

City of
Santa Fe



Comprehensive Annual Financial Report
For the Year Ended June 30, 2016



City of Santa Fe, New Mexico

Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2016

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, 2016**

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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

www.santafenm.gov

Javier M. Gonzales, Mayor

Councilors:

Signe I. Lindell, Mayor Pro Tem, Dist. 1

Renee Villarreal, Dist. 1

Peter N. Ives, Dist. 2

Joseph M. Maestas, Dist. 2

Carmichael A. Dominguez, Dist. 3

Chris Rivera, Dist. 3

Ronald S. Trujillo, Dist. 4

Mike Harris, Dist. 4

December 7, 2016

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

This letter transmits the City of Santa Fe's Comprehensive Annual Financial Report (CAFR) for the fiscal year ending June 30, 2016.

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

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

The City of Santa Fe's financial statements have been audited by R.P.C. C.P.A.'s and Consultants, LLP, a firm of licensed certified public accountants headquartered in Albuquerque. The goal of the independent audit is to provide reasonable assurance that the financial statements of the City of Santa Fe for the fiscal year ended June 30, 2016 are free of material misstatement. It examines, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management and evaluating the overall financial statement presentation. The independent

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

auditor concluded that, based on his audit, there was a reasonable basis for rendering an unmodified opinion that the City of Santa Fe's financial statements for the fiscal year ended

June 30, 2016, are fairly presented in conformity with GAAP. The independent auditor's report is presented in the first section of the CAFR.

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

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

FACTORS AFFECTING FINANCIAL CONDITION

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

Profile of Government

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

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

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terms with four city councilors elected every two years within four districts. The mayor is elected at-large and serves a four-year term. On March 4, 2014 the voters approved an amendment to the Municipal Charter to give the mayor a vote on all matters that come before the governing body.

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

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

Demographic and Economic Profile

Santa Fe is located in the central northern part of the state. It is the oldest state capital in the United States. Its current population is approximately 84,009 residents.

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

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

Known as "The City Different," Santa Fe is also one of the top five art markets in the world and the third largest art market in the United States. Santa Fe's spectacular Rocky Mountain setting

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and stunning wealth of cultural resources; including over 250 art galleries, 14 museums, four-star hotels and resorts, a nationally recognized opera company, dozens of major annual festivals, and many award winning restaurants, shops and spas, draw visitors and second home owners from all over the globe.

Starting in mid-2008, Santa Fe suffered through the most severe economic recession it has experienced in many decades. However, since 2013, gross receipt tax revenue (GRT) has increased for three consecutive years, 3.0%, 2.77%, and 3.6% in fiscal years ending 2014, 2015, and 2016 respectively. Through the diligent and collective efforts of the elected officials and city staff, measures continue to be taken to limit expenditures, prioritize services and projects and to budget conservatively while minimizing the effect on community services.

The City's has relied heavily for decades on GRT, which today accounts for more than 70% of its funding for governmental services. The recession demonstrated how vulnerable the City is to sudden decreases in consumer spending. The City maintains sound reserves as a buffer against economic slowdowns and funds almost two-thirds of its total expenditures from utility rates, fees, grants and activities. The City Council is confident that a broad program of cost reduction, organizational change and service delivery efficiency, coupled with prudent use of reserves will allow the City to deal with medium and long run revenue fluctuations.

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

The Rail Yard serves as the New Mexico Rail Runner's northern terminus. It is marked by bustling activity, including an active farmers market, restaurants and cafés, and a range of retail offerings. The 50-acre mixed-use redevelopment of former industrial buildings and land is owned by the City. In fiscal 2009 commuter rail connections linked Santa Fe to Albuquerque and other communities. In addition, a major airline began direct commercial air service to Santa Fe. These changes have helped offset the reduction of economic activity resulting from the national downturn. The unemployment rate for the Santa Fe MSA, which includes the City of Santa Fe and the surrounding unincorporated areas of Santa Fe County, still remains lower than the state unemployment rate of 6.2% and about equivalent to the national rate of 4.9% at June 2016.

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FINANCIAL PLANNING

The City Council adopted a ten-year financial plan for the Water Division and a five-year financial plan for Wastewater Division and Environmental Service Division. In May of 2016 S&P Global Ratings raised the City's Water Utility Revenue Bond rating from "AA+" to "AAA". This rating increase reflects the solid financial management in the current economic environment.

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

CASH MANAGEMENT

Cash held short term during the year was invested in demand deposits, certificates of deposit, securities issued by the United State Government agencies and instruments, money market savings accounts and the New Mexico State Treasurer Local Government Investment Pool. Investment terms may range out to five years under the City's investment policy. At June 30, 2016 the portfolio's weighted average maturity was 233 days with a duration of 0.54. The average yield on investments for the fiscal year was 0.45%.

FINANCIAL POLICIES AND PRACTICES

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

Procurement

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

Risk Management

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

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Pension Plan

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

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

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

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

Other Postemployment Benefit Plan

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

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premium contributions that retirees are required to pay for healthcare benefits. The City makes the required payments as determined by RHC through City and member contributions.

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

ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Santa Fe for its comprehensive annual financial report for the fiscal year ended June 30, 2015. To be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

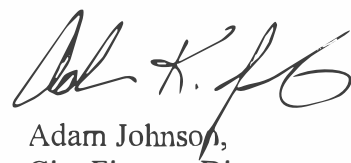
A Certificate of Achievement is valid for a period of one year only. We believe that our CAFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the finance department. We would like to express our appreciation to the City Finance Director and all members of the department who assisted and contributed to the preparation of this report. Credit also must be given to the mayor and the governing body for their unfailing support for maintaining the highest standards of professionalism in the management of the City's finances.

Respectfully submitted,



Brian K. Snyder,
City Manager



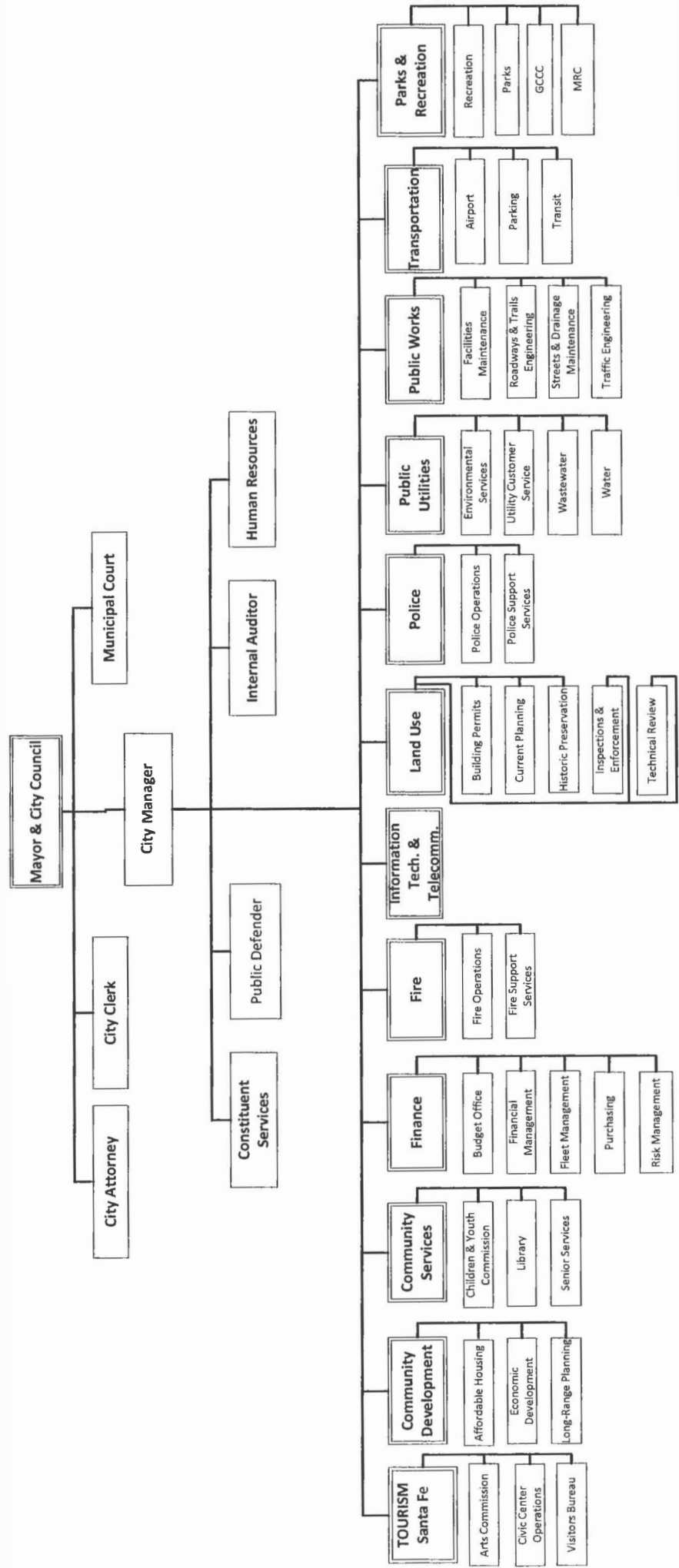
Adam Johnson,
City Finance Director

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City of Santa Fe

Organizational Chart FY 15/16



**CITY OF SANTA FE, NEW MEXICO
PRINCIPAL OFFICIALS
JUNE 30, 2016**

MAYOR

Javier M. Gonzales

CITY COUNCIL

Signe I. Lindell, Mayor Pro Tem.....District 1
Renee Villarreal.....District 1
Peter N. IvesDistrict 2
Joseph M. Maestas.....District 2
Carmichael A. Dominguez.....District 3
Christopher M. Rivera.....District 3
Ronald S. Trujillo.....District 4
Mike HarrisDistrict 4

CITY MANAGER

Brian K. Snyder

FINANCE DEPARTMENT

Adam K. Johnson
Finance Director

Teresita Garcia
Assistant Finance Director

Helene Hausman
Cash/Investment Officer

Erica J. Martinez
Senior Financial Analyst

Adam K. Johnson
Budget Officer

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

FINANCE DEPARTMENT

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

WEB PUBLICATION

David C. Tapia, Project Analyst

GRAPHICS SECTION

Gilbert H. Martinez, Graphic Artist

COVER PHOTO

Chuck Bear



Government Finance Officers Association

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

Presented to

**City of Santa Fe
New Mexico**

**For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended**

June 30, 2015

Executive Director/CEO

Financial Section

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INDEPENDENT AUDITORS' REPORT

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

Report on Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, the aggregate remaining fund information, and the budgetary comparison for the General Fund of City of Santa Fe, New Mexico (the City), as of and for the year ended June 30, 2016, and the related notes to the financial statements which collectively comprise the City's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the City's nonmajor governmental funds, nonmajor enterprise funds, and the budgetary comparisons for the major capital projects fund, major debt service fund, proprietary funds, and all nonmajor funds presented as supplementary information, as defined by the Governmental Accounting Standards Board, in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2016, 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, 2016, and the respective changes in financial position and where applicable, cash flows thereof and the respective budgetary comparison for the general fund for the year then ended in accordance with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund and each nonmajor enterprise fund of the City, as of June 30, 2016, 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 and proprietary fund, 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 4 through 16, the Schedules of the City's Proportionate Share of the Net Pension Liability of PERA Fund Divisions on pages 79-81, and the Schedules of Employer Contributions on pages 82-84, and the related Notes to the Required Supplementary Information to be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the City's financial statements, the combining and individual fund financial statements, and the budgetary comparisons. The Schedule of Expenditures of Federal Awards as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), introductory and statistical sections, and the other schedules required by 2.2.2 NMAC are presented for the purposes of additional analysis and are not a required part of the basic financial statements.

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 12, 2016 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.

RPC CPAs + Consultants LLP

RPC CPAs + Consultants, LLP
Albuquerque, New Mexico
December 12, 2016

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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, 2016. 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 \$537,321,744 (*net position*). Of this amount, \$18,511,891 (*unrestricted net position*) may be used to meet the City's obligations to citizens and creditors.
- The City's total assets and deferred outflows decreased by \$46,007,492 due to the refunding of the Water Utility Systems/Capital Outlay Gross Receipts Tax Revenue Bond, Series 2009A and Taxable Series 2009B in the amount of \$63,494,001.06. The City took advantage of the low interest rate environment to refinance and restructure a significant portion of its debt portfolio. The City used AAA S&P rated Water Utility Refunding Revenue Bonds, Series 2016 in the amount of \$36,665,000. The remainder of the redemption was paid from the following sources: reoffering premium of \$5,006,802.70, prior debt service reserve of \$5,430,283.98 and cash from the utility department of \$17,000,000. The refunding provides as net present value savings of \$3,594,760 over the term of the bonds.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$75,614,554 a decrease of \$1,322,668 in comparison with the prior year. This primarily reflected a decrease in capital projects.
- Of the total governmental fund balances of \$75,614,554 less than 1% (\$351,015) is consider non-spendable and approximately 83% (\$62,622,518) is restricted, committed or assigned. At the end of the current fiscal year, the unassigned fund balance is \$12,641,021 and is available for spending at the City's discretion.
- The City's total long-term liabilities decreased by \$44,611,473. In conjunction with the annual debt service payment and the issuance of refunding water bond with additional cash contribution.
 - The 2016 Water Utility System Refunding Revenue Bonds issued in the par amount of \$36,655,000 and additional \$17,000,000 from the Water fund to use to refund the Water Utility System/Capital Outlay Gross Receipt Tax Revenue Bonds, Series 2009A and 2009B.

Overview of the Financial Statements

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

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

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

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

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

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

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

Governmental funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on

balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *government funds* with similar information presented for *government activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balance provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

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

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

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

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

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

fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

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

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 32 through 85 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 \$537,321,744 at the close of the most recent fiscal year.

A portion of the City's net position (87.64%) 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, 2016 and 2015

	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
Current and other assets	\$ 106,846,323	\$ 101,402,542	\$ 102,428,163	\$ 156,703,126	\$ 209,274,486	\$ 258,105,668
Capital assets	319,967,948	315,767,513	445,855,413	448,798,257	765,823,361	764,565,770
Deferred outflows of resources	6,111,356	11,154,032	11,285,609	4,676,834	17,396,965	15,830,866
Total assets and deferred outflows of resources	432,925,627	428,324,087	559,569,185	610,178,217	992,494,812	1,038,502,304
Long-term liability	218,656,285	211,424,878	205,153,834	256,996,714	423,810,119	468,421,592
Other liabilities	22,502,929	18,949,751	7,060,250	5,273,771	29,563,179	24,223,522
Deferred inflows of resources	1,196,331	20,062,944	603,439	8,099,266	1,799,770	20,162,210
Total liabilities and deferred inflows of resources	242,355,545	250,437,573	212,817,523	270,369,751	453,373,298	520,807,324
Net position:						
Net investment in capital assets	187,148,133	171,694,321	283,747,858	219,722,956	470,895,991	391,417,277
Restricted	45,527,732	51,463,764	2,386,130	8,148,062	47,913,862	59,611,826
Unrestricted	(42,105,783)	(45,271,571)	60,617,674	111,937,448	18,511,891	66,665,877
Total net position	\$ 190,570,062	\$ 177,886,514	\$ 346,751,662	\$ 339,808,466	\$ 537,321,744	\$ 517,694,980

An additional portion of the City's net position (9%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net position* \$18,511,891 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 \$2,564,389.

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.

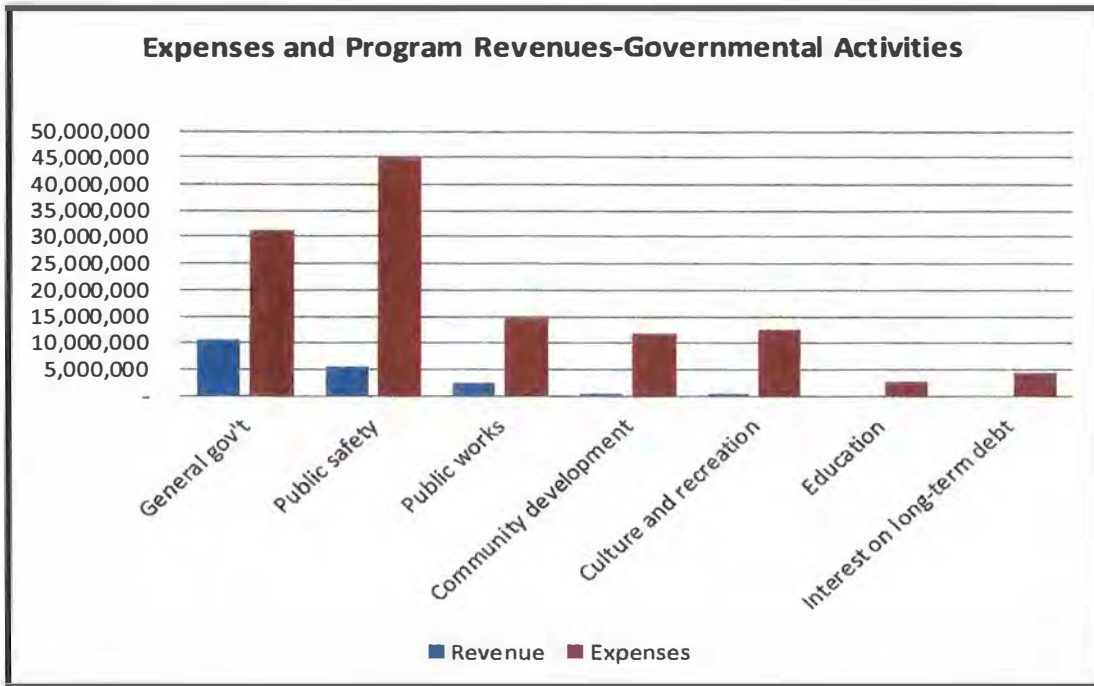
The City's net position increased by \$19,626,764 during the current fiscal year. This growth largely reflects increases in operating revenues and grants.

Governmental activities. The governmental activities increased the City's net position in total by \$12,683,568. This was primarily due to increase in revenues and grants. 78% of the taxes are provided by a gross receipts tax (GRT) levied on goods and services in the amount of \$88,954,804. This was a slight increase from the gross receipts tax revenues received in 2015 in the amount of \$85,911,545.

