condensed Statement of Net Position June 30, 2014

	MRC
Assets:	
Current Assets	\$ 262,618
Capital Assets	5,059,403
Total Assets	5,322,021
Liabilities:	
Current Liabilities	1,855,379
Noncurrent Liabilities	7,535,982
Total Liabilities	9,391,361
Net Position:	
Net Investment in Capital Assets	(3,378,450)
Unrestricted	(690,890)
Total Net Position	\$ (4,069,340)

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2014

Condensed Statement of Revenues, Expenses, and changes in Net Position June 30, 2014

	MRC
User Fees	\$ 1,089,457
Depreciation	(199,805)
Other Operating Expense	(1,057,952)
Operating Income	(168,300)
Nonoperating Revenues (expenses):	
Investment Earnings	1,338
Gain (Loss) on sale of capital asset	(5,583)
Interest Expense	(401,453)
Prem(Discout) debt service interest	17,286
Operating Transfers In/Out	1,504,936
Total Nonoperating Revenues (expenses)	1,116,524
Change in Net Position	948,224
Beginning Net Position	(4,791,446)
Reclass prior year cost of issuance	(226,118)
Beginning Net Position - restated	(5,017,564)
Ending Net Position	\$ (4,069,340)

Condensed Statement of Cash Flows June 30, 2014

	MRC
Net Cash Provided (used) by:	
Operating Activities	\$ (29,395)
Noncapital Financing Activities	1,525,881
Capital and Related Financing Activities	(1,497,939)
Investing Activities	1,453
Net Increase (decrease)	-
Beginning Cash and Cash Equivalents	-
Ending Cash and Cash Equivalents	\$ -

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, 2014; such inter-fund premiums did not exceed reimbursable expenditures.

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2014

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.

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

City of Santa Fe, New Mexico
Notes to the Financial Statements
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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
2012-2013				
Risk Management Fund	\$ 2,566,747	\$ (278,737)	\$ 414,752	\$ 1,873,258
Santa Fe Health/Dental Fund	449,261	16,656,712	16,146,193	959,780
Workers' Compensation Fund	3,546,240	2,083,078	1,591,922	4,037,396
	\$ 6,562,248	\$ 18,461,053	\$ 18,152,867	\$ 6,870,434
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

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, 2014.

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 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.

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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.

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

City of Santa Fe, New Mexico
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June 30, 2014

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, 2014, 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, 2014, 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.

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

City of Santa Fe, New Mexico
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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, 2014, 2013, and 2012 were \$1,316,748, \$1,317,290, and \$1,201,165, equal to the required contribution.

E. Pension plan – Public Employers Retirement Association

Plan Description. Substantially all of the City's full-time employees participate in a public employee retirement system authorized under the Public Employees Retirement Act (Chapter 10, Article 11 NMSA 1978). The Public Employees Retirement Association (PERA) is the administrator of the plan, which is a cost-sharing multi-employer defined benefit retirement plan. The plan provides retirement, disability benefits, survivor benefits, and cost-of-living adjustments to plan members and beneficiaries. PERA issues a separate, publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to PERA, P. O. Box 2123, Santa Fe, New Mexico 87504 – 2123.

Funding Policy. State statutes require that plan members who are police officers contribute 17.80% of their gross salary, fire fighters contribute 17.70% and regular employees contribute 14.65%. The City is required by state statute to contribute as follows:

- 1) 21.25% of fire fighters' salaries, however, as an employee benefit, the City elected to contribute 34.525% to the fire fighters' 4.425% contribution.
- 2) 18.5% of police officer's salaries, however, as an employee benefit, the City elected to contribute 27.40% to the police officers' 8.90% contribution.
- 3) 9.15% of regular employee salaries, however, as an employee benefit, the City elected to adopt the 75% pick-up provision allowed by state statute thereby contributing 20.1375% to the regular employees' 3.6625% contribution.

The contribution requirements of plan members and the City are established in State statute under Chapter 10 Article 11 NMSA 1978. The requirements may be amended by acts of the legislature. The City's contributions to PERA for the years ending June 30, 2014, 2013, 2012, were \$14,216,869, \$13,560,471, and \$13,419,699, equal to the required contribution.

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

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2014

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 2013-14. As of June 30, 2014, there were three series of Industrial Revenue Bonds authorized and outstanding.

G. Subsequent Events

Management has evaluated subsequent events through November 26, 2014 which is the date the financial statements were available to be issued. The following matters were deemed significant for disclosure.

Ongoing economic problems in the global, national and local economies continue to impact a number of the City's revenue categories subsequent to June 30, 2014. While gross receipts tax and lodger's tax showed improvement during FY 13-14, interest earnings and other revenue categories continued to hold steady or to decline. City management and the governing body budget conservatively and are closely monitoring and adjusting the City's budget and revenue projections with project and policy adjustments. Management regularly reviews plans and required budgets for future projects and programs. The budget for FY 14-15 includes a variety of revenue and expenditure budget controls and decision points that have so far allowed the City to continue to avoid operational disruptions or changes to City services. Economic conditions remain unsettled, difficult to predict and subject to ongoing changes which may affect the City's financial condition, however economic stability is provided by the large state government presence, and unemployment rates in Santa Fe continue to remain below state and national averages.

On August 1, 2014 the City closed on a New Mexico Finance Authority Loan in the par amount of \$3,500,000 for the purpose of buying transit buses.

On August 14, 2014 the City issued the General Obligation Bonds, Series 2014 in the par amount of \$5,800,000. Parks and trails will receive \$4,800,000 and sustainable environment \$1,000,000 from the 2014 bond issue.

On September 30, 2014 the City issued the Gross Receipts Tax Improvement Revenue Bonds, Series 2014 in the par amount of \$15,460,000, to be used for the City's schedule capital improvement program.

H. New Accounting Standards

In fiscal year 2014 the City adopted new accounting standard GASB Statement No. 65, Items Previously Reported as Assets and Liabilities ("GASB 65"), which establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2014

assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities. The implementation of GASB 65 impacted the City's fiscal year 2014 financial statements as follows:

- The City has restated beginning net position in the amount of (\$1,553,852) for governmental activities and (\$2,894,954) for business-type activities for the implementation of GASB Statement No. 65, which requires all bond issuance costs to be recognized in the year of issuance rather than amortizing the cost over the years of the bond repayment.
- Amounts previously reported as deferred revenue in the liability section are now reported as unavailable revenue in the deferred inflow section of the statement of net position. The amounts relate to receivables recorded in fund financial statements that have not been collected and are not currently available for appropriation. The amounts are reported as deferred inflow of resources until such time as the revenue because available.
- Unamortized gains and losses from refunding transactions previously reported as assets and liabilities are now reported as deferred inflows and outflows.

In June 2012, GASB Statement No. 68 *Accounting and Financial Reporting for Pensions— an amendment of GASB Statement No. 27*, Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2014. Earlier application is encouraged. The City will implement this standard during the fiscal year June 30, 2015 and will significantly impact the City. The 2015 fiscal year financial statements will report a material liability for pension participation.

In January 2013, GASB Statement No. 69 *Government Combinations and Disposals of Government Operations*, Effective Date: The provisions of this Statement are effective for government combinations and disposals of government operations occurring in financial reporting periods beginning after December 15, 2013. Earlier application is encouraged. The provisions of this Statement generally are required to be applied prospectively. The City is still evaluating how this standard will affect the City.

In November 2013, GASB Statement No. 71 *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*, Effective Date: The provisions of this Statement are effective for fiscal years beginning after June 15, 2014. The provisions of this Statement are required to be applied simultaneously with the provisions of Statement 68. The standard will be implemented during fiscal year June 30, 2015.

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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

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, 2014

	Special Revenue	Capital Projects	Totals
Assets			
Cash, investments and cash equivalents	\$ 14,331,449	\$ 23,844,902	\$ 38,176,351
Restricted cash, cash equivalents and investments:			
Restricted for endowment	250,000	-	250,000
Receivables:			
State-shared taxes	3,523,242	116,182	3,639,424
Grants	871,577	1,079,918	1,951,495
Interest	13,658	25,565	39,223
Other receivables (net of allowances)	2,387,846	-	2,387,846
Due from other funds	613,804	-	613,804
Total assets	\$ 21,991,576	\$ 25,066,567	\$ 47,058,143
Liabilities, Deferred Inflows of Resources and Fund Balances			
Liabilities:			
Accounts payable	\$ 1,052,748	\$ 1,303,230	\$ 2,355,978
Accrued wages payable	328,774	46,640	375,414
Due to other funds	1,173,881	512,948	1,686,829
Other current liabilities	746,342	100,000	846,342
Total current liabilities	3,301,745	1,962,818	5,264,563
Deferred inflows of resources:			
Unavailable revenues	2,180,911	5,000	2,185,911
Total deferred inflows of resources	2,180,911	5,000	2,185,911
Fund balance Non-spendable	250,000	-	250,000
Fund balance Spendable:			
Restricted	14,282,737	18,510,870	32,793,607
Committed	863,689	-	863,689
Assigned	1,508,325	5,100,827	6,609,152
Unassigned	(395,831)	(512,948)	(908,779)
Total fund balances	16,508,920	23,098,749	39,607,669
Total liabilities, derred inflows of resources, and fund balance	\$ 21,991,576	\$ 25,066,567	\$ 47,058,143

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, 2014

	Special Revenue	Capital Projects	Totals
Revenues:			
Taxes:			
Gross receipts	\$ 15,919,802	\$ -	\$ 15,919,802
Motor	-	1,517,278	1,517,278
Lodgers	8,376,475	-	8,376,475
Property	2,773,753	-	2,773,753
Franchise	18,681	-	18,681
Intergovernmental revenues	5,441,199	2,616,956	8,058,155
Fees and charges for services	4,547,861	-	4,547,861
Rents, royalties and concessions	125,495	-	125,495
Investment income	123,230	196,518	319,748
Land sales	253,445	-	253,445
Other revenues	477,464	74,836	552,300
Total revenues	38,057,405	4,405,588	42,462,993
Expenditures:			
Current:			
General government	4,979,164	297,374	5,276,538
Public safety	8,690,140	-	8,690,140
Public works	2,094,690	1,453,168	3,547,858
Community development	5,876,367	2,730	5,879,097
Culture and recreation	2,955,987	1,092,770	4,048,757
Total current expenditures	24,596,348	2,846,042	27,442,390
Capital outlay:			
General government	10,013	2,321,216	2,331,229
Public safety	2,762,440	-	2,762,440
Public works	12,677	4,463,233	4,475,910
Community development	213,832	836,594	1,050,426
Culture and recreation	32,249	5,177,830	5,210,079
Total capital outlay expenditures	3,031,211	12,798,873	15,830,084
Excess (deficiency) of revenues over expenditures	10,429,846	(11,239,327)	(809,481)
Other financing sources (uses):			
Transfers in	7,758,262	15,055,307	22,813,569
Transfers out	(20,218,397)	(1,038,966)	(21,257,363)
Total other financing sources (uses)	(12,460,135)	14,016,341	1,556,206
Net change in fund balances	(2,030,289)	2,777,014	746,725
Fund balances, beginning of year	18,539,209	20,321,735	38,860,944
Fund balances, end of year	\$ 16,508,920	\$ 23,098,749	\$ 39,607,669

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

	Assets							Accounts Payable
	Cash, Investments and Cash Equivalents	Taxes Receivable	Grants Receivable	Interest Receivable	Other Receivables	Due from Other Funds	Total Assets	
Primary Government:								
General Government:								
Capital Equipment Reserve	\$ 129,598	\$ -	\$ -	\$ 132	\$ -	\$ -	\$ 129,730	\$ 4,352
Mortgage Refund Residual	8,361	-	-	8	-	-	8,369	-
Franchise Fee	1,938	4,668	-	-	-	-	6,606	8,137
Economic Development	31,962	69,421	-	91	79,848	-	181,322	111,123
Lodgers' Tax Fund	2,983,884	842,892	32,500	2,865	-	-	3,862,141	558,641
400th Anniversary	154	-	-	-	-	-	154	-
Public Campaign	451,387	-	-	454	-	-	451,841	-
Santa Fe Business Incubator	32,937	-	-	35	-	-	32,972	-
1/2 % Gross Receipts Tax	1,298,770	1,896,554	-	1,832	-	-	3,197,156	-
Total General Government	4,938,991	2,813,535	32,500	5,417	79,848	-	7,870,291	682,253
Public Safety:								
Animal Services	147,189	-	-	154	-	-	147,343	323
Emergency Service Grants	717,278	24,015	145,596	1,064	-	-	887,953	5,203
Environmental Services	180,932	-	70,379	34	19,695	-	271,040	-
Law Enforcement Grants	2,249,599	337,514	152,940	1,195	47,171	-	2,788,419	125,088
Total Public Safety	3,294,998	361,529	368,915	2,447	66,866	-	4,094,755	130,614
Public Works:								
Resource Conservation	1,810	-	-	-	-	-	1,810	-
City Drainage Projects	25,736	-	-	84	116,948	-	142,768	5,110
Impact Fee Projects	1,481,147	-	-	1,159	-	-	1,482,306	-
Transportation Grants	219,406	-	136,229	178	-	-	355,813	5,315
Total Public Works	1,728,099	-	136,229	1,421	116,948	-	1,982,697	10,425
Community Development:								
Community Development Grants	1,032,982	141,349	108,919	988	-	-	1,284,238	60,049
Senior Citizen Grants	184,358	-	187,976	-	4,035	-	376,369	9,105
Total Community Development	1,217,340	141,349	296,895	988	4,035	-	1,660,607	69,154
Culture and Recreation:								
Historic Preservation Grant	157,639	-	-	147	-	-	157,786	-
Library	401,177	-	20,467	229	-	-	421,873	30,250
NEA Grants	-	-	-	-	-	-	-	-
Plaza Use	96,162	-	-	98	-	-	96,260	-
Public Facilities Purchase	56,262	-	-	59	-	-	56,321	-
Quality of Life Project	141,426	-	-	168	-	-	141,594	7,705
Recreation Grants	846,282	206,829	16,571	896	-	-	1,070,578	121,318
Land Development	1,572,971	-	-	1,653	2,120,149	613,804	4,308,577	-
Special Recreation Leagues	130,102	-	-	135	-	-	130,237	1,029
Total Culture and Recreation	3,402,021	206,829	37,038	3,385	2,120,149	613,804	6,383,226	160,302
Totals - June 30, 2014	\$ 14,581,449	\$ 3,523,242	\$ 871,577	\$ 13,658	\$ 2,387,846	\$ 613,804	\$ 21,991,576	\$ 1,052,748

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
\$ -	\$ -	\$ -	\$ -	\$ 4,352	\$ -	\$ -	\$ 125,378	\$ -	\$ -	\$ 125,378	\$ 129,730
-	-	-	-	-	-	-	-	8,369	-	8,369	8,369
-	-	-	-	8,137	-	-	-	-	(1,531)	(1,531)	6,606
1,927	-	60,762	401,733	575,545	-	-	-	-	(394,223)	(394,223)	181,322
28,675	-	-	47,336	634,652	-	3,227,489	-	-	-	3,227,489	3,862,141
-	-	-	-	-	-	-	-	154	-	154	154
-	-	-	-	-	-	-	451,841	-	-	451,841	451,841
-	-	-	-	-	-	32,972	-	-	-	32,972	32,972
-	-	-	-	-	-	3,197,156	-	-	-	3,197,156	3,197,156
30,602	-	60,762	449,069	1,222,686	-	6,457,617	577,219	8,523	(395,754)	6,647,605	7,870,291
-	-	-	-	323	-	147,020	-	-	-	147,020	147,343
50,751	-	-	-	55,954	-	831,999	-	-	-	831,999	887,953
27,490	-	-	-	27,490	-	-	-	243,550	-	243,550	271,040
68,481	-	-	28,967	222,536	-	2,565,883	-	-	-	2,565,883	2,788,419
146,722	-	-	28,967	306,303	-	3,544,902	-	243,550	-	3,788,452	4,094,755
-	-	-	-	-	-	-	-	1,810	-	1,810	1,810
27,048	-	-	-	32,158	-	-	-	110,610	-	110,610	142,768
-	-	-	12,000	12,000	-	1,470,306	-	-	-	1,470,306	1,482,306
7,261	-	-	-	12,576	-	343,237	-	-	-	343,237	355,813
34,309	-	-	12,000	56,734	-	1,813,543	-	112,420	-	1,925,963	1,982,697
2,838	-	-	256,306	319,193	-	965,045	-	-	-	965,045	1,284,238
48,367	-	-	-	57,472	-	318,897	-	-	-	318,897	376,369
51,205	-	-	256,306	376,665	-	1,283,942	-	-	-	1,283,942	1,660,607
-	-	-	-	-	-	157,786	-	-	-	157,786	157,786
13,911	-	-	-	44,161	250,000	127,712	-	-	-	377,712	421,873
-	77	-	-	77	-	-	-	-	(77)	(77)	-
-	-	-	-	-	-	-	96,260	-	-	96,260	96,260
-	-	-	-	-	-	-	56,321	-	-	56,321	56,321
-	-	-	-	7,705	-	-	133,889	-	-	133,889	141,594
52,025	-	-	-	173,343	-	897,235	-	-	-	897,235	1,070,578
-	1,173,804	2,120,149	-	3,293,953	-	-	-	1,014,624	-	1,014,624	4,308,577
-	-	-	-	1,029	-	-	-	129,208	-	129,208	130,237
65,936	1,173,881	2,120,149	-	3,520,268	250,000	1,182,733	286,470	1,143,832	(77)	2,862,958	6,383,226
\$ 328,774	\$ 1,173,881	\$ 2,180,911	\$ 746,342	\$ 5,482,656	\$ 250,000	\$ 14,282,737	\$ 863,689	\$ 1,508,325	\$ (395,831)	\$ 16,508,920	\$ 21,991,576

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, 2014

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	\$ -	\$ -	\$ -	\$ -	\$ 867	\$ 45,225	\$ 5,558	\$ 51,650
Mortgage Refund Residual	-	-	-	-	218	-	-	218
Franchise Fee	18,681	-	-	-	-	-	-	18,681
Economic Development	450,916	5,000	-	67,793	4,420	-	-	528,129
Lodger's Tax Fund	8,376,475	39,250	2,848	-	21,572	-	41,763	8,481,908
400th Anniversary	-	-	-	-	-	-	-	-
Public Campaign	-	-	-	-	3,997	-	31,155	35,152
Santa Fe Business Incubator	-	-	-	-	271	-	-	271
1/2% Gross Receipts Tax	11,571,081	-	-	-	15,630	-	-	11,586,711
Total General Government	20,417,153	44,250	2,848	67,793	46,975	45,225	78,476	20,702,720
Public Safety:								
Animal Services	-	-	33,860	-	1,242	-	-	35,102
Emergency Service Grants	1,406,410	971,741	-	-	7,585	-	1,016	2,386,752
Environmental Services	-	94,986	29,325	-	200	-	208,402	332,913
Law Enforcement Grants	3,280,485	564,056	1,860,013	-	15,660	184,220	163,959	6,068,393
Total Public Safety	4,686,895	1,630,783	1,923,198	-	24,687	184,220	373,377	8,823,160
Public Works:								
Resource Conservation	-	-	-	-	-	-	-	-
City Drainage Projects	-	-	1,486,221	-	1,042	-	-	1,487,263
Impact Fee Projects	-	-	703,973	-	15,734	-	-	719,707
Transportation Grants	-	397,789	-	-	1,390	-	-	399,179
Total Public Works	-	397,789	2,190,194	-	18,166	-	-	2,606,149
Community Development:								
Community Development Grants	857,691	1,680,567	209,918	-	6,614	24,000	11,142	2,789,932
Senior Citizen Grants	-	1,498,545	57,350	-	-	-	11,531	1,567,426
Total Community Development	857,691	3,179,112	267,268	-	6,614	24,000	22,673	4,357,358
Culture and Recreation:								
Historic Preservation Grant	-	20,519	14,462	-	1,084	-	-	36,065
Library	-	99,655	3,205	-	2,450	-	100	105,410
NEA Grants	-	-	-	-	-	-	-	-
Plaza Use	-	-	39,700	-	730	-	-	40,430
Public Facilities Purchase	-	-	-	-	462	-	-	462
Quality of Life Project	-	-	-	-	1,413	-	-	1,413
Recreation Grants	1,126,972	69,091	106,986	-	6,684	-	2,838	1,312,571
Land Development	-	-	-	-	12,930	-	-	12,930
Special Recreation Leagues	-	-	-	57,702	1,035	-	-	58,737
Total Culture and Recreation	1,126,972	189,265	164,353	57,702	26,788	-	2,938	1,568,018
Totals - June 30, 2014	\$ 27,088,711	\$ 5,441,199	\$ 4,547,861	\$ 125,495	\$ 123,230	\$ 253,445	\$ 477,464	\$ 38,057,405

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
\$ 23,964	\$ 6,664	\$ 30,628	\$ 21,022	\$ -	\$ -	\$ 21,022	\$ 104,356	\$ 125,378
-	-	-	218	-	-	218	8,151	8,369
13,316	-	13,316	5,365	-	(6,667)	(1,302)	(229)	(1,531)
886,227	2,152	888,379	(360,250)	-	(40,200)	(400,450)	6,227	(394,223)
3,774,310	1,197	3,775,507	4,706,401	65,250	(4,231,271)	540,380	2,687,109	3,227,489
-	-	-	-	-	-	-	154	154
281,124	-	281,124	(245,972)	150,000	-	(95,972)	547,813	451,841
-	-	-	271	-	-	271	32,701	32,972
223	-	223	11,586,488	-	(12,163,905)	(577,417)	3,774,573	3,197,156
4,979,164	10,013	4,989,177	15,713,543	215,250	(16,442,043)	(513,250)	7,160,855	6,647,605
8,301	26,408	34,709	393	-	-	393	146,627	147,020
3,172,969	286,716	3,459,685	(1,072,933)	1,604,010	(225,645)	305,432	526,567	831,999
346,119	69,706	415,825	(82,912)	-	-	(82,912)	326,462	243,550
5,162,751	2,379,610	7,542,361	(1,473,968)	1,229,910	(1,021,806)	(1,265,864)	3,831,747	2,565,883
8,690,140	2,762,440	11,452,580	(2,629,420)	2,833,920	(1,247,451)	(1,042,951)	4,831,403	3,788,452
2,000	-	2,000	(2,000)	-	-	(2,000)	3,810	1,810
1,625,903	7,137	1,633,040	(145,777)	-	-	(145,777)	256,387	110,610
293	-	293	719,414	331,380	(2,023,696)	(972,902)	2,443,207	1,470,305
466,494	5,540	472,034	(72,855)	142,571	-	69,716	273,521	343,237
2,094,690	12,677	2,107,367	498,782	473,951	(2,023,696)	(1,050,963)	2,976,925	1,925,962
2,482,426	45,976	2,528,402	261,530	4,790	-	266,320	698,725	965,045
3,393,941	167,856	3,561,797	(1,994,371)	2,092,352	-	97,981	220,916	318,897
5,876,367	213,832	6,090,199	(1,732,841)	2,097,142	-	364,301	919,641	1,283,942
19,249	-	19,249	16,816	-	-	16,816	140,971	157,787
987,370	32,249	1,019,619	(914,209)	975,832	-	61,623	316,089	377,712
32,162	-	32,162	(32,162)	30,000	-	(2,162)	2,085	(77)
27,004	-	27,004	13,426	-	-	13,426	82,834	96,260
-	-	-	462	-	-	462	55,859	56,321
205,331	-	205,331	(203,918)	702,000	(500,417)	(2,335)	136,224	133,889
1,629,090	-	1,629,090	(316,519)	430,167	(4,790)	108,858	788,377	897,235
326	-	326	12,604	-	-	12,604	1,002,020	1,014,624
55,455	-	55,455	3,282	-	-	3,282	125,926	129,208
2,955,987	32,249	2,988,236	(1,420,218)	2,137,999	(505,207)	212,574	2,650,385	2,862,959
\$ 24,596,348	\$ 3,031,211	\$ 27,627,559	\$ 10,429,846	\$ 7,758,262	\$ (20,218,397)	\$ (2,030,289)	\$ 18,539,209	\$ 16,508,920

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, 2014

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Investment income	\$ 188	\$ 188	\$ 867	\$ 679
Other	-	-	5,558	5,558
Total revenues	188	188	6,425	6,237
Expenditures:				
General government:				
Current	25,960	22,960	23,964	(1,004)
Capital outlay	4,200	7,200	6,664	536
Total expenditures	30,160	30,160	30,628	(468)
Excess (deficiency) of revenues over expenditures	(29,972)	(29,972)	(24,203)	5,769
Other financing sources (uses):				
Sale of capital assets	30,000	30,000	45,225	15,225
Total other financing sources (uses)	30,000	30,000	45,225	15,225
Net change in fund balance	28	28	21,022	20,994
Fund balance, beginning of year	104,356	104,356	104,356	-
Fund balance, end of year	\$ 104,384	\$ 104,384	\$ 125,378	\$ 20,994

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, 2014

	<u>Budgeted Amounts</u>			Variance With Final Budget- Positive (Negative)
	Original	Final	Actual	
Revenues:				
Investment income	\$ 834	\$ 834	\$ 218	\$ (616)
Total revenues	834	834	218	(616)
Expenditures:				
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	834	834	218	(616)
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	834	834	218	(616)
Fund balance, beginning of year	8,151	8,151	8,151	-
Fund balance, end of year	\$ 8,985	\$ 8,985	\$ 8,369	\$ (616)

* 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, 2014

	Budgeted Amounts		Actual	Variance With Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 20,000	\$ 20,000	\$ 18,681	\$ (1,319)
Total revenues	20,000	20,000	18,681	(1,319)
Expenditures:				
Public safety:				
Current	13,333	13,333	13,316	17
Total expenditures	13,333	13,333	13,316	17
Excess (deficiency) of revenues over expenditures	6,667	6,667	5,365	(1,302)
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	-	-	(1,302)	(1,302)
Fund balance, beginning of year	(229)	(229)	(229)	-
Fund balance, end of year	\$ (229)	\$ (229)	\$ (1,531)	\$ (1,302)