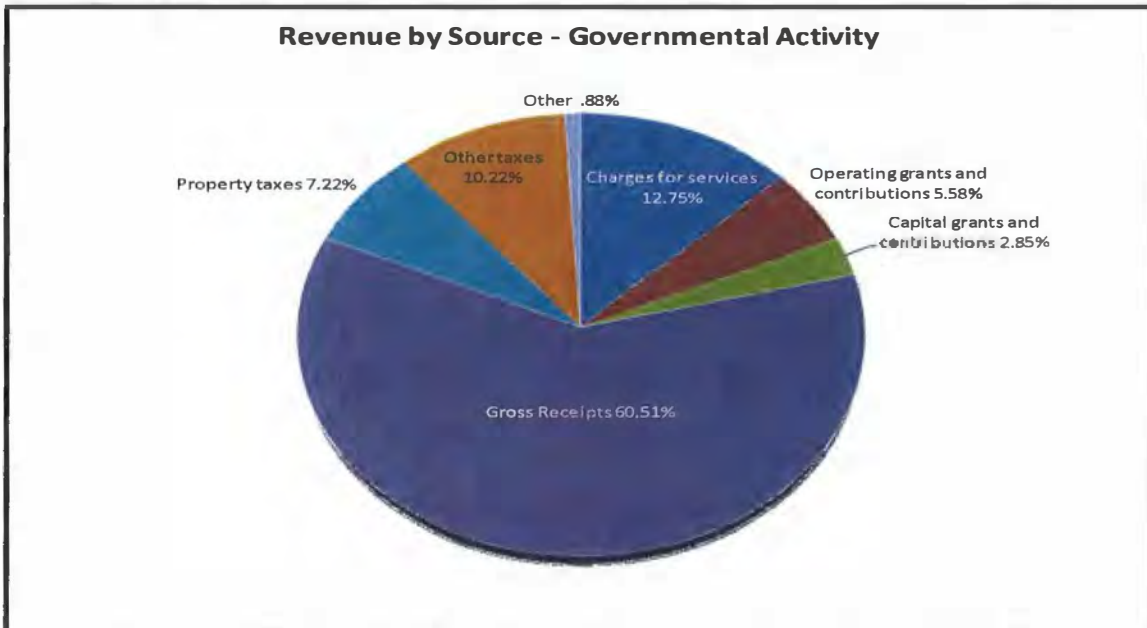
CITY OF SANTA FE's Changes in Net Position
For Fiscal Years Ended June 30, 2016 and 2015

	Governmental		Business-type		Total	
	Activities		Activities			
	2016	2015	2016	2015	2016	2015
Revenues:						
Program revenues:						
Charges for services	\$ 18,748,158	\$ 17,158,866	\$ 84,017,428	\$ 73,280,959	\$ 102,765,586	\$ 90,439,825
Operating grants and contributions	8,197,541	5,996,578	4,074,770	4,861,629	12,272,311	10,858,207
Capital grants and contributions	4,196,814	637,911	548,384	1,354,407	4,745,198	1,992,318
General revenues:						
Sales taxes	88,954,804	85,911,545	12,218,907	11,762,071	101,173,711	97,673,616
Other taxes	25,629,049	23,567,474	-	-	25,629,049	23,567,474
Other	1,293,999	1,451,599	676,994	840,962	1,970,993	2,292,561
Total revenues	147,020,365	134,723,973	101,536,483	92,100,028	248,556,848	226,824,001
Expenses:						
General Government	31,479,026	26,419,310	-	-	31,479,026	26,419,310
Public Safety	44,790,073	43,657,854	-	-	44,790,073	43,657,854
Public Works	14,578,275	16,028,819	-	-	14,578,275	16,028,819
Community Development	11,898,080	11,583,239	-	-	11,898,080	11,583,239
Culture and Recreation	12,460,924	12,681,701	-	-	12,460,924	12,681,701
Education	2,606,639	2,620,019	-	-	2,606,639	2,620,019
Interest on long-term debt	4,543,956	4,580,529	-	-	4,543,956	4,580,529
Wastewater Management	-	-	13,482,949	14,235,723	13,482,949	14,235,723
Water Management	-	-	45,088,256	40,302,996	45,088,256	40,302,996
Environmental Services	-	-	11,876,462	11,378,753	11,876,462	11,378,753
College of Santa Fe	-	-	3,763,512	1,546,029	3,763,512	1,546,029
Railyard Center	-	-	4,351,666	5,307,405	4,351,666	5,307,405
Santa Fe Convention Center	-	-	3,423,469	6,195,823	3,423,469	6,195,823
All other proprietary funds	-	-	27,269,693	26,457,718	27,269,693	26,457,718
Total expenses	122,356,973	117,571,471	109,256,007	105,424,447	231,612,980	222,995,918
Increase (decrease) in net position before transfers:	24,663,392	17,152,502	(7,719,524)	(13,324,419)	16,943,868	3,828,083
Transfers net	(11,979,824)	(18,049,329)	11,979,824	18,049,329	-	-
Increase (decrease) in net position	12,683,568	(896,827)	4,260,300	4,724,910	16,943,868	3,828,083
Beginning balance	177,886,514	251,772,851	339,808,466	364,909,969	517,694,980	616,682,820
Restatement of net position	-	(72,989,510)	2,682,896	(29,826,413)	2,682,896	(102,815,923)
Ending balance	\$ 190,570,082	\$ 177,886,514	\$ 346,751,662	\$ 339,808,466	\$ 537,321,744	\$ 517,694,980

**CITY OF SANTA FE
Fiscal Year 15/16**

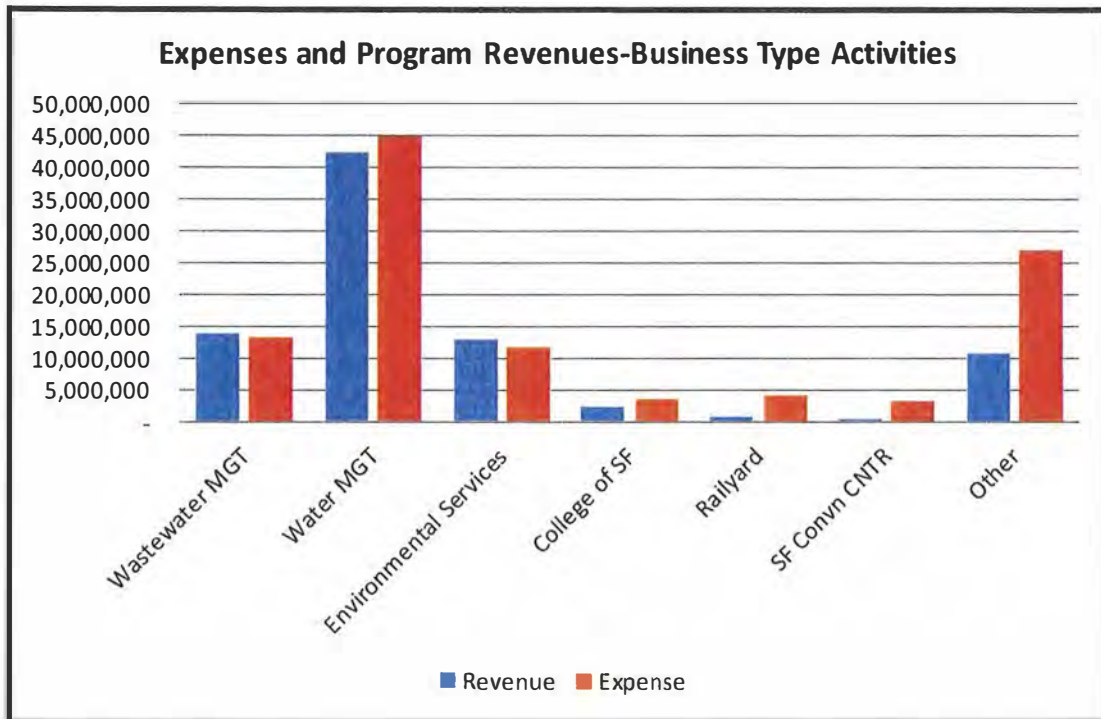


**CITY OF SANTA FE
Fiscal Year 15/16**

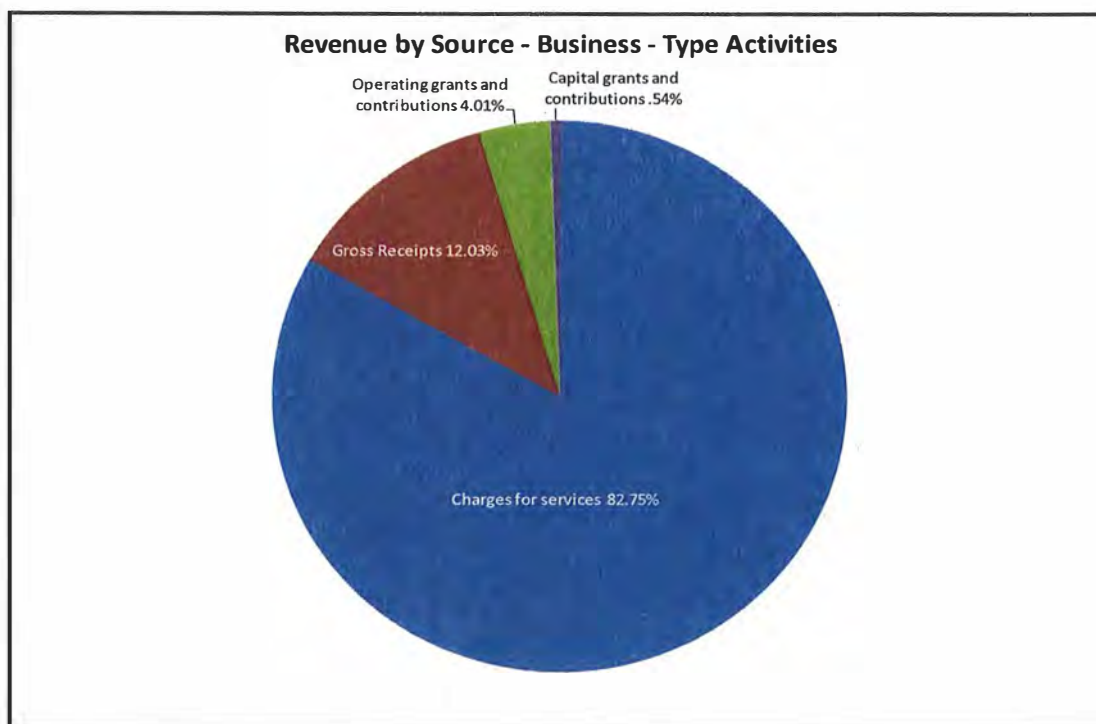


Business-type activities. Business-type activities increased in net position by \$6,943,196. Net transfers from Governmental activities of \$11,979,824 resulted in an increase in net position of \$4,260,300. In funds where revenues exceed operating expenses, rate revenues are set at a level that in combination 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 15/16**



CITY OF SANTA FE
Fiscal Year 15/16



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 \$75,614,554 a decrease of \$1,322,668 in comparison with the prior year. Most of the ending fund balance total amount (\$62,622,518) constitutes *restricted, assigned and committed fund balance*. Uses of these funds are limited to various degrees by legal, contractual and policy restrictions.

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

accrued in the fund balance sheet under the principles of modified accrual accounting. The General Fund is the chief operating fund for the City. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$12,835,273 while total fund balance was \$20,948,189. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents approximately 18% of total expenditures and fund balance represents 29% of total expenditures.

The fund balance of the City's General Fund increased by \$5,874,373 during the current fiscal year, a key factor was an increase in revenues.

The Debt Service fund has a total fund balance of \$5,667,343 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 \$433,907 due primarily to the decrease in interest payments resulting from prior refunding bond issues.

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

Unrestricted net position at the end of the year amounted to \$60,617,674 of which 50.82% is for water management. Change in net position for enterprise funds was \$4,260,300.

General Fund Budgetary Highlights

Differences between the original budget and the final amended budget were relatively minor (\$1,228,201 increase in appropriations) and can be briefly summarized as follows:

- \$ 246,728 increase in general government
- \$ 21,667 increase in public safety
- \$ 39,500 increase in public works
- \$ 237,953 increase in community development
- \$ 157,500 increase in transfers in from other programs
- \$ 839,853 increase in transfers out to other programs

The decrease in transfers out from other funds covered some of the budgeted increases; however cash balances funded the difference, which included carryover commitments from the prior fiscal year. With some cost control measures enacted during the fiscal year as it became apparent that revenues (particularly gross receipts tax revenues) would not be realized, actual expenditures were below the final budget in the amount of \$2,061,241. The actual revenues for the General Fund were \$4,981,748 above budget.

Capital Asset and Debt Administration

Capital assets. The City's net investment in capital assets for its governmental and business-type activities as of June 30, 2016 amounts to \$470,895,991 (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 increase in the City's investment in capital assets for the current fiscal year was 84% (a 34% increase for governmental activities and 50% increase for business-type activities).

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

- Construction in progress in various City facilities totaled \$43,107,717 in both governmental-type and business-type funds. This is a decrease 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 \$21 million.

CITY OF SANTA FE's Capital Assets (Net of Depreciation) For Fiscal Years Ending June 30, 2016 and 2015

	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
Land and Water Rights	\$ 169,939,946	\$ 169,939,946	\$ 41,488,837	\$ 40,195,908	\$ 211,428,783	\$ 210,135,854
Construction in Progress	21,714,123	35,394,343	21,393,594	59,370,024	43,107,717	94,764,367
Art	864,920	922,920	185,971	185,971	1,050,891	1,108,891
Buildings and Structures	40,641,612	39,582,477	260,239,687	247,761,506	300,881,299	287,343,983
Improvements	34,593,736	18,438,112	54,736,247	46,703,499	89,329,983	65,141,611
Sewerlines and Utility Systems	-	-	53,804,339	41,715,459	53,804,339	41,715,459
Equipment and Machinery	2,729,190	2,357,809	1,898,829	2,528,029	4,628,019	4,885,838
Furniture and Fixtures	112,204	177,704	(1,866)	(971)	110,338	176,733
Vehicles	7,153,932	6,609,031	11,740,084	9,745,558	18,894,016	16,354,589
Data Processing and Software	1,547,305	1,533,827	369,691	593,274	1,916,996	2,127,101
Traffic Signals	695,113	668,193	-	-	695,113	668,193
Streets and Bridges	39,975,867	40,143,151	-	-	39,975,867	40,143,151
Total	\$ 319,967,948	\$ 315,767,513	\$ 445,855,413	\$ 448,798,257	\$ 765,823,361	\$ 764,565,770

Additional information on the City's capital assets can be found in note IV-D on pages 50-51 of this report.

Long-term debt at the end of the current fiscal year, the City had total outstanding debt of \$283,108,814. Of this amount, governmental activity related debt consisted of \$82,320,000 in debt backed by gross receipts tax revenues and lodgers tax, \$2,504,981 in outstanding revenue-backed loans, and \$39,270,000 in outstanding property tax supported general obligation debt. In addition, business type debt backed by specified operational revenue sources consisted of \$116,585,000 in bonds and \$42,428,833 in loans.

CITY OF SANTA FE'S OUTSTANDING DEBT
Revenue Bonds, General Obligation Bonds & Loans
For Fiscal Years Ending June 30, 2016 and 2015

	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
Revenue Bonds	\$ 82,320,000	\$ 90,240,000	\$ 116,585,000	\$ 175,650,000	\$ 198,905,000	\$ 265,890,000
General Obligation	39,270,000	41,305,000	-	-	39,270,000	41,305,000
Loans	2,504,981	2,663,866	42,428,833	44,305,433	44,933,814	46,969,299
TOTAL	\$ 124,094,981	\$ 134,208,866	\$ 159,013,833	\$ 219,955,433	\$ 283,108,814	\$ 354,164,299

As of June 30, 2016, 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 06/30/2016	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	AAA/WD/AA+	AAA/WD/AA+
Subordinate Lien Gross Receipts Tax	AA/A1/AA	AA/A1/AA

Source: First Southwest Company

One of the City's outstanding bond issues was issued with insurance. Major changes in the bond market resulted in the following effects on these bond insurance firms.

Firm	S&P/Moody's 06/30/2016	S&P/Moody's Current
FSA/Assured Guaranty Municipal	AA/A2	AA/A2

Source: First Southwest, a Division of Hilltop Securities Inc.

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

State statutes limit the amount of general obligation debt a governmental entity may issue to 4% of its total assessed valuation. The current debt limitation for the City is approximately \$152 million, which is significantly in excess of the City's total outstanding general obligation bond capital improvement project debt of \$39,270,000 at June 30, 2016.

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 2016 unemployment rate for Santa Fe as of June was 5.5 percent and is lower than other Cities in New Mexico. The State's 2016 unemployment rate for the same period was 6.2 percent with the national rate of 4.9 percent. (source: Bureau of Labor Statistics)
- 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.
- Economic conditions have improved slightly and reflected marked, slow and steady improvement. The median sales price of homes sold in the city of Santa Fe during the second quarter of 2015 decreased nearly 12 percent from the same period last year, according to figures released by the Santa Fe Association of Realtors. The number of homes sold increased by 41.7 percent, to 36 from 51. The City's financial condition however shows economic stability is provided by the large state government presence, and unemployment rates in Santa Fe continue to remain below state and higher than the national averages. All of these factors were considered in preparing the City's budget and revenue projections for fiscal year 15/16.

Requests for Information

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

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Basic Financial Statements

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CITY OF SANTA FE, NEW MEXICO

Statement of Net Position

June 30, 2016

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash, investments and cash equivalents	\$ 69,343,274	\$ 78,826,962	\$ 148,170,236
Receivables (net of allowance for uncollectables)	19,831,914	16,453,421	36,285,335
Internal balances	3,422,112	(3,422,112)	-
Inventories	101,015	375,106	476,121
Prepaid expenses	477	2,875,116	2,875,593
Restricted assets:			
Temporarily restricted:			
Cash, investments and cash equivalents	10,038,471	4,413,245	14,451,716
Interest receivable	53,504	77,288	130,792
Intergovernmental receivable	4,055,556	2,829,137	6,884,693
Capital assets (net of accumulated depreciation):			
Land, land rights, and water rights	169,939,946	41,488,837	211,428,783
Construction in progress	21,714,123	21,393,594	43,107,717
Depreciable capital assets:			
Buildings and structures	60,469,655	328,224,978	388,694,633
Improvements	74,320,081	147,131,967	221,452,048
Sewerlines and Utility Systems	-	129,621,160	129,621,160
Equipment and machinery	13,259,908	21,708,646	34,968,554
Furniture and fixtures	597,274	657,098	1,254,372
Vehicles	23,864,484	31,426,441	55,290,925
Intangible plant	-	57,625	57,625
Art	864,920	185,971	1,050,891
Data processing equipment/software	7,977,535	3,298,500	11,276,035
Traffic signals	23,517,339	-	23,517,339
Streets and bridges	205,150,755	-	205,150,755
Accumulated depreciation	(281,708,072)	(279,339,404)	(561,047,476)
Total Assets	426,814,271	548,283,576	975,097,847
DEFERRED OUTFLOWS OF RESOURCES			
Unamortized loss on refunding of bonds	-	7,967,754	7,967,754
Net difference between project and actual investment earnings on pension plan investments	-	34,566	34,566
Employer contributions subsequent to measurement date	4,862,531	2,783,809	7,646,340
Changes in experience	1,248,825	499,480	1,748,305
Total deferred outflows of resources	6,111,356	11,285,609	17,396,965
Total assets and deferred outflows of resources	\$ 432,925,627	\$ 559,569,185	\$ 992,494,812
LIABILITIES			
Accounts payable and other current liabilities	\$ 19,273,375	\$ 6,663,451	\$ 25,936,826
Accrued interest payable	920,879	396,799	1,317,678
Unearned revenue	2,308,675	-	2,308,675
Longterm liabilities:			
Net pension liability	80,970,841	32,928,217	113,899,058
Due within one year	11,461,905	9,767,540	21,229,445
Due in more than one year	126,223,539	162,458,077	288,681,616
Total liabilities	241,159,214	212,214,084	453,373,298
DEFERRED INFLOWS OF RESOURCES			
Unamortized gain on refunding of bonds	188,172	-	188,172
Net difference between project and actual investment earnings on pension plan investments	84,084	232,263	316,347
Change in assumptions	147,828	60,710	208,538
Change in proportion	776,247	310,466	1,086,713
Total deferred inflows of resources	1,196,331	603,439	1,799,770
NET POSITION			
Net investment in capital assets	187,148,133	283,747,858	470,895,991
Restricted for:			
Debt service	3,138,593	2,032,814	5,171,407
Special Revenue Compliance/endowment	250,000	353,316	603,316
General Fund State mandated cash balance	6,649,878	-	6,649,878
Special Revenue	16,599,874	-	16,599,874
Capital Project	18,889,387	-	18,889,387
Unrestricted	(42,105,783)	60,617,674	18,511,891
Total net position	\$ 190,570,082	\$ 346,751,662	\$ 537,321,744

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, 2016

Net (Expense) Revenue and Changes in Net Position

Program Revenues

Functions/Programs	Program Revenues			Governmental Activities	Business-type Activities	Total
	Expenses	Charges for Services	Operating Grants and Contributions			
Primary government:						
Governmental activities:						
General government	\$ 31,479,026	\$ 10,547,589	\$ 824,576	\$ -	\$ -	(20,106,861)
Public safety	44,790,073	5,441,078	2,279,749	-	-	(37,069,246)
Public works	14,578,275	2,294,848	468,872	4,196,814	-	(7,617,741)
Community development	11,898,080	256,151	3,840,985	-	-	(7,800,944)
Culture and recreation	12,460,924	208,492	783,359	-	-	(11,469,073)
Education	2,606,639	-	-	-	-	(2,606,639)
Interest on long-term debt	4,543,956	-	-	-	-	(4,543,956)
Total governmental activities	122,356,973	18,748,158	8,197,541	4,196,814	-	(91,214,460)
Business-type activities:						
Wastewater Management	13,482,949	14,146,430	-	-	663,481	663,481
Water Management	45,088,256	42,499,151	1,212,418	135,000	(1,241,687)	(1,241,687)
Rallyard Center	4,351,666	728,852	-	-	(3,622,814)	(3,622,814)
Santa Fe Convention Center	3,423,469	488,109	6,323	-	(2,929,037)	(2,929,037)
Environmental Services	11,876,462	12,932,405	-	-	1,055,943	1,055,943
College of Santa Fe	3,763,512	2,350,000	-	-	(1,413,512)	(1,413,512)
Municipal Recreation Complex	1,881,876	1,163,244	112,741	-	(605,891)	(605,891)
Parking Fund	5,409,773	4,596,479	-	-	(813,294)	(813,294)
Transit and Airport Systems	15,132,089	3,171,468	2,723,625	413,384	(8,823,612)	(8,823,612)
Genoveva Chavez Community Center	4,845,955	1,941,290	19,663	-	(2,885,002)	(2,885,002)
Total business-type activities	109,256,007	84,017,428	4,074,770	548,384	(20,615,425)	(20,615,425)
Total primary government	\$ 231,612,980	\$ 102,765,586	\$ 12,272,311	\$ 4,745,198	(20,615,425)	(111,829,885)

General Revenues:

Property taxes	10,610,845	-	-	-	10,610,845
Sales taxes	88,954,804	12,218,907	-	-	101,173,711
Lodger taxes	9,664,653	-	-	-	9,664,653
Franchise taxes	3,669,517	-	-	-	3,669,517
Motor fuel taxes	1,684,034	-	-	-	1,684,034
Investment earnings	360,613	647,384	-	-	1,007,997
Other revenue and land sales	933,386	-	-	-	933,386
Gain (Loss) on sale of capital assets	-	29,610	-	-	29,610
Internal Transfers	(11,979,824)	11,979,824	-	-	-