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, 2014

	Budgeted Amounts			Variance With Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Taxes	\$ 426,152	\$ 430,616	\$ 450,916	\$ 20,300
Intergovernmental	-	-	5,000	5,000
Investment income	1,657	1,657	4,420	2,763
Rents, royalties and concessions	38,000	38,000	67,793	29,793
Total revenues	465,809	470,273	528,129	57,856
Expenditures:				
General government:				
Current	996,924	1,105,684	886,227	219,457
Capital outlay	5,000	2,700	2,152	548
Total expenditures	1,001,924	1,108,384	888,379	220,005
Excess (deficiency) of revenues over expenditures	(536,115)	(638,111)	(360,250)	277,861
Other financing sources (uses):				
Transfers out	(40,200)	(40,200)	(40,200)	-
Total other financing sources (uses)	(40,200)	(40,200)	(40,200)	-
Net change in fund balance	(576,315)	(678,311)	(400,450)	277,861
Fund balance, beginning of year	6,227	6,227	6,227	-
Fund balance, end of year	\$ (570,088)	\$ (672,084)	\$ (394,223)	\$ 277,861

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, 2014

	Budgeted Amounts		Actual	Variance With Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 8,000,000	\$ 8,000,000	\$ 8,376,475	\$ 376,475
Intergovernmental	6,500	6,500	39,250	32,750
Fees and charges for service	500	500	2,848	2,348
Investment income	60,013	60,013	21,572	(38,441)
Other	29,352	29,352	41,763	12,411
Total revenues	8,096,365	8,096,365	8,481,908	385,543
Expenditures:				
General government:				
Current	4,270,149	4,311,900	3,774,310	537,590
Capital outlay	550	1,216	1,197	19
Total expenditures	4,270,699	4,313,116	3,775,507	537,609
Excess (deficiency) of revenues over expenditures	3,825,666	3,783,249	4,706,401	923,152
Other financing sources (uses):				
Transfers in	75,391	65,250	65,250	-
Transfers out	(4,112,548)	(4,081,271)	(4,231,271)	(150,000)
Total other financing sources (uses)	(4,037,157)	(4,016,021)	(4,166,021)	(150,000)
Net change in fund balance	(211,491)	(232,772)	540,380	773,152
Fund balance, beginning of year	2,687,109	2,687,109	2,687,109	-
Fund balance, end of year	\$ 2,475,618	\$ 2,454,337	\$ 3,227,489	\$ 773,152

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, 2014

	<u>Budgeted Amounts</u>		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, 2014

	Budgeted Amounts		Actual	Variance With Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Investment income	\$ 1,402	\$ 1,402	\$ 3,997	\$ 2,595
Miscellaneous fines	-	-	31,155	31,155
Total revenues	1,402	1,402	35,152	33,750
Expenditures:				
General government:				
Current	420,000	420,114	281,124	138,990
Total expenditures	420,000	420,114	281,124	138,990
Excess (deficiency) of revenues over expenditures	(418,598)	(418,712)	(245,972)	172,740
Other financing sources (uses):				
Transfers in	150,000	150,000	150,000	-
Total other financing sources (uses)	150,000	150,000	150,000	-
Net change in fund balance	(268,598)	(268,712)	(95,972)	172,740
Fund balance, beginning of year	547,813	547,813	547,813	-
Fund balance, end of year	\$ 279,215	\$ 279,101	\$ 451,841	\$ 172,740

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, 2014

	<u>Budgeted Amounts</u>			Variance With Final Budget- Positive (Negative)
	Original	Final	Actual	
Revenues:				
Investment income	\$ 104	\$ 104	\$ 271	\$ 167
Total revenues	104	104	271	167
Expenditures:				
General government:				
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	-	-
Net change in fund balance	104	104	271	167
Fund balance, beginning of year	32,701	32,701	32,701	-
Fund balance, end of year	\$ 32,805	\$ 32,805	\$ 32,972	\$ 167

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, 2014

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 11,000,000	\$ 11,650,000	\$ 11,571,081	\$ (78,919)
Investment income	6,036	6,036	15,630	9,594
Total revenues	11,006,036	11,656,036	11,586,711	(69,325)
Expenditures:				
Current	-	224	223	1
Total expenditures	-	224	223	1
Excess (deficiency) of revenues over expenditures	11,006,036	11,655,812	11,586,488	(69,324)
Other financing sources (uses):				
Transfers out	(11,157,925)	(12,163,905)	(12,163,905)	-
Total other financing sources (uses)	(11,157,925)	(12,163,905)	(12,163,905)	-
Net changes in fund balance	(151,889)	(508,093)	(577,417)	(69,324)
Fund balance, beginning of year	3,774,573	3,774,573	3,774,573	-
Fund balance, end of year	\$ 3,622,684	\$ 3,266,480	\$ 3,197,156	\$ (69,324)

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, 2014

	Budgeted Amounts		Actual	Variance With Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Licenses and permits	\$ 5,400	\$ 5,400	\$ 10,255	\$ 4,855
Investment income	495	495	1,242	747
Fines and forfeitures	21,000	21,000	23,605	2,605
Total revenues	26,895	26,895	35,102	8,207
Expenditures:				
General government:				
Current	10,000	13,301	8,301	5,000
Capital outlay	31,000	27,699	26,408	1,291
Total expenditures	41,000	41,000	34,709	6,291
Excess (deficiency) of revenues over expenditures	(14,105)	(14,105)	393	14,498
Net change in fund balance	(14,105)	(14,105)	393	14,498
Fund balance, beginning of year	146,627	146,627	146,627	-
Fund balance, end of year	\$ 132,522	\$ 132,522	\$ 147,020	\$ 14,498

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, 2014

	Budgeted Amounts		Actual	Variance With Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 1,412,275	\$ 1,412,275	\$ 1,406,410	\$ (5,865)
Intergovernmental	1,182,403	1,182,403	971,741	(210,662)
Investment income	6,388	6,388	7,585	1,197
Other	-	-	1,016	1,016
Total revenues	2,601,066	2,601,066	2,386,752	(214,314)
Expenditures:				
Public safety:				
Current	3,246,584	3,246,584	3,172,969	73,615
Capital outlay	987,983	987,983	286,716	701,267
Total expenditures	4,234,567	4,234,567	3,459,685	774,882
Excess (deficiency) of revenues over expenditures	(1,633,501)	(1,633,501)	(1,072,933)	560,568
Other financing sources (uses):				
Transfers in	1,574,364	1,574,364	1,604,010	29,646
Transfers out	(222,203)	(222,203)	(225,645)	(3,442)
Total other financing sources (uses)	1,352,161	1,352,161	1,378,365	26,204
Net changes in fund balance	(281,340)	(281,340)	305,432	586,772
Fund balance, beginning of year	526,567	526,567	526,567	-
Fund balance, end of year	\$ 245,227	\$ 245,227	\$ 831,999	\$ 586,772

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, 2014

	<u>Budgeted Amounts</u>			Variance With Final Budget- Positive (Negative)
	Original	Final	Actual	
Revenues:				
Intergovernmental	\$ -	\$ 200,000	\$ 94,986	\$ (105,014)
Fees and charges	236,271	236,271	29,325	(206,946)
Investment income	-	-	200	200
Other	10,300	10,300	208,402	198,102
Total revenues	246,571	446,571	332,913	(113,658)
Expenditures:				
Culture and recreation:				
Current	15,650	529,244	346,119	183,125
Capital outlay	-	71,996	69,706	2,290
Total expenditures	15,650	601,240	415,825	185,415
Excess (deficiency) of revenues over expenditures	230,921	(154,669)	(82,912)	71,757
Net change in fund balance	230,921	(154,669)	(82,912)	71,757
Fund balance, beginning of year	326,462	326,462	326,462	-
Fund balance, end of year	\$ 557,383	\$ 171,793	\$ 243,550	\$ 71,757

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, 2014

	Budgeted Amounts		Actual	Variance With Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 3,168,275	\$ 3,337,275	\$ 3,280,485	\$ (56,790)
Intergovernmental	346,182	754,665	564,056	(190,609)
Fees and charges for services	577,700	577,700	1,226,720	649,020
Investment income	9,630	9,630	15,660	6,030
Fines and forfeitures	886,800	886,800	633,293	(253,507)
Other	95,910	95,910	163,959	68,049
Total revenues	5,084,497	5,661,980	5,884,173	222,193
Expenditures:				
Public safety:				
Current	4,293,520	4,800,396	5,162,751	(362,355)
Capital outlay	957,840	2,586,416	2,379,610	206,806
Total expenditures	5,251,360	7,386,812	7,542,361	(155,549)
Excess (deficiency) of revenues over expenditures	(166,863)	(1,724,832)	(1,658,188)	377,742
Other financing sources (uses):				
Sale of capital assets	35,000	35,000	184,220	149,220
Transfers in	1,229,910	1,229,910	1,229,910	-
Transfers out	(864,609)	(1,008,654)	(1,021,806)	(13,152)
Total other financing sources (uses)	400,301	256,256	392,324	136,068
Net change in fund balance	233,438	(1,468,576)	(1,265,864)	(202,712)
Fund balance, beginning of year	3,831,747	3,831,747	3,831,747	-
Fund balance, end of year	\$ 4,065,185	\$ 2,363,171	\$ 2,565,883	\$ 202,712

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, 2014

	Budgeted Amounts		Actual	Variance With Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Miscellaneous	\$ 5,000	\$ 5,000	\$ -	\$ (5,000)
Total revenues	5,000	5,000	-	(5,000)
Expenditures:				
Public safety:				
Current	1,010	7,800	2,000	5,800
Total expenditures	1,010	7,800	2,000	5,800
Excess (deficiency) of revenues over expenditures	3,990	(2,800)	(2,000)	800
Net changes in fund balance	3,990	(2,800)	(2,000)	800
Fund balance, beginning of year	3,810	3,810	3,810	-
Fund balance, end of year	\$ 7,800	\$ 1,010	\$ 1,810	\$ 800

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, 2014

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Fees and charges for services	\$ 1,570,000	\$ 1,570,000	\$ 1,486,221	\$ (83,779)
Investment income	679	679	1,042	363
Total revenues	1,570,679	1,570,679	1,487,263	(83,416)
Expenditures:				
Community welfare:				
Current	1,631,425	1,637,424	1,625,903	11,521
Capital outlay	3,600	3,600	7,137	(3,537)
Total expenditures	1,635,025	1,641,024	1,633,040	7,984
Excess (deficiency) of revenues over expenditures	(64,346)	(70,345)	(145,777)	(75,432)
Net change in fund balance	(64,346)	(70,345)	(145,777)	(75,432)
Fund balance, beginning of year	256,387	256,387	256,387	-
Fund balance, end of year	\$ 192,041	\$ 186,042	\$ 110,610	\$ (75,432)

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, 2014

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Fees and charges for services	\$ -	\$ -	\$ 703,973	\$ 703,973
Investment income	12,212	12,212	15,734	3,522
Total revenues	12,212	12,212	719,707	707,495
Expenditures:				
Culture and recreation:				
Current	5,000	220,206	293	219,913
Total expenditures	5,000	220,206	293	219,913
Excess (deficiency) of revenues over expenditures	7,212	(207,994)	719,414	927,408
Other financing sources (uses):				
Transfers in	-	5,000	331,380	326,380
Transfers out	-	(560,000)	(2,023,696)	(1,463,696)
Total other financing sources (uses)	-	(555,000)	(1,692,316)	(1,137,316)
Net change in fund balance	7,212	(762,994)	(972,902)	(209,908)
Fund balance, beginning of year	2,443,207	2,443,207	2,443,207	-
Fund balance, end of year	\$ 2,450,419	\$ 1,680,213	\$ 1,470,305	\$ (209,908)

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, 2014

	Budgeted Amounts		Actual	Variance With Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 538,656	\$ 819,420	\$ 397,789	\$ (421,631)
Investment Income	533	533	1,390	857
Total revenues	539,189	819,953	399,179	(420,774)
Expenditures:				
Public Works				
Current	528,802	928,946	466,494	462,452
Capital outlay	16,098	16,901	5,540	11,361
Total expenditures	544,900	945,847	472,034	473,813
Excess (deficiency) of revenues over expenditures	(5,711)	(125,894)	(72,855)	53,039
Other financing sources (uses):				
Transfers in	105,617	142,571	142,571	-
Total other financing sources (uses)	105,617	142,571	142,571	-
Net change in fund balance	99,906	16,677	69,716	53,039
Fund balance, beginning of year	273,521	273,521	273,521	-
Fund balance, end of year	\$ 373,427	\$ 290,198	\$ 343,237	\$ 53,039

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, 2014

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ -	\$ -	\$ 857,691	\$ 857,691
Intergovernmental	2,132,692	2,431,201	1,680,567	(750,634)
Fees and charges for services	826,000	839,500	209,918	(629,582)
Investment income	1,779	1,779	6,614	4,835
Other	-	-	11,142	11,142
Total revenues	2,960,471	3,272,480	2,765,932	(1,364,239)
Expenditures:				
Community welfare:				
Current	2,982,393	3,236,800	2,482,426	754,374
Capital outlay	805	47,853	45,976	1,877
Total expenditures	2,983,198	3,284,653	2,528,402	756,251
Excess (deficiency) of revenues over expenditures	(22,727)	(12,173)	237,530	(607,988)
Other financing sources (uses):				
Sale of capital assets	-	-	24,000	24,000
Transfers in	-	4,790	4,790	-
Total other financing sources (uses)	-	4,790	28,790	24,000
Net changes in fund balance	(22,727)	(7,383)	266,320	273,703
Fund balance, beginning of year	698,725	698,725	698,725	-
Fund balance, end of year	\$ 675,998	\$ 691,342	\$ 965,045	\$ 273,703

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, 2014

	Budgeted Amounts		Actual	Variance With Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 1,274,411	\$ 1,689,956	\$ 1,498,545	\$ (191,411)
Fees and charges for services	-	-	57,350	57,350
Other	88,000	90,660	11,531	(79,129)
Total revenues	1,362,411	1,780,616	1,567,426	(213,190)
Expenditures:				
Community welfare:				
Current	3,389,767	3,532,024	3,393,941	138,083
Capital outlay	6,500	366,266	167,856	198,410
Total expenditures	3,396,267	3,898,290	3,561,797	336,493
Excess (deficiency) of revenues over expenditures	(2,033,856)	(2,117,674)	(1,994,371)	123,303
Other financing sources (uses):				
Transfers in	2,092,352	2,092,352	2,092,352	-
Total other financing sources (uses)	2,092,352	2,092,352	2,092,352	-
Net change in fund balance	58,496	(25,322)	97,981	123,303
Fund balance, beginning of year	220,916	220,916	220,916	-
Fund balance, end of year	\$ 279,412	\$ 195,594	\$ 318,897	\$ 123,303

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, 2014

	<u>Budgeted Amounts</u>			Variance With Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Fees and charges for services	\$ -	\$ -	\$ 14,462	\$ 14,462
Intergovernmental	26,390	26,390	20,519	(5,871)
Investment income	374	374	1,084	710
Total revenues	26,764	26,764	36,065	9,301
Expenditures:				
Culture and recreation:				
Current	30,133	32,080	19,249	12,831
Total expenditures	30,133	32,080	19,249	12,831
Excess (deficiency) of revenues over expenditures	(3,369)	(5,316)	16,816	22,132
Net change in fund balance	(3,369)	(5,316)	16,816	22,132
Fund balance, beginning of year	140,971	140,971	140,971	-
Fund balance, end of year	\$ 137,602	\$ 135,655	\$ 157,787	\$ 22,132

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, 2014

	<u>Budgeted Amounts</u>			Variance With Final Budget- Positive (Negative)
	Original	Final	Actual	
Revenues:				
Intergovernmental	\$ 30,668	\$ 69,317	\$ 99,655	\$ 30,338
Investment income	441	441	2,450	2,009
Fines and forfeitures	2,000	2,000	3,205	1,205
Other	-	-	100	100
Total revenues	33,109	71,758	105,410	33,652
Expenditures:				
Culture and recreation:				
Current	985,567	1,015,324	987,370	27,954
Capital outlay	25,741	37,314	32,249	5,065
Total expenditures	1,011,308	1,052,638	1,019,619	33,019
Excess (deficiency) of revenues over expenditures	(978,199)	(980,880)	(914,209)	66,671
Other financing sources (uses):				
Transfers in	975,832	975,832	975,832	-
Total other financing sources (uses)	975,832	975,832	975,832	-
Net change in fund balance	(2,367)	(5,048)	61,623	66,671
Fund balance, beginning of year	316,089	316,089	316,089	-
Fund balance, end of year	\$ 313,722	\$ 311,041	\$ 377,712	\$ 66,671

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, 2014

	<u>Budgeted Amounts</u>			Variance With Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ -	\$ 14,000	\$ -	\$ (14,000)
Total revenues	-	14,000	-	(14,000)
Expenditures:				
Public safety:				
Current	30,000	33,927	32,162	1,765
Total expenditures	30,000	33,927	32,162	1,765
Excess (deficiency) of revenues over expenditures	(30,000)	(19,927)	(32,162)	(12,235)
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	-	10,073	(2,162)	(12,235)
Fund balance, beginning of year	2,085	2,085	2,085	-
Fund balance, end of year	\$ 2,085	\$ 12,158	\$ (77)	\$ (12,235)

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, 2014

	Budgeted Amounts			Variance With Final Budget- Positive (Negative)
	Original	Final	Actual	
Revenues:				
Investment income	\$ 210	\$ 210	\$ 730	\$ 520
Fines and forfeitures	25,000	25,000	39,700	14,700
Other	5,000	5,000	-	(5,000)
Total revenues	30,210	30,210	40,430	10,220
Expenditures:				
Culture and recreation:				
Current	30,053	30,053	27,004	3,049
Total expenditures	30,053	30,053	27,004	3,049
Excess (deficiency) of revenues over expenditures	157	157	13,426	13,269
Net change in fund balance	157	157	13,426	13,269
Fund balance, beginning of year	82,834	82,834	82,834	-
Fund balance, end of year	\$ 82,991	\$ 82,991	\$ 96,260	\$ 13,269

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, 2014

	Budgeted Amounts			Variance With Final Budget- Positive (Negative)
	Original	Final	Actual	
Revenues:				
Investment income	\$ 177	\$ 177	\$ 462	\$ 285
Total revenues	177	177	462	285
Expenditures:				
Culture and recreation:	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	177	177	462	285
Net change in fund balance	177	177	462	285
Fund balance, beginning of year	55,859	55,859	55,859	-
Fund balance, end of year	\$ 56,036	\$ 56,036	\$ 56,321	\$ 285

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, 2014

	Budgeted Amounts		Actual	Variance With Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Investment income	\$ 625	\$ 625	\$ 1,413	\$ 788
Total revenues	625	625	1,413	788
Expenditures:				
Culture and recreation:				
Current	263,589	295,763	205,331	90,432
Total expenditures	263,589	295,763	205,331	90,432
Excess (deficiency) of revenues over expenditures	(262,964)	(295,138)	(203,918)	91,220
Other financing sources (uses):				
Transfers in	702,000	702,000	702,000	-
Transfers out	(500,417)	(500,417)	(500,417)	-
Total other financing sources (uses)	201,583	201,583	201,583	-
Net change in fund balance	(61,381)	(93,555)	(2,335)	91,220
Fund balance, beginning of year	136,224	136,224	136,224	-
Fund balance, end of year	\$ 74,843	\$ 42,669	\$ 133,889	\$ 91,220

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, 2014

	<u>Budgeted Amounts</u>			Variance With Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Taxes	\$ 1,061,000	\$ 1,061,000	\$ 1,126,972	\$ 65,972
Intergovernmental	48,000	73,401	69,091	(4,310)
Fees and charges for services	172,000	172,000	106,986	(65,014)
Investment income	2,277	2,277	6,684	4,407
Other	-	2,000	2,838	838
Total revenues	<u>1,283,277</u>	<u>1,310,678</u>	<u>1,312,571</u>	<u>1,893</u>
Expenditures:				
Culture and recreation:				
Current	1,692,538	1,768,674	1,629,090	139,584
Total expenditures	<u>1,692,538</u>	<u>1,768,674</u>	<u>1,629,090</u>	<u>139,584</u>
Excess (deficiency) of revenues over expenditures	<u>(409,261)</u>	<u>(457,996)</u>	<u>(316,519)</u>	<u>141,477</u>
Other financing sources (uses):				
Transfers in	430,167	430,167	430,167	-
Transfers out	-	(4,790)	(4,790)	-
Total other financing sources (uses)	<u>1,479,959</u>	<u>425,377</u>	<u>425,377</u>	<u>-</u>
Net change in fund balance	1,070,698	(32,619)	108,858	141,477
Fund balance, beginning of year	788,377	788,377	788,377	-
Fund balance, end of year	<u>\$ 1,859,075</u>	<u>\$ 755,758</u>	<u>\$ 897,235</u>	<u>\$ 141,477</u>

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, 2014

	Budgeted Amounts			Variance With Final Budget- Positive (Negative)
	Original	Final	Actual	
Revenues:				
Investment income	\$ 4,953	\$ 4,953	\$ 12,930	\$ 7,977
Total revenues	4,953	4,953	12,930	7,977
Expenditures:				
Current	-	326	326	-
Total expenditures	-	326	326	-
Excess (deficiency) of revenues over expenditures	4,953	4,627	12,604	7,977
Net change in fund balance	4,953	4,627	12,604	7,977
Fund balance, beginning of year	1,002,020	1,002,020	1,002,020	-
Fund balance, end of year	\$ 1,006,973	\$ 1,006,647	\$ 1,014,624	\$ 7,977

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, 2014

	<u>Budgeted Amounts</u>		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Revenues				
Donations and support	\$ 65,600	\$ 74,406	\$ 57,702	\$ (16,704)
Investment income	398	398	1,035	637
Total revenues	<u>65,998</u>	<u>74,804</u>	<u>58,737</u>	<u>(16,067)</u>
Expenditures:				
Culture and recreation:				
Current	68,579	77,385	55,455	21,930
Total expenditures	<u>68,579</u>	<u>77,385</u>	<u>55,455</u>	<u>21,930</u>
Excess (deficiency) of revenues over expenditures	<u>(2,581)</u>	<u>(2,581)</u>	<u>3,282</u>	<u>5,863</u>
Net change in fund balance	(2,581)	(2,581)	3,282	5,863
Fund balance, beginning of year	125,926	125,926	125,926	-
Fund balance, end of year	<u>\$ 123,345</u>	<u>\$ 123,345</u>	<u>\$ 129,208</u>	<u>\$ 5,863</u>

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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, 2014

Assets							
	Cash, Investments and Cash Equivalents	Tax Receivable	Grants Receivable	Interest Receivable	Total Assets	Accounts Payable	Accrued Wages Payable
General Government:							
CIP Reallocation	\$ 181,433	\$ -	\$ -	\$ 16,345	\$ 197,778	\$ -	\$ -
Resource Conservation	2,505,509	-	-	-	2,505,509	-	-
Building Renovations	291,283	-	569,586	-	860,869	67,815	-
Special Projects	-	-	-	-	-	-	-
Total General Government	2,978,225	-	569,586	16,345	3,564,156	67,815	-
Public Works:							
Beautif. of Major Arterials	106,715	-	3,544	-	110,259	5,395	3,219
Bond Acquisition	79,494	-	-	-	79,494	-	-
City Drainage Projects	134,366	-	-	-	134,366	4,125	434
City Paving Projects	3,831,198	116,182	264,223	-	4,211,603	391,416	19,289
Santa Fe River Channel	32,507	-	-	-	32,507	-	-
City Signalization Projects	406,011	-	-	-	406,011	77,670	-
City Street Const. Projects	3,530,931	-	63,680	-	3,594,611	14,818	475
City Sidewalk Projects	508,785	-	-	-	508,785	134	-
Zia Road Street Lighting	151,301	-	-	-	151,301	-	-
Total Public Works	8,781,308	116,182	331,447	-	9,228,937	493,558	23,417
Community Development:							
Affordable Housing Program	1,000	-	-	-	1,000	-	-
Public Care Facilities	1,687,156	-	20,765	-	1,707,921	-	1,059
Total Community Development	1,688,156	-	20,765	-	1,708,921	-	1,059
Culture and Recreation:							
Art for CIP Projects	339,984	-	-	-	339,984	17,018	1,485
City Parks Improvements	9,853,803	-	-	9,220	9,863,023	724,839	20,464
Open Space Acquisition	146,307	-	158,120	-	304,427	-	-
Library Improvements	57,119	-	-	-	57,119	-	215
Total Culture and Recreation	10,397,213	-	158,120	9,220	10,564,553	741,857	22,164
Totals - June 30, 2014	\$ 23,844,902	\$ 116,182	\$ 1,079,918	\$ 25,565	\$ 25,066,567	\$ 1,303,230	\$ 46,640

Liabilities, Deferred Inflows of Resources and Fund Balance				Fund Balance Spendable				
Due to Other Funds	Deferred Inflows Unavailable Revenue	Other Current Liabilities	Total Liabilities, Deferred Inflows of Resources and Fund Balance	Restricted	Assigned	Unassigned	Total Fund Balances	Total Liabilities, Deferred Inflows of Resources and Fund Balance
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 197,778	\$ -	\$ 197,778	\$ 197,778
-	-	-	-	-	2,505,509	-	2,505,509	2,505,509
-	5,000	-	72,815	-	788,054	-	788,054	860,869
512,948	-	-	512,948	-	-	(512,948)	(512,948)	-
512,948	5,000	-	585,763	-	3,491,341	(512,948)	2,978,393	3,564,156
-	-	-	8,614	101,645	-	-	101,645	110,259
-	-	-	-	-	79,494	-	79,494	79,494
-	-	-	4,559	-	129,807	-	129,807	134,366
-	-	-	410,705	3,800,898	-	-	3,800,898	4,211,603
-	-	-	-	-	32,507	-	32,507	32,507
-	-	-	77,670	-	328,341	-	328,341	406,011
-	-	100,000	115,293	3,479,318	-	-	3,479,318	3,594,611
-	-	-	134	-	508,651	-	508,651	508,785
-	-	-	-	-	151,301	-	151,301	151,301
-	-	100,000	616,975	7,381,861	1,230,101	-	8,611,962	9,228,937
-	-	-	-	-	1,000	-	1,000	1,000
-	-	-	1,059	1,706,862	-	-	1,706,862	1,707,921
-	-	-	1,059	1,706,862	1,000	-	1,707,862	1,708,921
-	-	-	18,503	-	321,481	-	321,481	339,984
-	-	-	745,303	9,117,720	-	-	9,117,720	9,863,023
-	-	-	-	304,427	-	-	304,427	304,427
-	-	-	215	-	56,904	-	56,904	57,119
-	-	-	764,021	9,422,147	378,385	-	9,800,532	10,564,553
\$ 512,948	\$ 5,000	\$ 100,000	\$ 1,967,818	\$ 18,510,870	\$ 5,100,827	\$ (512,948)	\$ 23,098,749	\$ 25,066,567

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, 2014

	Revenues				Expenditures		
	Taxes	Intergov- ernmental	Investment Income	Other Revenues	Total Revenues	Current	Capital Outlay
General Government:							
CIP Reallocation	\$ -	\$ -	\$ 149,557	\$ -	\$ 149,557	\$ 3,500	\$ -
Resource Conservation	-	-	-	1,536	1,536	29,938	-
Building Renovations	-	1,253,844	-	345	1,254,189	128,202	2,321,216
Special Projects	-	-	-	-	-	135,734	-
Total General Government	-	1,253,844	149,557	1,881	1,405,282	297,374	2,321,216
Public Works:							
Beautif. of Major Arterials	-	3,544	-	-	3,544	116,319	4,552
Bond Acquisition	-	-	-	-	-	-	-
City Drainage Projects	-	-	-	-	-	-	84,269
Landfill Projects	-	-	-	-	-	-	-
City Paving Projects	1,517,278	285,281	-	-	1,802,559	1,251,979	2,739,544
Santa Fe River Channel	-	-	-	-	-	-	-
City Signalization Projects	-	-	-	-	-	13,489	234,552
City Street Const. Projects	-	468,008	-	70,727	538,735	67,980	1,163,545
City Sidewalk Projects	-	-	-	-	-	3,401	178,303
Zia Road Street Lighting	-	-	-	-	-	-	58,468
Total Public Works	1,517,278	756,833	-	70,727	2,344,838	1,453,168	4,463,233
Community Development:							
Affordable Housing Program	-	-	-	-	-	-	-
Public Care Facilities	-	403,159	-	-	403,159	2,730	836,594
Total Community Development	-	403,159	-	-	403,159	2,730	836,594
Culture and Recreation:							
Art for CIP Projects	-	-	-	1,200	1,200	103,727	4,637
Museums	-	-	-	-	-	-	-
City Parks Improvements	-	45,000	46,961	1,028	92,989	983,440	4,936,727
Open Space Acquisition	-	158,120	-	-	158,120	-	181,640
Library Improvements	-	-	-	-	-	5,603	54,826
Total Culture and Recreation	-	203,120	46,961	2,228	252,309	1,092,770	5,177,830
Totals - June 30, 2014	\$ 1,517,278	\$ 2,616,956	\$ 196,518	\$ 74,836	\$ 4,405,588	\$ 2,846,042	\$ 12,798,873

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
\$ 3,500	\$ 146,057	\$ 11,857	\$ (180,000)	\$ (22,086)	\$ 219,864	\$ 197,778
29,938	(28,402)	2,394,000	(40,000)	2,325,598	179,911	2,505,509
2,449,418	(1,195,229)	110,568	(1,413)	(1,086,074)	1,874,128	788,054
135,734	(135,734)	-	-	(135,734)	(377,214)	(512,948)
2,618,590	(1,213,308)	2,516,425	(221,413)	1,081,704	1,896,689	2,978,393
120,871	(117,327)	-	-	(117,327)	218,972	101,645
-	-	-	-	-	79,494	79,494
84,269	(84,269)	-	-	(84,269)	214,076	129,807
-	-	-	(1)	(1)	1	-
3,991,523	(2,188,964)	40,420	(976)	(2,149,520)	5,950,418	3,800,898
-	-	-	(311)	(311)	32,818	32,507
248,041	(248,041)	-	(1)	(248,042)	576,383	328,341
1,231,525	(692,790)	2,037,922	(290,489)	1,054,643	2,424,675	3,479,318
181,704	(181,704)	-	(5,000)	(186,704)	695,355	508,651
58,468	(58,468)	-	-	(58,468)	209,769	151,301
5,916,401	(3,571,563)	2,078,342	(296,778)	(1,789,999)	10,401,961	8,611,962
-	-	-	-	-	1,000	1,000
839,324	(436,165)	-	(855)	(437,020)	2,143,882	1,706,862
839,324	(436,165)	-	(855)	(437,020)	2,144,882	1,707,862
108,364	(107,164)	-	-	(107,164)	428,645	321,481
-	-	-	(1,624)	(1,624)	1,624	-
5,920,167	(5,827,178)	10,455,540	(457,024)	4,171,338	4,946,382	9,117,720
181,640	(23,520)	-	(61,079)	(84,599)	389,026	304,427
60,429	(60,429)	5,000	(193)	(55,622)	112,526	56,904
6,270,600	(6,018,291)	10,460,540	(519,920)	3,922,329	5,878,203	9,800,532
\$ 15,644,915	\$ (11,239,327)	\$ 15,055,307	\$ (1,038,966)	\$ 2,777,014	\$ 20,321,735	\$ 23,098,749

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, 2014

	<u>Budgeted Amounts</u>			Variance with Final Budget- Positive (Negative)
	Original	Final	Actual Amounts	
Revenues:				
Investment income	\$ -	\$ -	\$ 149,557	\$ 149,557
Total revenues	-	-	149,557	149,557
Expenditures:				
General government:				
Current	-	3,500	3,500	-
Total expenditures	-	3,500	3,500	-
Excess (deficiency) of revenues over expenditures	-	(3,500)	146,057	149,557
Other financing sources (uses):				
Transfer in	-	2,151	11,857	9,706
Transfers out	-	(180,000)	(180,000)	-
Total other financing sources (uses)	-	(177,849)	(168,143)	-
Net change in fund balance	-	(181,349)	(22,086)	159,263
Fund balance, beginning of year	219,864	219,864	219,864	-
Fund balance, end of year	\$ 219,864	\$ 38,515	\$ 197,778	\$ 159,263

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, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Other	\$ -	\$ 1,536	\$ 1,536	\$ -
Total revenues	-	1,536	1,536	-
Expenditures:				
General government:				
Current	-	128,384	29,938	98,446
Capital outlay	-	2,407,063	-	2,407,063
Total expenditures	-	2,535,447	29,938	2,505,509
Excess (deficiency) of revenues over expenditures	-	(2,533,911)	(28,402)	2,505,509
Other financing sources (uses):				
Transfers in	-	2,394,000	2,394,000	-
Transfers out	-	(40,000)	(40,000)	-
Total other financing sources (uses)	-	2,354,000	2,354,000	-
Net changes in fund balance	-	(179,911)	2,325,598	2,505,509
Fund balance, beginning of year	179,911	179,911	179,911	-
Fund balance, end of year	\$ 179,911	\$ -	\$ 2,505,509	\$ 2,505,509

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, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ -	\$ 1,904,328	\$ 1,253,844	\$ (650,484)
Other revenues	20,000	345	345	-
Total revenues	20,000	1,904,673	1,254,189	(650,484)
Expenditures:				
General government:				
Current	-	87,161	128,202	(41,041)
Capital outlay	20,000	3,563,411	2,321,216	1,242,195
Total expenditures	20,000	3,650,572	2,449,418	1,201,154
Excess (deficiency) of revenues over expenditures	-	(1,745,899)	(1,195,229)	550,670
Other financing sources (uses):				
Transfers in	-	110,568	110,568	-
Transfers out	-	-	(1,413)	(1,413)
Total other financing sources (uses)	-	110,568	109,155	(1,413)
Net change in fund balance	-	(1,635,331)	(1,086,074)	549,257
Fund balance, beginning of year	1,874,128	1,874,128	1,874,128	-
Fund balance, end of year	\$ 1,874,128	\$ 238,797	\$ 788,054	\$ 549,257

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, 2014

	<u>Budgeted Amounts</u>			Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	
Expenditures:				
Public works:				
Current	\$ 191,535	\$ 191,535	\$ 135,734	\$ 55,801
Total expenditures	191,535	191,535	135,734	55,801
Excess (deficiency) of revenues over expenditures	(191,535)	(191,535)	(135,734)	55,801
Net change in fund balance	(191,535)	(191,535)	(135,734)	55,801
Fund balance, beginning of year	(377,214)	(377,214)	(377,214)	-
Fund balance, end of year	\$ (568,749)	\$ (568,749)	\$ (512,948)	\$ 55,801

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, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ -	\$ 35,000	\$ 3,544	\$ (31,456)
Total revenues	-	35,000	3,544	(31,456)
Expenditures:				
Public works:				
Current	-	214,997	116,319	98,678
Capital outlay	-	38,975	4,552	34,423
Total expenditures	-	253,972	120,871	133,101
Excess (deficiency) of revenues over expenditures	-	(218,972)	(117,327)	101,645
Net change in fund balance	-	(218,972)	(117,327)	101,645
Fund balance, beginning of year	218,972	218,972	218,972	-
Fund balance, end of year	\$ 218,972	\$ -	\$ 101,645	\$ 101,645

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, 2014

	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, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Expenditures:				
Public works:				
Current	\$ -	\$ 23,721	\$ -	\$ 23,721
Capital outlay	-	188,011	84,269	103,742
Total expenditures	-	211,732	84,269	127,463
Excess (deficiency) of revenues over expenditures	-	(211,732)	(84,269)	127,463
Net change in fund balance	-	(211,732)	(84,269)	127,463
Fund balance, beginning of year	214,076	214,076	214,076	-
Fund balance, end of year	\$ 214,076	\$ 2,344	\$ 129,807	\$ 127,463

CITY OF SANTA FE, NEW MEXICO
Capital Projects Fund
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Capital Projects
Landfill Projects
GAAP Budgetary Basis
For the Year Ended June 30, 2014

	Budgeted Amounts			Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final			
Other financing sources (uses):					
Transfers out	\$ -	\$ -	\$ -	(1) \$	(1)
Total other financing sources (uses)	-	-	-	(1)	(1)
Net change in fund balance	-	-	-	(1)	(1)
Fund balance, beginning of year	1	1	1	1	-
Fund balance, end of year	\$ 1	\$ 1	\$ 1	- \$	(1)

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, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 1,405,000	\$ 1,405,000	\$ 1,517,278	\$ 112,278
Intergovernmental	-	643,321	285,281	(358,040)
Total revenues	1,405,000	2,048,321	1,802,559	(245,762)
Expenditures:				
Public works:				
Current	880,456	1,200,552	1,251,979	(51,427)
Capital outlay	63,022	4,238,817	2,739,544	1,499,273
Total expenditures	943,478	5,439,369	3,991,523	1,447,846
Excess (deficiency) of revenues over expenditures	461,522	(3,391,048)	(2,188,964)	1,202,084
Other financing sources (uses):				
Transfers in	-	40,420	40,420	-
Transfers out	-	-	(976)	(976)
Total other financing sources (uses)	-	40,420	39,444	(976)
Net change in fund balance	461,522	(3,350,628)	(2,149,520)	1,201,108
Fund balance, beginning of year	5,950,418	5,950,418	5,950,418	-
Fund balance, end of year	\$ 6,411,940	\$ 2,599,790	\$ 3,800,898	\$ 1,201,108

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, 2014

	Budgeted Amounts			Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final			
Other financing sources (uses):					
Transfers out	\$ -	\$ -	\$ (311)	\$ (311)	(311)
Total other financing sources (uses)	-	-	(311)		(311)
Net change in fund balance	-	-	(311)		(311)
Fund balance, beginning of year	32,818	32,818	32,818		-
Fund balance, end of year	\$ 32,818	\$ 32,818	\$ 32,507	\$ (311)	(311)

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, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Expenditures:				
Public works:				
Current	\$ -	\$ 1,094	\$ 13,489	\$ (12,395)
Capital outlay	-	521,164	234,552	286,612
Total expenditures	-	522,258	248,041	274,217
Excess (deficiency) of revenues over expenditures	-	(522,258)	(248,041)	274,217
Other financing sources (uses):				
Transfers out	-	-	(1)	(1)
Total other financing sources (uses)	-	-	(1)	(1)
Net change in fund balance	-	(522,258)	(248,042)	274,216
Fund balance, beginning of year	576,383	576,383	576,383	-
Fund balance, end of year	\$ 576,383	\$ 54,125	\$ 328,341	\$ 274,216

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, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ -	\$ 1,400,000	\$ 468,008	\$ (931,992)
Other revenue	52,300	52,300	70,727	18,427
Total revenues	52,300	1,452,300	538,735	(913,565)
Expenditures:				
Public works:				
Current	-	69,352	67,980	1,372
Capital outlay	-	5,011,162	1,163,545	3,847,617
Total expenditures	-	5,080,514	1,231,525	3,848,989
Excess (deficiency) of revenues over expenditures	52,300	(3,628,214)	(692,790)	2,935,424
Other financing sources (uses):				
Transfers in	-	2,037,922	2,037,922	-
Transfers out	-	(290,489)	(290,489)	-
Total other financing sources (uses)	-	1,747,433	1,747,433	-
Net change in fund balance	52,300	(1,880,781)	1,054,643	2,935,424
Fund balance, beginning of year	2,424,675	2,424,675	2,424,675	-
Fund balance, end of year	\$ 2,476,975	\$ 543,894	\$ 3,479,318	\$ 2,935,424

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, 2014

	<u>Budgeted Amounts</u>			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	-	40,463	3,401	37,062	
Capital outlay	-	700,758	178,303	522,455	
Total expenditures	-	741,221	181,704	559,517	
Excess (deficiency) of revenues over expenditures	-	(681,413)	(181,704)	499,709	
Other financing sources (uses):					
Transfers out	-	(5,000)	(5,000)	-	
Total other financing sources (uses)	-	(5,000)	(5,000)	-	
Net change in fund balance	-	(686,413)	(186,704)	499,709	
Fund balance, beginning of year	695,355	695,355	695,355	-	
Fund balance, end of year	\$ 695,355	\$ 8,942	\$ 508,651	\$ 499,709	

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, 2014

	<u>Budgeted Amounts</u>			Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	
Expenditures:				
Public works:				
Capital outlay	\$ -	\$ 154,882	\$ 58,468	\$ 96,414
Total expenditures	-	154,882	58,468	96,414
Excess (deficiency) of revenues over expenditures	-	(154,882)	(58,468)	96,414
Net change in fund balance	-	(154,882)	(58,468)	96,414
Fund balance, beginning of year	209,769	209,769	209,769	-
Fund balance, end of year	\$ 209,769	\$ 54,887	\$ 151,301	\$ 96,414

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, 2014

	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	-	1,000	-	1,000
Capital outlay	-	50,000	-	50,000
Total expenditures	-	51,000	-	51,000
Excess (deficiency) of revenues over expenditures	-	(1,000)	-	1,000
Net change in fund balance	-	(1,000)	-	1,000
Fund balance, beginning of year	1,000	1,000	1,000	-
Fund balance, end of year	\$ 1,000	\$ -	\$ 1,000	\$ 1,000

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, 2014

	Budgeted Amounts			Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final			
Revenues:					
Intergovernmental	\$ 100,000	\$ 928,190	\$ 403,159	\$ (525,031)	
Total revenues	100,000	928,190	403,159	(525,031)	
Expenditures:					
Community development:					
Current	-	50,398	2,730	47,668	
Capital outlay	100,000	2,904,917	836,594	2,068,323	
Total expenditures	100,000	2,955,315	839,324	2,115,991	
Excess (deficiency) of revenues over expenditures	-	(2,027,125)	(436,165)	1,590,960	
Other financing sources (uses):					
Transfers out	-	-	(855)	(855)	
Total other financing sources (uses)	-	-	(855)	(855)	
Net change in fund balance	-	(2,027,125)	(437,020)	1,590,105	
Fund balance, beginning of year	2,143,882	2,143,882	2,143,882	-	
Fund balance, end of year	\$ 2,143,882	\$ 116,757	\$ 1,706,862	\$ 1,590,105	

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, 2014

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Other revenue	\$ -	\$ 1,350	\$ 1,200	\$ (150)
Total revenues	-	1,350	1,200	(150)
Expenditures:				
Culture and recreation:				
Current	218,305	415,192	103,727	311,465
Capital outlay	-	4,332	4,637	(305)
Total expenditures	218,305	419,524	108,364	311,160
Excess (deficiency) of revenues over expenditures	(218,305)	(418,174)	(107,164)	311,010
Other financing sources (uses):				
Transfers out	(10,141)	-	-	-
Total other financing sources (uses)	(10,141)	-	-	-
Net change in fund balance	(228,446)	(418,174)	(107,164)	311,010
Fund balance, beginning of year	428,645	428,645	428,645	-
Fund balance, end of year	\$ 200,199	\$ 10,471	\$ 321,481	\$ 311,010

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Capital Projects
Museums
GAAP Budgetary Basis
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Other financing sources (uses):				
Transfers out	\$ -	\$ (1,624)	\$ (1,624)	-
Total other financing sources (uses)	-	(1,624)	(1,624)	-
Net change in fund balance	-	(1,624)	(1,624)	-
Fund balance, beginning of year	1,624	1,624	1,624	-
Fund balance, end of year	\$ 1,624	\$ -	\$ -	-

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, 2014

	Budgeted Amounts			Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final			
Revenues:					
Intergovernmental	\$ 6,000	\$ 71,000	\$ 45,000	\$ (26,000)	
Interest on investments	20,335	20,335	46,961	26,626	
Other revenue	-	1,028	1,028	-	
Total revenues	26,335	92,363	92,989	626	
Expenditures:					
Culture and recreation:					
Current	320,930	1,921,539	983,440	938,099	
Capital outlay	(3,600)	13,021,763	4,936,727	8,085,036	
Total expenditures	317,330	14,943,302	5,920,167	9,023,135	
Excess (deficiency) of revenues over expenditures	(290,995)	(14,850,939)	(5,827,178)	9,023,761	
Other financing sources (uses):					
Transfers in	-	10,455,540	10,455,540	-	
Transfers out	-	(451,527)	(457,024)	(5,497)	
Total other financing sources (uses)	-	10,004,013	9,998,516	(5,497)	
Net change in fund balance	(290,995)	(4,846,926)	4,171,338	9,018,264	
Fund balance, beginning of year	4,946,382	4,946,382	4,946,382	-	
Fund balance, end of year	\$ 4,655,387	\$ 99,456	\$ 9,117,720	\$ 9,018,264	

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, 2014

	Budgeted Amounts			Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final			
Revenues:					
Intergovernmental	\$ -	\$ 165,000	\$ 158,120	\$ (6,880)	
Total revenues	-	165,000	158,120	(6,880)	
Expenditures:					
Culture and recreation:					
Capital outlay	-	254,118	181,640	72,478	
Total expenditures	-	254,118	181,640	72,478	
Excess (deficiency) of revenues over expenditures	-	(89,118)	(23,520)	65,598	
Other financing sources (uses):					
Transfers out	-	(60,620)	(61,079)	(459)	
Total other financing sources (uses)	-	(60,620)	(61,079)	(459)	
Net change in fund balance	-	(149,738)	(84,599)	65,139	
Fund balance, beginning of year	389,026	389,026	389,026	-	
Fund balance, end of year	\$ 389,026	\$ 239,288	\$ 304,427	\$ 65,139	

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, 2014

	Budgeted Amounts		Actual Amount	Variance with Final Budget- Positive (Negative)
	Original	Final		
Expenditures:				
Cultural and Recreation:				
Current	\$ -	\$ -	\$ 5,603	\$ (5,603)
Capital outlay	-	117,302	54,826	62,476
Total expenditures	-	117,302	60,429	56,873
Excess (deficiency) of revenues over expenditures	-	(117,302)	(60,429)	56,873
Other financing sources (uses):				
Transfers in	-	5,000	5,000	-
Transfers out	-	-	(193)	(193)
Total other financing sources (uses)	-	5,000	4,807	(193)
Net changes in fund balance	-	(112,302)	(55,622)	56,680
Fund balance, beginning of year	112,526	112,526	112,526	-
Fund balance, end of year	\$ 112,526	\$ 224	\$ 56,904	\$ 56,680

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, 2014

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes	\$ 15,000,000	\$ 15,600,000	\$ 15,489,596	\$ (110,404)
Investment income	65,646	65,646	-	(65,646)
Total revenues	15,065,646	15,665,646	15,489,596	(176,050)
Expenditures:				
General government:				
Current	2,411,253	2,423,216	2,547,304	(124,088)
Capital outlay	46,340	89,430	67,474	21,956
Total expenditures	2,457,593	2,512,646	2,614,778	(102,132)
Excess (deficiency) of revenues over expenditures	12,608,053	13,153,000	12,874,818	(278,182)
Other financing sources (uses):				
Transfers in	1,400,000	2,087,597	2,087,597	-
Transfers out	(13,800,838)	(15,126,479)	(15,126,479)	-
Total other financing sources (uses)	(12,400,838)	(13,038,882)	(13,038,882)	-
Net change in fund balance	207,215	114,118	(164,064)	(278,182)
Fund balance, beginning of year	9,076,634	9,076,634	9,076,634	-
Fund balance, end of year	\$ 9,283,849	\$ 9,190,752	\$ 8,912,570	\$ (278,182)

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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, 2014

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget - Positive (Negative)
Revenues:				
Investment income (loss)	\$ 22,700	\$ 29,773	\$ 67,933	\$ 38,160
Property tax revenue	2,073,858	2,073,858	3,188,975	1,115,117
Reimbursements/refunds	-	57,358	57,358	-
Miscellaneous revenue	46,270	-	384	384
Total revenues	2,142,828	2,160,989	3,314,650	1,153,661
Expenditures:				
Debt service:				
Principal payments	8,953,322	8,681,450	8,681,450	-
Interest and fiscal agent fees	5,402,662	5,236,077	5,238,130	(2,053)
Bond issuance costs	-	187,572	187,572	-
Total expenditures	14,355,984	14,105,099	14,107,152	(2,053)
Excess (deficiency) of revenues over expenditures	(12,213,156)	(11,944,110)	(10,792,502)	1,151,608
Other financing sources (uses):				
Operating transfers in	11,565,524	11,412,289	11,515,745	103,456
Operating transfers out	-	(12,259,833)	(12,363,289)	(103,456)
HUD loan payments (flow through)	-	-	29,192	29,192
Issuance of bonds				
Face value of bonds issued	-	11,760,000	11,760,000	-
Premium on issuance of bond	-	262,003	262,003	-
Total other financing sources (uses)	11,565,524	11,174,459	11,203,651	29,192
Net change in fund balance	(647,632)	(769,651)	411,149	1,180,800
Fund balance, beginning of year	76,634,461	5,557,403	4,748,930	808,473
Fund balance, end of year	\$ 75,986,829	\$ 4,787,752	\$ 5,160,079	\$ 372,327

CITY OF SANTA FE, NEW MEXICO
Major Governmental Fund
Debt Service Fund
Combining Balance Sheet
For the Year Ended June 30, 2014

	General Obligation 2008 Debt Service	General Obligation 2010 Debt Service	General Obligation 2013 Debt Service	GRT 2006 Debt Service	GRT 2008 CIP Debt Service	GRT Refunding 2010A Debt Service
Assets						
Cash and investments	\$ 918,929	\$ 433,397	\$ 113,105	\$ 2,807	\$ 1,617	\$ 75,956
Restricted cash, cash equivalents and investments:						
Restricted for debt service payments	1,690,573	797,329	51,948	178,961	117,060	344,468
Receivables:						
Property taxes	24,403	11,509	13,181	-	-	-
Interest	838	395	1,679	528	261	2,379
	<u>\$ 2,634,743</u>	<u>\$ 1,242,630</u>	<u>\$ 179,913</u>	<u>\$ 182,296</u>	<u>\$ 118,938</u>	<u>\$ 422,803</u>
Liabilities and Fund Balances						
Liabilities:						
Vouchers payable	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance:						
Spendable						
Restricted:						
Debt service	2,634,743	1,242,630	179,913	182,296	118,938	422,803
Total fund balance	<u>2,634,743</u>	<u>1,242,630</u>	<u>179,913</u>	<u>182,296</u>	<u>118,938</u>	<u>422,803</u>
Total liabilities and fund balances	<u>\$ 2,634,743</u>	<u>\$ 1,242,630</u>	<u>\$ 179,913</u>	<u>\$ 182,296</u>	<u>\$ 118,938</u>	<u>\$ 422,803</u>

GRTCIP & Ref. 2012A Debt Service	GRT Refunding 2013A Debt Service	GRT Refunding 2013B Debt Service	HUD Section 108 Loan Debt Service	NMFA-Land Acquisition Debt Service	TOTAL
\$ 61,894	\$ 13,666	\$ 10,976	\$ 155	\$ 2,163	\$ 1,634,665
195,366	35,964	56,028	41,972	-	3,509,669
-	-	-	-	-	49,093
252	98	161	-	76	6,667
\$ 257,512	\$ 49,728	\$ 67,165	\$ 42,127	\$ 2,239	\$ 5,200,094
-	-	-	\$ 15	-	\$ 15
-	-	-	40,000	-	40,000
-	-	-	40,015	-	40,015
257,512	49,728	67,165	2,112	2,239	5,160,079
257,512	49,728	67,165	2,112	2,239	5,160,079
\$ 257,512	\$ 49,728	\$ 67,165	\$ 42,127	\$ 2,239	\$ 5,200,094