Total general revenues and transfers

Total general revenues and transfers	103,898,028	24,875,725	-	-	128,773,753
Change in net position	12,683,568	4,260,300	-	-	16,943,868
Net position, beginning	177,886,514	339,808,466	-	-	517,694,980
Restatement of net position	-	2,682,896	-	-	2,682,896
Net position, beginning as restated	177,886,514	342,491,362	-	-	520,377,876
Net position, ending	\$ 190,570,082	\$ 346,751,662	\$ -	\$ -	\$ 537,321,744

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, 2016

	Major funds			Other Non Major Funds	Total Governmental Funds
	General Fund	Debt Service	1/2 % Gross Receipts Tax		
Assets					
Cash and investments:	\$ 6,244,626	\$ 2,464,544	\$ 1,327,793	\$ 40,833,103	\$ 50,870,066
Restricted for debt service payments	-	3,138,593	-	-	3,138,593
Restricted for state mandated cash balance	6,649,878	-	-	-	6,649,878
Restricted for endowment	-	-	-	250,000	250,000
Receivables:					
State-shared taxes	6,087,788	-	2,576,673	2,672,587	11,337,048
Local taxes	3,492,049	-	-	-	3,492,049
Property taxes	59,903	60,810	-	51,856	172,569
Interest	10,229	3,396	-	28,487	42,112
Ambulance (net of allowances)	1,194,908	-	-	-	1,194,908
Grants-restricted	78,153	-	-	3,977,403	4,055,556
Other receivables (net of allowance)	121,051	-	-	3,507,438	3,628,489
Due from other funds	2,190,350	-	2,084,545	613,804	4,888,699
Supplies inventory	101,015	-	-	-	101,015
Total assets	\$ 26,229,950	\$ 5,667,343	\$ 5,989,011	\$ 51,934,678	\$ 89,820,982
Liabilities, Deferred Inflows of Resources and Fund Balances					
Liabilities:					
Accounts payable	\$ 1,189,920	\$ -	\$ 33,228	\$ 3,780,342	\$ 5,003,490
Gross receipts taxes payable	2,050	-	-	-	2,050
Accrued wages payable	1,608,064	-	53,974	501,382	2,163,420
Compensated absences payable	-	-	-	51,289	51,289
Due to other funds	-	-	-	1,466,587	1,466,587
Deposits and Escrow	1,951,030	-	-	-	1,951,030
Unearned revenue	83,985	-	-	-	83,985
Other current liabilities	402,933	-	-	856,954	1,259,887
Total liabilities	5,237,982	-	87,202	6,656,554	11,981,738
Deferred inflows of resources					
Unavailable revenue	43,779	-	-	2,180,911	2,224,690
Total deferred inflows of resources	43,779	-	-	2,180,911	2,224,690
Fund balance:					
Non-Spendable	101,015	-	-	250,000	351,015
Spendable:					
Restricted	6,649,878	5,667,343	5,901,809	35,489,261	53,708,291
Committed	1,362,023	-	-	1,311,953	2,673,976
Assigned	-	-	-	6,240,251	6,240,251
Unassigned	12,835,273	-	-	(194,252)	12,641,021
Total fund balances	20,948,189	5,667,343	5,901,809	43,097,213	75,614,554
Total liabilities, deferred inflows of resources, and fund balance	\$ 26,229,950	\$ 5,667,343	\$ 5,989,011	\$ 51,934,678	\$ 89,820,982

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

**City of Santa Fe
Governmental Funds
Reconciliation of the Balance Sheet to the Statement of Net Position
June 30, 2016**

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

Fund balances - total governmental funds	\$	75,614,554
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		319,967,948
Deferred outflows and inflows of resources related to pensions are applicable to future periods and therefore, are not reported in funds		
Deferred outflow of resources related to employer contributions subsequent to the measurement date		4,780,767
Deferred outflows of resources related to changes in experience		1,234,523
Deferred inflows of resources related to the net difference between actual and projected investment earnings on pension plan investments		(74,701)
Deferred inflows of resources related to changes in assumptions		(146,054)
Deferred inflows of resources related to changes in proportion		(767,357)
The internal service fund is used by management to charge the costs of worker's compensation, health insurance, and other post-employment benefit costs to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the Statement of Net Position.		
Assets, deferred outflows, liabilities, and deferred inflows included in governmental activities		8,647,642
Certain liabilities, including bonds and notes payable and current and long-term portions of accrued compensated absences, are not due and payable in the current period and, therefore, are not reported in the funds.		
Accrued interest		(920,879)
Accrued compensated absences		(4,930,897)
Unamortized gain on refunding bonds		(188,172)
Net pension liability		(80,015,649)
Bonds and notes payable		(132,631,643)
		<hr/>
Net position of governmental activities	\$	<u>190,570,082</u>

CITY OF SANTA FE, NEW MEXICO
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2016

	Major Funds			Other Non Major Funds	Total Governmental Funds
	General Fund	Debt Service	1/2 % Gross Receipts Tax		
Revenues:					
Taxes					
Gross receipts	\$ 55,427,303	\$ -	\$ 16,496,023	\$ 17,031,478	\$ 88,954,804
Motor	407,436	-	-	1,276,598	1,684,034
Lodgers	-	-	-	9,664,653	9,664,653
Property	3,540,610	3,943,376	-	3,126,859	10,610,845
Franchise	3,650,602	-	-	18,915	3,669,517
Licenses and permits	2,760,196	-	-	-	2,760,196
Intergovernmental revenues	121,698	-	-	12,272,657	12,394,355
Fees and charges for services	10,935,407	-	-	4,371,667	15,307,074
Fines and forfeitures	373,917	-	-	-	373,917
Rents, royalties and concessions	26,448	-	-	280,523	306,971
Investment income (loss)	61,850	8,468	-	216,153	286,471
Land sales	-	-	-	419,439	419,439
Other revenues	58,869	-	139	454,939	513,947
Total revenues	77,364,336	3,951,844	16,496,162	49,133,881	146,946,223
Expenditures:					
Current:					
General government	19,806,687	-	2,676,254	6,392,120	28,875,061
Public safety	33,986,877	-	-	8,063,446	42,050,323
Public works	2,985,705	-	-	3,477,385	6,463,090
Community development	4,985,731	-	-	6,392,330	11,378,061
Culture and recreation	7,583,676	-	-	4,074,910	11,658,586
Education	2,600,930	-	-	-	2,600,930
Total current expenditures	71,949,606	-	2,676,254	28,400,191	103,026,051
Capital outlay:					
General government	86,578	-	289,113	1,782,101	2,157,792
Public safety	185,915	-	-	3,196,538	3,382,453
Public works	35,445	-	-	8,370,478	8,405,923
Community development	1,038	-	-	1,474,919	1,475,957
Culture and recreation	129,043	-	-	1,953,712	2,082,755
Education	5,709	-	-	-	5,709
Total capital outlay expenditures	443,728	-	289,113	16,777,748	17,510,589
Debt service:					
Principal payments	-	10,113,885	-	-	10,113,885
Interest and fiscal agent fees	-	5,539,428	-	-	5,539,428
Total expenditures	72,393,334	15,653,313	2,965,367	45,177,939	136,189,953
Excess (deficiency) of revenues over expenditures	4,971,002	(11,701,469)	13,530,795	3,955,942	10,756,270
Other financing sources (uses):					
Transfers in	6,567,805	12,170,073	27,164	9,407,504	28,172,546
Transfers out	(5,664,434)	(34,697)	(15,166,455)	(19,385,898)	(40,251,484)
Total other financing sources (uses)	903,371	12,135,376	(15,139,291)	(9,978,394)	(12,078,938)
Net change in fund balances	5,874,373	433,907	(1,608,496)	(6,022,452)	(1,322,668)
Fund balances, beginning of year	15,073,816	5,233,436	7,510,305	49,119,665	76,937,222
Fund balances, end of year	\$ 20,948,189	\$ 5,667,343	\$ 5,901,809	\$ 43,097,213	\$ 75,614,554

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, 2016

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

Net change in fund balances - total governmental funds	\$	(1,322,668)
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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:

Capital expenditures recorded in capital outlay		16,353,497
Depreciation expense		(12,083,137)
Loss on disposal of capital assets		(68,675)

The internal service fund is used by management to charge the costs of certain activities such as insurance to the individual funds. The net expense of the internal service fund is reported with governmental activities		3,020,563
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Funds transferred out of the internal service fund increase financial resources at the governmental fund level, but have no effect on the Statement of Activities as the internal service fund is included in governmental activities in the Statement of Activities		99,114
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The issuance of long-term debt (bond, loans and capital leases) provided current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transactions, however, has any effect of these on net position. Also governmental funds report the effect premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.

Principal payments on bonds and loans		10,113,885
Principal payments on capital leases		191,900
Amortization of bond premiums and discounts		892,882
Amortization of gain on refunding of bonds		54,710

Governmental funds report City pension contributions as expenditures. However in the Statement of Activities, the cost of pension benefits earned net of employee contributions is reported as pension expense

City pension contributions		4,780,767
Pension expense		(9,375,456)

Expenses in the Statement of Activities that do not require current financial resources are not reported as expenditures in the funds:

Increase in accrued compensated absences		(21,694)
Decrease in accrued interest		47,880

Change in net position of governmental activities	\$	<u>12,683,568</u>
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The accompanying notes are an integral part of these financial statements

CITY OF SANTA FE, NEW MEXICO
General Fund
Statement of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
GAAP Budgetary Basis
For the Year Ended June 30, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Taxes:				
State-shared taxes:				
Gross receipts	\$ 37,385,999	\$ 37,385,999	\$ 38,931,280	\$ 1,545,281
Automobile	400,000	400,000	407,436	7,436
Total state-shared taxes	37,785,999	37,785,999	39,338,716	1,552,717
Local taxes:				
Gross receipts	15,744,500	15,744,500	16,496,023	751,523
Property	3,464,594	3,464,594	3,540,610	76,016
Total local taxes	19,209,094	19,209,094	20,036,633	827,539
Regulatory fees:				
Franchise	3,145,000	3,145,000	3,650,602	505,602
Total fees	3,145,000	3,145,000	3,650,602	505,602
Other Revenues:				
Licenses and permits	2,360,445	2,360,445	2,760,196	399,751
Intergovernmental revenue	199,840	305,427	121,698	(183,729)
Fees and charges for services	8,881,779	8,881,779	10,935,407	2,053,628
Fines and forfeitures	499,381	499,381	373,917	(125,464)
Royalties, rents and concessions	39,000	39,000	26,448	(12,552)
Investment income	42,463	42,463	61,850	19,387
Other revenues	110,000	114,000	58,869	(55,131)
Total Other Revenue	12,132,908	12,242,495	14,338,385	2,095,890
Total revenues	72,273,001	72,382,588	77,364,336	4,981,748
Expenditures:				
General government:				
Current:				
General government	3,210,453	3,359,153	3,125,494	233,659
Municipal court	1,562,466	1,558,616	1,418,050	140,566
City clerk	1,485,217	1,485,217	1,112,839	372,378
Information technology and telecommunication	3,719,346	3,712,472	3,459,862	252,610
Personnel	1,045,944	1,112,127	986,432	125,695
Finance	3,442,786	3,444,028	5,242,542	(1,798,514)
Planning	2,050,627	2,062,577	1,708,695	353,882
Facilities maintenance	2,434,220	2,427,668	2,151,356	276,312
Fleet maintenance	614,828	614,828	601,417	13,411
Total current	19,565,887	19,776,686	19,806,687	(30,001)
Capital outlay:				
General government	14,203	23,781	25,023	(1,242)
Municipal Court	3,060	6,910	3,688	3,222
City clerk	14,993	14,993	9,815	5,178
Information technology and telecommunication	-	6,874	6,874	-
Personnel	-	8,817	8,123	694
Finance	11,650	10,408	11,870	(1,462)
Planning	12,150	13,650	10,847	2,803
Facilities maintenance	3,825	10,377	10,338	39
Total capital outlay	59,881	95,810	86,578	9,232
Total general government	19,625,768	19,872,496	19,893,265	(20,769)

(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, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Public safety:				
Current:				
Police	20,414,705	20,436,372	19,745,777	690,595
Fire	14,036,902	14,036,902	14,241,100	(204,198)
Total current	34,451,607	34,473,274	33,986,877	486,397
Capital outlay:				
Police	190,162	190,162	185,915	4,247
Total capital outlay	190,162	190,162	185,915	4,247
Total public safety	34,641,769	34,663,436	34,172,792	490,644
Public works:				
Current:				
Administration	10,020	10,200	9,913	287
Highways, streets and roads	729,546	729,546	629,935	99,611
Traffic engineering	2,649,445	2,653,445	2,345,857	307,588
Total current	3,389,011	3,393,191	2,985,705	407,486
Capital outlay:				
Administration	200	20	-	20
Traffic Engineering	-	35,500	35,445	55
Total capital outlay	200	35,520	35,445	75
Total public works	3,389,211	3,428,711	3,021,150	407,561
Community development:				
Current:				
Human needs	1,053,235	1,189,138	1,103,416	85,722
Senior citizens	146,054	146,054	146,054	-
Community services	1,197,165	1,303,965	1,243,977	59,988
Inspection	1,560,875	1,557,025	1,625,853	(68,828)
Zoning	1,178,450	1,177,550	866,431	311,119
Total current	5,135,779	5,373,732	4,985,731	388,001
Capital outlay:				
Community services	700	1,900	1,038	862
Inspection	1,250	50	-	50
Total capital outlay	1,950	1,950	1,038	912
Total community development	5,137,729	5,375,682	4,986,769	388,913
Culture and recreation:				
Current:				
Parks/grounds maintenance	5,828,301	5,828,301	5,420,736	407,565
Recreation	2,349,142	2,359,642	2,162,940	196,702
Total current	8,177,443	8,187,943	7,583,676	604,267
Capital outlay:				
Parks/grounds maintenance	89,882	89,882	55,259	34,623
Recreation	99,996	89,496	73,784	15,712
Total capital outlay	189,878	179,378	129,043	50,335
Total culture and recreation	8,367,321	8,367,321	7,712,719	654,602

(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, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Education:				
Current:				
Libraries	2,741,114	2,741,114	2,600,930	140,184
Total current	2,741,114	2,741,114	2,600,930	140,184
Capital outlay:				
Libraries	5,815	5,815	5,709	106
Total capital outlay	5,815	5,815	5,709	106
Total education	2,746,929	2,746,929	2,606,639	140,290
 Total expenditures	73,908,727	74,454,575	72,393,334	2,061,241
 Excess (deficiency) of revenues over expenditures	(1,635,726)	(2,071,987)	4,971,002	7,042,989
 Other financing sources (uses):				
Transfers in	6,410,305	6,567,805	6,567,805	-
Transfers out	(4,824,579)	(5,664,432)	(5,664,434)	(2)
 Total other financing sources (uses)	1,585,726	903,373	903,371	(2)
 Net change in fund balance	(50,000)	(1,168,614)	5,874,373	7,042,987
 Fund balance, beginning of year	20,692,374	4,010,540	15,073,816	11,063,276
 Fund balance, end of year	\$ 20,642,374	\$ 2,841,926	\$ 20,948,189	\$ 18,106,263

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

CITY OF SANTA FE, NEW MEXICO
Statement of Net Position
Enterprise Funds
June 30, 2016

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	\$ 25,983,795	\$ 33,762,670	\$ 11,460,851	\$ 635,272
Restricted cash, cash equivalents and investments:				
Restricted for debt service payments	215,417	335,796	109,005	171,544
Restricted for compliance	181,023	-	172,293	-
Restricted for customer deposits payable	28,989	1,414,613	-	-
Grants receivable	-	30,423	-	-
Receivable (net of allowances)				
State-shared taxes	318,219	1,271,057	318,140	-
Accounts	2,532,568	8,709,262	2,113,432	-
Interest receivable	15,663	47,124	5,929	575
Other Receivable	-	-	-	-
Prepaid expenses	212,679	2,390,561	-	-
Inventory	-	375,106	-	-
Total current assets	29,488,353	48,336,612	14,179,650	807,391
Capital assets:				
Land and land rights	25,498	5,700,939	-	20,145,837
Buildings and structures	28,817,899	126,512,488	361,316	8,351,011
Sewerlines and utility systems	29,783,514	99,807,826	-	-
Improvements	31,359,635	41,184,355	1,111,291	31,241,586
Furniture and fixtures	13,145	585,001	4,926	-
Equipment and machinery	2,502,870	12,903,821	451,836	-
Vehicles	2,547,828	2,033,246	10,348,883	-
Intangible plant	-	57,625	-	-
Data processing equipment /software	189,731	1,834,543	24,228	-
Art	-	-	-	-
Construction in progress	59,954	16,749,859	189,541	-
Less accumulated depreciation	(69,767,940)	(107,896,728)	(7,805,749)	(18,145,053)
Total capital assets (net of accumulated depreciation)	25,532,134	199,470,975	4,686,272	41,593,381
Deferred outflows of resources				
Unamortized loss on refunding bonds	-	7,967,754	-	-
Net difference between project and actual investments earnings on pension plan investments	-	30,021	-	1,824
Employer contribution subsequent to measurement date	356,338	957,965	310,690	19,643
Change in experience	61,753	181,972	54,602	3,856
Total deferred outflows of resources	418,091	9,137,712	365,292	25,323
Total assets and deferred outflows of resources	\$ 55,438,578	\$ 256,945,299	\$ 19,231,214	\$ 42,426,095
Liabilities and deferred inflows of resources				
Current liabilities:				
Accounts payable	\$ 298,335	\$ 2,598,610	\$ 195,118	\$ 5,470
Gross receipts taxes payable	45,794	151,049	45,684	-
Compensated absences payable	6,019	17,810	13,950	-
Accrued wages payable	126,110	240,047	114,984	6,319
Claims and judgement payable	-	-	-	-
Bonds payable (net of unamortized discounts)	2,185,949	1,117,689	963,110	969,659
Notes payable	-	823,362	-	82,408
Accrued interest payable	51,250	25,537	30,255	51,247
Due to other funds	-	-	-	-
Customer deposits payable	28,989	1,414,613	-	-
Total current liabilities	2,742,446	6,388,737	1,363,101	1,115,103
Noncurrent liabilities:				
Bonds payable (net of unamortized discounts)	12,569,888	40,554,114	6,757,145	12,263,150
Notes Payable	-	11,989,455	-	879,715
Compensated absences payable	357,237	594,012	277,811	20,423
Due to other funds	-	1,524,545	-	-
Net pension liability	4,144,141	11,658,679	3,637,896	243,100
Total noncurrent liabilities	17,071,266	66,320,805	10,672,852	13,406,388
Total liabilities	19,813,712	72,709,542	12,035,953	14,521,491
Deferred inflows of resources				
Net difference between project and actual investments earnings on pension plan investments	46,509	-	33,174	-
Change in assumptions	7,719	21,134	6,748	435
Change in proportion	38,385	113,110	33,939	2,397
Total deferred inflows of resources	92,613	134,244	73,861	2,832
Net Position				
Net investments in capital assets	10,776,297	152,954,089	(3,033,983)	27,395,449
Restricted for debt service	215,417	335,796	109,005	171,544
Restricted for compliance	181,023	-	172,293	-
Unrestricted	24,359,516	30,811,628	9,874,085	331,779
Total net position	35,532,253	184,101,513	7,121,400	27,901,772
Total liabilities, deferred inflows, and net position	\$ 55,438,578	\$ 256,945,299	\$ 19,231,214	\$ 42,426,095