Assets

Cash and investments
 Restricted cash, cash equivalents and 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, 2014

	General Obligation 2008 Debt Service	General Obligation 2010 Debt Service	General Obligation 2013 Debt Service	GRT 2002 Debt Service	GRT 2004A Debt Service	GRT Refunding 2004B Debt Service	GRT 2006 Debt Service	GRT 2008 CIP Debt Service	GRT Refunding 2008B Debt Service
REVENUES:									
Taxes									
Property	\$ 1,607,973	\$ 1,320,143	\$ 260,859	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment income (loss)	10,285	4,841	19,066	-	-	-	4,850	2,467	123
Reimbursements/refunds	-	-	21,759	-	-	-	-	-	-
Gain on sale - investments	48	23	97	-	-	-	31	15	-
Total revenues	1,618,306	1,325,007	301,781	-	-	-	4,881	2,482	123
EXPENDITURES:									
Debt service									
Principal payments	835,000	410,000	-	-	-	-	1,000,000	325,000	-
Interest and fiscal agent fees	712,303	318,280	196,167	-	1,250	-	151,741	1,031,598	-
Bond issuance costs	-	-	187,572	-	-	-	-	-	-
Total expenditures	1,547,303	728,280	383,739	-	1,250	-	1,151,741	1,356,598	-
Excess (deficiency) of revenues over expenditures	71,003	596,727	(81,958)	-	(1,250)	-	(1,146,860)	(1,354,116)	123
OTHER FINANCING SOURCES (USES):									
Operating transfers in	-	-	-	-	1,250	-	1,187,656	1,359,725	4
Operating transfers out	-	(1,202)	(12,000,000)	(3)	(30)	(1)	-	-	(68,009)
Other sources	-	-	-	-	-	-	-	-	-
Issuance of bonds									
Bonds proceeds	-	-	11,760,000	-	-	-	-	-	-
Bond premiums	-	-	262,003	-	-	-	-	-	-
Total other financing sources (uses)	-	(1,202)	22,003	(3)	1,220	(1)	1,187,656	1,359,725	(68,005)
Net change in fund balance	71,003	595,525	(59,955)	(3)	(30)	(1)	40,796	5,609	(67,882)
Fund balance, beginning of year	2,563,739	647,106	239,868	3	30	1	141,500	113,329	67,882
Fund balance, end of year	\$ 2,634,742	\$ 1,242,631	\$ 179,913	\$ -	\$ -	\$ -	\$ 182,296	\$ 118,938	\$ -

GRT Refunding 2010A Debt Service	GRT Refunding/ CIP 2012A Debt Service	GRT Refunding 2013A Debt Service	GRT Refunding 2013B Debt Service	NMFA-Fire Department Debt Service	HUD Section 108 Loan Debt Service	NMFA-Parking Loan Debt Service	NMFA-Land Acquisition Debt Service	TOTAL	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	3,188,975	REVENUES:
20,158	2,798	531	877	-	4	-	1,933	67,933	Taxes
-	14,286	10,280	11,033	-	-	-	-	57,358	Property
137	14	6	9	-	-	-	4	384	Investment income (loss)
20,295	17,098	10,817	11,919	-	4	-	1,937	3,314,650	Reimbursements/refunds
									Gain on sale - investments
									Total revenues
									EXPENDITURES:
5,470,000	190,000	80,000	205,000	-	18,000	-	148,450	8,681,450	Debt service
457,241	1,409,674	351,217	469,873	-	11,368	-	127,418	5,238,130	Principal payments
-	-	-	-	-	-	-	-	187,572	Interest and fiscal agent fees
5,927,241	1,599,674	431,217	674,873	-	29,368	-	275,868	14,107,152	Bond issuance costs
									Total expenditures
(5,906,946)	(1,582,576)	(420,400)	(662,954)	-	(29,364)	-	(273,931)	(10,792,502)	Excess (deficiency) of revenues over expenditures
5,925,225	1,658,925	432,243	674,649	-	200	-	275,868	11,515,745	OTHER FINANCING SOURCES (USES):
(103,454)	-	(1)	(1)	(190,061)	-	(527)	-	(12,363,289)	Operating transfers in
-	-	-	-	-	29,192	-	-	29,192	Operating transfers out
-	-	-	-	-	-	-	-	11,760,000	Other sources
-	-	-	-	-	-	-	-	262,003	Issuance of bonds
5,821,771	1,658,925	432,242	674,648	(190,061)	29,392	(527)	275,868	11,203,651	Bonds proceeds
									Bond premiums
(85,175)	76,349	11,842	11,694	(190,061)	28	(527)	1,937	411,149	Total other financing sources (uses)
507,978	181,163	37,886	55,471	190,061	2,084	527	302	4,748,930	Net change in fund balance
\$ 422,803	\$ 257,512	\$ 49,728	\$ 67,165	\$ -	\$ 2,112	\$ -	\$ 2,239	\$ 5,160,079	Fund balance, beginning of year
									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, 2014

	Municipal Recreation Complex	Parking Enterprise Fund	Transit Bus System
Assets			
Current assets:			
Cash, investments and cash equivalents	\$ -	\$ 1,216,488	\$ 4,059,993
Grants receivable	16,079	62,470	26,829
Receivable (net of allowances)			
Accounts	246,433	74,563	-
Interest receivable	106	1,296	1,580
Total current assets	262,618	1,354,817	4,088,402
Noncurrent assets:			
Capital assets:			
Land and land rights	2,250,000	-	-
Buildings and structures	2,314,761	18,360,390	7,721,323
Utility systems	-	-	-
Improvements	14,830,114	63,620	766,447
Furniture and fixtures	-	-	7,558
Equipment and machinery	905,029	759,038	1,906,344
Vehicles	59,236	391,503	11,312,720
Data processing equipment and software	62,002	519,199	550,026
Art	-	-	180,971
Construction in progress	-	-	293,300
Less accumulated depreciation	(15,361,739)	(4,696,294)	(11,408,371)
Total capital assets (net of accumulated depreciation)	5,059,403	15,397,456	11,330,318
Total noncurrent assets	5,059,403	15,397,456	11,330,318
Total assets	\$ 5,322,021	\$ 16,752,273	\$ 15,418,720
Liabilities			
Current liabilities:			
Accounts payable	\$ 29,541	\$ 58,767	\$ 120,925
Gross Receipts tax payable	4,591	61,466	-
Accrued wages payable	11,923	61,839	116,475
Bonds payable net of amortization	937,286	-	-
Interest payable	30,704	-	-
Deposits and escrows	-	7,233	14
Due to other funds	841,334	-	-
Total current liabilities	1,855,379	189,305	237,414
Noncurrent liabilities:			
Bonds payable net of amortization	7,500,567	-	-
Compensated absences payable	35,415	246,195	467,365
Total noncurrent liabilities	7,535,982	246,195	467,365
Total liabilities	9,391,361	435,500	704,779
Net position			
Net investment in capital assets	(3,378,450)	15,397,456	11,330,318
Unrestricted	(690,890)	919,317	3,383,623
Total net position	\$ (4,069,340)	\$ 16,316,773	\$ 14,713,941

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

Airport	GCCC	Totals	
\$ -	\$ 1,684,691	\$ 6,961,172	Current assets:
1,275,020	-	1,380,398	Cash, investments and cash equivalents
-	-	320,996	Grants receivable
361	1,833	5,176	Receivable (net of allowances)
			Accounts
			Interest receivable
1,275,381	1,686,524	8,667,742	Total current assets
			Noncurrent assets:
129,711	2,072,067	4,451,778	Capital assets:
5,179,142	23,306,768	56,882,384	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	503,277	5,238,339	Furniture and fixtures
596,733	63,690	12,423,882	Equipment and machinery
2,174	51,949	1,185,350	Vehicles
-	-	180,971	Data processing equipment and software
7,499,309	1,348,625	9,141,234	Art
(13,216,008)	(7,733,592)	(52,416,004)	Construction in progress
			Less accumulated depreciation
18,140,927	19,878,552	69,806,656	Total capital assets (net of accumulated depreciation)
18,140,927	19,878,552	69,806,656	Total noncurrent assets
\$ 19,416,308	\$ 21,565,076	\$ 78,474,398	Total assets
			Liabilities
\$ 1,099,705	\$ 94,542	\$ 1,403,480	Current liabilities:
119	6,665	72,841	Accounts payable
23,423	58,303	271,963	Gross receipts tax payable
-	-	937,286	Accrued wages payable
-	-	30,704	Bonds payable net of amortization
-	16,721	23,968	Interest payable
92,036	-	933,370	Deposits and escrows
1,215,283	176,231	3,673,612	Due to other funds
			Total current liabilities
-	-	7,500,567	Noncurrent liabilities:
59,997	169,715	978,687	Bonds payable net of amortization
			Compensated absences payable
59,997	169,715	8,479,254	Total noncurrent liabilities
1,275,280	345,946	12,152,866	Total liabilities
18,140,927	19,878,552	61,368,803	Net position
101	1,340,578	4,952,729	Net investment in capital assets
\$ 18,141,028	\$ 21,219,130	\$ 66,321,532	Unrestricted
			Total net position

CITY OF SANTA FE, NEW MEXICO
Enterprise Funds
Combining Statement of Revenues, Expenses
and Changes in Net Assets
Nonmajor Enterprise Funds
For the Year Ended June 30, 2014

	Municipal Recreation Complex	Parking Enterprise Fund	Transit Bus System
Operating revenues:			
User fees	\$ 970,741	\$ 4,199,989	\$ 1,074,866
Other revenue	118,716	522,445	127,117
Total operating revenues	1,089,457	4,722,434	1,201,983
Operating expenses:			
Salaries, wages and benefits	434,437	3,025,989	6,091,304
Contractual services and utilities	319,710	393,180	170,419
Repairs and maintenance	33,958	85,901	367,460
Supplies	48,326	163,357	706,340
Capital outlay-inventory exempt items	31,782	103,237	42,932
Depreciation expense	199,805	491,646	1,191,819
Insurance	1,976	110,981	241,938
Bad debt expense	-	-	96,011
Other	187,763	911,277	772,854
Total operating expenses	1,257,757	5,285,568	9,681,077
Operating income (loss)	(168,300)	(563,134)	(8,479,094)
Non-operating revenues (expenses):			
Investment income	1,338	10,743	12,937
Intergovernmental Grants	-	-	2,568,477
Gain (loss) on sale of capital assets	(5,583)	1,080	(13,816)
Interest expense	(401,453)	-	-
Prem/(discount) debt service interest	17,286	-	-
Total non-operating revenues (expenses)	(388,412)	11,823	2,567,598
Income (loss) before transfers	(556,712)	(551,311)	(5,911,496)
Transfers in	1,507,371	-	5,800,317
Transfers out	(2,435)	(97,727)	-
Change in net position	948,224	(649,038)	(111,179)
Net position, beginning of year (previously stated)	(4,791,446)	16,965,811	14,825,120
Adjustment to net position: Restatement of issuance cost	(226,118)	-	-
Net position, beginning of year (restated)	(5,017,564)	16,965,811	14,825,120
Net position, end of year	\$ (4,069,340)	\$ 16,316,773	\$ 14,713,941

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

Airport	GCCC	Totals	
\$ 985,684	\$ 1,649,259	\$ 8,880,539	Operating revenues:
192,944	301,613	1,262,835	User fees
1,178,628	1,950,872	10,143,374	Other revenue
			Total operating revenues
			Operating expenses:
1,093,583	2,498,432	13,143,745	Salaries, wages and benefits
157,008	781,004	1,821,321	Contractual services and utilities
18,471	124,001	629,791	Repairs and maintenance
30,354	200,913	1,149,290	Supplies
5,426	334,868	518,245	Capital outlay-inventory exempt items
1,356,454	493,076	3,732,800	Depreciation expense
32,933	9,880	397,708	Insurance
-	-	96,011	Bad debt expense
152,079	199,101	2,223,074	Other
2,846,308	4,641,275	23,711,985	Total operating expenses
(1,667,680)	(2,690,403)	(13,568,611)	Operating income (loss)
			Non-operating revenues (expenses):
1,140	14,211	40,369	Investment income
			Intergovernmental
1,566,216	-	4,134,693	Grants
-	342	(17,977)	Gain (loss) on sale of capital assets
-	-	(401,453)	Interest expense
-	-	17,286	Prem/(discount) debt service interest
1,567,356	14,553	3,772,918	Total non-operating revenues (expenses)
(100,324)	(2,675,850)	(9,795,693)	Income (loss) before transfers
426,075	2,436,649	10,170,412	Transfers in
-	(263,698)	(363,860)	Transfers out
325,751	(502,899)	10,859	Change in net position
17,815,277	21,722,029	66,536,791	Net position, beginning of year (previously stated)
-	-	(226,118)	Adjustment to net position:
			Restatement of issuance cost
17,815,277	21,722,029	66,310,673	Net position, beginning of year (restated)
\$ 18,141,028	\$ 21,219,130	\$ 66,321,532	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, 2014

	Municipal Recreation Complex	Parking Enterprise Fund	Transit Bus System
Cash flows from operating activities:			
Cash received from customers	\$ 1,045,445	\$ 4,686,025	\$ 1,201,983
Cash payments to suppliers for goods and services	(640,623)	(1,410,960)	(1,672,113)
Cash paid for interfund services provided and used	-	(380,826)	(657,337)
Cash payments to employees for services	(434,217)	(2,972,129)	(6,053,523)
Net cash provided (used) by operating activities:	(29,395)	(77,890)	(7,180,990)
Cash flows from noncapital financing activities:			
Government contributions	-	46,850	2,918,094
Advance from other funds - general fund	20,945	-	-
Transfers-in from other funds	1,507,371	-	5,800,317
Transfers-out to other funds	(2,435)	(97,727)	-
Net cash provided (used) by noncapital financing activities	1,525,881	(50,877)	8,718,411
Cash flows from capital and related financing activities:			
Acquisition and construction of capital assets	(187,903)	-	(641,294)
Proceeds from sale of capital assets	(5,583)	1,080	(13,816)
Principal paid on revenue bond maturities and notes payable	(900,000)	-	-
Interest paid on revenue bonds and notes payable	(404,453)	-	-
Net cash used for capital and related financing activities	(1,497,939)	1,080	(655,110)
Cash flows from investing activities:			
Interest and dividends on investments	1,453	11,002	13,077
Net cash provided by investing activities	1,453	11,002	13,077
Net increase (decrease) in cash and cash equivalents	-	(116,685)	895,388
Cash, investments and cash equivalents at beginning of year	-	1,333,173	3,164,605
Cash, investments and cash equivalents at end of year	\$ -	\$ 1,216,488	\$ 4,059,993
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	\$ (168,300)	\$ (563,134)	\$ (8,479,094)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation/amortization/bad debt expense	199,805	491,646	1,287,830
Change in assets and liabilities:			
(Increase) decrease in accounts receivable	(44,012)	(36,409)	-
Increase (decrease) in accounts payable	(16,110)	(10,103)	(27,508)
Increase (decrease) in compensated absences payable	(4,362)	(1,653)	14,102
Increase (decrease) in accrued wages payable	4,582	10,093	23,680
Increase (decrease) in miscellaneous payable	(998)	45,420	-
Increase (decrease) in escrow	-	(13,750)	-
Total adjustments	138,905	485,244	1,298,104
Net cash provided (used) by operating activities	\$ (29,395)	\$ (77,890)	\$ (7,180,990)

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

Airport		GCCC		Totals	
\$	1,178,628	\$	1,950,872	\$	10,062,953
	(258,978)		(1,666,919)		(5,649,593)
	(147,370)		-		(1,185,533)
	(1,140,976)		(2,486,905)		(13,087,750)
	(368,696)		(2,202,952)		(9,859,923)
	2,033,151		82,215		5,080,310
	(1,558,355)		-		(1,537,410)
	426,075		2,436,649		10,170,412
	-		(263,698)		(363,860)
	900,871		2,255,166		13,349,452
	(532,955)		-		(1,362,152)
	-		342		(17,977)
	-		-		(900,000)
	-		-		(404,453)
	(532,955)		342		(2,684,582)
	780		14,482		40,794
	780		14,482		40,794
	-		67,038		845,741
	-		1,617,653		6,115,431
\$	-	\$	1,684,691	\$	6,961,172
\$	(1,667,680)	\$	(2,690,403)	\$	(13,568,611)
	1,356,454		493,076		3,828,811
	-		-		(80,421)
	(9,946)		(16,214)		(79,881)
	(46,824)		(2,167)		(40,904)
	(569)		13,694		51,480
	(131)		(938)		43,353
	-		-		(13,750)
	1,298,984		487,451		3,708,688
\$	(368,696)	\$	(2,202,952)	\$	(9,859,923)

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
Proceeds from sale of capital assets
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
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, 2014

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
Operating revenues and transfers in:				
User fees	\$ 1,016,237	\$ 1,016,237	\$ 970,741	\$ (45,496)
Investment income	658	658	1,338	680
Other revenue	101,878	112,348	118,716	6,368
Transfers in	1,400,000	1,424,604	1,507,371	82,767
Total operating revenues and transfers in	2,518,773	2,553,847	2,598,166	44,319
Operating expenses and transfers out:				
Salaries, wages and benefits	570,718	580,718	434,437	146,281
Contractual services and utilities	358,647	330,052	319,710	10,342
Repairs and maintenance	12,000	31,951	33,958	(2,007)
Supplies	40,460	54,393	48,326	6,067
Capital outlay	194,731	287,848	225,268	62,580
Insurance	1,976	1,976	1,976	-
Interest expense	1,304,453	1,304,453	401,453	903,000
Other	192,967	211,783	187,763	24,020
Transfers out	2,435	85,202	2,435	82,767
Total operating expenses and transfers out	2,678,387	2,888,376	1,655,326	1,233,050
Excess of revenues over (under) expenses	\$ (159,614)	\$ (334,529)	942,840	\$ 1,277,369
Revenue (expenses) not budgeted:				
Depreciation expense			(199,805)	
Gain (loss) on sale of capital assets			(5,583)	
Prem (discount) debt service interest			17,286	
Change to conform to generally accepted accounting principles				
Capital outlay			193,486	
Change in net position			\$ 948,224	

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, 2014

	<u>Budgeted Amounts</u>			Variance with Final Budget- Positive (Negative)
	Original	Final	Actual	
Operating revenues:				
User fees	\$ 4,499,185	\$ 4,499,185	\$ 4,199,989	\$ (299,196)
Investment income	3,553	3,553	10,743	7,190
Other revenue	556,079	556,079	522,445	(33,634)
Total operating revenues	5,058,817	5,058,817	4,733,177	(325,640)
Operating expenses and transfers out:				
Salaries, wages and benefits	3,123,022	3,123,022	3,025,989	97,033
Contractual services and utilities	430,530	498,169	393,180	104,989
Repairs and maintenance	163,700	175,792	85,901	89,891
Supplies	233,866	237,503	163,357	74,146
Capital outlay	103,700	208,200	103,237	104,963
Insurance	110,981	110,981	110,981	-
Other	1,008,455	1,079,496	911,277	168,219
Transfers out	67,009	97,727	97,727	-
Total operating expenses and transfers out	5,241,263	5,530,890	4,891,649	639,241
Excess of revenues over (under) expenses	\$ (182,446)	\$ (472,073)	(158,472)	\$ 313,601
Revenue (expenses) not budgeted:				
Depreciation expense			(491,646)	
Gain (loss) on sale of capital assets			1,080	
Change in net position			<u><u>\$ (649,038)</u></u>	

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, 2014

	<u>Budgeted Amounts</u>			Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues and transfers in:				
User fees	\$ 693,000	\$ 1,306,000	\$ 1,074,866	\$ (231,134)
Investment income	3,022	3,022	12,937	9,915
Intergovernmental	1,184,424	5,584,888	2,568,477	(3,016,411)
Other revenue	850,000	100,000	127,117	27,117
Transfers in	5,720,797	5,800,317	5,800,317	-
Total operating revenues and transfers in	<u>8,451,243</u>	<u>12,794,227</u>	<u>9,583,714</u>	<u>(3,210,513)</u>
Operating expenses:				
Salaries, wages and benefits	6,214,808	6,214,808	6,091,304	123,504
Contractual services and utilities	216,000	259,951	170,419	89,532
Repairs and maintenance	437,900	506,412	367,460	138,952
Supplies	597,662	691,868	706,340	(14,472)
Capital outlay	17,800	5,479,157	700,472	4,778,685
Insurance	241,938	241,938	241,938	-
Other	760,463	785,551	772,854	12,697
Total operating expenses	<u>8,486,571</u>	<u>14,179,685</u>	<u>9,050,787</u>	<u>5,128,898</u>
Excess of revenues over (under) expenses	\$ (35,328)	\$ (1,385,458)	532,927	\$ 1,918,385
Revenue (expenses) not budgeted:				
Depreciation expense			(1,191,819)	
Bad debt expense			(96,011)	
Gain (loss) on sale of capital assets			(13,816)	
Change to conform to generally accepted accounting principles				
Capital outlay			<u>657,540</u>	
Change in net position			<u>\$ (111,179)</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, 2014

	Budgeted Amounts			Variance with Final Budget- Positive (Negative)
	Original	Final	Actual	
Operating revenues and transfers in:				
User fees	\$ 981,000	\$ 981,000	\$ 985,684	\$ 4,684
Investment income	-	-	1,140	1,140
Intergovernmental	-	2,972,632	1,566,216	(1,406,416)
Other revenue	252,000	252,000	192,944	(59,056)
Transfers in	-	395,334	426,075	30,741
Total operating revenues and transfers in	1,233,000	4,600,966	3,172,059	(1,428,907)
Operating expenses:				
Salaries, wages and benefits	1,242,688	1,246,306	1,093,583	152,723
Contractual services and utilities	150,250	169,197	157,008	12,189
Repairs and maintenance	26,416	28,602	18,471	10,131
Supplies	32,757	36,865	30,354	6,511
Capital outlay	2,000	3,090,514	1,638,087	1,452,427
Insurance	46,150	46,150	32,933	13,217
Other	154,256	154,756	152,079	2,677
Total operating expenses	1,654,517	4,772,390	3,122,515	1,649,875
Excess of revenues over (under) expenses	\$ (421,517)	\$ (171,424)	49,544	\$ 220,968
Revenue (expenses) not budgeted:				
Depreciation expense			(1,356,454)	
Change to conform to generally accepted accounting principles				
Capital outlay			1,632,661	
Change in net position			<u>\$ 325,751</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, 2014

	<u>Budgeted Amounts</u>			Variance with Final Budget- Positive (Negative)
	Original	Final	Actual	
Operating revenues and transfers in:				
User fees	\$ 1,566,000	\$ 1,566,000	\$ 1,649,259	\$ 83,259
Investment income	6,606	6,606	14,211	7,605
Other revenue	264,000	264,000	301,613	37,613
Transfers in	2,436,649	2,436,649	2,436,649	-
Total operating revenues and transfers in	4,273,255	4,273,255	4,401,732	128,477
Operating expenses and transfers out:				
Salaries, wages and benefits	2,605,050	2,614,062	2,498,432	115,630
Contractual services and utility	802,675	797,315	781,004	16,311
Repairs and maintenance	124,671	143,454	124,001	19,453
Supplies	257,554	235,540	200,913	34,627
Capital outlay	41,250	483,019	334,868	148,151
Insurance	17,380	17,380	9,880	7,500
Other	159,202	161,932	199,101	(37,169)
Transfers out	263,698	263,698	263,698	-
Total operating expenses and transfers out	4,271,480	4,716,400	4,411,897	304,503
Excess of revenues over (under) expenses	\$ 1,775	\$ (443,145)	(10,165)	\$ 432,980
Revenue (expenses) not budgeted:				
Depreciation expense			(493,076)	
Gain (loss) on sale of capital assets			342	
Change in net position			<u>\$ (502,899)</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 Budetary Basis
For the Year Ended June 30, 2014

	<u>Budgeted Amounts</u>			Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
User fees	\$ 11,245,888	\$ 12,279,805	\$ 11,826,635	\$ (453,170)
Other revenue	139,205	164,523	190,705	26,182
Investment income	71,428	71,428	180,793	109,365
Intergovernmental				
State-shared taxes	1,800,000	1,925,000	1,913,142	(11,858)
Total operating revenues	13,256,521	14,440,756	14,111,275	(329,481)
Operating expenses:				
Salaries, wages and benefits	5,422,179	5,914,975	4,646,112	1,268,863
Contractual services and utilities	1,922,824	2,117,616	1,985,644	131,972
Repairs and maintenance	552,590	538,740	426,285	112,455
Supplies	638,206	664,031	566,259	97,772
Capital outlay	37,140	3,380,353	2,248,242	1,132,111
Insurance	409,834	426,415	427,116	(701)
Other	1,127,771	1,253,657	1,233,697	19,960
Interest expense	2,309,750	2,309,750	791,025	1,518,725
Total operating expenses	12,420,294	16,605,537	12,324,380	4,281,157
Excess of revenues over (under) expenses	\$ 836,227	\$ (2,164,781)	1,786,895	\$ 3,951,676
Revenue (expenses) not budgeted:				
Depreciation expense			(3,024,041)	
Amortization expense			(16,979)	
Bad debt expense			(55,293)	
Prem/(discount) debt service interest			215,949	
Change to conform to generally accepted accounting principles				
Capital Outlay			2,213,737	
Change in net position			\$ 1,120,268	

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, 2014

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
Operating revenues and transfers in:				
User fees	\$ 37,388,980	\$ 40,576,161	\$ 37,772,523	\$ (2,803,638)
Other revenue	336,000	336,000	384,683	\$ 48,683
Investment income	266,919	266,919	787,320	\$ 520,401
Intergovernmental				
State-shared taxes	7,300,000	7,700,000	7,636,708	\$ (63,292)
Grants	-	999,635	4,162,171	\$ 3,162,536
Transfers in	-	45,000	45,000	\$ -
Total operating revenues and transfers in	45,291,899	49,923,715	50,788,405	864,690
Operating expenses and transfers out:				
Salaries, wages and benefits	7,040,083	9,426,051	8,231,556	1,194,495
Contractual services and utilities	6,764,937	9,027,474	6,872,257	2,155,217
Repairs and maintenance	445,914	607,521	485,835	121,686
Supplies	898,550	814,790	625,225	189,565
Capital outlay	6,355,000	17,412,124	8,168,466	9,243,658
Insurance	232,079	283,485	283,218	267
Other	8,171,506	8,556,477	14,611,605	(6,055,128)
Interest expense	9,492,371	12,413,285	5,402,285	7,011,000
Transfers out	1,400,000	2,038,250	2,038,250	-
Total operating expenses and transfers out	40,800,440	60,579,457	46,718,697	13,860,760
Excess of revenues over (under) expenses	\$ 4,491,459	\$ (10,655,742)	4,069,708	\$ 14,725,450
Revenue (expenses) not budgeted:				
Depreciation expense			(10,136,614)	
Bad debt expense			(179,932)	
Gain on sale of capital assets			11,089	
Prem/(discount) debt service interest			147,975	
Change to conform to generally accepted accounting principles				
Capital Outlay			8,072,324	
Change in net position			\$ 1,984,550	

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, 2014

	<u>Budgeted Amounts</u>			Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues and transfers in:				
User fees	\$ 10,712,464	\$ 11,600,741	\$ 11,442,538	\$ (158,203)
Other revenues	-	73,849	131,891	58,042
Investment income	27,009	27,009	65,279	38,270
Intergovernmental				
State-shared taxes	1,800,000	1,925,000	1,913,142	(11,858)
Grants	-	-	114,670	114,670
Transfers in	14,000	14,000	14,000	
Total operating revenues and transfers in	12,553,473	13,640,599	13,681,520	40,921
Operating expenses and transfers out:				
Salaries, wages and benefits	4,228,880	4,654,691	4,329,656	325,035
Contractual services and utilities	3,555,828	3,898,069	3,065,154	832,915
Repairs and maintenance	535,700	570,301	497,544	72,757
Supplies	1,028,097	1,048,951	782,729	266,222
Capital outlay	1,804,888	3,256,338	2,465,593	790,745
Insurance	298,428	312,855	312,422	433
Other	834,258	948,862	838,279	110,583
Interest expense	1,308,823	1,308,823	475,809	833,014
Transfers out	275,868	275,868	275,868	-
Total operating expenses and transfers out	13,870,770	16,274,758	13,043,054	3,231,704
Excess of revenues over (under) expenses	\$ (1,317,297)	\$ (2,634,159)	638,466	\$ 3,272,625
Revenue (expenses) not budgeted:				
Depreciation expense			(899,356)	
Bad debt expense			(103,349)	
Prem/(discount) debt service interest			18,110	
Change to conform to generally accepted accounting principles				
Capital Outlay			1,988,377	
Change in net position			\$ 1,642,248	

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, 2014

	Budgeted Amounts			Variance with Final Budget- Positive (Negative)
	Original	Final	Actual	
Operating revenues and transfers in:				
Other revenue	\$ 558,977	\$ 610,556	\$ 448,776	\$ (161,780)
Investment income	6,794	6,794	7,987	1,193
Intergovernmental	-	-	-	-
Transfers in	1,564,788	3,045,485	3,045,485	-
Total operating revenues and transfers in	2,130,559	3,662,835	3,502,248	(160,587)
Operating expenses and transfers out:				
Salaries, wages and benefits	363,224	363,224	274,745	88,479
Contractual services and utility	153,961	1,286,987	772,764	514,223
Repairs and maintenance	2,000	2,000	1,393	607
Supplies	25,964	24,564	23,785	779
Capital outlay	7,000	1,451,652	1,198,567	253,085
Interest expense	1,553,832	1,553,832	771,984	781,848
Other operating	342,294	428,220	346,956	81,264
Transfers out	-	167,400	167,400	-
Total operating expenses and transfers out	2,448,275	5,277,879	3,557,594	1,720,285
Excess of revenues over (under) expenses	\$ (317,716)	\$ (1,615,044)	\$ (55,346)	\$ 1,559,698
Revenue (expenses) not budgeted:				
Depreciation expense			(3,133,548)	
Prem (Discount) debt service interest			94,659	
Change to conform to generally accepted accounting principles				
Capital outlay			1,194,517	
Change in net position			<u>\$ (1,899,718)</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, 2014

	<u>Budgeted Amounts</u>			Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues and transfers in:				
User fees	\$ -	\$ -	\$ 203,736	\$ 203,736
Interest income	15,639	15,639	44,011	28,372
Intergovernmental	6,167	6,167	6,613	446
Other revenue	430,300	430,300	27,540	(402,760)
Transfers in	3,502,271	3,502,271	3,502,271	-
Total operating revenues and transfers in	3,954,377	3,954,377	3,784,171	(170,206)
Operating expenses and transfers out:				
Salaries, wages and benefits	573,896	573,896	609,591	(35,695)
Contractual services and utilities	466,241	525,220	596,314	(71,094)
Repairs and maintenance	177,895	171,779	60,607	111,172
Supplies	78,839	82,339	51,688	30,651
Capital outlay	5,900	122,941	41,512	81,429
Insurance	24,673	24,673	21,923	2,750
Claims and judgements	-	10,000	10,000	-
Interest expense	3,354,501	3,354,501	2,176,635	1,177,866
Other	136,130	132,060	113,456	18,604
Transfers out	137,522	137,522	137,522	-
Total operating expenses and transfers out	4,955,597	5,134,931	3,819,248	1,315,683
Excess of revenues over (under) expenses	\$ (1,001,220)	\$ (1,180,554)	(35,077)	\$ 1,145,477
Revenue (expenses) not budgeted:				
Depreciation expense			(1,337,648)	
Prem (discount) debt service interest			89,365	
Change in net position			\$ (1,283,360)	

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, 2014

	<u>Budgeted Amounts</u>			Variance with Final Budget- Positive (Negative)
	Original	Final	Actual	
Operating revenues:				
Interest income	\$ 15,869	\$ 15,869	\$ 27,038	\$ 11,169
Rental income	4,700,000	2,350,000	2,350,000	-
Total operating revenues	4,715,869	2,365,869	2,377,038	11,169
Operating expenses:				
Salaries, wages and benefits	-	-	77,595	(77,595)
Contractual services and utilities	3,749	5,081	5,081	-
Interest expense	2,890,226	2,224,199	1,557,253	666,946
Total operating expenses	2,893,975	2,229,280	1,639,929	589,351
Excess of revenues over (under) expenses	\$ 1,821,894	\$ 136,589	737,109	\$ 600,520
Revenue (expenses) not budgeted:				
Depreciation expense			(876,962)	
Change in net position			<u>\$ (139,853)</u>	

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, 2014

	Risk Management	Santa Fe Health/Dental	Worker's Compensation	Union Sick Leave Bank	Totals
Assets					
Current assets:					
Cash, investments and cash equivalents	\$ 2,288,404	\$ 5,776,720	\$ 5,456,164	\$ 214,690	\$ 13,735,978
Grants receivable	-	1,750	-	-	1,750
Interest receivable	2,077	6,207	5,651	-	13,935
Prepaid expense	-	60,000	-	-	60,000
Total current assets	2,290,481	5,844,677	5,461,815	214,690	13,811,663
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	(4,199)	-	-	-	(4,199)
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 capital assets (net of accum depreciation)	2,613	-	-	-	2,613
Total noncurrent assets	2,613	-	-	-	2,613
Total assets	\$ 2,293,094	\$ 5,844,677	\$ 5,461,815	\$ 214,690	\$ 13,814,276
Liabilities					
Current liabilities:					
Accounts payable	\$ 69,726	\$ 563,959	\$ 8,800	\$ -	\$ 642,485
Accrued wages payable	16,797	-	-	-	16,797
Claims payable	2,167,549	2,465,974	4,134,729	-	8,768,252
Total current liabilities	2,254,072	3,029,933	4,143,529	-	9,427,534
Noncurrent liabilities:					
Compensated absences payable	78,503	-	-	-	78,503
Total noncurrent liabilities	78,503	-	-	-	78,503
Total liabilities	2,332,575	3,029,933	4,143,529	-	9,506,037
Net Position					
Unrestricted	(39,481)	2,814,744	1,318,286	214,690	4,308,239
Total net position	\$ (39,481)	\$ 2,814,744	\$ 1,318,286	\$ 214,690	\$ 4,308,239

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, 2014

	Risk Management	Santa Fe Health/Dental	Worker's Compensation	Union Sick Leave Bank	Totals
Operating revenues:					
Premiums	\$ 4,297,960	\$ 18,902,436	\$ 1,697,905	\$ 96,757	\$ 24,995,058
Other revenue	40,696	-	66,827	-	107,523
Total operating revenues	4,338,656	18,902,436	1,764,732	96,757	25,102,581
Operating expenses:					
Salaries, wages and fringe benefits	946,498	2,401	-	109,581	1,058,480
Contractual services and utilities	600,024	624,579	42,866	-	1,267,469
Repairs and maintenance	909	-	-	-	909
Capital outlay - inventory exempt items	1,534	-	-	-	1,534
Supplies	34,697	273	-	-	34,970
Depreciation expense	1,362	-	-	-	1,362
Insurance premiums	2,068,706	1,290,426	134,752	-	3,493,884
Claims and judgments	1,854,941	19,242,815	1,124,374	-	22,222,130
Other	2,707	326	448	-	3,481
Total operating expenses	5,511,378	21,160,820	1,302,440	109,581	28,084,219
Operating income (loss)	(1,172,722)	(2,258,384)	462,292	(12,824)	(2,981,638)
Non-operating revenues (expenses):					
Investment income	16,891	51,644	44,531	-	113,066
Intergovernmental Grants	-	3,000	-	-	3,000
Total non-operating revenues (expenses)	16,891	54,644	44,531	-	116,066
Income (loss) before transfers	(1,155,831)	(2,203,740)	506,823	(12,824)	(2,865,572)
Other Financing Sources (uses):					
Transfers in	500,000	-	-	-	500,000
Transfers out	(34,197)	(75,000)	(500,000)	-	(609,197)
Total other financing sources (uses)	465,803	(75,000)	(500,000)	-	(109,197)
Change in net position	(690,028)	(2,278,740)	6,823	(12,824)	(2,974,769)
Net position, beginning of year	650,547	5,093,484	1,311,463	227,514	7,283,008
Net position, end of year	\$ (39,481)	\$ 2,814,744	\$ 1,318,286	\$ 214,690	\$ 4,308,239

CITY OF SANTA FE, NEW MEXICO
Internal Service Funds
Combining Statement of Cash Flows
For the Year Ended June 30, 2014

	Risk Management	Santa Fe Health/Dental	Worker's Compensation	Union Sick Leave Bank	Totals
Cash flows from operating activities:					
Cash received from customers	\$ 4,338,656	\$ 18,902,436	\$ 1,764,732	\$ 96,757	\$ 25,102,581
Cash payments to suppliers for goods and services	(4,466,837)	(19,422,819)	(1,205,114)	-	(25,094,770)
Cash payments to employees for services	(941,044)	(2,401)	-	(109,581)	(1,053,026)
Net cash (used) by operating activities	(1,069,225)	(522,784)	559,618	(12,824)	(1,045,215)
Cash flows from noncapital financing activities:					
Government contributions	-	1,251	-	-	1,251
Transfers-in from other funds	500,000	-	-	-	500,000
Transfers-out to other funds	(34,197)	(75,000)	(500,000)	-	(609,197)
Net cash provided (used) by noncapital financing activities	465,803	(73,749)	(500,000)	-	(107,946)
Cash flows from investing activities:					
Interest and dividends on investments	17,711	53,217	45,395	-	116,323
Net cash provided by investing activities	17,711	53,217	45,395	-	116,323
Net increase (decrease) in cash and cash equivalents	(585,711)	(543,316)	105,013	(12,824)	(1,036,838)
Cash, investments & cash equivalents at beg of year	2,874,115	6,320,036	5,351,151	227,514	14,772,816
Cash, investments & cash equivalents at end of year	\$ 2,288,404	\$ 5,776,720	\$ 5,456,164	\$ 214,690	\$ 13,735,978
Reconciliation of operating income (loss) to cash provided (used) by operating activities:					
Operating income (loss)	\$ (1,172,722)	\$ (2,258,384)	\$ 462,292	\$ (12,824)	\$ (2,981,638)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation	1,362	-	-	-	1,362
Increase (decrease) in accounts payable	(197,611)	229,406	214	-	32,009
Increase (decrease) in other payable	-	-	(221)	-	(221)
Increase (decrease) in compensated abs. payable	3,017	-	-	-	3,017
Increase (decrease) in accrued wages payable	2,438	-	-	-	2,438
Increase (decrease) in claims payable	294,291	1,506,194	97,333	-	1,897,818
Total adjustments	103,497	1,735,600	97,326	-	1,936,423
Net cash (used) by operating activities	\$ (1,069,225)	\$ (522,784)	\$ 559,618	\$ (12,824)	\$ (1,045,215)

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, 2014

	<u>Budgeted Amounts</u>			Variance With Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues and transfer in:				
Premiums	\$ 4,586,571	\$ 4,586,571	\$ 4,297,960	\$ (288,611)
Other revenues	40,000	40,000	40,696	696
Investment income	9,762	9,762	16,891	7,129
Transfer in	500,000	500,000	500,000	-
Total operating revenues and transfer in	5,136,333	5,136,333	4,855,547	(280,786)
Operating expenses and transfer out:				
Salaries, wages and fringe benefits	932,479	927,479	946,498	(19,019)
Contractual services and utilities	743,624	959,210	600,024	359,186
Repairs and maintenance	4,500	4,500	909	3,591
Supplies	50,258	51,011	34,697	16,314
Capital outlay - inventory exempt items	1,000	2,000	1,534	466
Insurance premiums	2,624,701	2,624,701	2,068,706	555,995
Claims and judgments	1,147,000	1,408,555	1,560,650	(152,095)
Other	5,785	9,785	2,707	7,078
Transfer out	-	21,045	34,197	(13,152)
Total operating expenses and transfer out	5,509,347	6,008,286	5,249,922	758,364
Excess (deficiency) of revenue over expenses	\$ (373,014)	\$ (871,953)	(394,375)	\$ 477,578
Revenue (expenses) not budgeted:				
Depreciation expense			(1,362)	
IBNR claims reserve expense			(294,291)	
Change in net position			\$ (690,028)	

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, 2014

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Operating revenues:				
Premiums	\$ 19,208,983	\$ 19,208,983	\$ 18,901,286	\$ (307,697)
Investment income	18,685	18,685	51,644	32,959
Intergovernmental	6,420	9,840	3,000	(6,840)
Total operating revenues	19,234,088	19,237,508	18,955,930	(281,578)
Operating expenses and transfer out:				
Salaries	4,720	2,401	2,401	-
Contractual services and utilities	619,732	619,438	624,579	(5,141)
Supplies	420	299	273	26
Insurance premiums	1,405,752	1,405,752	1,290,426	115,326
Claims and judgments	18,475,521	18,475,521	17,736,621	738,900
Other	500	300	326	(26)
Transfer out	75,000	75,000	75,000	-
Total operating expenses and transfer out	20,581,645	20,578,711	19,729,626	849,085
Excess (deficiency) of revenue over expenses	<u>\$ (1,347,557)</u>	<u>\$ (1,341,203)</u>	(773,696)	<u>\$ 567,507</u>
Revenue (expenses) not budgeted:				
Other revenues			1,150	
IBNR claims reserve expense			<u>(1,506,194)</u>	
Change in net position			<u>\$ (2,278,740)</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, 2014

	<u>Budgeted Amounts</u>			Variance With Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Premiums	\$ 1,741,011	\$ 1,741,011	\$ 1,697,905	(43,106)
Other revenues	20,000	20,000	66,827	46,827
Investment income	15,787	15,787	44,531	28,744
Total operating revenues	<u>1,776,798</u>	<u>1,776,798</u>	<u>1,809,263</u>	<u>32,465</u>
Operating expenses and transfer out:				
Contractual services and utilities	60,000	60,500	42,866	17,634
Claims and judgments	900,000	1,000,000	1,027,041	(27,041)
Insurance Premium	146,300	146,300	134,752	11,548
Other	390	390	448	(58)
Transfer out	500,000	500,000	500,000	-
Total operating expenses and transfer out	<u>1,606,690</u>	<u>1,707,190</u>	<u>1,705,107</u>	<u>2,083</u>
Excess (deficiency) of revenue over expenses	<u>\$ 170,108</u>	<u>\$ 69,608</u>	<u>104,156</u>	<u>\$ 34,548</u>
Revenue (expenses) not budgeted:				
IBNR claims reserve expense			<u>(97,333)</u>	
Change in net position			<u>\$ 6,823</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, 2014

	Budgeted Amounts		Actual	Variance With Final Budget- Positive (Negative)
	Original	Final		
Operating revenues:				
Donations	\$ -	\$ -	\$ 96,757	96,757
Total operating revenues	-	-	96,757	96,757
Operating expenses:				
Salaries, wages and fringe benefits	-	-	109,581	(109,581)
Total operating expenses	-	-	109,581	(109,581)
Excess (deficiency) of revenue over expenses	\$ -	\$ -	\$ (12,824)	\$ (12,824)

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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, 2014 and 2013

	<u>2014</u>	<u>2013</u>
Governmental Funds Capital Assets:		
Land	\$ 169,939,946	\$ 169,939,946
Buildings	57,941,089	57,906,587
Improvements	53,618,241	51,802,658
Equipment and machinery	13,945,370	16,089,250
Furniture and fixtures	636,993	785,029
Vehicles	20,389,835	21,811,027
Data processing and software	10,575,985	10,910,255
Construction in progress	26,255,814	20,354,725
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	<u>\$ 579,953,833</u>	<u>\$ 576,250,038</u>
Investment in Governmental Funds Capital Assets by sources:		
General Fund	332,190,620	335,080,672
Special Revenue Funds	20,562,131	21,977,815
Capital Project Funds	218,247,437	210,237,906
Other Sources	8,229,522	8,229,522
Donations	724,123	724,123
Total governmental funds capital assets	<u>\$ 579,953,833</u>	<u>\$ 576,250,038</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, 2014

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	-	-	-	307,850	22,241	56,850
Administrative Department	-	175,333	-	1,338,806	6,485	4,623,257
Planning and Land Use	-	-	-	28,103	209,212	357,839
City Services	137,847,376	7,221,775	877,902	1,273,052	63,907	819,217
Total General Government	<u>163,515,376</u>	<u>36,755,199</u>	<u>6,281,809</u>	<u>3,181,716</u>	<u>301,845</u>	<u>5,857,163</u>
Public Safety:						
Police	-	5,570,721	4,295,139	437,649	279,479	6,556,356
Fire	-	10,450,678	-	1,336,698	47,866	2,287,895
Total Public Safety	<u>-</u>	<u>16,021,399</u>	<u>4,295,139</u>	<u>1,774,347</u>	<u>327,345</u>	<u>8,844,251</u>
Public Works:						
Administration	-	104,455	19,748,789	4,564,487	3,026	1,464,750
Total Public Works	<u>-</u>	<u>104,455</u>	<u>19,748,789</u>	<u>4,564,487</u>	<u>3,026</u>	<u>1,464,750</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	2,036,645	-	800,556
Total Community Welfare	<u>1,222,443</u>	<u>3,550,822</u>	<u>1,059,683</u>	<u>2,036,645</u>	<u>-</u>	<u>800,556</u>
Culture and Recreation:						
Parks and Grounds Maintenance	5,202,127	979,483	22,232,820	2,444,534	4,777	3,382,937
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>2,388,175</u>	<u>4,777</u>	<u>3,423,115</u>
Total governmental funds capital assets	<u>\$ 169,939,946</u>	<u>\$ 57,941,089</u>	<u>\$ 53,618,241</u>	<u>\$ 13,945,370</u>	<u>\$ 636,993</u>	<u>\$ 20,389,835</u>

This schedule presents only the capital asset balances related to gove Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds 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, 2014

Data Processing Equipment and Software	Construction in Progress	Art	Traffic Signals	Streets	Bridges	Total
\$ 23,130	\$ 49,485	\$ -	\$ -	\$ -	\$ -	\$ 60,736,518
19,393	-	-	-	-	-	406,334
7,783,087	418,663	-	-	-	-	14,345,631
287,480	-	-	-	-	-	882,634
1,092,181	839,402	-	-	-	-	150,034,813
<hr/> 9,205,271	<hr/> 1,307,550	<hr/> -	<hr/> -	<hr/> -	<hr/> -	<hr/> 226,405,929
881,268	110,172	-	-	-	-	18,130,784
426,662	34,502	-	-	-	-	14,584,301
<hr/> 1,307,930	<hr/> 144,674	<hr/> -	<hr/> -	<hr/> -	<hr/> -	<hr/> 32,715,084
6,958	3,002,987	-	22,964,533	200,396,324	2,109,269	254,365,578
<hr/> 6,958	<hr/> 3,002,987	<hr/> -	<hr/> 22,964,533	<hr/> 200,396,324	<hr/> 2,109,269	<hr/> 254,365,578
-	6,335	-	-	-	-	1,906,377
-	155,250	-	-	-	-	1,414,390
-	128,493	-	-	-	-	5,639,460
<hr/> -	<hr/> 290,078	<hr/> -	<hr/> -	<hr/> -	<hr/> -	<hr/> 8,960,227
-	21,161,709	-	257,515	-	-	55,665,903
51,698	-	922,920	-	-	-	1,014,796
4,128	348,816	-	-	-	-	826,316
<hr/> 55,826	<hr/> 21,510,525	<hr/> 922,920	<hr/> 257,515	<hr/> -	<hr/> -	<hr/> 57,507,015
<u>\$ 10,575,985</u>	<u>\$ 26,255,814</u>	<u>\$ 922,920</u>	<u>\$ 23,222,048</u>	<u>\$ 200,396,324</u>	<u>\$ 2,109,269</u>	<u>\$ 579,953,833</u>

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, 2014

Function and Activity	Governmental Funds Capital Assets July 1, 2013	Additions	Deletions	Governmental Funds Capital Assets June 30, 2014
General Government:				
City Manager	\$ 60,777,233	\$ 5,411	\$ (46,126)	\$ 60,736,518
City Clerk	376,908	61,268	(31,842)	406,334
Administrative Department	15,193,052	84,987	(932,408)	14,345,631
Planning	888,531		(5,897)	882,634
City Services	149,852,161	257,819	(75,167)	150,034,813
Total General Government	<u>227,087,885</u>	<u>409,484</u>	<u>(1,091,440)</u>	<u>226,405,929</u>
Public Safety:				
Police	18,111,535	2,178,895	(2,159,646)	18,130,784
Fire	16,109,293	184,833	(1,709,825)	14,584,301
Total Public Safety	<u>34,220,828</u>	<u>2,363,728</u>	<u>(3,869,471)</u>	<u>32,715,085</u>
Public Works:				
Administration	253,891,385	478,148	(3,955)	254,365,578
Total Public Works	<u>253,891,385</u>	<u>478,148</u>	<u>(3,955)</u>	<u>254,365,578</u>
Community Welfare:				
Community Development	1,906,377	-	-	1,906,377
Affordable Housing	1,414,390	-	-	1,414,390
Human Services	5,542,504	142,235	(45,281)	5,639,458
Total Community Welfare	<u>8,863,271</u>	<u>142,235</u>	<u>(45,281)</u>	<u>8,960,225</u>
Culture and Recreation:				
Parks and Grounds Maint.	50,289,198	6,191,918	(815,213)	55,665,903
Arts Commission	1,014,796	-		1,014,796
Museums and Libraries	882,675	20,833	(77,192)	826,316
Total Culture and Recreation	<u>52,186,669</u>	<u>6,212,751</u>	<u>(892,405)</u>	<u>57,507,015</u>
Total governmental funds capital assets	<u>\$ 576,250,038</u>	<u>\$ 9,606,347</u>	<u>\$ (5,902,552)</u>	<u>\$ 579,953,833</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.