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
\$ 3,326,848	\$ 534,295	\$ 3,123,231	\$ 78,826,962	\$ 18,473,208
49,487	1,151,565	-	2,032,814	-
-	-	-	353,316	-
555,962	-	27,551	2,027,115	-
-	-	2,798,714	2,829,137	-
-	-	-	1,907,416	-
-	195,000	148,341	13,698,603	-
3,111	670	4,216	77,288	11,392
-	-	847,402	847,402	6,850
271,876	-	-	2,875,116	477
-	-	-	375,106	-
4,207,284	1,881,530	6,949,455	105,850,275	18,491,927
-	11,164,785	4,451,778	41,488,837	-
48,163,469	42,128,220	73,890,575	328,224,978	-
-	-	29,820	129,621,160	-
336,738	-	41,898,362	147,131,967	-
8,943	-	45,083	657,098	-
266,835	-	5,583,284	21,708,646	6,812
16,965	-	16,479,519	31,426,441	35,829
-	-	-	57,625	-
83,509	-	1,166,489	3,298,500	-
5,000	-	180,971	185,971	-
-	-	4,394,240	21,393,594	-
(10,050,935)	(6,056,011)	(59,614,988)	(279,339,404)	(42,641)
38,830,524	47,236,994	88,505,133	445,855,413	-
-	-	-	7,967,754	-
-	-	2,721	34,566	-
54,462	1,605	1,083,106	2,783,809	81,764
9,295	-	188,002	499,480	14,302
63,757	1,605	1,273,829	11,285,609	96,066
\$ 43,101,565	\$ 49,120,129	\$ 96,728,417	\$ 562,991,297	\$ 18,587,993
\$ 63,141	\$ -	\$ 273,468	\$ 3,434,142	\$ 100,133
-	-	53,307	295,834	-
-	-	10,562	48,341	-
22,937	-	395,963	906,360	26,285
-	-	-	-	8,767,078
1,037,744	-	1,516,778	7,790,929	-
-	745,000	277,480	1,928,270	-
67,811	123,214	47,485	396,799	-
-	-	1,897,567	1,897,567	-
555,962	-	27,551	2,027,115	-
1,747,595	868,214	4,500,161	18,725,357	8,893,496
29,133,858	-	18,577,392	119,855,547	-
-	24,915,000	2,716,393	40,500,563	-
21,115	-	831,369	2,101,967	71,616
-	-	-	1,524,545	-
628,725	9,641	12,606,035	32,928,217	955,192
29,783,698	24,924,641	34,731,189	196,910,839	1,026,808
31,531,293	25,792,855	39,231,350	215,636,196	9,920,304
8,502	2,912	141,166	232,263	9,383
1,177	28	23,469	60,710	1,774
5,777	-	116,858	310,466	8,890
15,456	2,940	281,493	603,439	20,047
8,658,922	21,576,994	65,417,090	283,747,858	-
49,487	1,151,565	-	2,032,814	-
-	-	-	353,316	-
2,846,407	595,775	(8,201,516)	60,617,674	8,647,642
11,554,816	23,324,334	57,215,574	346,751,662	8,647,642
\$ 43,101,565	\$ 49,120,129	\$ 96,728,417	\$ 562,991,297	\$ 18,587,993
Assets and deferred outflows of resources				
Current assets:				
Cash, investments and cash equivalents				
Restricted cash, cash equivalents and investments:				
Restricted for debt service payments				
Restricted for compliance				
Restricted for customer deposits payable				
Grants receivable				
Receivable (net of allowances)				
State-shared taxes				
Accounts				
Interest receivable				
Other receivable				
Prepaid expenses				
Inventory				
Total current assets				
Capital assets:				
Land and land rights				
Buildings and structures				
Sewerlines and utility systems				
Improvements				
Furniture and fixtures				
Equipment and machinery				
Vehicles				
Intangible plant				
Data processing equipment /software				
Art				
Construction in progress				
Less accumulated depreciation				
Total capital assets (net of accumulated depreciation)				
Deferred outflows of resources				
Unamortized loss on refunding bonds				
Net difference between project and actual investments earnings on pension plan investments				
Employer contribution subsequent to measurement date				
Change in experience				
Total deferred outflows of resources				
Total assets and deferred outflows of resources				
Liabilities and deferred inflows of resources				
Current liabilities:				
Accounts payable				
Gross receipts taxes payable				
Compensated absences payable				
Accrued wages payable				
Claims and judgement payable				
Bonds payable (net of unamortized discounts)				
Notes payable				
Accrued interest payable				
Due to other funds				
Customer deposits payable				
Total current liabilities				
Noncurrent liabilities:				
Bonds and notes payable (net of unamortized discounts)				
Notes Payable				
Compensated absences payable				
Due to other funds				
Net pension liability				
Total noncurrent liabilities				
Total liabilities				
Deferred inflows of resources				
Net difference between project and actual investments earnings on pension plan investments				
Change in assumptions				
Change in proportion				
Total deferred inflows of resources				
Net Position				
Net investments in capital assets				
Restricted for debt service				
Restricted for compliance				
Unrestricted				
Total net position				
Total liabilities, deferred inflows, and net position				

CITY OF SANTA FE, NEW MEXICO
Statement of Revenues, Expenses, and Changes in Fund Net Position
Enterprise Funds
For the Year Ended June 30, 2016

	Business-type Activities-Enterprise Funds			
	Waste Water Management	Water Management	Environmental Services	Railyard Property
Operating revenues:				
User fees (net of allowance totaling \$318,935)	\$ 12,073,189	\$ 40,933,605	\$ 12,879,513	\$ 728,852
Facilities rentals	-	-	-	-
Other revenue/premiums	2,073,241	1,565,546	52,892	-
Total operating revenues	14,146,430	42,499,151	12,932,405	728,852
Operating expenses:				
Salaries, wages and benefits	5,057,099	9,136,986	4,569,520	250,482
Contractual services and utilities	2,495,566	11,808,179	3,435,588	200,728
Repairs and maintenance	614,149	825,901	560,755	2,071
Supplies	567,115	849,426	660,407	11,777
Capital outlay-inventory exempt items	21,751	143,728	119,164	4,385
Depreciation expense	2,948,894	11,265,767	994,075	3,291,179
Amortization expense	118,854	-	-	-
Insurance	253,264	323,480	246,939	-
Claims and judgements	-	-	-	-
BDD -source of supply	-	4,377,608	-	-
Other	933,322	3,304,053	903,814	50,516
Total operating expenses	13,010,014	42,035,128	11,490,262	3,811,138
Operating income (loss)	1,136,416	464,023	1,442,143	(3,082,286)
Non-operating revenues (expenses):				
Investment income	110,063	421,367	39,988	4,425
Intergovernmental				
State-shared taxes	2,037,351	8,144,062	2,037,494	-
Grants	-	1,212,418	-	-
Gain (loss) on sale of capital assets	5,760	3,780	21,255	-
Interest expense	(688,883)	(4,844,731)	(404,310)	(635,187)
Prem (Discount) debt service expense	215,948	1,791,603	18,110	94,659
Total non-operating revenues (expenses)	1,680,239	6,728,499	1,712,537	(536,103)
Income (loss) before transfers and capital contributions	2,816,655	7,192,522	3,154,680	(3,618,389)
Capital grants	-	135,000	-	-
Transfers in	-	580,501	64,000	1,446,714
Transfers out	-	(4,416,566)	(275,868)	-
Change in net position	2,816,655	3,491,457	2,942,812	(2,171,675)
Total net position, beginning of year <small>(previously stated)</small>	31,047,354	180,610,056	4,178,588	30,073,447
Adjustment to net position: Restatement of net position	1,668,244	-	-	-
Total net position, beginning of year <small>(restated)</small>	32,715,598	180,610,056	4,178,588	30,073,447
Total net position, end of year	\$ 35,532,253	\$ 184,101,513	\$ 7,121,400	\$ 27,901,772

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	
\$ 461,695	\$ -	\$ 9,255,297	\$ 76,332,151	\$ -	Operating revenues:
-	2,350,000	-	2,350,000	-	User fees (net of allowance totaling \$318,935)
26,414	-	1,617,184	5,335,277	28,581,589	Facilities rentals
488,109	2,350,000	10,872,481	84,017,428	28,581,589	Other revenue/premiums
					Total operating revenues
					Operating expenses:
704,628	452	13,890,208	33,609,375	1,016,367	Salaries, wages and benefits
510,293	436,476	1,944,309	20,831,139	860,053	Contractual services and utilities
104,968	-	791,569	2,899,413	1,232	Repairs and maintenance
114,901	-	1,212,432	3,416,058	40,403	Supplies
35,186	-	279,536	603,750	299	Capital outlay-inventory exempt items
1,032,527	1,820,166	5,505,763	26,858,371	1,250	Depreciation expense
-	-	-	118,854	-	Amortization expense
21,663	389	563,753	1,409,488	3,425,890	Insurance
-	-	-	-	20,037,764	Claims and judgements
-	-	-	4,377,608	-	BDD -source of supply
322,515	-	2,482,270	7,996,490	251,911	Other
2,846,681	2,257,483	26,669,840	102,120,546	25,635,169	Total operating expenses
(2,358,572)	92,517	(15,797,359)	(18,103,118)	2,946,420	Operating income (loss)
					Non-operating revenues (expenses):
24,422	8,262	38,857	647,384	74,143	Investment income
-	-	-	12,218,907	-	Intergovernmental
6,323	-	2,856,029	4,074,770	-	State-shared taxes
-	-	(1,185)	29,610	-	Grants
(1,557,889)	(1,506,029)	(682,480)	(10,319,509)	-	Gain (loss) on sale of capital assets
981,101	-	82,627	3,184,048	-	Interest expense
					Prem (Discount) debt service expense
(546,043)	(1,497,767)	2,293,848	9,835,210	74,143	Total non-operating revenues (expenses)
					Income (loss) before transfers and capital contributions
(2,904,615)	(1,405,250)	(13,503,511)	(8,267,908)	3,020,563	
-	-	413,384	548,384	-	Capital grants
4,542,727	-	10,809,718	17,443,660	120,000	Transfers in
-	(43,319)	(728,083)	(5,463,836)	(20,886)	Transfers out
1,638,112	(1,448,569)	(3,008,492)	4,260,300	3,119,677	Change in net position
9,916,704	24,772,903	59,209,414	339,808,466	5,527,965	Total net position, beginning of year (previously stated)
-	-	1,014,652	2,682,896	-	Adjustment to net position:
					Restatement of net position
9,916,704	24,772,903	60,224,066	342,491,362	5,527,965	Total net position, beginning of year (restated)
\$ 11,554,816	\$ 23,324,334	\$ 57,215,574	\$ 346,751,662	\$ 8,647,642	Total net position, end of year

CITY OF SANTA FE, NEW MEXICO
Statement of Cash Flows
Enterprise Funds
For the Year Ended June 30, 2016

	Business-type Activities-Enterprise Funds			
	Waste Water Management	Water Management	Environmental Services	Rallyard Property
Cash flows from operating activities:				
Cash received from customers	\$ 13,603,307	\$ 38,750,102	\$ 12,580,807	\$ 728,852
Cash payments to suppliers for goods and services	(3,835,048)	(16,679,290)	(4,973,599)	(271,691)
Cash paid for interfund services provided and used	(1,291,181)	(2,173,150)	(765,727)	-
Cash payments to employees for services	(4,443,000)	(8,639,961)	(4,401,011)	(247,164)
Net cash provided (used) by operating activities	4,034,078	11,257,701	2,440,470	209,997
Cash flows from noncapital financing activities:				
Government contributions/Operating	2,037,929	9,337,397	-	-
Government contributions/Capital	-	135,000	-	-
Advance from other funds - general fund	-	-	2,038,074	-
Transfers-in from other funds	-	580,501	64,000	1,446,714
Transfers-out to other funds	-	(4,416,566)	(275,868)	-
Net cash provided (used) by noncapital financing activities	2,037,929	5,636,332	1,826,206	1,446,714
Cash flows from capital and related financing activities:				
Acquisition and construction of capital assets	(162,052)	(13,516,816)	(933,992)	-
Proceeds from sale of capital assets	5,760	2,520	21,255	-
Bond proceeds	-	36,665,000	-	-
Premium on refunding	-	5,006,803	-	-
Principal paid on revenue bond maturities and notes payable	(1,840,000)	(90,687,203)	(900,000)	(913,077)
Interest paid on revenue bonds and notes payable	(695,600)	(5,246,735)	(408,060)	(638,720)
Payment for debt refunding	-	(7,967,754)	-	-
Net cash used for capital and related financing activities	(2,691,892)	(75,744,185)	(2,220,797)	(1,551,797)
Cash flows from investing activities:				
Interest and dividends on investments	110,357	456,793	39,898	4,726
Net cash provided by investing activities	110,357	456,793	39,898	4,726
Net increase (decrease) in cash and cash equivalents	3,490,472	(58,393,359)	2,085,777	109,640
Cash, investments and cash equivalents at beginning of year	22,918,752	93,906,438	9,656,372	697,176
Cash, investments and cash equivalents at end of year	\$ 26,409,224	\$ 35,513,079	\$ 11,742,149	\$ 806,816
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:				
Operating income (loss)	\$ 1,136,416	\$ 464,023	\$ 1,442,143	\$ (3,082,286)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation/amortization/bad debt expense	3,067,748	11,265,767	994,075	3,291,179
Difference between employer cash contribution to pension plan and noncash pension expense:	136,213	396,450	120,436	8,505
Change in assets and liabilities:				
(Increase) decrease in accounts receivable	(543,123)	(3,147,556)	(362,348)	-
(Increase) decrease in prepaid expenses	7,438	629,216	-	-
(Increase) decrease in deferred charges	-	4,936	-	-
Increase (decrease) in accounts payable	262,538	2,124,045	193,328	(2,214)
Increase (decrease) in gross receipts taxes payable	(3,798)	(13,808)	(5,987)	-
Increase (decrease) in compensated absences payable	(27,972)	55,328	36,474	(5,802)
Increase (decrease) in accrued wages payable	(2,271)	40,311	22,349	615
Increase (decrease) in miscellaneous payable	-	-	-	-
Increase (decrease) in escrow	889	-	-	-
(Increase) decrease in inventory	-	40,482	-	-
Increase (decrease) in customer deposits payable	-	(601,493)	-	-
(Increase) decrease in claims payable	-	-	-	-
Total adjustments	2,897,662	10,793,678	998,327	3,292,283
Net cash provided (used) by operating activities	\$ 4,034,078	\$ 11,257,701	\$ 2,440,470	\$ 209,997

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	
\$ 488,109	\$ 2,350,000	\$ 10,070,016	\$ 78,571,193	\$ 28,574,739	Cash flows from operating activities:
(770,279)	(436,865)	(5,390,040)	(32,356,812)	(24,704,901)	Cash received from customers
(289,087)	-	(1,788,002)	(6,307,147)	-	Cash payments to suppliers for goods and services
(700,406)	(452)	(13,533,617)	(31,965,611)	(881,647)	Cash paid for interfund services provided and used
					Cash payments to employees for services
(1,271,663)	1,912,683	(10,641,643)	7,941,623	2,988,191	Net cash provided (used) by operating activities
6,323	-	1,030,335	12,411,984	-	Cash flows from noncapital financing activities:
-	-	48,329	183,329	-	Government contributions/Operating
-	-	955,876	2,993,950	-	Government contributions/Capital
4,542,727	435,369	10,809,718	17,879,029	120,000	Advance from other funds - general fund
-	(478,688)	(728,083)	(5,899,205)	(20,886)	Transfers-in from other funds
					Transfers-out to other funds
4,549,050	(43,319)	12,116,175	27,569,087	99,114	Net cash provided (used) by noncapital financing activities
-	327,738	(6,956,527)	(21,241,649)	-	Cash flows from capital and related financing activities:
-	-	9,089	38,624	-	Acquisition and construction of capital assets
-	-	-	36,665,000	-	Proceeds from sale of capital assets
-	-	-	5,006,803	-	Bond proceeds
(1,295,001)	(715,000)	(1,256,320)	(97,606,601)	-	Premium on refunding
(1,571,031)	(1,508,525)	(679,670)	(10,748,341)	-	Principal paid on revenue bond maturities and notes payable
-	-	-	(7,967,754)	-	Interest paid on revenue bonds and notes payable
					Payment for debt refunding
(2,866,032)	(1,895,787)	(8,883,428)	(95,853,918)	-	Net cash used for capital and related financing activities
24,428	8,740	38,914	683,856	74,752	Cash flows from investing activities:
24,428	8,740	38,914	683,856	74,752	Interest and dividends on investments
					Net cash provided by investing activities
435,783	(17,683)	(7,369,982)	(59,659,352)	3,162,057	Net increase (decrease) in cash and cash equivalents
3,496,514	1,703,543	10,520,764	142,899,559	15,311,151	Cash, investments and cash equivalents at beginning of year
\$ 3,932,297	\$ 1,685,860	\$ 3,150,782	\$ 83,240,207	\$ 18,473,208	Cash, investments and cash equivalents at end of year
					Reconciliation of operating income (loss) to net cash provided (used) by operating activities:
\$ (2,358,572)	\$ 92,517	\$ (15,797,359)	\$ (18,103,118)	\$ 2,946,420	Operating income (loss)
1,032,527	1,820,166	5,505,763	26,977,225	1,250	Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:
20,501	-	414,685	1,096,790	31,549	Depreciation/amortization/bad debt expense
-	-	(802,465)	(4,855,492)	7,958	Difference between employer cash contribution to pension plan and noncash pension expense:
10,291	-	-	646,945	59,523	Change in assets and liabilities:
-	-	-	4,936	-	(Increase) decrease in accounts receivable
(7,122)	-	81,133	2,651,708	(442,906)	(Increase) decrease in prepaid expenses
-	-	-	(23,593)	-	(Increase) decrease in deferred charges
(23,742)	-	(124,598)	(90,312)	(344)	Increase (decrease) in accounts payable
7,463	-	66,504	134,971	4,057	Increase (decrease) in gross receipts taxes payable
-	-	11,983	11,983	-	Increase (decrease) in compensated absences payable
46,991	-	2,711	50,591	-	Increase (decrease) in accrued wages payable
-	-	-	40,482	-	Increase (decrease) in miscellaneous payable
-	-	-	(601,493)	-	Increase (decrease) in escrow
-	-	-	-	-	(Increase) decrease in inventory
-	-	-	-	-	Increase (decrease) in customer deposits payable
				380,684	(Increase) decrease in claims payable
1,086,909	1,820,166	5,155,716	26,044,741	41,771	Total adjustments
\$ (1,271,663)	\$ 1,912,683	\$ (10,641,643)	\$ 7,941,623	\$ 2,988,191	Net cash provided (used) by operating activities

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City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2016

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. The City has no component units or blended component units that are legally separate entities.

During the year ended June 30, 2016, the City adopted GASB Statements No. 72, *Fair Value Measurement and Application*, a portion of No. 73 *Accounting and Financial Reporting for Pensions and Related Assets that are not within the Scope of GASB Statement 68 and Amendments to Certain Provisions of GASB Statements 67 and 68*, No. 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*, No. 79, *Certain External Investment Pools and Pool Participants* and No. 82 *Pension Issues – an amendment of GASB Statement No. 67, No. 68, and No. 73*. These five Statements are required to be implemented as of June 30, 2016, if applicable.

GASB Statement No. 72 addresses accounting and financial reporting issues related to fair value measurements. The definition of *fair value* is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. This Statement provides guidance for determining a fair value measurement for financial reporting purposes. This Statement also provides guidance for applying fair value to certain investments and disclosures related to all fair value measurements. The requirements of this Statement will enhance comparability of financial statements among governments by requiring measurements of certain assets and liabilities at fair value using a consistent and more detailed definition of fair value and accepted valuation techniques. This Statement also will enhance fair value application guidance and related disclosures in order to provide information to financial statement users about the impact of fair value measurements on a government’s financial position.

The objective of GASB Statement No. 82 is to address certain issues that have been raised with respect to Statements No. 67, *Financial Reporting for Pension Plans*, No. 68, *Accounting and Financial Reporting for Pensions*, and No. 73, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*. Specifically, this Statement addresses issues regarding (1) the presentation of payroll-related measures in required supplementary information; (2) the selection of assumptions and the treatment of deviations from the guidance in an Actuarial Standard of Practice for financial reporting purposes, and; (3) the classification of payments made by employers to satisfy employee (plan member) contribution requirements. The objective of GASB Statement No. 82 is to address certain issues that have been raised with respect to Statements No. 67, *Financial Reporting for Pension Plans*, No. 68, *Accounting and Financial Reporting for Pensions*, and No. 73, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain*

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Provisions of GASB Statements 67 and 68. Specifically, this Statement addresses issues regarding (1) the presentation of payroll-related measures in required supplementary information; (2) the selection of assumptions and the treatment of deviations from the guidance in an Actuarial Standard of Practice for financial reporting purposes, and; (3) the classification of payments made by employers to satisfy employee (plan member) contribution requirements.

B. Government-wide and fund financial statements

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

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on the government. For the most part, the effect of inter-fund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the government is reported separately from the legally separate component unit for which the government is financially accountable.

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

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

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

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

City of Santa Fe, New Mexico
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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 (i.e. personnel or administrative costs) necessitated by the expansion of the services and facilities to the public.

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2016

The City reports the following major proprietary funds:

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

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

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

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

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

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

Additionally, the City reports the following fund types:

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

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

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

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

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2016

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, per City of Santa Fe Investment Policy. The City will diversify use of investment instruments to avoid incurring unreasonable risks inherent in over-investing in specific instruments or individual financial institutions and limit maturities to five years or less to avoid interest rate risk. Certain investments held to accommodate debt reserve requirements may have maturities of more than five years.

The Investment Policy provides for the following authorized investments:

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

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

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.

City of Santa Fe, New Mexico
Notes to the Financial Statements
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2. Receivables and payables

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

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

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

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

3. Inventories and prepaid items

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

The City of Santa Fe is a party to a contract with the Bureau of Reclamation, United States of America which provides certain rights to purchase water from the San Juan Chama 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 may utilize the water in the year it purchases it or in a later year if utilization does not match the annual amount

City of Santa Fe, New Mexico
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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, 2016 was \$2,390,561.

4. Restricted assets

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

5. Capital assets

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

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. Property, plant and equipment of the primary government are depreciated using the straight line method over the following estimated useful lives:

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

City of Santa Fe, New Mexico
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6. Compensated absences

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

7. Pensions

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

8. Long-term obligations

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

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

9. Fund Balance

Fund balances of the governmental funds follows the order of spending first committed fund balance, then assigned fund balance, and last of all, unassigned fund balance and 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.

City of Santa Fe, New Mexico
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Restricted - amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by 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 \$53,708,291 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 that can, by adoption of a resolution commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (the adoption of another resolution) to remove or revise the limitation.

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. The general fund should be the only fund that reports a positive unassigned fund balance amount.

City of Santa Fe, New Mexico
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Fund Balance Purpose	1/2% Gross			Nonmajor	Total
	General	Debt Service	Receipts Tax	Governmental Funds	Governmental Funds
Nonspendable					
Inventory	\$ 101,015	\$ -	\$ -	\$ -	\$ 101,015
Endowment	-	-	-	250,000	250,000
Spendable					
Restricted					
General Government	6,649,878	5,667,343	5,901,809	7,622,655	25,841,685
Public Safety	-	-	-	3,368,525	3,368,525
Public Works	-	-	-	10,511,210	10,511,210
Community Development	-	-	-	2,477,147	2,477,147
Culture & Recreation	-	-	-	11,509,724	11,509,724
Committed					
General Government	1,362,023	-	-	895,257	2,257,280
Culture & Recreation	-	-	-	416,696	416,696
Assigned					
General Government	-	-	-	1,984,751	1,984,751
Public Safety	-	-	-	604,775	604,775
Public Works	-	-	-	2,635,472	2,635,472
Community Development	-	-	-	18,644	18,644
Culture & Recreation	-	-	-	996,609	996,609
Unassigned					
General Government	12,835,273	-	-	(3,578)	12,831,695
Public Works	-	-	-	(190,674)	(190,674)
	\$ 20,948,189	\$ 5,667,343	\$ 5,901,809	\$ 43,097,213	\$ 75,614,554

10. Net Position

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

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

Restricted position for the City's bond issues, as defined in the associated bond covenants, are used for the payment of debt service (one-twelfth of principal, interest or both), and to fund reserve accounts to be used for final debt service payments. In addition, the City maintains fund balance compliance for post closure and obtains loans from authorized State agencies for capital projects, the loan documents of which occasionally require a debt service fund containing capitalized interest used for semi-annual debt service payments, and a reserve fund for use as the final debt service payment. The City also has received privately donated endowment funds for the Southside Library, expenditure of which is limited to

City of Santa Fe, New Mexico
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interest by the donor and by City resolution. Unrestricted Net Position consists of net position that does not meet the definition of “restricted” or “net investment in capital assets.” The City allocates expenses to restricted or unrestricted resources based on the budgeted source of funds. It is the City’s policy to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

11. Comparative Data/Reclassifications

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

12. Use of Estimates

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

13. Stewardship, compliance and accountability

A. Budgetary information

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

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

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

City of Santa Fe, New Mexico
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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. All amendments to the appropriated budget require City Council approval. The City manager may approve budget amendment increases or decreases of appropriations up to \$50,000. The Finance Director may approve budget amendment increases or decreases up to \$5,000. The amendments below the \$50,000 threshold are ratified by City Council at the end of each quarter. Budget amendments in excess of \$50,000 require Council approval. The legal level of budgetary control (i.e. the level at which expenditures 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 amounts, 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 re-appropriated by request to the new fiscal year and do not constitute expenditures or liabilities because the commitments will be part of the following year original budget and honored during the subsequent year.

B. Excess of expenditures/expenses over budgeted appropriations

For the year ended June 30, 2016, expenditures/expenses exceeded budgeted appropriations in the following funds:

The Special Revenue Fund City Drainage Project is reporting excess expenses over appropriations of \$125,067. This deficit was caused by increased salaries.

The Special Revenue Fund Senior Citizen Grants is reporting excess expenses over appropriations of \$478,769. This deficit was caused by an increase in capital outlay.

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The CIP Fund Capital Projects fund is reporting excess expenses over appropriations of \$1. The deficit was caused by rounding.

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 \$2,564,389. 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 Franchise Fee Fund, reported as a Special Revenue Fund, has a deficit fund balance of \$3,578. The deficit is a result of unexpected commitments this deficit is expected to be recovered as a result of on-going operations.

The City Drainage Project, reported as a Special Revenue Fund, has a deficit fund balance of \$190,674. The deficit is a result of unexpected commitments this deficit is expected to be recovered as a result of on-going operations.

The Risk Management fund, reported as an Internal Service fund, has a deficit fund balance of \$95,569. The deficit is a result of increased in claims and judgements

14. Detailed notes on all funds

A. Cash and Cash Equivalents

At year-end, the carrying amount of deposits for the City of Santa Fe was \$94,928,583 and the year-end bank balance was \$98,178,566. The total of demand deposits and short term-term certificates of deposit were covered by Federal Depository Insurance, by collateral held by the City's agent in the City's name, by letters of credit from the Federal Home Loan Bank of Dallas purchased by the depository institution, or by collateral held at appropriate custodial banks as delivered by the depository institution for the various certificates of deposit and investment accounts other than those held by the City's agent bank. The City's repurchase sweep account, the underlying investments of which are U.S. Government securities, is also subject to collateralization requirements.

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. As of June 30, 2016 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

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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, 2016, 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	\$ 73,152,440	\$ 61,516,544	\$ 11,634,084	\$ -
NM Municipal bonds	2,561,050	-	-	2,561,050
		\$ 61,516,544	\$ 11,634,084	\$ 2,561,050
Money Market Funds	7,680,309			
NM LGIP	5,694,655			
Total Investments	\$ 89,088,454			

Interest Rate Risk. As a means of limiting its exposure to fair value losses arising from rising interest rates, the City's investment policy limits portfolio maturities to five years or less, though investments held to accommodate debt reserve requirements may have longer maturities. It further manages exposure by limiting the weighted average maturity of its investment portfolio to about one year. The New Mexico Local Government Investment Pool (NM LGIP) at June 30, 2016 had a WAM (R) of 44 days and a WAM (F) of 77 days. (NMLGIP WAM (R) is the weighted average maturity for reset bonds. The WAM (F) is the traditional weighted average final maturity value for the Pool. The Pool is required to report both values by Standard and Poor's, which rates the Pool.)

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

Concentration of credit risk. Concentration risk is the risk of loss attributed to the magnitude of the portfolio's investment in a single issuer. The City's investment policy specifies that

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the City shall diversify investments to avoid incurring unreasonable risk from concentrating investments in specific security types and individual financial institutions.

The following table lists the fair value of investments in securities, money markets and the NM LGIP, as well as balances in savings accounts and certificates of deposit in the City's portfolio as of June 30, 2016. It includes funds and investments of those external agencies for which the City acts as fiscal agent, but excludes the regular operating accounts.

<u>Investment Type</u>	<u>Fair Value</u>	<u>% of Total</u>	<u>% Callable</u>	<u>WAMC/M (Days)</u>	<u>WAM (Days)</u>	<u>S & P Rating</u>	<u>Moody's Rating</u>
NM LGIP	\$ 5,694,655	3.09%		77	77	AAAm	-
WFB Govt. Money Mkt.	7,680,309	4.17%		1	1	AAAm	Aaa-mf
Subtotal Pool/MM	13,374,964	7.27%					
US Agencies							
FFCB	17,533,310	9.53%	0%	264	264	AA+	AAA
FHLB	22,723,455	12.35%	0%	174	174	AA+	AAA
FNMA	8,770,958	4.77%	0.89%	251	360	AA+	AAA
FHLMC	19,110,933	10.38%	3.56%	75	299	AA+	AAA
GNMAs	8,134	0.00%	0%	545	545	NA	NA
USTreasuries	5,005,650	2.72%	0%	243	243	NA	AAA
Subtotal Fed Agenc.	73,152,440	39.75%	4.45%				
NM Municipals - Tax Ex.	2,561,050	1.39%	0%	1095	1,095	AA-Stable	AA-Neg
Subtotal Securities	\$ 75,713,490	41.14%	4.45%				
Cash Accounts	\$ 82,734,444	44.96%		1	1		
CDs	12,205,195	6.63%		335	335		
TOTAL INV. PORTF.	\$ 184,028,093	100.00%	4.45%	121	152		

The weighted average maturity (WAM) remains the standard for reporting the average hold time for investments in a portfolio. As of June 30, 2016, the City held 4.45% of its securities in callable form. Evaluating the portfolio on the basis of maturity date the WAM was 152 days; evaluating it on the basis of both call date and maturity date the weighted average was WAM(C/M) 121 days. The portfolio is managed on the basis of maturity dates. At June 30, 2016, the City held 44.96% of the portfolio in cash and 6.63% in certificates of deposit.

The City held uninsured deposits of \$95,043,552 at June 30, 2016, of which 62.52% 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	\$ 59,420,589	62.52%
First National Bank of Santa Fe	35,372,963	37.22%
Community Bank	250,000	0.26%
Total Collateralized	\$ 95,043,552	100.00%

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Fair Value Measurement

The fair value framework uses a hierarchy that prioritizes the inputs to the valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurement) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are described below:

Level 1 - Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the City has the ability to access.

Level 2 – Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets.
- Quoted prices for identical or similar assets or liabilities in inactive markets.
- Inputs other than quoted prices that are observable for the asset or liability.
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 – Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs. See above for discussion of valuation methodologies used to measure fair value of investments.

The valuation methodologies described above may produce a fair value calculation that may not be indicative of net realizable or reflective of future fair values. Furthermore, while the City believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The City maintained a balance of \$73,152,440 in U.S. Government Agency bonds, \$2,561,050 in New Mexico Municipal Bonds, \$7,680,309 and \$5,694,655 in the Local Growth Investment Pool which required fair value disclosure.

The following table sets forth by level within the fair value hierarchy, the City's assets at fair value as of June 30, 2016:

Level 1	Level 2	Level 3	Total
\$89,086,609	\$-0-	\$-0-	\$89,086,609

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C. Receivables

Receivables at June 30, 2016 for the City's individual major funds, non-major and internal service funds are separated into government and business type, including the applicable allowances for uncollectible accounts, are as follows:

Governmental Activities	General	Debt	1/2%	Other	
	Fund	Service	Gross	Non Major	Total
			Receipt Tax	Funds	
Receivables:					
Taxes	\$ 9,639,740	\$ 60,810	\$ 2,576,673	\$ 2,724,443	\$ 15,001,666
Grants	78,153	-	-	3,977,403	4,055,556
Interest	10,229	3,396	-	39,879	53,504
Ambulance	4,540,022	-	-	-	4,540,022
Other	121,051	-	-	3,514,289	3,635,340
Gross Receivables	14,389,195	64,206	2,576,673	10,256,014	27,286,088
Less: Allowance Uncollectible:	(3,345,114)	-	-	-	(3,345,114)
Total Primary Government	<u>\$ 11,044,081</u>	<u>\$ 64,206</u>	<u>\$ 2,576,673</u>	<u>\$ 10,256,014</u>	<u>\$ 23,940,974</u>

City of Santa Fe, New Mexico
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Business-type Activities

	Waste Water Mgmt	Water Mgmt	Environmental Services	Railyard Property	Santa Fe Center	College of Santa Fe	All Other Enterprise Funds	Total
Receivables:								
Taxes	\$ 318,219	\$ 1,271,057	\$ 318,140	\$ -	\$ -	\$ -	\$ -	\$ 1,907,416
Grants	-	30,423	-	-	-	-	2,798,714	2,829,137
Accounts	3,621,767	12,827,422	2,908,961	-	-	195,000	148,341	19,701,491
Interest	15,663	47,124	5,929	575	3,111	670	4,216	77,288
Other	-	-	-	-	-	-	847,402	847,402
Gross Receivables	3,955,649	14,176,026	3,233,030	575	3,111	195,670	3,798,673	25,362,734
Less: Allowance Uncollectible:	(1,089,199)	(4,118,160)	(795,529)	-	-	-	-	(6,002,888)
Total Business Type	\$ 2,866,450	\$ 10,057,866	\$ 2,437,501	\$ 575	\$ 3,111	\$ 195,670	\$ 3,798,673	\$ 19,359,846

D. Capital assets

Capital asset activity for the year ended June 30, 2016 was as follows:

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	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities:				
Capital Assets not being Depreciated:				
Land	\$ 169,939,946	\$ -	\$ -	\$ 169,939,946
Construction in Progress	35,394,344	13,162,201	(26,842,422)	21,714,123
Art	922,920	-	(58,000)	864,920
Total Capital Assets not being Depreciated	<u>206,257,210</u>	<u>13,162,201</u>	<u>(26,900,422)</u>	<u>192,518,989</u>
Capital Assets being Depreciated:				
Buildings and Systems	57,902,242	2,567,413	-	60,469,655
Improvements	53,618,241	20,701,840	-	74,320,081
Equipment and Machinery	13,836,495	1,105,382	(1,681,969)	13,259,908
Furniture and Fixtures	597,274	-	-	597,274
Vehicles	22,741,379	2,174,327	(1,051,222)	23,864,484
Data Processing and Software	8,271,898	544,302	(838,665)	7,977,535
Traffic Signals	23,222,048	295,291	-	23,517,339
Streets	200,396,324	2,645,162	-	203,041,486
Bridges	2,109,269	-	-	2,109,269
Total Capital Assets being Depreciated	<u>382,695,170</u>	<u>30,033,717</u>	<u>(3,571,856)</u>	<u>409,157,031</u>
Less: Accumulated Depreciation for:				
Buildings	(18,319,765)	(1,508,278)	-	(19,828,043)
Improvements	(35,180,128)	(4,546,217)	-	(39,726,345)
Equipment and Machinery	(11,478,682)	(734,004)	1,681,968	(10,530,718)
Furniture and Fixtures	(419,570)	(65,500)	-	(485,070)
Vehicles	(16,132,349)	(1,618,750)	1,040,547	(16,710,552)
Data Processing and Software	(6,738,074)	(530,823)	838,667	(6,430,230)
Traffic Signals	(22,553,857)	(268,369)	-	(22,822,226)
Streets	(161,672,193)	(2,728,075)	-	(164,400,268)
Bridges	(690,249)	(84,371)	-	(774,620)
Total Accumulated Depreciation	<u>(273,184,867)</u>	<u>(12,084,387)</u>	<u>3,561,182</u>	<u>(281,708,072)</u>
Total Capital Assets being Depreciated	<u>109,510,303</u>	<u>17,949,330</u>	<u>(10,674)</u>	<u>127,448,959</u>
Governmental Activities Capital Assets	<u>\$ 315,767,513</u>	<u>\$ 31,111,531</u>	<u>\$ (26,911,096)</u>	<u>\$ 319,967,948</u>

City of Santa Fe, New Mexico
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	Beginning Balance (restated)	Increases	Decreases	Ending Balance
Business-type Activities:				
Capital Assets not being Depreciated:				
Land	\$ 38,260,558	\$ -	\$ -	\$ 38,260,558
Water Rights	1,935,350	1,292,929	-	3,228,279
Construction in Progress	59,370,024	8,858,016	(46,834,446)	21,393,594
Art	185,971	-	-	185,971
Total Assets not being Depreciated	<u>99,751,903</u>	<u>10,150,945</u>	<u>(46,834,446)</u>	<u>63,068,402</u>
Capital Assets being Depreciated:				
Buildings and Structures	308,020,796	20,204,182	-	328,224,978
Improvements	128,623,223	18,508,744	-	147,131,967
Sewerlines and Utility Systems	112,855,795	16,765,365	-	129,621,160
Equipment and Machinery	21,651,088	419,653	(362,095)	21,708,646
Furniture and Fixtures	657,297	-	(199)	657,098
Vehicles	30,358,690	4,604,046	(3,536,295)	31,426,441
Intangible Plant	57,625	-	-	57,625
Data Processing and Software	3,292,144	25,216	(18,860)	3,298,500
Total Assets being Depreciated	<u>605,516,658</u>	<u>60,527,206</u>	<u>(3,917,449)</u>	<u>662,126,415</u>
Less Accumulated Depreciation for:				
Buildings and Structures	(60,259,290)	(7,726,001)	-	(67,985,291)
Improvements	(81,919,724)	(10,475,996)	-	(92,395,720)
Sewerlines and Utility Systems	(71,159,780)	(4,657,041)	-	(75,816,821)
Equipment and Machinery	(19,124,030)	(1,140,120)	452,467	(19,811,683)
Furniture and Fixtures	(657,297)	(894)	1,093	(657,098)
Vehicles	(20,613,132)	(2,609,519)	3,536,294	(19,686,357)
Intangible Plant	(57,625)	-	-	(57,625)
Data Processing and Software	(2,698,870)	(248,800)	18,861	(2,928,809)
Total Accumulated Depreciation	<u>(256,489,748)</u>	<u>(26,858,371)</u>	<u>4,008,715</u>	<u>(279,339,404)</u>
Total Capital Assets being Depreciated	<u>349,026,910</u>	<u>33,668,835</u>	<u>91,266</u>	<u>382,787,011</u>
Business-type Activities Capital Assets	<u>\$ 448,778,813</u>	<u>\$ 43,819,780</u>	<u>\$ (46,743,180)</u>	<u>\$ 445,855,413</u>

City of Santa Fe, New Mexico
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Depreciation expense was charged to function/programs of the government as follows:

Governmental Activities:

General Government	\$ 6,082,642
Public Safety	2,107,801
Highways and Streets, excluding depreciation of general infrastructure assets	1,397,038
Community Welfare	393,571
Culture and Recreation	2,102,085
Subtotal	12,083,137
Capital Assets held by the City's Internal Service Funds are charged to the various functions based on their usage of the Assets	1,250
Total Depreciation Expense - Governmental Activities	\$ 12,084,387

Business - Type Activities:

Santa Fe Convention Center	\$ 1,032,527
Parking Operations	767,394
Environmental Services	994,075
Waste Water Management	2,948,894
Water Management	11,265,767
Municipal Recreation Center	194,308
Genoveva Chavez Community Center	622,521
Airport	2,125,728
Transit Operations	1,795,812
Railyard	3,291,179
College of Santa Fe	1,820,166
Total Depreciation Expense - Business-Type Activities	\$ 26,858,371

Construction commitments:

The City of Santa Fe has active construction projects as of June 30, 2016. The projects include streets and highway construction, parks and recreation, municipal facilities, airport construction, community development, wastewater management, water division construction and utility control projects.

The commitment for streets and highways is being financed by grants from the Federal Highway Administration, State Highway and Transportation 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 financed by state grants from NM Department of Finance and Administration, Gross Receipts Tax bonds and from existing general fund. Municipal facilities are financed by CIP re-allocations and ½% Gross Receipts Fund. Airport construction commitments are financed by 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 Wastewater treatment facility are financed by sewer revenues and existing resources from the CIP re-allocation fund. Commitments for the Water division are financed

City of Santa Fe, New Mexico
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by GRT tax revenue bonds to be paid back from user fees, grants from federal agencies, and loans from the NM Finance authority. Utility billing projects are financed through user fees.

At year end the City of Santa Fe's commitments with contractors are as follows:

Project	Spent to Date	Remaining Commitments
Street and Highway Construction	\$ 33,298,661	\$ 7,348,947
Parks and Recreation	3,984,424	515,502
Municipal Facilities Improvements	1,372,426	314,068
Airport Improvements	4,017,487	34,761
Community Development	3,448,670	217,104
Wastewater Management	4,097,329	93,572
Water Division Improvements	27,004,536	2,303,958
Utility Billing	666,903	11,156
Total	\$ 77,890,436	\$ 10,839,068

E. Endowment

The City of Santa Fe Library Endowment fund, of which the \$250,000 principal must remain intact in perpetuity, was invested in a one-year certificate of deposit that matured in April 2017, and was renewed for another year at that time. The principal is invested to generate distributable income for the Southside Public Library to be used for library operations and maintenance of the building.