Statistical Section

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CITY OF SANTA FE, NEW MEXICO
STATISTICAL SECTION
For the Fiscal Year Ended June 30, 2014

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.	161-166
Revenue Capacity These schedules contain information to help the reader assess the factors affecting the city's ability to generate its gross receipts tax.	167-174
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.	175-181
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.	182-185
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.	186-190

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				
	2005	2006	2007	2008	2009
Governmental Activities					
Net investment in capital assets, net of related debt	\$ 143,746,053	\$ 166,025,629	\$ 142,109,428	\$ 182,790,257	\$ 178,547,796
Restricted	3,285,631	3,168,740	2,504,394	10,174,773	10,290,331
Unrestricted	98,610,581	90,576,169	63,338,892	98,944,233	93,668,312
Total governmental activities net position	\$ 245,642,265	\$ 259,770,538	\$ 207,952,714	\$ 291,909,263	\$ 282,506,439
Business-type activities					
Net investment in capital assets, net of related debt	\$ 100,137,996	\$ 100,419,310	\$ 152,636,141	\$ 159,508,099	\$ 160,986,556
Restricted	9,232,551	1,165,686	2,668,245	724,528	1,232,286
Unrestricted	48,735,531	86,526,932	127,184,590	89,549,081	110,164,825
Total business -type activities	\$ 158,106,078	\$ 188,111,928	\$ 282,488,976	\$ 249,781,708	\$ 272,383,667
Primary government					
Net investment in capital assets, net of related debt	\$ 243,884,049	\$ 266,444,939	\$ 294,745,569	\$ 342,298,356	\$ 339,534,352
Restricted	12,518,182	4,334,426	5,172,639	10,899,301	11,522,617
Unrestricted	147,346,112	177,103,101	190,523,482	188,493,314	203,833,137
Total primary government net position	\$ 403,748,343	\$ 447,882,466	\$ 490,441,690	\$ 541,690,971	\$ 554,890,106
	2010	2011	2012	2013	2014
Governmental Activities					
Net investment in capital assets, net of related debt	\$ 188,345,882	\$ 191,538,696	\$ 186,752,403	\$ 187,585,177	\$ 183,738,623
Restricted	10,693,806	21,643,708	52,596,695	42,214,935	42,689,826
Unrestricted	69,331,327	53,773,476	24,870,716	28,086,027	25,344,402
Total governmental activities net position	\$ 268,371,015	\$ 266,955,880	\$ 264,219,814	\$ 257,886,139	\$ 251,772,851
Business-type activities					
Net investment in capital assets, net of related debt	\$ 174,237,581	\$ 208,210,696	\$ 231,134,448	\$ 218,430,014	\$ 220,974,217
Restricted	6,961,305	5,960,981	6,483,099	7,967,211	6,852,761
Unrestricted	135,921,927	127,140,990	116,317,368	139,972,704	137,082,991
Total business -type activities	\$ 317,120,813	\$ 341,312,667	\$ 353,934,915	\$ 366,369,929	\$ 364,909,969
Primary government					
Net investment in capital assets, net of related debt	\$ 362,583,463	\$ 399,749,392	\$ 417,886,851	\$ 420,502,272	\$ 404,712,840
Restricted	17,655,111	27,604,689	59,079,794	44,765,498	49,542,587
Unrestricted	205,253,254	180,914,466	141,188,084	158,988,298	162,427,393
Total primary government net position	\$ 585,491,828	\$ 608,268,547	\$ 618,154,729	\$ 624,256,068	\$ 616,682,820

Note: GASB 34 Implemented 2002

TABLE II

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

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Expenses										
Governmental Activities:										
General Government	\$ 31,103,547	\$ 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
Public Safety	11,639,112	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
Public Works	10,946,430	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
Community Development	10,900,710	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
Culture and Recreation	2,528,186	11,770,657	13,029,432	13,430,563	13,417,927	13,580,296	12,218,375	11,365,828	13,767,279	13,264,424
Education	5,630,475	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
Interest on Long Term Debt	104,514,362	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
Total Governmental activities expenses	9,523,908	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
Business-type activities:										
Wastewater Management	20,647,005	20,115,817	23,608,849	19,074,551	22,882,185	22,369,231	28,452,091	37,026,382	39,530,468	46,776,694
Water Management	3,263,270	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
Municipal Recreation Complex	173,224	205,168	608,703	344,959	1,373,796	1,741,983	1,748,903	3,065,480	4,134,223	5,234,566
Railyard Center	3,988,449	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
Genevova Chavez Community Cntr	854,946	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
Santa Fe Convention Center	8,373,182	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
Solid Waste Management	6,911,775	7,394,114	8,309,125	10,312,198	11,275,507	12,366,693	10,984,607	11,668,081	11,668,835	12,527,385
College of Santa Fe	3,977,672	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
Transit and Airport Systems	57,713,431	58,928,826	63,623,840	66,742,957	75,454,210	78,411,035	82,989,932	95,576,310	97,867,248	108,308,723
Parking Enterprise Fund	162,227,793	154,094,114	171,160,050	174,344,425	193,603,811	197,455,242	196,259,849	207,300,335	215,252,376	228,443,237
Total business-type expenses	5,928,430	6,484,371	7,279,053	1,908,694	2,093,097	478,959	1,548,813	7,595,705	9,077,668	3,334,437
Total primary government expenses	671,958	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
Program Revenues										
Governmental activities:										
Charges for services:										
General Government	3,052,065	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
Public Safety	144,195	130,376	321,145	491,313	350,718	373,009	427,889	84,441	59,194	267,268
Public Works	106,684	114,848	518,602	536,901	578,429	685,743	790,664	133,659	146,037	164,353
Community Development	26,578	224,321	400,848	417,614	292,957	660,242	292,957	173,174	175,302	210,828
Culture and Recreation	1,201,267	899,851	577,716	1,032,705	832,402	1,268,866	731,000	1,010,879	1,358,585	1,630,783
Education	536,523	740,683	449,214	210,213	214,293	286,133	214,293	501,864	1,982,166	397,789
Operating grants and contributions:	3,474,113	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
Capital grants and contributions:	801,047	439,671	297,649	301,646	340,742	182,907	340,742	30,389	2,219,010	189,265
Total government revenues	226,070	184,045	401,529	2,711,654	1,706,164	406,830	1,700,235	81,519	267,360	1,253,844
General Government	10,168,219	283,119	418,952	2,727,905	529,270	3,732,453	1,604,050	5,896,998	1,035,823	756,833
Public Safety	1,326,180	1,086,433	946,360	2,727,905	6,022,474	3,862,267	673,023	92,838	184,162	403,159
Public Works	120,244	1,436,378	171,251	372,517	673,023	2,193,295	2,535,154	429,170	291,047	203,120
Community Development	324,260	1,901,844	1,215,780	1,042,680	2,536,154	2,193,295	2,348,294	23,178,790	20,629,007	19,615,681
Culture and Recreation	28,107,833	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

(Continued)

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

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Business-type activities:										
Charges for services:										
Wastewater Management	\$ 8,388,757	\$ 8,596,112	\$ 8,718,755	\$ 9,326,934	\$ 9,286,246	\$ 10,299,371	\$ 12,524,483	\$ 12,382,263	\$ 12,335,788	\$ 12,017,340
Water Management	26,305,704	36,401,216	29,158,277	30,148,350	27,086,239	30,236,761	35,478,027	37,709,064	41,424,382	38,157,206
Municipal Recreation Complex	1,073,646	1,164,630	1,035,847	1,055,670	1,076,776	1,100,266	1,159,308	1,118,569	1,078,252	1,089,457
Railyard Center	737,700	-	273,221	634,870	565,324	561,147	712,325	574,930	432,332	448,776
Genoveva Chavez Community Center	1,559,775	1,372,712	1,804,043	1,480,294	1,512,964	1,637,933	1,970,167	1,869,036	1,899,221	1,950,872
Santa Fe Convention Center	179,925	3,750	-	-	300,448	408,746	494,117	1,020,386	294,257	231,276
Solid Waste Management	8,877,203	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
College of Santa Fe	-	-	-	-	-	2,082,884	2,374,914	2,350,000	2,350,086	2,350,000
Transit and Airport Systems	829,695	673,316	890,065	787,256	888,259	1,918,748	2,312,176	2,424,594	2,519,902	2,380,611
Parking Enterprise Fund	3,559,993	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
Operating grants and contributions:										
Transit and Airport Systems	805,979	905,751	935,944	1,260,704	1,120,734	1,021,037	-	1,334,570	2,510,011	2,568,477
Capital grants and contributions:										
Wastewater Management	-	18,124	82,458	45,447	55,899	180,749	184,019	-	-	-
Water Management	1,339,601	6,759,310	3,203,186	1,567,685	1,372,315	8,812,197	3,150,751	487,250	1,542,771	4,162,171
Municipal Recreation Complex	-	8,622	1,315	73,433	96,986	464,581	-	-	-	-
Railyard Center	412,659	166,007	2,495,258	7,187,248	536,692	50,154	668,500	-	-	-
Genoveva Chavez Community Center	24,428	32,952	36,834	144,607	293,548	17,029	-	75,367	140,600	-
Sweeny Convention Center	-	-	-	-	-	-	-	-	-	-
Solid Waste Management	-	-	-	-	-	-	-	-	-	-
Transit and Airport Systems	943,507	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
Santa Fe Convention Center	-	-	-	-	-	55,532	3,500	11,234	6,167	6,613
All other proprietary funds	-	-	-	24,515	69,953	-	-	40,000	68,274	-
Total business-type activities program revenues	\$ 55,038,572	\$ 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
Total government program revenues	\$ 83,146,405	\$ 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
Net (Expenses)/Revenue										
Governmental activities										
General Government	\$ (15,642,675)	\$ (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)
Public Safety	(29,230,322)	(29,734,304)	(29,098,230)	(30,310,309)	(33,305,681)	(32,511,078)	(30,918,609)	(34,471,787)	(39,328,300)	(36,829,807)
Public Works	(6,724,344)	(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)
Community development	(7,207,878)	(6,348,741)	(7,536,531)	(7,282,704)	(8,231,945)	(8,396,166)	(7,690,275)	(10,787,788)	(10,787,505)	(6,899,407)
Culture and recreation	(9,668,719)	(9,314,294)	(10,997,401)	(11,549,336)	(9,962,602)	(10,518,351)	(8,551,815)	(10,772,610)	(11,111,185)	(12,707,686)
Education	(2,302,116)	(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)
Interest on Long term debt	(5,630,475)	(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)
Business-type activities	(1,135,151)	(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)
Wastewater Management	6,998,300	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)
College of Santa Fe	-	-	-	-	-	(343,204)	428,211	1,287,817	1,427,232	(166,891)
Municipal Recreation Complex	(2,189,624)	(2,461,005)	(1,984,066)	(1,846,768)	(1,234,579)	(238,358)	(177,212)	(662,506)	(747,675)	(552,467)
Railyard Center	977,135	(39,161)	2,159,776	7,477,159	(271,780)	(1,130,682)	(2,490,550)	(2,490,550)	(3,701,891)	(4,785,790)
Genoveva Chavez Community Center	(2,404,246)	(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)
Santa Fe Convention Center	(675,021)	(1,056,565)	(218,000)	(2,083,034)	(4,393,730)	(4,816,630)	(2,452,904)	(3,962,178)	(4,893,517)	(4,692,120)
Solid Waste Management	504,021	160,945	361,070	(464,847)	(380,582)	(764,520)	(962,340)	(1,422,992)	(506,773)	(74,305)
Transit and Airport Systems	(4,332,594)	(4,398,884)	(1,252,627)	(2,845,635)	(5,253,525)	(2,806,022)	(4,396,150)	(4,139,964)	(3,780,357)	(6,012,081)
Parking Enterprise Fund	(417,679)	(345,562)	(468,645)	(1,023,415)	(1,413,163)	(772,386)	(727,697)	(295,994)	(233,418)	(563,134)
All other proprietary funds	-	-	-	24,515	-	-	-	-	-	-
Total government expenses	\$ (79,081,388)	\$ (63,735,747)	\$ (85,443,671)	\$ (81,274,022)	\$ (106,985,993)	\$ (94,742,736)	\$ (93,092,957)	\$ (104,165,584)	\$ (109,514,495)	\$ (125,487,008)
Total government program revenues										

(Continued)

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

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
General Revenues and Other Changes in Net Position										
Governmental activities										
Taxes										
Property taxes	\$ 1,646,328	\$ 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
Sales taxes	85,755,995	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
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
Franchise taxes	2,308,962	2,418,323	2,391,985	2,549,067	2,646,539	2,589,218	2,926,689	2,535,193	2,992,353	2,892,235
Motor fuel taxes	1,432,826	1,592,130	1,130,555	1,654,875	1,696,868	1,739,763	1,722,433	1,772,322	1,703,819	1,895,938
Cigarette taxes	145,074	126,683	107,712	113,820	65,597	96,502	8,940	91	1,246,517	-
Unrestricted investment earnings	2,049,567	3,570,611	7,187,724	4,383,448	3,264,549	664,354	492,319	515,681	235,245	591,813
Miscellaneous revenues	1,984,446	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
Gain on sale of capital assets	(13,262,714)	117,180	(76,331,238)	142,601	-	215,508	-	73,295	-	3,300
Transfers	(20,145,837)	(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)
Special item-transfer of capital asset	61,914,647	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
Total governmental activities										
Business-type activities										
Property taxes	-	-	7,123,902	8,800,497	11,055,714	10,451,588	10,615,795	-	11,138,547	11,462,992
Sales taxes	1,822,075	2,608,907	6,301,086	7,078,365	3,291,660	1,110,329	775,571	10,955,392	177,928	1,152,797
Unrestricted investment earnings	2,793,229	1,650,873	379,523	1,689,593	1,997,611	-	-	(57,111)	276,287	-
Miscellaneous revenues	-	-	-	-	-	16,683,838	-	-	-	-
Donated land	35,881	413,528	1,023,973	(24,603)	35,658	12,621	4,317,366	40,705	33,941	(6,888)
Gain (loss) on sale of capital assets	13,262,714	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
Transfers	38,059,736	18,848,742	91,159,722	47,334,897	36,870,089	43,983,072	27,423,188	28,242,597	20,775,913	26,403,169
Special item-transfer of capital asset	99,974,383	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
Total business-type activities										
Total government	\$ (14,491,862)	\$ 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)
Governmental activities	35,384,877	30,005,850	94,377,048	53,860,277	22,601,959	44,737,146	24,191,854	12,622,248	801,7539	143,4994
Business-type activities	20,892,995	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)
Total government										

Note: GASB 34 Implemented 2002

TABLE III

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

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
General fund										
Non-spendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 145,699	\$ 105,822	\$ 84,269
Restricted	-	-	-	6,722,866	6,843,676	6,533,816	6,071,202	5,458,379	6,378,383	6,136,549
Committed	1,517,007	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
Unassigned	19,527,994	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
Total general fund	\$ 21,045,001	\$ 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
All Other Governmental Funds										
Non-spendable	-	-	-	-	-	-	11,184,545	11,443,717	11,326,634	4,334,545
Restricted	24,748,085	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
Committed	-	-	-	-	-	-	2,007,489	5,211,699	2,886,735	863,689
Assigned	4,627,065	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
Unassigned	50,737,536	51,579,609	46,282,108	51,720,722	56,203,130	37,176,386	(413,391)	(382,397)	(48,666)	(908,779)
Total all other governmental funds	\$ 80,112,686	\$ 150,914,752	\$ 84,375,050	\$ 101,345,597	\$ 80,004,686	\$ 58,537,240	\$ 57,898,125	\$ 66,448,219	\$ 54,686,508	\$ 53,690,318

Note: GASB 34 Implemented 2002

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

	Fiscal Year									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Revenues										
Taxes	\$ 91,289,185	\$ 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
Licenses and permits	2,727,092	2,946,359	2,863,976	2,211,926	2,282,507	1,571,947	1,855,363	2,341,436	2,856,179	2,346,669
Intergovernmental revenues	18,204,501	10,003,225	8,140,070	12,021,612	16,866,068	15,447,798	12,021,489	12,082,661	8,221,549	7,816,549
Fees and charges for services	7,176,240	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
Sale of capital assets	79,164	197,052	28,793	42,601	42,204	215,508	35,552	-	-	3,300
Fines and forfeitures	375,497	290,372	304,993	527,173	518,267	526,845	448,621	370,072	412,236	506,527
Rents, royalties and concessions	99,520	79,202	165,995	79,490	130,047	126,043	219,850	205,990	156,741	180,538
Investment income	1,794,068	3,260,419	6,498,985	3,695,071	2,784,697	507,687	378,878	408,800	478,747	478,747
Land Sales	428,823	80,392	267,786	100,000	-	-	-	90,939	260,328	253,445
Other revenues	767,606	541,146	1,209,122	864,065	993,497	885,658	1,288,904	589,225	545,301	615,415
Total Revenues	122,941,696	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
Expenditures										
General government	29,315,163	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
Public safety	30,499,746	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
Public works	6,333,134	6,478,166	7,702,612	6,218,207	6,442,473	6,533,194	9,198,763	6,222,086	6,727,493	6,247,484
Community development	10,846,818	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
Culture and recreation	10,058,953	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
Education	2,522,707	2,568,199	2,732,739	2,859,578	2,892,938	2,893,168	2,841,615	2,670,215	2,710,895	2,545,991
Capital outlay	10,329,737	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
Capital outlay/inventory exempt	1,316,442	582,837	3,845,167	5,909,298	6,963,610	4,871,841	-	-	-	-
Debt Service:										
Principal	7,813,894	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
Interest and fiscal agent fees	5,505,673	6,050,067	10,603,454	5,361,324	6,301,926	5,784,564	6,562,034	6,202,697	6,727,493	5,239,130
Bond issuance costs	-	-	-	-	-	-	420,600	401,987	399,940	187,572
Total expenditures	114,542,267	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
Excess of revenues over (under)	8,399,429	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
Other Financing Sources (Uses)										
Transfers in	26,708,209	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
Transfers out	(39,687,743)	(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)
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	1,716,667	14,986,587	-	-	-	-	-	-	-	-
Issuance of Bonds:										
Face value of bonds issued	8,470,000	59,930,000	24,940,000	40,135,000	26,370,000	-	25,305,000	32,725,000	24,900,000	11,760,000
Premium on issuance of bond	133,355	3,548,755	785,088	1,623,540	672,959	-	2,027,264	4,992,779	1,643,848	262,003
Payments to refund bond	(8,399,880)	-	-	-	-	-	-	-	-	-
Total other Financing sources (uses)	(11,059,392)	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)
Net change in fund balances	\$ (2,659,963)	\$ 76,050,113	\$ (62,296,365)	\$ 16,838,740	\$ (30,528,658)	\$ (26,762,445)	\$ (536,289)	\$ 10,285,788	\$ (12,926,597)	\$ 2,168,135
Debt service as a percentage of noncapital expenditures	12.8%	15.0%	26.6%	11.6%	25.7%	11.5%	23.8%	25.0%	29.3%	12.9%

TABLE V

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
2005	2,587,264	7,769,562	71,734	215,417	36,567	2,622,431	7,875,168	33.3%
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%

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
2005	0.440	1.234	6.319	7.022	4.046	19.061
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

NON-RESIDENTIAL

Tax Year Ended June 30	City	State	County	School District	Santa Fe Community College	Total Non- Residential Tax Levy
2005	1.284	1.234	11.824	7.443	4.046	25.831
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

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	2014			2004		
	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	\$ 151,837,678	1	4.15%	\$ 70,211,985	1	4.70%
Truzaf Ltd. Partnership	43,925,630	2	1.20%	43,092,732	3	3.71%
NM Gas Company	43,553,342	3	1.19%	-	-	-
Qwest Corp	41,027,787	4	1.12%	66,029,996	2	-
Wal-Mart	38,520,387	5	1.05%	-	-	-
Guadalupe hotel Investment LLC & 1	32,645,395	6	0.89%	-	-	-
Corporacion De La Fonda Inc.	29,699,828	7	0.81%	-	-	-
Mid-America Pipeline Company	29,383,285	8	0.80%	-	-	-
BNSF Railway Company	28,018,620	9	0.77%	-	-	0.88%
Rancho Encantado LLC	26,303,770	10	0.72%	-	-	-
La Fonda Hotel	-	-	-	19,000,000	6	0.61%
San Christobal Ranch	-	-	-	16,859,627	9	0.81%
Thornton Estate	-	-	-	20,816,340	4	0.62%
Zorro Ranch	-	-	-	18,145,397	8	0.88%
El Dorado Partnership	-	-	-	18,294,500	7	0.64%
James F. Kirkpatrick	-	-	-	13,980,960	10	0.57%
Villa Linda Mall	-	-	-	19,339,678	5	0.93%
Total	\$ 464,915,722		12.72%	\$ 305,771,215		14.35%

Source: Santa Fe County Assessor's Office

TABLE VIII

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

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Agriculture, Forestry, Hunting, Fishing	\$ 14,233,052	\$ 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
Mining	-	-	55,455	8,736	272,856	-	45,695	34,881	105,254	137,738
Transportation, Comm., Utilities	132,492,509	134,687,705	88,766,665	99,278,414	94,502,403	76,608,504	96,542,131	99,708,882	93,074,119	98,216,273
Construction	271,432,965	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
Manufacturing	57,877,054	65,874,819	64,132,851	65,750,198	54,959,608	49,920,425	54,372,037	51,923,598	50,973,424	53,988,423
Wholesale	52,857,424	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
Retail	1,109,047,122	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
Finance, Insurance & Real Estate	101,515,174	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
Services	991,322,300	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
Government	231,683	-	5,802	9,243	-	-	-	15,356	48,326	4,625
Unclassified/Misc. Other	104,911,676	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
Total	\$ 2,835,920,959	\$ 3,063,918,589	\$ 2,855,431,615	\$ 2,931,551,059	\$ 2,795,062,288	\$ 2,580,553,095	\$ 2,585,379,177	\$ 2,693,713,241	\$ 2,681,596,209	\$ 2,885,143,627

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)

	2005	2006 ⁽¹⁾	2007	2008 ⁽²⁾	2009	2010	2011	2012	2013	2014
Agriculture, forestry, hunting	\$ 401,436	\$ 455,081	\$ 456,874	\$ 425,121	\$ 462,067	\$ 360,973	\$ 299,657	\$ 209,901	\$ 174,895	\$ 113,496
Mining	-	-	1,663	112	8,238	272	3,100	1,043	3,965	4,135
Utilities	1,216,904	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
Construction	7,538,377	9,413,746	11,877,725	13,329,669	11,981,369	8,218,948	7,479,285	8,853,011	8,253,074	9,022,065
Manufacturing	1,582,900	1,839,688	1,954,756	1,972,298	1,655,709	1,461,937	1,581,810	1,444,404	1,444,404	1,573,931
Wholesale	1,453,583	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
Retail	29,019,897	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
Transportation & warehousing	210,111	217,660	389,881	625,939	532,132	514,611	481,208	482,659	206,613	192,881
Information & Cultural Indust	1,209,249	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
Finance & insurance	775,655	809,785	960,829	1,168,871	982,546	881,891	940,872	944,034	1,173,133	1,254,730
Real estate, rental & leasing	2,019,600	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
Prof. Scientific, Technical	4,959,538	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
Management of companies	241,936	300,174	376,823	344,512	300,802	228,036	232,026	208,563	215,286	176,058
Admin & Support, Waste Mgt	101,389	203,807	289,906	442,406	445,420	539,050	794,833	885,692	703,779	703,450
Educational Services	185,471	227,896	254,368	254,901	258,390	319,473	491,982	545,237	538,566	669,685
Health Care & Social Assist	3,803,193	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
Arts, Entertainment & Recr	236,192	271,597	342,073	387,837	364,818	398,593	458,067	422,002	437,735	447,258
Accommodation & Food	7,431,444	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
Other Services	10,932,030	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
Public Administration	1,393	491	133	274	-	-	-	1,168	1,444	881
Unclassified	2,490,505	3,948,493	463,376	1,199,556	402,126	381,402	374,213	209,789	288,399	586,410
State Reimb-Food/Med Tax-Exempt	2,493,403	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
Municipal Equivalent Distribution	-	-	-	-	115,947	302,556	318,208	357,337	307,349	312,915
Total GRT Revenue Distribution	\$ 78,304,206	\$ 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

City direct Gross Receipts Tax rate 7.31% 7.63% 7.63% 7.94% 7.94% 8.06% 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
2005	7.31%	6.25%
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%

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 2013 AND 2014
(UNAUDITED)

	Fiscal Year	
	2013	2014
0.05% Municipal Gross Receipts Tax (GRT) revenues	\$ 15,042,494	\$ 15,489,596
MGRT Infrastructure revenues	1,858,226	1,913,142
MGRT Environmental revenues	1,858,137	1,913,142
State shared GRT revenues	37,634,396	36,390,693
TOTAL	\$ 56,393,253	\$ 55,706,573

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 2013 AND 2014
 (UNAUDITED)

	Fiscal Year	
	2013	2014
Municipal general GRT (Including Capital Improvements)	\$ 30,084,987	\$ 30,979,192
Infrastructure revenues	7,432,905	7,652,566
MGRT revenues	7,521,247	7,744,798
Environmental revenues	1,858,137	1,913,142
State-shared GRT revenues	37,634,396	38,765,656
Water Capital Outlay	7,422,184	7,636,708
Municipal Equivalent Distribution	302,250	343,354
TOTAL	\$ 92,256,106	\$ 95,035,416

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	Amount Available Debt Service Fund	Net Bonded Debt	Ratio of Net Long Term Debt To Assessed Value	Net General Long Term Debt Per Capita
2005	66,500	\$ 2,622,431,696	\$ -	\$ -	\$ -	-	-
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

¹ Estimated population figures for 2005, 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 and 2014 populations is 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.

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	\$ 2,345,528	\$ 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

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, 2014
 (UNAUDITED)

	General Obligation as of June 30, 2014	Percentage Applicable to City of Santa Fe	City of Santa Fe Share of Debt
City of Santa Fe	\$ 37,265,000	100.00%	<u>\$ 37,265,000</u>
Subtotal Direct Debt			37,265,000
State of New Mexico	\$ 311,270,000	6.44%	\$ 20,045,788
Santa Fe County	\$ 133,455,000	52.78%	70,437,549
Santa Fe Public Schools	\$ 197,375,000	57.03%	112,562,963
Santa Fe Community College	\$ 33,055,000	57.03%	<u>18,851,267</u>
Subtotal Overlapping Debt			221,897,566
Total Direct and Overlapping Debt			<u>\$ 259,162,566</u>

Ratios:

Total direct and overlapping debt to assessed valuation for tax year 2014 \$3,666,700,895	7.07%
Direct and overlapping debt to actual valuation of \$11,011,113,799	2.35%
Direct and overlapping debt per capita of 82,800	\$ 3,130

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

Legal Debt Margin Calculation for Fiscal Year 2014

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Debt Limit	\$ 104,897,268	\$ 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
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)
Legal debt margin	\$ 104,897,268	\$ 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
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	14.49%	14.26%	13.37%	19.84%	18.95%	17.86%	25.02%

Assessed Value Per DFA Capacity Statement \$ 3,723,985,725
 Debt Limit (4% of Assessed Value) \$ 148,959,429
 Debt applicable to limit (37,265,000)
 General obligation bonds \$ 111,694,429
 Legal debt margin

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
PLEGDED- 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	
2005	9,002,479	7,568,713	1,433,766	775,000	38,750	1.76
2006	9,586,034	8,177,846	1,408,188	-	-	-
2007	9,558,837	8,266,994	1,291,843	-	-	-
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

⁽¹⁾ Revenues pledged for 2014 included municipal gross receipts tax infrastructure revenues of \$1,913,142.