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F. Inter-fund receivables, payables, and transfers

The composition of inter-fund balances as of June 30, 2016 is as follows:

	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
Primary Government:		
General Fund		
Special Revenue Funds:		
Franchise Fee	2,365	-
City Drainage	290,418	-
Enterprise Funds:		
MRC	749,654	-
Airport	1,147,913	-
Special Revenue Funds:		
General Fund	-	292,783
1/2% Gross Receipts Tax	-	560,000
Land Development	613,804	613,804
Capital Projects Funds		
1/2% Gross Receipts Tax	560,000	-
Enterprise:		
Water Management	1,524,545	-
Enterprise Funds		
General Fund:	-	1,897,567
Capital Project Funds:		
1/2% Gross Receipts Tax	-	1,524,545
Total All Funds	\$ 4,888,699	\$ 4,888,699

Inter-fund transfers:

Fund Disbursing	Transfer In From						Total
	General Fund	Special Revenue	Capital Projects	Debt Service	Enterprise Funds	Internal Service	
General Fund	\$ -	\$ 2,468,042	\$ -	\$ -	\$ 4,099,763	\$ -	\$ 6,567,805
Special Revenue	5,265,036	1,799,343	1,073,996	114	-	20,886	8,159,375
Capital Projects	-	426,193	745,164	-	103,936	-	1,275,293
Debt Service	-	668,766	11,190,856	34,583	275,868	-	12,170,073
Enterprise Funds	279,398	13,939,598	2,240,395	-	984,269	-	17,443,660
Internal Service	120,000	-	-	-	-	-	120,000
Total	\$ 5,664,434	\$ 19,301,942	\$ 15,250,411	\$ 34,697	\$ 5,463,836	\$ 20,886	\$ 45,736,206

Fund Disbursing	Transfer Out To						Total
	General Fund	Special Revenue	Capital Projects	Debt Service	Enterprise Funds	Internal Service	
General Fund	\$ -	\$ 5,265,036	\$ -	\$ -	\$ 279,398	\$ 120,000	\$ 5,664,434
Special Revenue	2,468,042	1,799,343	426,193	668,766	13,939,598	-	19,301,942
Capital Projects	-	1,073,996	745,164	11,190,856	2,240,395	-	15,250,411
Debt Service	-	114	-	34,583	-	-	34,697
Enterprise Funds	4,099,763	-	103,936	275,868	984,269	-	5,463,836
Internal Service	-	20,886	-	-	-	-	20,886
Total	\$ 6,567,805	\$ 8,159,375	\$ 1,275,293	\$ 12,170,073	\$ 17,443,660	\$ 120,000	\$ 45,736,206

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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.

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, 2016.

Capital Leases

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

The assets acquired through this capital lease are as follows:

Equipment	\$ 959,500
Less: Accumulated Depreciation	<u>(799,209)</u>
Total	<u><u>\$ 160,291</u></u>

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H. Long-Term Debt

Long-term debt of the City at June 30, 2016 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.

Total City revenue bonded debt including governmental and business-type debt is as follows:

Purpose	Interest Rates	Amount
Governmental Activities	2.00 - 5.50%	\$ 82,320,000
Business - Type Activities	1.35 - 6.00%	116,585,000
		<u>\$ 198,905,000</u>

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

Years Ended June 30	Governmental Activities		Business - Type Activities	
	Principal	Interest	Principal	Interest
2017	\$ 8,175,000	\$ 3,679,450	\$ 7,045,000	\$ 4,941,822
2018	8,505,000	3,348,900	7,335,000	4,764,044
2019	8,450,000	2,981,100	7,780,000	4,465,519
2020	7,825,000	2,601,850	8,190,000	4,108,819
2021	7,705,000	2,225,100	8,730,000	3,708,843
2022-2026	25,705,000	6,601,250	25,135,000	13,600,219
2027-2031	11,565,000	1,920,175	21,110,000	8,897,900
2032-2036	4,390,000	469,575	23,450,000	4,078,975
2037-2041	-	-	7,810,000	632,200
Total	<u>\$ 82,320,000</u>	<u>\$ 23,827,400</u>	<u>\$ 116,585,000</u>	<u>\$ 49,198,341</u>

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

Purpose	Interest Rates	Amount
Governmental Activities	2.50 - 5.00%	\$ 39,270,000
		<u>\$ 39,270,000</u>

City of Santa Fe, New Mexico
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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
2017	\$ 2,100,000	\$ 1,420,089
2018	2,180,000	1,353,889
2019	2,265,000	1,283,214
2020	2,350,000	1,203,739
2021	2,440,000	1,120,786
2022-2026	13,720,000	4,114,533
2027-2031	11,010,000	1,421,953
2032-2036	3,205,000	171,285
Total	\$ 39,270,000	\$ 12,089,488

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.

The following represents the status of the two NMFA Drinking Water loans as of June 30, 2016.

Buckman (#SANTAFE DW2)	\$ 10,516,155
Buckman (#SANTAFEDW4)	2,296,682
	<u>12,812,837</u>
Less: Current Portion	(823,382)
Total Long Term Notes Payable	11,989,455
Less: Cash in Trust	(81)
Total LT Notes Payable Less Cash in Trust	<u>\$ 11,989,374</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, 2016.

Railyard Infrastructure #8	\$ 336,873
Railyard Infrastructure #15B	625,250
Total Notes Payable	<u>962,123</u>
Less: Current Portion	<u>(82,408)</u>
Total Long Term Notes Payable	879,715
Less: Cash in Trust	<u>(53,231)</u>
Total LT Notes Payable Less Cash In Trust	<u><u>\$ 826,484</u></u>

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

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

City of Santa Fe, New Mexico
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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, 2016.

Santa Fe University of Art & Design	<u>\$ 25,660,000</u>
Total Notes Payable	25,660,000
Less: Current Portion	<u>(745,000)</u>
Total Long Term Notes Payable	24,915,000
Less: Cash in Trust	<u>(11)</u>
Total LT Notes Payable Less Cash In Trust	<u><u>\$ 24,914,989</u></u>

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

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

The following represents the status of the NMFA Transit loan as of June 30, 2016.

Transit Buses	<u>\$ 2,993,873</u>
Total Notes Payable	2,993,873
Less: Current Portion	<u>(277,480)</u>
Total Long Term Notes Payable	2,716,393
Less: Cash in Trust	<u>(11)</u>
Total LT Notes Payable Less Cash In Trust	<u><u>\$ 2,716,382</u></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.

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The following represents the status of the NMFA Land Acquisition loan as of June 30, 2016.

Land Acquisition	\$ 2,504,981
Total Notes Payable	2,504,981
Less: Current Portion	(164,716)
Total Long Term Notes Payable	2,340,265
Less: Cash in Trust	(8)
Total LT Notes Payable Less Cash In Trust	\$ 2,340,257

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.

The debt service requirements to maturity for long term notes payable at June 30, 2016 are as follows:

Years Ended June 30	Governmental Activities		Business - Type Activities	
	Principal	Interest	Principal	Interest
2017	164,716	111,152	1,928,270	1,818,403
2018	170,975	104,893	1,981,541	1,764,437
2019	177,695	98,173	2,046,579	1,706,256
2020	184,891	90,977	2,108,387	1,643,698
2021	192,601	83,266	2,181,793	1,572,847
2022-2026	1,099,525	279,815	12,072,028	6,653,957
2027-2031	514,578	37,158	10,323,442	4,310,985
2032-2036	-	-	9,786,793	1,784,059
Total	\$ 2,504,981	\$ 805,434	\$ 42,428,833	\$ 21,254,642

Advance and current refunding

During fiscal year 2015-2016 the City advance refunded the Water Utility System/Capital Outlay Gross Receipt Tax Revenue Bonds, Series 2009A and 2009B. The City of Santa Fe Water Utility System Refunding Revenue Bonds, Series 2016 was issued June 14, 2016, in the par amount of \$36,665,000 at rates from 2.00% to 5.00%. To advance refund all the years of the 2009A and 2009B the City made an additional cash contribution of \$17,000,000 from the water utility fund and reoffering premium of \$5,006,803. The total portion of the 2009A and 2009B Bond issuance in the amount of \$55,410,000 is hereby considered to be defeased and the liability has been removed from the City's long term debt. This advance refunding

City of Santa Fe, New Mexico
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was undertaken to allow the City to achieve a reduction in total debt service payment over twenty-three years of \$29,297,683 and resulted in an economic gain of \$3,594,760.

Changes in long-term liabilities

The changes in long-term debt during the year ended June 30, 2016, are as follows:

	Outstanding June 30, 2015	Additions	Reductions	Outstanding June 30, 2016	Due Within One Year
Governmental Activities:					
Revenue Bonds Payable	\$ 90,240,000	\$ -	\$ (7,920,000)	\$ 82,320,000	\$ 8,175,000
General Obligation Bonds Payable	41,305,000	-	(2,035,000)	39,270,000	2,100,000
New Mexico Finance Authority Loans	2,663,866	-	(158,885)	2,504,981	164,716
Add. Deferred Amount (prem./disc.)	9,429,544	-	(892,882)	8,536,662	892,882
Compensated Absences	5,019,191	2,711,670	(2,677,060)	5,053,801	129,307
Capital Leases	191,900	-	(191,900)	-	-
Governmental Activity	\$ 148,849,501	\$ 2,711,670	\$ (13,875,727)	\$ 137,685,444	\$ 11,461,905
Business - Type Activities:					
Convention Center Bonds	\$ 29,246,000	\$ -	\$ (1,295,000)	\$ 27,951,000	\$ 920,850
Parking Bonds	12,349,000	-	-	12,349,000	409,151
Water Revenue Bonds	89,880,000	36,665,000	(89,880,000)	36,665,000	900,000
Wastewater Revenue Bonds	15,370,000	-	(1,840,000)	13,530,000	1,970,000
Solid Waste Revenue Bonds	8,495,000	-	(900,000)	7,595,000	945,000
Municipal Recreation Complex Revenue	7,345,000	-	(980,000)	6,365,000	1,025,000
Railyard Refunding Bonds	8,535,000	-	(665,000)	7,870,000	700,000
Market Station Bonds	4,430,000	-	(170,000)	4,260,000	175,000
New Mexico Finance Rail yard Loans	1,040,200	-	(78,077)	962,123	82,408
New Mexico Finance Transit Loans	3,270,193	-	(276,320)	2,993,873	277,480
New Mexico Finance Water Loans	2,401,839	-	(105,157)	2,296,682	107,260
New Mexico Finance Water Loans	11,218,201	-	(702,046)	10,516,155	716,122
New Mexico Finance College Loans	26,375,000	-	(715,000)	25,660,000	745,000
Add. Deferred Amount (prem./disc.)	9,238,722	5,006,802	(3,184,048)	11,061,476	745,928
Compensated Absences	2,231,772	1,215,797	(1,297,261)	2,150,308	48,341
Business - Type Activity	\$ 231,425,927	\$ 42,887,599	\$ (102,087,909)	\$ 172,225,617	\$ 9,767,540

Internal Service Funds predominantly serve governmental funds. Accordingly, long-term liabilities for these are included as part of the above totals for governmental activities. At year end, \$71,616 of internal service funds compensated absences is included in the above amounts. The amount \$129,307 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, 2016, \$34,550,000 of outstanding debt to the New Mexico Finance Authority was considered defeased.

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2016

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, 2016 is as follows:

Condensed Statement of Net Position June 30, 2016

	MRC
Assets:	
Current Assets	\$ 182,416
Capital Assets	5,054,110
Deferred Outflows	49,840
Total Assets	5,286,366
Liabilities:	
Current Liabilities	1,872,722
Noncurrent Liabilities	5,972,404
Total Liabilities	7,845,126
Deferred Inflows of resources	5,629
Total deferred inflows	5,629
Net Position:	
Net Investment in Capital Assets	(1,449,171)
Unrestricted	(1,115,218)
Total Net Position	\$ (2,564,389)

City of Santa Fe, New Mexico
Notes to the Financial Statements
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Condensed Statement of Revenues, Expenses, and changes in Net Position June 30, 2016

	MRC
User Fees	\$ 1,163,244
Depreciation	(194,308)
Other Operating Expense	(1,378,605)
Operating Income	(409,669)
Nonoperating Revenues (expenses):	
Investment Earnings	2,938
Intergovernmental	112,741
Interest Expense	(326,249)
Prem(Discount) debt service interest	17,286
Operating Transfers In/Out	1,539,900
Total Nonoperating Revenues (expenses)	1,346,616
Change in Net Position	936,947
Beginning Net Position	(3,501,336)
Ending Net Position	\$ (2,564,389)

Condensed Statement of Cash Flows June 30, 2016

	MRC
Net Cash Provided (used) by:	
Operating Activities	\$ (216,447)
Noncapital Financing Activities	1,758,096
Capital and Related Financing Activities	(1,544,629)
Investing Activities	2,980
Net Increase (decrease)	-
Beginning Cash and Cash Equivalents	-
Ending Cash and Cash Equivalents	\$ -

City of Santa Fe, New Mexico
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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, 2016; such inter-fund premiums did not exceed reimbursable expenditures.

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

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

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

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

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

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

	Beginning of Fiscal Year Liability	Current Year Claims and Changes in Estimates	Claims Payment	Balance at Fiscal Year End
2014-2015				
Risk Management Fund	\$ 2,167,549	\$ 551,740	\$ 957,501	\$ 1,761,788
Santa Fe Health/Dental Fund	2,465,974	17,187,472	17,187,471	2,465,975
Workers' Compensation Fund	4,134,729	1,497,191	1,473,289	4,158,631
	\$ 8,768,252	\$ 19,236,403	\$ 19,618,261	\$ 8,386,394
2015-2016				
Risk Management Fund	\$ 1,761,788	\$ 1,175,338	\$ 1,131,964	\$ 1,805,162
Santa Fe Health/Dental Fund	2,465,975	18,002,262	17,688,854	2,779,383
Workers' Compensation Fund	4,158,631	1,226,040	1,202,138	4,182,533
Unemployment	-	14,808	14,808	-
	\$ 8,386,394	\$ 20,418,448	\$ 20,037,764	\$ 8,767,078

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 Uniform Guidance 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, 2016.

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

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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.

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 87501.

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

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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 retires before the employer's RHCA effective date, in which event the time period required for employee and employer contributions shall become the period of time between the employer's effective date and the date of retirement ; or (2) retirees defined by the Act who retired prior to July 1, 1990; 3) former legislators who served at least two years; and 4) former governing authority member who served at least four years.

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

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

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

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

For employees who are members of an enhanced retirement plan (state police and adult correctional officer coverage plan 1; municipal police member coverage plans 3, 4, and 5; municipal fire member coverage plan 3, 4, and 5; municipal detention officer member coverage plan 1; and members pursuant to the Judicial Retirement Act [10-12B-1 NMSA1978]), during the fiscal year ended June 30, 2016, the statute required each

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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 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, 2016, 2015, and 2014 were \$1,341,573, \$1,335,614 and \$1,316,748 equal to the required contribution.

E. Pension plan – Public Employers Retirement Association

General Information about the Pension Plan

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

PERA issues a publicly available financial report and a comprehensive annual financial report that can be obtained at <http://saonm.org> using the Audit Report Search function for agency 366.

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

http://osanm.org/media/audits/366_Public_Employees_Retirement_Association_FY2015.pdf

Contributions. The contribution requirements of defined benefit plan members and the City of Santa Fe are established in state statute under Chapter 10, Article 11, NMSA 1978. The contribution requirements may be amended by acts of the legislature. For the employer and

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employee contribution rates in effect for FY15 for the various PERA coverage options, for both Tier I and Tier II, see the tables available in the note disclosures on pages 29 through 32 of the PERA FY15 annual audit report at

http://osanm.org/media/audits/366_Public_Employees_Retirement_Association_FY2015.pdf

The PERA coverage options that apply to City of Santa Fe are: Municipal General Division, Municipal Police Division and Municipal Fire Division. Statutorily required contributions to the pension plan from the City of Santa Fe were \$7,646,340 for the year ended June 30, 2016.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: The PERA pension liability amounts, net pension liability amounts, and sensitivity information were based on an annual actuarial valuation performed as of June 30, 2014. The PERA pension liability amounts for each division were rolled forward from the valuation date to the Plan year ending June 30, 2015, using generally accepted actuarial principles. Therefore, the employer's portion was established as of the measurement date June 30, 2015.

The assets of the PERA fund are held in one trust, but there are six distinct membership groups (municipal general members, municipal police members, municipal fire members, state general members, state police members and legislative members) for whom separate contribution rates are determined each year pursuant to chapter 10, Article 11 NMSA 1978. Therefore, the calculations of the net pension liability, pension expense and deferred inflows and outflows were performed separately for each of the membership groups: municipal general members; municipal police members; municipal fire members; state general members; state police members and legislative members. City of Santa Fe's proportion of the net pension liability for each membership group that the employer participates in is based on the employer contributing entity's percentage of that membership group's total employer contributions for the fiscal year ended June 30, 2015. Only employer contributions for the pay period end dates that fell within the period of July 1, 2014 to June 30, 2015 were included in the total contributions for a specific employer. Regular and any adjustment contributions that applied to FY 2015 are included in the total contribution amounts. In the event that an employer is behind in reporting to PERA its required contributions, an estimate (receivable) was used to project the unremitted employer contributions. This allowed for fair and consistent measurement of the contributions with the total population. This methodology was used to maintain consistent measurement each year in determining the percentages to be allocated among all the participating employers.

Employer Pickup

During March 2016, Governmental Accounting Standards Board (GASB) issued Statement No. 82, Pension Issues, which clarifies that payments made by an employer to satisfy member contribution requirements should be classified as member contributions for purposes of GASB Statement No. 67. As encouraged by GASB No. 82, PERA has adopted the Statement

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2016

as of June 30, 2015. As such, PERA's FY 2015 financial statements no longer contain a line item for the employer paid member contributions that met the prior GASB No. 67 requirement and those member contributions that were required to be separately classified in FY 2014 as paid by the employer are included as member contributions for FY 2015. See Note 12 in PERA's FY 15 Financial Statements for detailed Net Pension Liability information. For purposes of applying GASBS 68 for fiscal year ending June 30, 2016 amounts paid by the City to satisfy member contributions requirements in the previous year and recorded as deferred outflow for contributions subsequent to the measurement date totaling \$6,911,517 have been reclassified as pension expense for fiscal year ending June 30, 2016. This amount is not included in PERA schedule of employer pension amounts.

Reallocation of Deferred Amounts Due to Changes in proportion

In fiscal year 2015 the beginning deferred inflows and outflows were reclassified due to the employer's change in proportion for fiscal year 2015. The total reallocation of deferred inflows and outflows increased pension expense by \$239,399 for fiscal year ending June 30, 2016. This amount is not included in PERA schedule of employer pension amounts.

For PERA Fund Municipal General Division, at June 30, 2016, City of Santa Fe reported a liability of \$55,705,113 for its proportionate share of the net pension liability. At June 30, 2015, City of Santa Fe's proportion was 5.4635 percent, which decreased from the prior year percentage of 5.4669 percent as of June 30, 2014.

For the year ended June 30, 2016, City of Santa Fe recognized PERA Fund Municipal General Division pension expense of \$2,125,438. At June 30, 2016, City of Santa Fe reported PERA Fund Municipal General Division deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions	\$ -	\$ 21,703
Change in proportion	-	20,253
Net difference between projected and actual earnings on pension plan investments	-	176,212
Changes in experience		1,233,893
City of Santa Fe's contributions subsequent to the measurement date	4,167,061	-
Total	\$ 4,167,061	\$ 1,452,061

\$4,167,061 reported as deferred outflows of resources related to pensions resulting from City of Santa Fe's contributions subsequent to the measurement date June 30, 2015 will be recognized as a reduction of the net pension liability in the year ended June 30, 2017. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2016

Year ended June 30:	
2017	\$ (1,479,458)
2018	(1,479,458)
2019	(1,479,458)
2020	2,990,363
2021	(4,050)
Thereafter	-

For PERA Fund Municipal Police Division, at June 30, 2016, City of Santa Fe reported a liability of \$22,640,627 for its proportionate share of the net pension liability. At June 30, 2015, City of Santa Fe's proportion was 4.7084 percent which decreased from the prior year proportion of 4.7819 percent, as of June 30, 2014.

For the year ended June 30, 2016, City of Santa Fe recognized PERA Fund Municipal Police Division pension expense of \$1,442,648. At June 30, 2016, City of Santa Fe reported PERA Fund Municipal Police Division deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions	\$ -	\$ 936,689
Change in proportion		182,959
Net difference between projected and actual earnings on pension plan investments	-	62,803
Changes in experience	1,582,034	-
City of Santa Fe's contributions subsequent to the measurement date	1,682,505	-
Total	<u>\$ 3,264,539</u>	<u>\$ 1,182,451</u>

\$1,682,505 reported as deferred outflows of resources related to pensions resulting from City of Santa Fe's contributions subsequent to the measurement date June 30, 2015 will be recognized as a reduction of the net pension liability in the year ended June 30, 2017. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2017	229,373
2018	229,373
2019	229,376
2020	(1,124,292)
2021	36,590

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2016

For PERA Fund Municipal Fire Division, at June 30, 2016, City of Santa Fe reported a liability of \$35,553,318 for its proportionate share of the net pension liability. At June 30, 2015, City of Santa Fe's proportion was 6.8886 percent which decreased from the prior year proportion of 7.1658 percent as of June 30, 2014.

For the year ended June 30, 2016, City of Santa Fe recognized PERA Fund Municipal Fire Division pension expense of \$3,134,104. At June 30, 2016, City of Santa Fe reported PERA Fund Municipal Fire Division deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions	\$ 749,854	
Change in proportion	-	883,501
Net difference between projected and actual earnings on pension plan investments	-	42,766
Changes in experience	1,400,164	
City of Santa Fe's contributions subsequent to the measurement date	1,796,774	-
Total	\$ 3,946,792	\$ 926,267

\$1,796,774 reported as deferred outflows of resources related to pensions resulting from City of Santa Fe's contributions subsequent to the measurement date June 30, 2015 will be recognized as a reduction of the net pension liability in the year ended June 30, 2017. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2017	(245,487)
2018	(245,487)
2019	(245,487)
2020	(663,990)
2021	176,700
Thereafter	-

Actuarial assumptions. As described above, the PERA Fund member group pension liabilities and net pension liabilities are based on actuarial valuations performed as of June 30, 2014 for each of the membership groups. Then each PERA Fund member group pension liability was rolled forward from the valuation date to the Plan year ending June 30, 2015 using generally accepted actuarial principles. There were no significant events or changes in benefit provisions that required an adjustment to the roll-forward liabilities as of June 30, 2015. These actuarial methods and assumptions were adopted by the Board for use in the June 30, 2015 actuarial valuation.

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2016

Actuarial valuation date	June 30, 2014
Actuarial cost method	Entry age normal
Amortization method	Level percentage of pay, open
Amortization period	Solved for based on statutory rates
Asset valuation method	Fair value
Actuarial assumptions:	
Investment rate of return	7.75% annual rate, net of investment expense
Projected benefit payment	100 years
Payroll growth	3.50% annual rate
Projected salary increases	3.50 to 14.25% annual rate
Includes inflation at	3.00% annual rate
Mortality assumptions	RP-2000 mortality tables (combined table for healthy post-retirements, Employee table for active members, and disabled table for disabled retirees before retirement age) with projections to 2018 using Scale AA.
Experience study date	July 1, 2008 to June 30, 2013

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

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

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

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2016

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

PERA Fund Municipal General Division	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
City of Santa Fe's proportionate share of the net pension liability	\$ 94,843,709	\$ 55,705,113	\$ 23,164,036
PERA Fund Municipal Police Division	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
City of Santa Fe's proportionate share of the net pension liability	\$ 37,389,630	\$ 22,640,627	\$ 10,541,449
PERA Fund Municipal Fire Division	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
City of Santa Fe's proportionate share of the net pension liability	\$ 48,219,105	\$ 35,553,318	\$ 25,114,993

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued FY15 PERA financial report. The report is available at http://osanm.org/media/audits/366_Public_Employees_Retirement_Association_FY2015.pdf

Payables to the pension plan. There were no amounts owed to PERA at June 30, 2016. Contractually required contributions are remitted to PERA monthly for the previous month's withholdings. Accrued payroll includes the employer's portion of retirement contributions related to employee services rendered as of June 30, 2016 but paid in July 2016.

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2016

F. Conduit debt obligations

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

No conduit bonds were issued by the City during Fiscal Year 2015-16. As of June 30, 2016, there were three series of Industrial Revenue Bonds authorized and outstanding.

G. Subsequent Events

The date to which events occurring after June 30, 2016, the date of the most recent statement of net position, have been evaluated for possible adjustment to the financial statements or disclosures is December 12, 2016 which is the date on which the financial statements were issued.

- The City redeemed the Gross Receipts Tax Refunding Revenue Bonds, Senior Lien Series 2006B in the amount of \$7,638,365.50. The City issued Gross Receipts Senior Lien Refunding Revenue Bonds, 2016A in the par amount of \$6,700,000 and placed them with the New Mexico Finance Authority, which is rated AAA. The remainder of the redemption was paid from the reoffering premium of \$1,011,834.85.
- The City redeemed the Gross Receipts Tax Refunding Revenue Bonds, Senior Lien Series 2008 in the amount of \$25,362,776.70. The City issued Gross Receipts Senior Lien Refunding Revenue Bonds, Series 2016B in the par amount of \$21,900,000 and placed them with the New Mexico Finance Authority, which is rated AAA. The remainder of the redemption was paid from the reoffering premium of \$3,702,623.45.
- The City redeemed the Gross Receipts Tax/ Wastewater System Improvement Revenue Bonds, Subordinate Lien Series 2006C in the amount of \$10,489,168.30. The City issued Subordinate Lien Gross Receipts Tax Refunding Revenue Bonds, Subordinate Lien Series 2016C in the par amount of \$9,480,000 and placed them with the New Mexico Finance Authority, which is rated AAA. The remainder of the redemption was paid from the reoffering premium of \$ 1,164,425.35.
- The City redeemed the City's PPRF Land Acquisition Loan, Series 2008 in the amount of \$ 2,334,201.70. The City issued Subordinate Lien Gross Receipts Tax Refunding Revenue Bonds, Series 2016D in the par amount of \$2,020,000 and placed them with the New Mexico Finance Authority, which is rated AAA. The remainder of the redemption was paid from the reoffering premium of \$347,311.00.

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2016

H. New Accounting Standards

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

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

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

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

In December 2015, GASB Statement No. 78 *Pensions Provided through Certain Multiple-Employer Defined Benefit Pension Plan* was issued. Effective Date: The requirements of this Statement are effective for reporting periods beginning after December 15, 2015. Earlier application is encouraged. The City is still evaluating how this pronouncement will affect the financial statements.

In January 2016, GASB Statement No. 80 *Blending Requirements for Certain Component Units*-an amendment of GASB Statement No. 14 was issued. Effective Date: The requirements of this Statement are effective for reporting periods beginning after June 15, 2016. Earlier application is encouraged. The City is still evaluating how this pronouncement will affect the financial statements.

In March 2016, GASB Statement No. 81 *Irrevocable Split-Interest Agreements* was issued. Effective Date: The requirements of this Statement are effective for reporting periods beginning after December 15, 2016. Earlier application is encouraged. The City is still evaluating how this pronouncement will affect the financial statements.

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2016

In November 2016, GASB Statement No. 83 Certain Asset Retirement Obligations was issued. Effective Date: The requirements of this Statement are effective for reporting periods beginning after June 15, 2018. Earlier application is encouraged. The City is still evaluating how this pronouncement will affect the financial statements.

I. Net Position Restatement

The City has recorded a prior period adjustment in the amount of \$2,682,896 to record Construction in progress for Enterprise Funds for Fiscal Year ending June 30, 2015.

REQUIRED SUPPLEMENTARY INFORMATION

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

	2016 Measurement Date As of and for the Year Ended June 30, 2015	2015 Measurement Date As of and for the Year Ended June 30, 2014
City of Santa Fe's proportion of the net pension liability	5.4635%	5.4669%
City of Santa Fe's proportionate share of the net pension liability	\$55,705,113	\$42,647,687
City of Santa Fe's covered-employee payroll	\$45,329,706	\$44,378,612
City of Santa Fe's proportionate share of the net pension liability as a percentage of its covered-employee payroll	122.89%	96.10%
Plan fiduciary net position as a percentage of the total pension liability	76.99%	81.29%

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

See independent auditors' report
See notes to required supplementary information

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

	2016 Measurement Date As of and for the Year Ended June 30, 2015	2015 Measurement Date As of and for the Year Ended June 30, 2014
City of Santa Fe's proportion of the net pension liability	4.7084%	4.7819%
City of Santa Fe's proportionate share of the net pension liability	\$22,640,627	\$15,588,474
City of Santa Fe's covered-employee payroll	\$ 9,228,017	\$ 9,209,308
City of Santa Fe's proportionate share of the net pension liability as a percentage of its covered-employee payroll	245.35%	169.27%
Plan fiduciary net position as a percentage of the total pension liability	76.99%	81.29%

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

See independent auditors' report
See notes to required supplementary information

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

	2016 Measurement Date As of and for the Year Ended <u>June 30, 2015</u>	2015 Measurement Date As of and for the Year Ended <u>June 30, 2014</u>
City of Santa Fe's proportion of the net pension liability	6.8886%	7.1658%
City of Santa Fe's proportionate share of the net pension liability	\$35,553,318	\$29,910,003
City of Santa Fe's covered-employee payroll	\$ 7,848,819	\$ 7,981,492
City of Santa Fe's proportionate share of the net pension liability as a percentage of its covered-employee payroll	452.98%	374.74%
Plan fiduciary net position as a percentage of the total pension liability	76.99%	81.29%

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

See independent auditors' report
See notes to required supplementary information

STATE OF NEW MEXICO
City of Santa Fe
Schedule of Employer Contributions
Public Employees Retirement Association (PERA) Plan
PERA Municipal General Division
Last 10 Fiscal Years*

	<u>As of and for the Year Ended June 30, 2016</u>	<u>As of and for the Year Ended June 30, 2015</u>
Contractually required contributions	\$4,167,065	\$8,958,197
Contributions in relation to the contractually required contribution	(4,167,065)	(8,958,197)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
City of Santa Fe's covered-employee payroll	\$45,175,990	\$ 45,329,706
Contributions as a percentage of covered-employee payroll	9%	20%

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

See independent auditors' report
See notes to required supplementary information

STATE OF NEW MEXICO
City of Santa Fe
Schedule of Employer Contributions
Public Employees Retirement Association (PERA) Plan
PERA Municipal Police Division
Last 10 Fiscal Years*

	As of and for the Year Ended June 30, 2016	As of and for the Year Ended June 30, 2015
Contractually required contributions	\$1,682,505	\$2,975,446
Contributions in relation to the contractually required contribution	(1,682,505)	(2,975,446)
Contribution deficiency (excess)	\$ -	\$ -
City of Santa Fe's covered-employee payroll	\$8,900,280	\$9,228,017
Contributions as a percentage of covered-employee payroll	19%	32%

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

See independent auditors' report
See notes to required supplementary information

STATE OF NEW MEXICO
City of Santa Fe
Schedule of Employer Contributions
Public Employees Retirement Association (PERA) Plan
PERA Municipal Fire Division
Last 10 Fiscal Years*

	<u>As of and for the Year Ended June 30, 2016</u>	<u>As of and for the Year Ended June 30, 2015</u>
Contractually required contributions	\$1,796,774	\$2,740,053
Contributions in relation to the contractually required contribution	(1,796,774)	(2,740,053)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
City of Santa Fe's covered-employee payroll	\$8,275,101	\$7,848,819
Contributions as a percentage of covered-employee payroll	22%	35%

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

See independent auditors' report
See notes to required supplementary information

See notes to required supplementary information
Notes to Required Supplementary Information
June 30, 2016

Changes of benefit terms. The PERA Fund COLA and retirement eligibility benefits changes in recent years are described in Note 1 on pages 40-42 of the PERA FY15 audit available at http://osanm.org/media/audits/366_Public_Employees_Retirement_Association_FY2015.pdf.

Changes of assumptions. The Public Employees Retirement Association (PERA) of the NEW Mexico Annual Actuarial Valuation as of June 30, 2015 is available at <http://www.nmpera.org/assets/uploads/downloads/retirement-fund-valuation-reports/6-30-2015-PERA-Valuation-Report-FINAL.pdf>. See Appendix B on pages 53-61 of the report which summarizes actuarial assumptions and methods effective with the June 30, 2014 valuation.

Changes in assumptions resulted in a decrease of \$91.8 million to the total pension liability for the PERA Fund and an increase of 0.42% to the funded ratio for the year ended June 30, 2015. See more details of actuarial methods and assumptions on Note 2 on page 34 of PERA's Schedule of Employer Allocations and Pension amounts at [http://osanm.org/media/audits/366-B PERA Schedule of Employer Allocations FY2015.pdf](http://osanm.org/media/audits/366-B_PERA_Schedule_of_Employer_Allocations_FY2015.pdf)

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Supplementary Information

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Nonmajor Governmental Funds Special Revenue Funds

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

CITY OF SANTA FE, NEW MEXICO
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2016

	Special Revenue	Capital Projects	Totals
Assets			
Cash, investments and cash equivalents	\$ 17,308,895	\$ 23,524,208	\$ 40,833,103
Restricted cash, cash equivalents and investments:			
Restricted for endowment	250,000	-	250,000
Receivables:			
State-shared taxes	2,672,587	-	2,672,587
Property taxes	51,856	-	51,856
Grants	1,006,860	2,970,543	3,977,403
Interest	10,672	17,815	28,487
Other receivables (net of allowances)	3,507,438	-	3,507,438
Due from other funds	613,804	-	613,804
Total assets	\$ 25,422,112	\$ 26,512,566	\$ 51,934,678
Liabilities, Deferred Inflows of Resources and Fund Balances			
Liabilities:			
Accounts payable	\$ 1,236,201	\$ 2,544,141	\$ 3,780,342
Accrued wages payable	461,513	39,869	501,382
Compensated absences payable	51,289	-	51,289
Due to other funds	1,466,587	-	1,466,587
Other current liabilities	756,954	100,000	856,954
Total current liabilities	3,972,544	2,684,010	6,656,554
Deferred inflows of resources:			
Unavailable revenues	2,180,911	-	2,180,911
Total deferred inflows of resources	2,180,911	-	2,180,911
Fund balance Non-spendable	250,000	-	250,000
Fund balance Spendable:			
Restricted	16,599,874	18,889,387	35,489,261
Committed	1,311,953	-	1,311,953
Assigned	1,301,082	4,939,169	6,240,251
Unassigned	(194,252)	-	(194,252)
Total fund balances	19,268,657	23,828,556	43,097,213
Total liabilities, deferred inflows of resources, and fund balance	\$ 25,422,112	\$ 26,512,566	\$ 51,934,678

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, 2016

	Special Revenue	Capital Projects	Totals
Revenues:			
Taxes:			
Gross receipts	\$ 17,031,478	\$ -	\$ 17,031,478
Motor	-	1,276,598	1,276,598
Lodgers	9,664,653	-	9,664,653
Property	3,126,859	-	3,126,859
Franchise	18,915	-	18,915
Intergovernmental revenues	6,445,080	5,827,577	12,272,657
Fees and charges for services	4,371,667	-	4,371,667
Rents, royalties and concessions	280,523	-	280,523
Investment income	77,319	138,834	216,153
Land sales	419,439	-	419,439
Other revenues	351,004	103,935	454,939
Total revenues	41,786,937	7,346,944	49,133,881
Expenditures:			
Current:			
General government	6,184,555	207,565	6,392,120
Public safety	8,063,446	-	8,063,446
Public works	2,218,312	1,259,073	3,477,385
Community development	6,152,894	239,436	6,392,330
Culture and recreation	3,188,397	886,513	4,074,910
Total current expenditures	25,807,604	2,592,587	28,400,191
Capital outlay:			
General government	21,486	1,760,615	1,782,101
Public safety	3,196,538	-	3,196,538
Public works	1,507	8,368,971	8,370,478
Community development	633,102	841,817	1,474,919
Culture and recreation	31,447	1,922,265	1,953,712
Total capital outlay expenditures	3,884,080	12,893,668	16,777,748
Total expenditures	29,691,684	15,486,255	45,177,939
Excess (deficiency) of revenues over expenditures	12,095,253	(8,139,311)	3,955,942
Other financing sources (uses):			
Transfers in	8,159,375	1,248,129	9,407,504
Transfers out	(19,301,942)	(83,956)	(19,385,898)
Total other financing sources (uses)	(11,142,567)	1,164,173	(9,978,394)
Net change in fund balances	952,686	(6,975,138)	(6,022,452)
Fund balances, beginning of year	18,315,971	30,803,694	49,119,665
Fund balances, end of year	\$ 19,268,657	\$ 23,828,556	\$ 43,097,213

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CITY OF SANTA FE, NEW MEXICO
Combining Balance Sheet
Nonmajor Governmental Funds
Special Revenue Funds
June 30, 2016

	Assets								Accounts Payable	Accrued Wages Payable
	Cash, Investments and Cash Equivalents	Taxes Receivable	Property Taxes Receivable	Grants Receivable	Interest Receivable	Other Receivables	Due from Other Funds	Total Assets		
Primary Government:										
General Government:										
Capital Equipment Reserve	\$ 233,633	\$ -	\$ -	\$ -	\$ 139	\$ -	\$ -	\$ 233,772	\$ 3,505	\$ -
Franchise Fee	-	9,517	-	-	-	-	-	9,517	10,730	-
Economic Development	574,464	67,405	-	-	270	58,746	-	700,885	98,013	2,947
Lodgers' Tax Fund	3,293,335	-	-	-	2,359	984,142	-	4,279,836	542,224	55,874
Public Campaign	664,554	-	-	-	436	-	-	664,990	-	-
Santa Fe Business Incubator	33,290	-	-	-	22	-	-	33,312	-	-
1/2 % Gross Receipts Tax	1,984,222	1,924,616	-	-	1,367	-	-	3,910,205	-	-
Total General Government	6,783,498	2,001,538	-	-	4,593	1,042,888	-	9,832,517	654,472	58,821
Public Safety:										
Animal Services	108,168	-	-	-	71	-	-	108,239	-	-
Emergency Service Grants	223,446	-	25,928	68,899	538	-	-	318,811	4,798	75,050
Environmental Services	396,193	-	-	231,546	37	-	-	627,776	-	23,001
Law Enforcement Grants	2,626,628	318,140	25,928	148,573	826	201,321	-	3,321,416	151,182	70,784
Total Public Safety	3,354,435	318,140	51,856	449,018	1,472	201,321	-	4,376,242	155,980	168,835
Public Works:										
Resource Conservation	1,810	-	-	-	-	-	-	1,810	-	-
City Drainage Projects	-	-	-	-	-	139,045	-	139,045	206	39,095
Impact Fee Projects	2,565,022	-	-	-	1,655	-	-	2,566,677	-	-
Transportation Grants	204,080	-	-	202,857	116	-	-	407,053	46,763	8,911
Total Public Works	2,770,912	-	-	202,857	1,771	139,045	-	3,114,585	46,969	48,006
Community Development:										
Community Development Grants	1,067,926	143,291	-	153,348	671	-	-	1,365,236	204,135	3,642
Senior Citizen Grants	341,714	-	-	159,259	-	4,035	-	505,008	19,858	78,771
Total Community Development	1,409,640	143,291	-	312,607	671	4,035	-	1,870,244	223,993	82,413
Culture and Recreation:										
Historic Preservation Grant	157,272	-	-	-	96	-	-	157,368	-	-
Library	378,082	-	-	10,935	211	-	-	389,228	7,828	18,790
NEA Grants	9,897	-	-	-	-	-	-	9,897	8,897	-
Plaza Use	131,542	-	-	-	88	-	-	131,630	-	-
Public Facilities Purchase	56,863	-	-	-	39	-	-	56,902	-	-
Quality of Life Project	237,170	-	-	-	169	-	-	237,339	9,175	-
Recreation Grants	1,150,589	209,618	-	31,443	775	-	-	1,392,425	128,039	84,648
Land Development	1,002,140	-	-	-	710	2,120,149	613,804	3,736,803	-	-
Special Recreation Leagues	116,855	-	-	-	77	-	-	116,932	848	-
Total Culture and Recreation	3,240,410	209,618	-	42,378	2,165	2,120,149	613,804	6,228,524	154,787	103,438
Totals - June 30, 2016	\$ 17,558,895	\$ 2,672,587	\$ 51,856	\$ 1,006,860	\$ 10,672	\$ 3,507,438	\$ 613,804	\$ 25,422,112	\$ 1,236,201	\$ 461,513

Liabilities, Deferred Inflows of Resources					Fund Balance Spendable					Total Liabilities, Deferred Inflows of Resources and Fund Balance	
Compensated Absences Payable	Due to Other Funds	Deferred Inflows Unavailable Revenue	Other Current Liabilities	Total Liabilities, Deferred Inflows of Resources and	Non-Spendable	Restricted	Committed	Assigned	Unassigned	Total Fund Balances	Total Liabilities, Deferred Inflows of Resources and Fund Balance
\$ -	\$ -	\$ -	\$ -	\$ 3,505	\$ -	\$ -	\$ 230,267	\$ -	\$ -	\$ 230,267	\$ 233,772
-	2,365	-	-	13,095	-	-	-	-	(3,578)	(3,578)	9,517
-	-	60,762	404,600	566,322	-	-	-	134,563	-	134,563	700,885
-	-	-	2,600	600,698	-	3,679,138	-	-	-	3,679,138	4,279,836
-	-	-	-	-	-	-	664,990	-	-	664,990	664,990
-	-	-	-	-	-	33,312	-	-	-	33,312	33,312
-	-	-	-	-	-	3,910,205	-	-	-	3,910,205	3,910,205
-	2,365	60,762	407,200	1,183,520	-	7,622,656	895,257	134,563	(3,578)	8,648,897	9,832,517
-	-	-	-	-	-	108,239	-	-	-	108,239	108,239
-	-	-	-	79,848	-	238,963	-	-	-	238,963	318,811
-	-	-	-	23,801	-	-	-	604,775	-	604,775	627,776
41,847	-	-	36,280	300,093	-	3,021,323	-	-	-	3,021,323	3,321,416
41,847	-	-	36,280	402,942	-	3,368,525	-	604,775	-	3,973,300	4,376,242
-	-	-	-	-	-	-	-	1,810	-	1,810	1,810
-	290,418	-	-	329,719	-	-	-	-	(190,674)	(190,674)	139,045
-	-	-	12,000	12,000	-	2,554,677	-	-	-	2,554,677	2,566,677
-	-	-	-	55,674	-	351,379	-	-	-	351,379	407,053
-	290,418	-	12,000	397,393	-	2,906,056	-	1,810	(190,674)	2,717,192	3,114,585
-	-	-	301,474	509,251	-	855,985	-	-	-	855,985	1,365,236
9,442	-	-	-	108,071	-	396,937	-	-	-	396,937	505,008
9,442	-	-	301,474	617,322	-	1,252,922	-	-	-	1,252,922	1,870,244
-	-	-	-	-	-	157,368	-	-	-	157,368	157,368
-	-	-	-	26,618	250,000	112,610	-	-	-	362,610	389,228
-	-	-	-	8,897	-	-	-	1,000	-	1,000	9,897
-	-	-	-	-	-	-	131,630	-	-	131,630	131,630
-	-	-	-	-	-	-	58,902	-	-	58,902	58,902
-	-	-	-	9,175	-	-	228,164	-	-	228,164	237,339
-	-	-	-	212,687	-	1,179,738	-	-	-	1,179,738	1,392,425
-	1,173,804	2,120,149	-	3,293,953	-	-	-	442,850	-	442,850	3,736,803
-	-	-	-	848	-	-	-	116,084	-	116,084	116,932
-	1,173,804	2,120,149	-	3,552,178	250,000	1,449,716	416,696	559,934	-	2,676,346	6,228,524
\$ 51,289	\$ 1,466,587	\$ 2,180,911	\$ 756,954	\$ 6,153,455	\$ 250,000	\$ 16,599,874	\$ 1,311,953	\$ 1,301,082	\$ (194,252)	\$ 19,268,657	\$ 25,422,112