⁽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	
2005	25,672,488	16,891,351	8,781,137	3,170,000	3,707,978	1.28
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

⁽¹⁾ Revenues pledged for 2014 included water system revenues and the 1/4% municipal capital outlay gross receipts

⁽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

⁽¹⁾ Revenues pledged for 2014 include municipal gross receipts tax railyard infrastructure revenues of \$2,214,089.

⁽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	
2005	2,392,543	1,740,581	651,962	545,000	923,133	0.44
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

⁽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⁾	1,393,947.00	671,547.00	722,400.00	285,000.00	1,968,800.00	0.32
2009	4,735,197.00	1,437,526.00	3,297,671.00	895,000.00	2,441,716.00	0.99
2010	3,939,717.00	1,709,132.00	2,230,585.00	1,010,000.00	2,345,325.00	0.66
2011	3,041,881.00	1,672,968.00	1,368,913.00	1,035,000.00	2,308,350.00	0.41
2012	5,109,312.00	1,494,863.00	3,614,449.00	1,085,000.00	2,270,413.00	1.08
2013	4,693,690.00	1,693,851.00	2,999,839.00	1,130,000.00	2,230,675.00	0.89
2014	3,640,036.00	1,505,091.00	2,134,945.00	1,175,000.00	2,179,500.00	0.64

⁽¹⁾ Revenues pledged for 2014 included convention center lodger's tax revenues of \$3,428,571.

⁽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

⁽¹⁾ Revenues pledged for 2014 include wastewater and municipal gross receipts tax environmental revenues of \$1,913,142.

⁽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

NOTE: Details regarding governmental outstanding debt can be found in the notes to the financial statements.

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 Center Bonds	Water Bonds	Wastewater Bonds	Solid Waste Bonds	Railroad Bonds				NMFA Loans
2005	109,910,000	-	1,166,667	300,000	-	110,959	16,030,000	-	59,330,000	-	-	-	7,135,548	193,983,174	9.89%	2,917
2006	161,900,000	-	16,021,535	299,000	-	1,033,941	14,515,000	-	55,905,000	-	-	-	5,686,677	255,361,153	12.14%	3,736
2007	164,345,000	-	15,881,674	298,000	-	770,795	13,845,000	-	53,785,000	-	-	-	14,221,135	263,146,604	12.01%	3,806
2008	92,615,000	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	13.71%	4,462
2009	85,435,000	20,000,000	19,114,530	279,000	-	261,059	12,405,000	49,610,000	47,685,000	25,775,000	13,145,000	-	29,150,052	302,859,641	13.04%	4,286
2010	78,660,000	19,400,000	18,834,504	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	18.76%	5,583
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	17.57%	5,281
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	17.91%	5,439
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	16.84%	5,214
2014	82,355,000	37,265,000	2,817,334	189,000	-	383,800	8,265,000	44,175,000	93,230,000	17,095,000	9,360,000	13,775,000	42,605,655	351,515,789	12.97%	4,097

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.

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 (<i>thousands of dollars</i>)	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 State 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 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
2005	4,887,341,479	6,871	487,596,832
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	6,522,687,894	4,688	113,830,876

Utility Connections

CALENDAR YEAR	WATER METERS ³	ELECTRIC METERS ⁴	GAS METERS ⁵
2005	35,287	64,199	43,876
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

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, 2014
(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	2.2%
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	437	0.5%
Totals		19,395	24.3%

¹ These percentages are based on a total civilian labor force (Santa Fe County) estimated at 79,907 from Santa Fe County Open Public Records and the New Mexico Department of Labor for 2012

CITY OF SANTA FE, NEW MEXICO
 AUTHORIZED BUDGETED POSITIONS OF CITY GOVERNMENT EMPLOYEES BY FUNCTION
 FOR THE LAST TEN FISCAL YEARS
 (UNAUDITED)

Function	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
General Government	271	271	284	313	313	325	307	309	311	316
Public safety										
Police										
Officers	150	150	150	120	158	162	160	160	160	201
Civilians	49	49	49	80	42	45	42	42	52	36
Fire										
Firefighters and officers	112	112	118	127	126	140	145	145	153	151
Civilians	10	10	9	15	16	19	8	8	9	10
Highways and streets										
Engineering	71	71	77	72	74	83	75	75	75	
Maintenance	87	87	83	84	80	78	78	78	78	51
Sanitation	135	135	132	131	131	132	132	133	133	136
Culture and recreation	570	570	574	567	570	585	570	572	573	486
Water	74	80	86	86	87	105	95	97	99	148
Transit	84	84	89	101	111	117	116	116	116	123
Parking	59	59	54	56	58	70	64	64	64	62
Total	1672	1678	1705	1752	1766	1861	1792	1799	1823	1720

Source: City of Santa Fe Budget Office

CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF INSURANCE IN FORCE
June 30, 2014
(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	\$900,000	\$500,000	Medical and Indemnity
B. Group Health Insurance			Unlimited	\$13,720,946		
II. Midwest Employers Casualty Company						
Excess Worker's Compensation	SP 4048777	July 1 - June 30	Statutory limit	\$112,032	\$600,000	Self-Insured Retention
III. Travelers Insurance Company.						
Public Entity Package	15N80223	July 1 - June 30		\$1,794,012		
A. Public Building Contents/Pers. Prop			\$250,000,000	\$262,871	\$75,000	
B. General Liability			Aggregate \$3 million, \$1,050,000 tort limit	\$546,310	\$50,000	Self-Insured Retention
C. Foreign Jurisdiction			\$1,050,000		\$50,000	Self-Insured Retention
D. Auto Liability			\$1,050,000	\$389,999	\$50,000	
E. Auto Physical Damage			Actual Cash Value		\$25,000	Self-Insured Retention
F. Healthcare Professional			\$1,050,000		\$50,000	
G. Inland Marine (Included in 3A above)			Various		\$25,000	
H. Law Enforcement			\$4,000,000	\$385,000	\$50,000	
I. Public Officials & Employment Practices			\$4,000,000	\$594,832	\$100,000	
IV. Travelers Indemnity Company						
Boiler/Machinery	BAJBMC802X8550TIL07	July 1 - June 30	\$10,000,000	(Included in Property Policy)	\$5,000	
Hazardous Substance			\$100,000	(Included in Property Policy)		
Water Damage			\$100,000	(Included in Property Policy)		
Ammonia Contamination			\$100,000	(Included in Property Policy)		
Expediting Expenses			\$100,000	(Included in Property Policy)		
Ordinance or Law			\$500,000	(Included in Property Policy)		
V. Starr Aviation						
A. Ace Property & Casualty Insurance Company						
Airport General Liability	9959-1934-02	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	\$869,004		Stoploss
B. Aggregate Stop Loss			\$2,000,000	\$70,743		
C. Supplemental Life			2x annual salary-Natural death, 4x annual salary-Accidental death	\$426,520		
VII. Illinois Union Insurance Company						
Underground Storage Tank Liability	USPG27064231	July 1 - June 30	\$1,000,000 Total	\$5,622	\$5,000	
VIII. Chartis						
A. Pollution Legal Liability	PLS2673957	July 1 - June 30	\$2,000,000 aggregate	\$131,178	\$50,000	
B. Santa Fe Solid Waste Mgmt. Agency	EG 2671908	July 1 - June 30	\$1,000,000	\$36,587	\$25,000	
C. Fiduciary Employee Benefit Plan	672-82-86	July 1 - June 30	\$2,000,000 aggregate	\$12,625	\$25,000	Retention
IX. Fireman's Fund						
Exhibition Floater	MXI-98387070	July 1 - June 30	\$25,000	\$1,103	\$500	
X. Travelers Insurance Co.						
Skateboard/Parks	15N80223	July 1 - June 30	\$1,000,000 aggregate	Inc'l in Blanket Policy	\$50,000	Self Insurance Retention

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 12 Civilians)	177
Police Protection	
Number of stations	3
Total employees (Includes 47 Civilians)	210
Parks	
Acreage (developed, not open space or trails)	923
Number of parks	68
Community centers and recreational buildings	3
Swimming pools	4
Tennis courts	19
Libraries	
Holdings	335,371 items
Circulation	677,356 per year
Municipal Sewer	
Number of sewer accounts	36,305
Miles of sanitary lines	358

Notes:

Data as of June 30, 2014

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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, 2014

	Type of Account	Bank or Cash Balance	Outstanding Checks	Deposits In Transit	Carrying Balance	FAIR VALUE
Change, imprest funds	Petty cash	\$ -	\$ -		\$ 11,945	\$ 11,945
Deposits with financial institutions:						
Wells Fargo Bank - General Liability	Checking	44,312	81	-	44,231	44,231
Wells Fargo Bank - Workers' Comp.	Checking	59,311	3,986	-	55,325	55,325
Wells Fargo Bank - HUD Loan Repayment	Checking	1,911	-	-	1,911	1,911
Wells Fargo Bank - HUD Debt Service Reserve	Checking	40,061	-	-	40,061	40,061
Wells Fargo Bank - Common	Checking	9,498,924	2,094,910	874,875	8,278,889	8,278,889
Wells Fargo Bank - Credit Card	Checking	-	-	45,188	45,188	45,188
Wells Fargo Bank - Payroll	Checking	445,297	108,940	-	336,357	336,357
Wells Fargo Bank - Business Savings	Savings	67,844,728	-	-	67,844,728	67,844,728
Wells Fargo Bank - Restricted Cash	Savings	8,730,840	-	-	8,730,840	8,730,840
Wells Fargo Bank - NMFA #20 DS Reserve	Savings	1,108,156	-	-	1,108,156	1,108,156
First National Bank of Santa Fe Savings	Savings	9,770,986	-	-	9,770,986	9,770,986
The Huntington National Bank-Redflex Camera	Checking	3,926	-	-	3,926	3,926
Public Safety Corp.-Santa Fe Alarm Reduction	Checking	59,084	-	-	59,084	59,084
New Mexico Finance Auth. - Railyard I Reserve Taxabl	Trust	52,955	-	-	52,955	52,955
New Mexico Finance Auth. - College of Santa Fe	Trust	1	-	-	1	1
New Mexico Finance Auth. - Buckman Diversion Proj.	Trust	6	-	-	6	6
Century Bank-Certificate of Deposit	Time Deposit	250,000	-	-	250,000	250,000
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
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	267,755	-	-	267,755	267,755
Total bank and carrying balances		113,178,253	2,207,917	920,063	111,890,399	111,890,399
Wells Fargo Gov't Money Market - 2009A&B Reserve-Cash	Investment	43,138	-	-	43,138	43,138
Wells Fargo Gov't Money Market - 2009A&B Reserve-Bonds	Investment	5,275,000	-	-	5,275,000	5,265,196
Wells Fargo Government Money Market - Cash	Investment	46,340	-	-	46,340	46,340
NM State Local Government Investment Pool (LGIP)	Investment	682,557	-	-	682,557	682,557
NM State LGIP Reserve Contingency Fund	Investment	20,301	-	-	20,301	20,301
U.S. Government Agency Securities	Investment	93,770,774	-	-	93,770,774	93,716,633
U.S. Government Treasuries	Investment	5,000,000	-	-	5,000,000	5,016,200
New Mexico Municipal Securities	Investment	4,550,000	-	-	4,550,000	4,598,293
Total investment balances		109,388,110	-	-	109,388,110	109,388,658
Total Accounts		<u>222,566,363</u>	<u>2,207,917</u>	<u>920,063</u>	<u>221,290,454</u>	<u>221,291,002</u>
Less: joint venture share of pooled cash		(19,061,756)	-	-	(19,061,756)	(19,054,434)
TOTAL		\$ 203,504,607	\$ 2,207,917	\$ 920,063	\$ 202,228,698	\$ 202,236,568

CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF PLEDGED COLLATERAL
(MARKET VALUE)
For the Year Ended June 30, 2014

	Bank Balance	Total Unsecured Public Funds	Pledged Securities Market Value	Maturity Date
<u>WELLS FARGO BANK:</u>				
<u>Non-Interest Bearing Accounts</u>				
General Liability Checking	\$ 44,312			
Worker's Comp. Checking	59,311			
HUD Guaranteed Loan Funds Checking	1,911			
Common Checking	9,498,924			
Payroll	445,297			
Total Checking Requiring Collateral	10,049,756			
Federal Depository Insurance - \$250,000 on NIB*	(250,000)			
Total Unsecured Public Funds (Checking)		\$ 9,799,756		
* NIB = Non-interest bearing accounts				
<u>Interest Bearing Accounts</u>				
HUD Debt Service Reserve Checking	40,061			
Savings	67,844,728			
NMFA #20 DS Reserve	1,108,156			
Restricted Cash	8,730,840			
Total Requiring Collateral	77,723,785			
Federal Depository Insurance	(250,000)			
Total Unsecured Public Funds (Savings, CDs)		77,473,785		
Total Unsecured Public Funds		87,273,541		
<u>Collateral Held By Bank of New York Mellon:</u>				
FNMA, CUSIP 3138MSC56			\$ (96,626,621)	02/01/43
FNMA, CUSIP 31417EKV2			(1,738,047)	01/01/43
FNMA, CUSIP 31418A2W7			(85,879)	11/01/33
Total Pledged Collateral			(98,450,547)	
Difference between Pledged Collateral and Unsecured Funds			(11,177,006)	
102% pledged collateral requirement			89,019,012	
Total Pledged Collateral			(98,450,547)	
Pledged collateral (over) under 102% requirement			\$ (9,431,535)	
<u>FIRST NATIONAL BANK OF SANTA FE:</u>				
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	267,755			
Savings	9,770,986			
Total Requiring Collateral	21,538,741			
Federal Deposit Insurance	(250,000)			
Total Unsecured Public Funds		21,288,741		
<u>Collateral Held by Federal Reserve Bank of Boston</u>				
FNMS, CUSIP 31418AAK4			(2,542,476)	11/01/21
03.000FGPC 3128MMPU1			(3,232,315)	05/01/27
FNMS, CUSIP 31419KKY0			(1,092,885)	11/01/25
FNMS, CUSIP 3128Q0R66			(7,194,310)	06/01/27
FHLMC, CUSIP 3134G3R77			(1,005,617)	10/17/17
FHLMC, CUSIP 3134G3R77			(1,005,617)	10/17/17
FHLMC, CUSIP 31306XEA7			(1,596,043)	08/01/27
FNMA, CUSIP 31418AJK5			(1,317,824)	09/01/32
CUSIP 912828A91			(2,999,083)	01/15/17
Total Pledged Collateral			(21,986,150)	
Difference between Pledged Collateral and Unsecured Funds			(697,408)	
102% pledged collateral requirement			21,714,516	
Total Pledged Collateral			(21,986,150)	
Pledged collateral (over) under 102% requirement **			\$ (271,634)	

(continued)

	<u>Bank Balance</u>	<u>Total Unsecured Public Funds</u>	<u>Pledged Securities Market Value</u>	<u>Maturity Date</u>
<u>COMMUNITY BANK</u>				
Certificate of Deposit	\$ 2,500,000			
Certificate of Deposit	<u>500,000</u>			
Total Requiring Collateral	3,000,000			
<u>Federal Deposit Insurance</u>	<u>(250,000)</u>			
Total Unsecured Public Funds		\$ 2,750,000		
 <u>Collateral:</u>				
FHLB Letter of Credit**			\$ (2,500,000)	09/26/14
FHLB CUSIP 3135G0GY3			(5,058)	01/30/17
FHLB CUSIP 313375RN9			<u>(302,940)</u>	03/11/16
Total Pledged Collateral			<u>(2,807,998)</u>	
Difference between Pledged Collateral and Unsecured Funds			(57,998)	
 102% pledged collateral requirement				
			2,755,000	
Total Pledged Collateral			<u>(2,807,998)</u>	
Pledged collateral (over) under 102% requirement**			<u><u>\$ (52,998)</u></u>	

**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, 2014

				ALLOWANCE FOR DEPRECIATION			
	Balance June 30, 2013	Additions	Deletions	Balance June 30, 2014	Current Fiscal Year Deprec.	Accumulated Balance June 30, 2014	Net Asset Value June 30, 2014
Enterprise funds							
Land	\$ 38,260,558	\$ -	\$ -	\$ 38,260,558	\$ -	\$ -	\$ 38,260,558
Water Rights	932,658	819,880	-	1,752,538	-	-	1,752,538
Buildings and Structures	307,920,796	-	-	307,920,796	6,802,991	54,380,788	253,540,008
Improvements	128,623,223	-	-	128,623,223	8,625,122	73,294,602	55,328,621
Sewerlines and Utility Systems	111,437,885	-	(13,629)	111,424,256	4,113,098	67,058,793	44,365,463
Equipment and Machinery	20,671,702	905,167	(157,118)	21,419,751	1,313,064	17,940,127	3,479,624
Furniture and Fixtures	678,466	-	(21,169)	657,297	7,635	656,485	812
Vehicles	25,631,040	1,812,836	(85,238)	27,358,638	1,997,167	18,977,415	8,381,223
Intangible Plant	57,625	-	-	57,625	-	57,625	-
Data Processing and Software	3,263,535	101,416	(9,456)	3,355,495	281,891	2,566,377	789,118
Art	185,971	-	-	185,971	-	-	185,971
Construction in Progress	38,149,809	12,964,290	(617,736)	50,496,363	-	-	50,496,363
Total - primary government	675,813,268.00	16,603,589.00	(904,345.96)	691,512,511.04	23,140,967.71	234,932,212.84	456,580,298.20
Total Proprietary funds	\$ 675,813,268	\$ 16,603,589	\$ (904,346)	\$ 691,512,511	\$ 23,140,968	\$ 234,932,213	\$ 456,580,298

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, 2014
(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, 2014 (UNAUDITED)

Fund and Purpose	Interest Rate	Date of Issue	Amount of Issue	Date of Final Maturity	Outstanding June 30, 2014	
					Issue Remaining	Total
Revenue bonds payable solely from state-shared taxes:						
Series 2006	3.25% - 5.00%	02/14/2006	17,710,000	June 1, 2023	\$ 2,045,000	
Series 2008	3.25% - 5.50%	04/07/2008	20,135,000	June 1, 2022	19,515,000	
Series 2010A	2.00% - 5.00%	12/14/2010	15,005,000	June 1, 2015	3,945,000	
Series 2012A	3.00% - 5.00%	03/01/2012	37,725,000	June 1, 2026	32,475,000	
Series 2013A	2.00% - 4.00%	06/18/2013	10,880,000	June 1, 2020	10,800,000	
Series 2013B	2.00% - 5.00%	06/18/2013	13,780,000	June 1, 2036	13,575,000	
Total bonds payable solely from state-shared taxes					<u>82,355,000</u>	
General obligation bonds payable solely from property tax:						
Property tax - Series 2008	3.75% - 5.00%	06/10/2008	20,000,000	June 1, 2028	16,235,000	
Property tax - Series 2010	2.00% - 4.00%	11/01/2010	10,300,000	June 1, 2030	9,030,000	
Property tax - Series 2013	1.75% - 4.00%	07/23/2013	12,000,000	June 1, 2032	12,000,000	
Total bonds payable solely from property tax					<u>37,265,000</u>	
Total bonds payable from tax revenue (governmental)						\$ 119,620,000
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	36,650,000	
Series 2008 GRT/CCTR Share	3.25% - 5.50%	04/07/2008	8,570,000	June 1, 2022	7,525,000	
Total bonds payable from Convention Center fund					<u>44,175,000</u>	
Solid Waste - Series 2006B	4.25% - 5.00%	07/31/2006	15,160,000	June 1, 2023	9,360,000	
Total bonds payable from Solid Waste fund					<u>9,360,000</u>	
Municipal Recreation Complex - Series 2005	3.50% - 4.25%	08/30/2005	15,315,000	June 1, 2024	8,265,000	
Total bonds payable from Municipal Recreation Complex fund					<u>8,265,000</u>	
Water Revenue Bonds - Series 2006D	4.25% - 5.00%	08/09/2006	49,790,000	June 1, 2025	36,280,000	
Series 2009A&B	2.00% - 6.20%	12/15/2009	59,970,000	June 1, 2039	56,950,000	
Total bonds payable from Water fund					<u>93,230,000</u>	
Wastewater Bonds - Series 2006C	4.125% - 5.00%	09/29/2006	9,780,000	June 1, 2021	5,430,000	
Series 2012B	2.00% - 5.00%	03/01/2012	14,280,000	June 1, 2022	11,665,000	
Total bonds payable from Wastewater fund					<u>17,095,000</u>	
Railyard Center Refunding Bonds - Series 2010B	3.00% - 5.00%	12/14/2010	10,490,000	June 1, 2026	9,175,000	
Market Station - Series 2012C	2.00% - 5.00%	12/19/2012	4,685,000	June 1, 2033	4,600,000	
Total revenue bonds payable from Railyard fund					<u>13,775,000</u>	
Total revenue bonds payable from Enterprise funds (business-type)						<u>185,900,000</u>
TOTAL LONG-TERM BOND INDEBTEDNESS						<u>\$ 305,520,000</u>

(continued)

Fund and Purpose	Interest Rate	Date of Issue	Amount of Issue	Date of Final Maturity	Outstanding June 30, 2014	
					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	\$ 2,817,334	
Total loans payable from 1/2% Municipal GRT					<u>2,817,334</u>	
Loans payable from Municipal GRT - Railyard						
NMFA SANTAFE#8 - Railyard Infra.	1.40% - 5.44%	09/24/2004	579,025	May 1, 2024	401,798	
NMFA SANTAFE#15B - Railyard Infra.	5.44% - 6.12%	10/20/2009	892,227	June 1, 2026	712,409	
Total loans payable from Municipal GRT - Railyard					<u>1,114,207</u>	
Total loans payable from tax revenue						\$ 3,931,541
Loans payable from Water Enterprise Fund						
NMFA SANTAFE#DW-2 - Buckman	2.00%	05/16/2008	15,150,000	June 1, 2029	11,906,448	
NMFA SANTAFE#DW-4 - Buckman	2.00%	05/13/2013	2,525,000	Est. June 1, 2035	2,525,000	
Total loans payable from Water Fund					<u>14,431,448</u>	
Total loans payable from Enterprise Funds						14,431,448
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	27,060,000	
Santa Fe Business Incubator, Inc. loan payment:						
HUD Section 108 Loan	3.16%	06/30/2004	300,000	August 1, 2024	189,000	
Total loans payable from third parties					<u>27,249,000</u>	
Total loans payable from Special Sources						<u>27,249,000</u>
TOTAL LONG-TERM LOAN INDEBTEDNESS						<u>45,611,989</u>
TOTAL OUTSTANDING INDEBTEDNESS						<u>\$ 351,131,989</u>

CITY OF SANTA FE, NEW MEXICO
 SCHEDULE OF JOINT POWERS AGREEMENTS
 FISCAL YEAR ENDED
 June 30, 2014

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, 2014

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	09/29/2013 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, 2014

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	CDWM 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, 2014
(UNAUDITED)

Grantor Program Name Grant Number	State Program or Award Amount	Cash/Accrued or (Deferred) Revenue at July 1, 2013	Cash or Receipts Recognized	Disbursements/ Expenditures	Cash/Accrued or (Deferred) Revenue at June 30, 2014
N.M. HIGHWAY AND TRANSPORTATION DEPARTMENT					
Statewide Expanded Operation DWI-Operation Descansos	18,334	3,168	5,603	2,435	-
Statewide Expanded Operation DWI-Operation Descansos	18,300	-	-	9,149	9,149
NMDOT Consolidated Project Agreement FY 12-13	62,205	15,077	38,141	23,064	-
NMDOT Consolidated Project Agreement FY 13-14	66,055	-	17,601	38,931	21,330
City Vehicle Seizure Program FY 11-12	120,000	18,688	46,017	27,329	-
City Vehicle Seizure Program FY 13-14	110,000	-	49,331	57,414	8,083
Cerrillos Road Reconstruction	11,000,000	-	404,328	417,658	13,330
Airport Road Safety Improvements	870,500	43,103	43,103	-	-
Paved Street Resurfacing	43,616	43,616	43,616	-	-
Botolph Road Improvements	600,000	-	21,058	285,281	264,223
Santa Fe Rail and River Trail	165,000	-	-	158,120	158,120
Defouri Street Bridge	150,000	-	-	50,350	50,350
Airport Improvements	450,000	737	-	(737)	-
Airport Improvements	71,084	42	-	(42)	-
Airport Improvements	86,408	49,871	55,402	5,531	-
Airport Improvements	26,264	3,457	4,085	628	-
Airport Improvements	10,000	-	126	3,146	3,020
Airport Improvements	38,036	-	906	7,530	6,624
Airport Improvements	150,000	-	-	-	-
Airport Improvements	51,917	-	4,776	22,322	17,546
TOTAL Highway and Transportation Department	\$ 14,107,719	\$ 177,759	\$ 734,093	\$ 1,108,109	\$ 551,775
N.M. DEPARTMENT OF TOURISM					
Beautification and Litter Control Program	70,000	28,878	79,745	67,438	16,571
Convention and Visitors Bureau	32,500	-	-	32,500	32,500
TOTAL N.M. Department of Tourism	\$ 102,500	\$ 28,878	\$ 79,745	\$ 99,938	\$ 49,071
N.M. DEPARTMENT OF CULTURAL AFFAIRS					
Historical Preservation	\$ 4,000	\$ 558	\$ 21,077	\$ 20,518	\$ -
TOTAL Department of Cultural Affairs	\$ 4,000	\$ 558	\$ 21,077	\$ 20,518	\$ -
N.M. ENERGY, MINERALS, NATURAL RESOURCES					
Fire Hazard Reduction Grant	\$ 150,000	\$ 70,767	\$ 70,767	\$ 19,695	\$ 19,695
Wildland Urban Interface-YCCG 2233	200,000	-	24,606	94,985	70,379
Community Urban Forest Program	15,731	12,329	13,981	1,652	-
NM Forest Releaf Program	6,000	6,000	6,000	-	-
TOTAL Energy, Minerals, Natural Resources	\$ 371,731	\$ 89,096	\$ 115,354	\$ 116,332	\$ 90,074
STATE AGENCY ON AGING					
Senior Companion Program	\$ 145,500	\$ 6,813	\$ 139,620	\$ 145,500	\$ 12,693
Senior Employment Program	34,724	3,262	37,986	34,724	-
Foster Grandparent Program	114,275	17,685	121,659	114,275	10,301
Retired Senior Volunteer Program	42,000	-	41,057	42,000	943
HB-2- Nutrition	189,537	10,430	191,263	189,357	8,524
HB-2- In Home Support	163,320	5,043	161,471	163,320	6,892
HB-2- Assisted Transportation	37,148	562	34,680	37,140	3,022
State Area On Aging Capital Improvements	325,972	-	(0)	127,566	127,566
Senior Center-Luisa	185,690	-	-	2,434	2,434
Senior Center-Luisa	146,940	-	-	10,085	10,085
Senior Center-Pasatiempo	8,500	-	-	694	694
Senior Center-Villa Consuelo	110,890	-	-	6,564	6,564
Mary Ester Gonzales Senior Center	128,467	8,542	22,304	30,110	16,348
Mary Ester Gonzales Senior Center	73,000	-	-	31,286	31,286
TOTAL State Agency on Aging	\$ 1,705,963	\$ 52,337	\$ 750,040	\$ 935,055	\$ 237,352

CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF OTHER FINANCIAL ASSISTANCE
FISCAL YEAR ENDED
June 30, 2014
(UNAUDITED)

Grantor Program Name Grant Number	State Program or Award Amount	Cash/Accrued or (Deferred) Revenue at July 1, 2013	Cash or Receipts Recognized	Disbursements/ Expenditures	Cash/Accrued or (Deferred) Revenue at June 30, 2014
COUNTY OF SANTA FE					
Airport Safety Improvements	132,935	-	132,934	132,934	-
Trails and Bike Paths	1,762	1,762	1,762	-	-
TOTAL County of Santa Fe	\$ 134,697	\$ 1,762	\$ 134,696	\$ 132,934	\$ -
N.M. DEPARTMENT OF FINANCE AND ADMINISTRATION					
400th Anniversary License Plates	1,500	-	1,750	1,750	-
Santa Fe Police Station	435,600	1,506	329,340	327,834	-
Santa Fe Police Station	891,000	-	342,661	864,613	521,952
Medians and Sidewalks	35,000	-	-	3,544	3,544
La Familia	396,000	6,700	222,139	216,427	988
Interfaith Homeless Shelter	109,890	32,185	66,205	34,020	-
Santa Fe Boy's and Girls's Club	32,734	32,725	32,725	-	-
Southwest Activity Node Park	35,000	-	35,000	35,000	-
Santa Fe Water Historical Park/Museum	150,000	-	18,072	20,659	2,587
Geneveva Chavez Community Center	215,000	82,215	82,215	-	-
TOTAL Dept. of Finance and Administration	\$ 2,301,724	\$ 155,331	\$ 1,130,107	\$ 1,503,847	\$ 529,071
NM FINANCE AUTHORITY					
NMFA Solar Energy	5,050,000	-	1,479,005	2,288,129	809,124
NMFA 203-WTB	1,500,000	43,244	999,579	956,335	-
TOTAL NM Mortgage Finance Authority	\$ 6,550,000	\$ 43,244	\$ 2,478,584	\$ 3,244,464	\$ 809,124
NM ARTS COMMISSION					
Community Gallery FY09-10	\$ 1,712	\$ -	\$ -	\$ -	-
Community Gallery FY10-11	6,613	-	3,306	6,613	3,307
TOTAL NM Arts Commission	\$ 6,613	\$ -	\$ 3,306	\$ 6,613	\$ 3,307
OTHER					
New Mexico State University-National Diabetes Program	3,000	-	1,250	3,000	1,750
TOTAL Other	\$ 3,000	\$ -	\$ 1,250	\$ 3,000	\$ -
GRAND TOTAL	\$ 25,287,947	\$ 548,965	\$ 5,448,252	\$ 7,170,811	\$ 2,269,774

Single Audit Section

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CITY OF SANTA FE
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 FISCAL YEAR ENDED
 June 30, 2014

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, 2013	C/Y Cash Receipts Recognized	Revenue Disbursements/ Expenditures	Cash/Accrued or (Deferred) Revenue at June 30, 2014
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	B11MC350003	524,976	32,039	32,039	-	-
Community Develop Block Grant	14.218	B12MC350003	507,262	-	238,074	238,074	-
Community Develop Block Grant	14.218	B13MC350003	516,201	-	281,913	366,400	84,487
Neighborhood Stabilization Program	14.218	09-0290	30,097	-	-	-	-
Total CDBG-Entitlement and (HUD-Administered) Small Cities Cluster			1,578,536	32,039	552,026	604,474	84,487
Shelter Plus Care Grants:							
Shelter Plus	14.238	NM0034C6B011003	438,206	43,946	433,141	393,577	4,382
Shelter Plus	14.238	NM0029C6B011003	146,309	1,463	106,271	106,271	1,463
Shelter Plus	14.238	NM0026C6B011003	261,022	16,934	258,591	244,267	2,610
Shelter Plus	14.238	NM0073C6B011100	565,140	11,409	98,126	94,637	7,920
Shelter Plus	14.238	NM0072C6B011100	36,549	4,054	36,196	35,167	3,025
Shelter Plus	14.238	NM002C7-01-001	306,660	-	113,783	118,814	5,031
Shelter Plus	14.238	NM0049C6B010900	324,360	4,863	58,886	54,023	-
Shelter Plus	14.238	NM0048C6B010900	90,760	2,223	31,560	29,337	-
Total Shelter Plus Care Grants			2,169,026	84,892	1,136,554	1,076,093	24,431
			\$ 3,747,562	\$ 116,931	\$ 1,688,580	\$ 1,680,567	\$ 108,918
Department of Housing and Urban Development							
US DEPARTMENT OF JUSTICE							
Passed-through NM Children Youth and Families:							
Juvenile Justice - Continuum 10/11	16.523	11-690-12431	181,331	51,178	114,546	180,500	117,132
Total passed-through NM Children Youth and Families			181,331	51,178	114,546	180,500	117,132
Passed-through NM Crime Victims Reparation Commission							
ARRA - Cops Hiring Recovery Program	16.710	2009-KRWX0642	1,479,328	162,581	219,150	56,569	-
Recovery act STOP Violence Against Women Grant	16.808	2008-WF-AX-0018	-	-	-	-	-
Total passed-through NM Crime Victims Reparation Commission			1,479,328	162,581	219,150	56,569	-
Pass through Santa Fe County							
2013 Edward Bryne Grant		2013-DJ-BX-0843	42,273	-	29,023	29,023	-
Total passed-through Santa Fe County			42,273	-	29,023	29,023	-
			\$ 1,702,932	\$ 213,759	\$ 362,719	\$ 266,092	\$ 117,132
US Department of Justice							
DEPARTMENT OF TRANSPORTATION							
Federal Aviation Administration Direct Program:							
Airport Improvement Grant #34	20.106	AIP 3-05-0037-034-2010	450,000	61,678	-	(16,371)	45,307
Airport Improvement Grant #36	20.106	AIP 3-05-0037-036-2010	2,701,187	1,579	-	72,070	73,649
Airport Improvement Grant #37	20.106	AIP 3-05-0037-037-2012	2,622,232	1,496,125	1,707,769	211,644	-
Airport Improvement Grant #38	20.106	AIP 3-05-0037-038-2012	477,368	103,700	74,235	18,840	48,305
Airport Improvement Grant #39	20.106	AIP 3-05-0037-039-2013	762,910	-	43,565	242,287	198,722
Airport Improvement Grant #40	20.106	AIP 3-05-0037-040-2103	1,557,510	-	179,594	1,048,803	869,209
Total Federal Aviation Administration Direct Program:			8,571,205	1,663,082	2,005,163	1,577,273	1,235,192
Department of Transportation Direct Program:							
Section 5316 (JARC)	20.516	NM90X107	173,357	41,981	41,981	-	-
Section 5316 (JARC)	20.516	NM37X028	349,498	26,890	249,015	248,954	26,829
Interagency Hazardous Materials Public-Sector Training and Planning	20.703	HMHMP0293120100	21,330	12,526	50,966	44,170	5,730
Total Department of Transportation Direct Program:			544,185	81,397	341,962	293,124	32,559
Passed-through Department of Transportation:							
Highway and Planning Cluster:							
Section 112	20.205	MOA No. M01038	196,989	108,811	283,734	266,456	91,533
Total Highway and Planning Cluster:			196,989	108,811	283,734	266,456	91,533
ARRA Grants							
ARRA - Section 5309	20.507	NM-96-X003	341,616	160,990	502,606	341,616	-
Total ARRA Grants			341,616	160,990	502,606	341,616	-
Section 5303 09/10	20.505	MOA No. M01038	39,177	8,230	41,205	59,559	26,585
			39,177	8,230	41,205	59,559	26,585
NM Highway and Transportation Department							
Federal Transit_Formula Grants							
Ridefinders 12/13	20.507	M01223	71,773	20,226	73,888	71,773	18,111
Section 5317 - Paratransit Operating	20.507	NM90X108	154,044	20,378	20,378	-	-
Section 5317 - Paratransit Operating	20.507	NM90X099	156,958	126,208	156,957	30,751	-
Section 5317 - Paratransit Operating	20.521	NM57X016	156,640	-	156,640	156,640	-
Section 5317 - Paratransit Operating	20.507	NM90X112	154,840	-	154,840	154,840	-
Section 5307 - Main Operating	20.507	NM90X113	1,335,413	-	1,548	1,548	-
Section 5307 - Main Operating	20.507	NM90X115	1,562,515	-	1,560,953	1,560,953	-
Section 5309 - Capital Outlay	20.507	NM040032	240,000	-	72,274	72,274	-
Total Federal Transit_Formula Grants			3,832,183	166,810	2,197,478	2,048,779	18,111
Total Department of Transportation passed-through			\$ 4,409,965	\$ 444,841	\$ 3,025,023	\$ 2,716,411	\$ 136,229
Department of Transportation			\$ 13,525,355	\$ 2,189,320	\$ 5,372,148	\$ 4,586,808	\$ 1,403,980

CITY OF SANTA FE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FISCAL YEAR ENDED
June 30, 2014

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, 2013	C/Y Cash Receipts Recognized	Revenue Disbursements/ Expenditures	Cash/Accrued or (Deferred) Revenue at June 30, 2014
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	\$ 2,543	\$ 101,714	\$ 108,412	\$ 9,241
Total NM State Agency on Aging/NCNMEDD			108,669	2,543	101,714	108,412	9,241
NM State Agency on Aging/NCNMEDD							
Title III-C-1	93.045	2009-10-60026	95,099	4,582	99,426	95,099	255
Title III-C-2	93.045	2009-10-60026	36,942	2,429	36,743	36,942	2,628
Total NM State Agency on Aging/NCNMEDD			132,041	7,011	136,169	132,041	2,883
NM State Agency on Aging/NCNMEDD							
NSIP	93.053	2009-10-60026	155,706	2,103	157,809	155,706	-
Total NM State Agency on Aging/NCNMEDD			155,706	2,103	157,809	155,706	-
Total Passed-through NM State Agency on Aging/NCNMEDD			396,416	11,657	395,692	396,159	12,124
Title III-E/Grandparents	93.052	2009-10-60026	169,370	1,650	168,813	169,369	2,206
Department of Health and Human Services			\$ 565,786	\$ 13,307	\$ 564,505	\$ 565,528	\$ 14,330
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	2,713	23,842	24,833	3,704
Retired Senior Volunteer Program	94.002	10-624-4000-0065	30,412	-	30,412	30,412	-
Total Passed-through NM State Agency on Aging:			55,245	2,713	54,254	55,245	3,704
Corporation for National and Community Service			\$ 55,245	\$ 2,713	\$ 54,254	\$ 55,245	\$ 3,704
National Endowment for the Humanities							
Promotion of the Arts	45.024	12-6200-7015	14,000	14,000	14,000	-	-
National Endowment for the Humanities			\$ 14,000	\$ 14,000	\$ 14,000	\$ -	\$ -
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	-	38,440	69,240	30,800
Emergency Management Performance	97.042	EMW-2011-EP-00051	63,135	16,410	16,410	-	-
Emergency Management Performance	97.042	EMW-2012-EP-00039-S01	63,135	-	41,730	58,626	16,896
Emergency Management Performance	97.067	2010-SS-T0-0011	219,500	45,233	46,610	1,377	-
Emergency Management Performance	97.067	EMW-2011-SS-00094-S01	151,124	52,087	85,054	32,967	-
Emergency Management Performance	97.067	FEMA-1783-DR-NM	36,513	-	21,908	27,385	5,477
Emergency Management Performance	97.067	EMW-2012-SS-00097-S01	144,704	42,000	72,509	97,543	67,034
Emergency Management Performance	97.067	EMW-2013-SS-00152-S01	194,420	-	-	14,623	14,623
Emergency Management Performance	97.067	EMW-2011-SS-00094-S01	9,790	-	-	5,036	5,036
US Department of Homeland Security			\$ 951,561	\$ 155,730	\$ 322,661	\$ 306,797	\$ 139,866
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ 20,612,441	\$ 2,705,760	\$ 8,378,867	\$ 7,511,037	\$ 1,837,930

CITY OF SANTA FE, NEW MEXICO
 NOTES TO SUPPLEMENTAL SCHEDULE OF
 EXPENDITURES OF FEDERAL AWARDS
 JUNE 30, 2014

General

The following is a reconciliation of the total Federal Awards of the City of Santa Fe for the year ended June 30, 2014:

City of Santa Fe Federal Expenditures as reported on page 214:	\$ 7,511,037
Total Federal Expenditures of the Primary Government	\$ 7,511,037

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.

<u>Relationship to the Comprehensive Annual Financial Report:</u>	<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	\$ 604,474
Shelter Plus	14.238	393,577
Shelter Plus	14.238	106,271
Shelter Plus	14.238	244,267
Shelter Plus	14.238	94,637
Shelter Plus	14.238	35,167
Shelter Plus	14.238	118,814
Shelter Plus	14.238	54,023
Shelter Plus	14.238	29,337
U.S. Department of Justice		
Special Revenue Grants		
Law Enforcement Grants		
Juvenile Justice - Continuum	16.523	180,500
ARRA - Cops Hiring Recovery Program	16.710	56,569
Pass through Santa Fe County		29,023
U.S. Department of Transportation		
Enterprise Fund - Airport		
Airport Improvement Grants		
Airport Improvement	20.106	1,577,273
Special Revenue Fund		
Transportation Grants		
Section 5316	20.516	248,954
Sector Training and Planning	20.703	44,170
Section 112	20.205	266,456
ARRA - Section 5309	20.507	341,616
ARRA - Section 5303	20.505	59,559
Federal Transit	20.507	102,524
Federal Transit	20.521	156,640
Federal Transit	20.507	1,789,615

CITY OF SANTA FE, NEW MEXICO
 NOTES TO SUPPLEMENTAL SCHEDULE OF
 EXPENDITURES OF FEDERAL AWARDS
 JUNE 30, 2014

U.S. Department of Health and Human Services

Special Revenue Funds

Senior Citizens Grants

Title III B	93.044	108,412
Title III C-1	93.045	95,099
Title III C-2	93.045	36,942
NSIP	93.053	155,706
Title III E	93.052	169,369

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	30,412

National Endowment for the Humanities

Promotion of the Arts

45.024	-
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U.S. Department of the Interior

Bureau of Reclamation

15.530	50,000
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U.S. Department of Homeland Security

Special Revenue Funds

Emergency Management Grants

Emergency Management Performance	97.042	69,240
Emergency Management Performance	97.042	58,626
Emergency Management Performance	97.067	178,931

7,511,037

TOTAL \$ 7,511,037



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

Hector H. Balderas
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, 2014, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and the combining and individual fund and related budgetary comparisons of the City presented as supplementary information and have issued our report thereon dated November 26, 2014.

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 2013-004 (13-04) 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 (06-06), FS 2014-001 and FS 2014-002.

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
November 26, 2014



Accounting & Consulting Group, LLC
Certified Public Accountants

REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE

INDEPENDENT AUDITORS' REPORT

Hector H. Balderas
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, 2014. 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, 2014.

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
November 26, 2014

STATE OF NEW MEXICO
City of Santa Fe
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2014

A. SUMMARY OF AUDITORS' RESULTS

Financial Statements:

Type of auditors' report issued:	Unmodified
Internal control over financial reporting: Material weakness identified?	No
Significant deficiencies identified not considered to be material weaknesses?	Yes
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs: Material weaknesses identified?	No
Significant deficiencies identified not considered to be material weaknesses?	No
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?	No

Identification of major programs:

CFDA Number	Federal Program
14.218	Community Development Block Grant / Entitlement Grants
14.238	Shelter Plus Care
20.106	Airport Improvement Program
20.507	Federal Transit Cluster
93.044, 93.045 and 93.053	Aging Cluster
20.516 & 20.521	Transit Services Program

Dollar threshold used to distinguish Between type A and type B programs:	\$300,000
Auditee qualified as low risk auditee?	No

STATE OF NEW MEXICO
City of Santa Fe
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2014

B. FINDINGS – FINANCIAL STATEMENT AUDIT

FS 2006-006 (06-06) Budgetary Compliance (other matter) (repeated and modified)

Condition: During our testwork over budgetary compliance for the year ended June 30, 2014, we noted the following budget overages for the City.

Total expenditures

Reporting Unit	Budgetary Level	Final Budget	Actual Amount	Overage Amount
1/2 % Gross Receipts Tax Capital Project Fund	Fund Level	2,512,646	2,614,778	102,132
Santa Fe River Channel Capital Projects Fund	Fund Level	-	311	311
Landfill Projects Capital Projects Fund	Fund Level	-	1	1
Capital Equipment Reserve Special Revenue Fund	Fund Level	30,160	30,628	468
Law Enforcement Grants Special Revenue Fund	Fund Level	7,386,812	7,542,361	155,549
Debt Service Funds Governmental Fund	Fund Level	14,105,099	14,107,152	2,053

Total other financing sources

Reporting Unit	Budgetary Level	Final Budgeted Expenditures and Transfers	Actual Expenditures and Transfers	Overage Amount
Impact Fee Projects Special Revenue Fund	Fund Level	775,206	1,692,609	917,403

In addition there were funds that had budgeted expenses / expenditures exceeding budgeted revenues, transfers, and beginning fund balance as follows:

Enterprise funds:

Reporting Unit	Budgetary Level	Final Budgeted Excess of Revenues Over (Under) Expenses	Prior Year Net Position	Excess Amount
Municipal Recreation Complex Enterprise Fund	Division Level	(334,529)	(4,791,446)	(334,529)

Governmental funds:

Reporting Unit	Budgetary Level	Final Budgeted Net change in fund balance	Prior Year Fund Balance	Excess Amount
Special projects Capital Projects Fund	Fund Level	(191,535)	(377,214)	(191,535)
Economic Development Special Revenue Fund	Fund Level	(678,311)	6,227	(672,084)

STATE OF NEW MEXICO
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B. FINDINGS – FINANCIAL STATEMENT AUDIT – (continued)

FS 2006-006 (06-06) Budgetary Compliance (other matter) (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 possibility existed for the City to incur a significant budget overage that would have had financial impact. The City is not in compliance with state statutes.

Cause: Adjustments of budgeted and actual expenditures were not completed during the year for certain funds.

Auditors' recommendation: Management should update policies and procedures that specifically include reviews that compare actual to budget expenditures, including a review of budgeted revenues, expenditures, and fund balance.

Views of Responsible Officials and Planned Corrective Action: The City will continue to train and review the budget process with staff and work vendors to submit invoices on a timely manner.

STATE OF NEW MEXICO
City of Santa Fe
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B. FINDINGS – FINANCIAL STATEMENT AUDIT-(continued)

FS 2013-004 (13-04) Entity Level General Computer Controls (Significant Deficiency) (repeated and modified)

Condition: During the audit, the following deficiencies were noted in the Information Technology function:

General controls over IT revealed design deficiencies in the areas of steering committee, IT policies (backup and information security), and evaluation of outside contractors.

Criteria: The COSO (Committee of Sponsoring Organizations of the Treadway Commission), 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 Date Retention Policy. There is no consistent steering committee in place to consider the overall operations, projects, objectives, challenges and strategy of the IT system. The City has not identified service providers for material services that may impact controls.

Auditors' recommendation: The City should establish an effective steering committee to manage and evaluate all IT activities and planned actions. The steering committee should meet regularly and formally, and should keep minutes for accountability.

The City should evaluate all outside service providers to determine those that provide material services that may impact controls. SSAE reports should be requested.

A backup and data retention policy should be implemented, specifying how often backups are to be performed, how long they are to be retained, and where the media is to be stored. Policy should take into consideration City and State guidelines. In addition data recovery procedures should be tested at least once annually.

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 agrees with the finding. The ITT Department will design a plan to address the issues by establishing a new position, IT security and compliance officer. The city will also continue working on establishing the IT Steering/Governance Committee in January 2015.

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B. FINDINGS – FINANCIAL STATEMENT AUDIT-(continued)

FS 2014-001 Noncompliance With Social Security Administration Requirements Concerning Employment in a Job Not Covered by Social Security (other matter)

Condition: During our testwork over federal compliance requirements issued by the Social Security Administration we noted the City was not disclosing to new police and fire employees that their jobs were not covered by Social Security. We noted upon inquiry of City management that the City was not requiring new employees to sign a statement that they are aware of possible reductions in their future Social Security benefit entitlements. No employee files were actually tested.

Criteria: Section 419(c) of Public Law 108-203, the Social Security Protection Act of 2004, requires State and local government employers to disclose the effect of the Windfall Elimination Provision and the Government Pension Offset to employees hired on or after January 1, 2005, in jobs not covered by Social Security. The law requires newly hired public employees to sign a statement (Form SSA-1945) that they are aware of a possible reduction in their future Social Security benefit entitlement.

Effect: Existing and newly hired police and fire employees may not know about possible reductions in their Social Security benefit entitlement benefits. The City is not in compliance with Section 419(c) of Public Law 108-203, the Social Security Protection Act of 2004.

Cause: The City was unaware of the requirement.

Auditors' recommendation: We recommend the City review publications regarding this requirement at the website detailed below. The website also includes the required disclosure form (Form SSA-1945).

<http://www.socialsecurity.gov/slge/>

Views of responsible officials and proposed corrective action plan: The City will include the disclosure form (Form SSA-1945) in the "New Hire" packet when an employee's job is not covered by Social Security. The City will also update all current personnel files to include the disclosure form.

STATE OF NEW MEXICO
City of Santa Fe
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2014

B. FINDINGS – FINANCIAL STATEMENT AUDIT (continued)

FS 2014-002 — Untimely Deposit of Senior Center Receipts-(other matter)

Condition: In testwork over receipts at the Senior Centers and related programs, including assisted transportation for elderly and disabled citizens, we noted that cash received for services and donations was not deposited within 24 hours in 14 of 40 instances reviewed. Deposits made after 24 hours totaled \$324.95, out of a total of \$1,025.21 included in the population for testwork. Due to inconsistencies in record-keeping between the collecting locations and the City's cashier, it is not certain which date some collected receipts are related to.

Criteria: Good accounting practices and cash management require that all funds collected by City departments be deposited and recorded promptly.

Effect: There is an increased risk of misappropriation of assets is present while cash is on-hand and not promptly deposited.

Cause: Some inconsistencies in record-keeping – that of associating specific lockboxes with specific dates – and a lack of procedures requiring daily deposit of funds collected.

Auditors' recommendation: The City should ensure that all departments are ensuring that cash received is remitted to the cashiers and deposited on a daily basis.

Views of Responsible Officials and Planned Corrective Actions: The City will establish procedures and training program to ensure daily deposit of all funds.

STATE OF NEW MEXICO
City of Santa Fe
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C. FINDINGS - FEDERAL AWARDS

None

D. PRIOR YEAR AUDIT FINDINGS

13-01 Capital Asset Management	Resolved
13-02 Financial Close and Reporting	Resolved
13-03 Bond Covenant Violation	Resolved
13-04 Entity Level General Computer Controls	Repeated and Modified
13-05 Information Technology Access Controls	Resolved
13-06 Information Technology Segregation of Duties	Resolved
06-06 Budgetary Compliance	Repeated and Modified
11-04 Federal Grant Cost Principles (Time Certification)	Resolved
11-06 Federal Grant Procurement (Suspension & Disbarment)	Resolved
12-03 Federal Grant Cash Management	Resolved
13-07 Federal Grant Reporting	Resolved
13-08 Federal Davis-Bacon Act	Resolved

STATE OF NEW MEXICO
City of Santa Fe
Exit Conference
For the Year Ended June 30, 2014

OTHER DISCLOSURES

Exit Conference

The contents of this report were discussed on November 26, 2014. 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 Supervisor



**Finance and Budget Department
Financial Management Division**

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