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, 2016

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	\$ -	\$ -	\$ -	\$ -	786	\$ 150,706	\$ 25,429	\$ 176,921
Mortgage Refund Residual	-	-	-	-	12	-	-	12
Franchise Fee	18,915	-	-	-	-	-	-	18,915
Economic Development	476,238	-	400,733	225,609	1,462	-	2,000	1,106,042
Lodger's Tax Fund	9,664,653	10,000	1,449	-	17,773	-	135,775	9,829,650
400th Anniversary	-	-	-	-	-	-	-	-
Public Campaign	-	-	-	-	2,877	-	7,626	10,503
Santa Fe Business Incubator	-	-	-	-	155	-	-	155
1/2% Gross Receipts Tax	12,323,000	-	-	-	11,599	-	-	12,334,599
Total General Government	22,482,806	10,000	402,182	225,609	34,664	150,706	170,830	23,476,797
Public Safety:								
Animal Services	-	-	50,910	-	584	-	-	51,494
Emergency Service Grants	1,532,503	1,185,207	-	-	4,430	-	77,184	2,799,324
Environmental Services	-	637,216	32,375	-	246	-	-	669,837
Law Enforcement Grants	3,569,997	457,326	1,181,623	-	5,506	252,654	77,428	5,544,534
Total Public Safety	5,102,500	2,279,749	1,264,908	-	10,766	252,654	154,612	9,065,189
Public Works:								
Resource Conservation	-	-	-	-	-	-	-	-
City Drainage Projects	-	-	1,428,446	-	-	-	-	1,428,446
Impact Fee Projects	-	-	866,402	-	11,189	-	-	877,591
Transportation Grants	-	468,872	-	-	797	-	-	469,669
Total Public Works	-	468,872	2,294,848	-	11,986	-	-	2,775,706
Community Development:								
Community Development Grants	916,356	1,385,781	206,136	-	4,550	-	10,414	2,523,237
Senior Citizen Grants	-	1,983,146	50,015	-	-	16,079	15,148	2,064,388
Total Community Development	916,356	3,368,927	256,151	-	4,550	16,079	25,562	4,587,625
Culture and Recreation:								
Historic Preservation Grant	-	25,889	16,557	-	655	-	-	43,101
Library	-	226,999	2,569	-	1,834	-	-	231,402
NEA Grants	-	-	-	-	-	-	-	-
Plaza Use	-	-	44,437	-	595	-	-	45,032
Public Facilities Purchase	-	-	-	-	266	-	-	266
Quality of Life Project	-	-	-	-	1,143	-	-	1,143
Recreation Grants	1,340,243	64,644	90,015	-	4,834	-	-	1,499,736
Land Development	-	-	-	-	5,485	-	-	5,485
Special Recreation Leagues	-	-	-	54,914	541	-	-	55,455
Total Culture and Recreation	1,340,243	317,532	153,578	54,914	15,353	-	-	1,881,620
Totals - June 30, 2016	\$ 29,841,905	\$ 6,445,080	\$ 4,371,667	\$ 280,523	\$ 77,319	\$ 419,439	\$ 351,004	\$ 41,786,937

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
\$ 38,187	\$ 9,449	\$ 47,636	\$ 129,285	\$ -	\$ -	\$ 129,285	\$ 100,982	\$ 230,267
-	-	-	12	-	(8,428)	(8,416)	8,416	-
13,333	-	13,333	5,582	-	(6,667)	(1,085)	(2,493)	(3,578)
926,621	4,009	930,630	175,412	621,145	(20,000)	776,557	(641,994)	134,563
5,130,948	8,028	5,138,976	4,690,674	2,180	(4,937,777)	(244,923)	3,924,061	3,679,138
-	-	-	-	-	(154)	(154)	154	-
75,053	-	75,053	(64,550)	150,000	-	85,450	579,540	664,990
-	-	-	155	-	-	155	33,157	33,312
413	-	413	12,334,186	-	(12,069,790)	264,396	3,645,809	3,910,205
6,184,555	21,486	6,206,041	17,270,756	773,325	(17,042,816)	1,001,265	7,647,632	8,648,897
7,524	82,904	90,428	(38,934)	-	-	(38,934)	147,173	108,239
3,312,529	1,249,533	4,562,062	(1,762,738)	1,300,978	(132,361)	(594,121)	833,084	238,963
424,480	17,822	442,302	227,535	-	-	227,535	377,240	604,775
4,318,913	1,846,279	6,165,192	(620,658)	1,254,024	(886,048)	(252,682)	3,274,005	3,021,323
8,063,446	3,196,538	11,259,984	(2,194,795)	2,555,002	(1,018,409)	(658,202)	4,631,502	3,973,300
-	-	-	-	-	-	-	1,810	1,810
1,681,896	-	1,681,896	(253,450)	280,671	-	27,221	(217,895)	(190,674)
289	-	289	877,302	3,737	(326,945)	554,094	2,000,583	2,554,677
536,127	1,507	537,634	(67,965)	125,205	-	57,240	294,139	351,379
2,218,312	1,507	2,219,819	555,887	409,613	(326,945)	638,555	2,078,637	2,717,192
2,525,537	-	2,525,537	(2,300)	11,019	-	8,719	847,266	855,985
3,627,357	633,102	4,260,459	(2,196,071)	2,205,361	-	9,290	387,647	396,937
6,152,894	633,102	6,785,996	(2,198,371)	2,216,380	-	18,009	1,234,913	1,252,922
39,956	-	39,956	3,145	10,000	(10,000)	3,145	154,223	157,368
1,120,575	28,447	1,149,022	(917,620)	971,728	-	54,108	308,502	362,610
65,250	-	65,250	(65,250)	66,327	-	1,077	(77)	1,000
24,866	-	24,866	20,166	-	-	20,166	111,464	131,630
-	-	-	266	-	-	266	56,636	56,902
198,220	-	198,220	(197,077)	702,000	(526,250)	(21,327)	249,491	228,164
1,682,662	3,000	1,685,662	(185,926)	455,000	-	269,074	910,664	1,179,738
302	-	302	5,183	-	(377,522)	(372,339)	815,189	442,850
56,566	-	56,566	(1,111)	-	-	(1,111)	117,195	116,084
3,188,397	31,447	3,219,844	(1,338,224)	2,205,055	(913,772)	(46,941)	2,723,287	2,676,346
\$ 25,807,604	\$ 3,884,080	\$ 29,691,684	\$ 12,095,253	\$ 8,159,375	\$ (19,301,942)	\$ 952,686	\$ 18,315,971	\$ 19,268,657

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, 2016

	Budgeted Amounts			Variance with Final Budget- Positive (Negative)
	Original	Final	Actual	
Revenues:				
Investment income	\$ 539	\$ 539	\$ 786	\$ 247
Other	-	-	25,429	25,429
Total revenues	539	539	26,215	25,676
Expenditures:				
General government:				
Current	151,961	147,201	38,187	109,014
Capital outlay	6,800	11,560	9,449	2,111
Total expenditures	158,761	158,761	47,636	111,125
Excess (deficiency) of revenues over expenditures	(158,222)	(158,222)	(21,421)	136,801
Other financing sources (uses):				
Sale of capital assets	30,000	30,000	150,706	120,706
Total other financing sources (uses)	30,000	30,000	150,706	120,706
Net change in fund balance	(128,222)	(128,222)	129,285	257,507
Fund balance, beginning of year	100,982	100,982	100,982	-
Fund balance, end of year	\$ (27,240)	\$ (27,240)	\$ 230,267	\$ 257,507

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, 2016

	<u>Budgeted Amounts</u>		Actual	Variance With Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Investment income	\$ -	\$ 13	\$ 12	\$ (1)
Total revenues	-	13	12	(1)
Expenditures:				
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	13	12	(1)
Other financing sources (uses):				
Transfers out	-	(8,429)	(8,428)	1
Total other financing sources (uses)	-	(8,429)	(8,428)	1
Net change in fund balance	-	(8,416)	(8,416)	-
Fund balance, beginning of year	8,416	8,416	8,416	-
Fund balance, end of year	\$ 8,416	\$ -	\$ -	-

* 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, 2016

	Budgeted Amounts			Variance With Final Budget- Positive (Negative)
	Original	Final	Actual	
Revenues:				
Taxes	\$ 20,000	\$ 20,000	\$ 18,915	\$ (1,085)
Total revenues	20,000	20,000	18,915	(1,085)
Expenditures:				
General Government:				
Current	13,333	13,333	13,333	-
Total expenditures	13,333	13,333	13,333	-
Excess (deficiency) of revenues over expenditures	6,667	6,667	5,582	(1,085)
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	-	-	(1,085)	(1,085)
Fund balance, beginning of year	(2,493)	(2,493)	(2,493)	-
Fund balance, end of year	\$ (2,493)	\$ (2,493)	\$ (3,578)	\$ (1,085)

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, 2016

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 456,795	\$ 458,853	\$ 476,238	\$ 17,385
Intergovernmental	5,000	5,000	-	(5,000)
Fees and charges for services	-	400,733	400,733	-
Investment income	-	-	1,462	1,462
Rents, royalties and concessions	240,000	240,000	225,609	(14,391)
Other	-	-	2,000	2,000
Total revenues	701,795	1,104,586	1,106,042	1,456
Expenditures:				
General government:				
Current	1,018,545	1,074,675	926,621	148,054
Capital outlay	-	4,600	4,009	591
Total expenditures	1,018,545	1,079,275	930,630	148,645
Excess (deficiency) of revenues over expenditures	(316,750)	25,311	175,412	150,101
Other financing sources (uses):				
Transfers in	377,522	621,411	621,145	(266)
Transfers out	(20,000)	(20,000)	(20,000)	-
Total other financing sources (uses)	357,522	601,411	601,145	(266)
Net change in fund balance	40,772	626,722	776,557	149,835
Fund balance, beginning of year	(641,994)	(641,994)	(641,994)	-
Fund balance, end of year	\$ (601,222)	\$ (15,272)	\$ 134,563	\$ 149,835

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, 2016

	<u>Budgeted Amounts</u>			Variance With Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Taxes	\$ 9,000,000	\$ 9,000,000	\$ 9,664,653	\$ 664,653
Intergovernmental	1,500	10,150	10,000	(150)
Fees and charges for service	4,500	4,500	1,449	(3,051)
Investment income	97,293	100,543	17,773	(82,770)
Other	103,250	103,250	135,775	32,525
Total revenues	9,206,543	9,218,443	9,829,650	611,207
Expenditures:				
General government:				
Current	5,253,117	5,285,442	5,130,948	154,494
Capital outlay	550	8,500	8,028	472
Total expenditures	5,253,667	5,293,942	5,138,976	154,966
Excess (deficiency) of revenues over expenditures	3,952,876	3,924,501	4,690,674	766,173
Other financing sources (uses):				
Transfers in	-	2,180	2,180	-
Transfers out	(4,529,193)	(4,937,777)	(4,937,777)	-
Total other financing sources (uses)	(4,529,193)	(4,935,597)	(4,935,597)	-
Net change in fund balance	(576,317)	(1,011,096)	(244,923)	766,173
Fund balance, beginning of year	3,924,061	3,924,061	3,924,061	-
Fund balance, end of year	\$ 3,347,744	\$ 2,912,965	\$ 3,679,138	\$ 766,173

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, 2016

	Budgeted Amounts			Variance With Final Budget- Positive (Negative)
	Original	Final	Actual	
Revenues:				
Intergovernmental	\$ -	\$ -	\$ -	-
Total revenues	-	-	-	-
Expenditures:				
General government:				
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	-	-
Other financing sources (uses):				
Transfers out	-	-	(154)	(154)
Total other financing sources (uses)	-	-	(154)	(154)
Net change in fund balance	-	-	(154)	(154)
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, 2016

	Budgeted Amounts		Actual	Variance With Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Investment income	\$ 2,240	\$ 2,240	\$ 2,877	\$ 637
Other	15,000	15,000	7,626	(7,374)
Total revenues	17,240	17,240	10,503	(6,737)
Expenditures:				
General government:				
Current	300,120	300,120	75,053	225,067
Total expenditures	300,120	300,120	75,053	225,067
Excess (deficiency) of revenues over expenditures	(282,880)	(282,880)	(64,550)	218,330
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	(132,880)	(132,880)	85,450	218,330
Fund balance, beginning of year	579,540	579,540	579,540	-
Fund balance, end of year	\$ 446,660	\$ 446,660	\$ 664,990	\$ 218,330

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, 2016

	<u>Budgeted Amounts</u>			Variance With Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Investment income	\$ 150	\$ 150	\$ 155	\$ 5
Total revenues	150	150	155	5
Expenditures:				
General government:				
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	-	-
Net change in fund balance	150	150	155	5
Fund balance, beginning of year	33,157	33,157	33,157	-
Fund balance, end of year	\$ 33,307	\$ 33,307	\$ 33,312	\$ 5

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, 2016

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 11,761,500	\$ 11,761,500	\$ 12,323,000	\$ 561,500
Investment income	7,130	7,130	11,599	4,469
Total revenues	11,768,630	11,768,630	12,334,599	565,969
Expenditures:				
General government:				
Current	644	644	413	231
Total expenditures	644	644	413	231
Excess (deficiency) of revenues over expenditures	11,767,986	11,767,986	12,334,186	566,200
Other financing sources (uses):				
Transfers out	(12,069,790)	(12,069,790)	(12,069,790)	-
Total other financing sources (uses)	(12,069,790)	(12,069,790)	(12,069,790)	-
Net changes in fund balance	(301,804)	(301,804)	264,396	566,200
Fund balance, beginning of year	3,645,809	3,645,809	3,645,809	-
Fund balance, end of year	\$ 3,344,005	\$ 3,344,005	\$ 3,910,205	\$ 566,200

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, 2016

	Budgeted Amounts		Actual	Variance With Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Investment income	\$ -	\$ -	\$ 584	\$ 584
Fees and charges for service	10,000	10,000	13,265	3,265
Fines and forfeitures	26,000	26,000	37,645	11,645
Total revenues	36,000	36,000	51,494	15,494
Expenditures:				
Public Safety:				
Current	10,000	10,000	7,524	2,476
Capital outlay	28,997	103,500	82,904	20,596
Total expenditures	38,997	113,500	90,428	23,072
Excess (deficiency) of revenues over expenditures	(2,997)	(77,500)	(38,934)	38,566
Net change in fund balance	(2,997)	(77,500)	(38,934)	38,566
Fund balance, beginning of year	147,173	147,173	147,173	-
Fund balance, end of year	\$ 144,176	\$ 69,673	\$ 108,239	\$ 38,566

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, 2016

	Budgeted Amounts		Actual	Variance With Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 1,499,600	\$ 1,499,600	\$ 1,532,503	\$ 32,903
Intergovernmental	901,169	1,601,646	1,185,207	(416,439)
Investment income	5,744	5,744	4,430	(1,314)
Other	-	-	77,184	77,184
Total revenues	2,406,513	3,106,990	2,799,324	(307,666)
Expenditures:				
Public safety:				
Current	2,974,484	3,320,215	3,312,529	7,686
Capital outlay	813,074	1,411,749	1,249,533	162,216
Total expenditures	3,787,558	4,731,964	4,562,062	169,902
Excess (deficiency) of revenues over expenditures	(1,381,045)	(1,624,974)	(1,762,738)	(137,764)
Other financing sources (uses):				
Transfers in	1,119,910	1,299,678	1,300,978	1,300
Transfers out	(62,700)	(131,613)	(132,361)	(748)
Total other financing sources (uses)	1,057,210	1,168,065	1,168,617	552
Net changes in fund balance	(323,835)	(456,909)	(594,121)	(137,212)
Fund balance, beginning of year	833,084	833,084	833,084	-
Fund balance, end of year	\$ 509,249	\$ 376,175	\$ 238,963	\$ (137,212)

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, 2016

	Budgeted Amounts		Actual	Variance With Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 609,895	\$ 483,483	\$ 637,216	\$ 153,733
Fees and charges for services	281,396	-	32,375	32,375
Investment income	130	130	246	116
Other	29,000	29,000	-	(29,000)
Total revenues	920,421	512,613	669,837	157,224
Expenditures:				
Public Safety:				
Current	217,322	491,533	424,480	67,053
Capital outlay	1,500	21,250	17,822	3,428
Total expenditures	218,822	512,783	442,302	70,481
Excess (deficiency) of revenues over expenditures	701,599	(170)	227,535	227,705
Net change in fund balance	701,599	(170)	227,535	227,705
Fund balance, beginning of year	377,240	377,240	377,240	-
Fund balance, end of year	\$ 1,078,839	\$ 377,070	\$ 604,775	\$ 227,705

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, 2016

	Budgeted Amounts			Variance With Final Budget- Positive (Negative)
	Original	Final	Actual	
Revenues:				
Taxes	\$ 3,444,600	\$ 3,444,600	\$ 3,569,997	\$ 125,397
Intergovernmental	327,505	492,041	457,326	(34,715)
Fees and charges for services	1,268,770	1,268,770	1,181,623	(87,147)
Investment income	4,802	4,802	5,506	704
Other	82,910	82,910	77,428	(5,482)
Total revenues	5,128,587	5,293,123	5,291,880	(1,243)
Expenditures:				
Public safety:				
Current	4,811,227	4,887,897	4,318,913	568,984
Capital outlay	1,465,186	1,975,445	1,846,279	129,166
Total expenditures	6,276,413	6,863,342	6,165,192	698,150
Excess (deficiency) of revenues over expenditures	(1,147,826)	(1,570,219)	(873,312)	696,907
Other financing sources (uses):				
Sale of capital assets	200,000	200,000	252,654	52,654
Transfers in	1,229,910	1,254,024	1,254,024	-
Transfers out	(864,609)	(886,048)	(886,048)	-
Total other financing sources (uses)	565,301	567,976	620,630	52,654
Net change in fund balance	(582,525)	(1,002,243)	(252,682)	749,561
Fund balance, beginning of year	3,274,005	3,274,005	3,274,005	-
Fund balance, end of year	\$ 2,691,480	\$ 2,271,762	\$ 3,021,323	\$ 749,561

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, 2016

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

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue
City Drainage Projects
GAAP Budgetary Basis
For the Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Fees and charges for services	\$ 1,570,000	\$ 1,570,000	\$ 1,428,446	\$ (141,554)
Total revenues	1,570,000	1,570,000	1,428,446	(141,554)
Expenditures:				
Public works:				
Current	1,556,089	1,556,459	1,681,896	(125,437)
Capital outlay	370	370	-	370
Total expenditures	1,556,459	1,556,829	1,681,896	(125,067)
Excess (deficiency) of revenues over expenditures	13,541	13,171	(253,450)	(266,621)
Other financing sources (uses):				
Transfers in	-	280,671	280,671	-
Total other financing sources (uses)	-	280,671	280,671	-
Net change in fund balance	13,541	293,842	27,221	(266,621)
Fund balance, beginning of year	(217,895)	(217,895)	(217,895)	-
Fund balance, end of year	\$ (204,354)	\$ 75,947	\$ (190,674)	\$ (266,621)

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, 2016

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Fees and charges for services	\$ -	\$ -	\$ 866,402	\$ 866,402
Investment income	7,372	7,372	11,189	3,817
Total revenues	7,372	7,372	877,591	870,219
Expenditures:				
Public works:				
Current	289	289	289	-
Total expenditures	289	289	289	-
Excess (deficiency) of revenues over expenditures	7,083	7,083	877,302	870,219
Other financing sources (uses):				
Transfers in	2,786	3,738	3,737	(1)
Transfers out	-	(326,945)	(326,945)	-
Total other financing sources (uses)	2,786	(323,207)	(323,208)	(1)
Net change in fund balance	9,869	(316,124)	554,094	870,218
Fund balance, beginning of year	2,000,583	2,000,583	2,000,583	-
Fund balance, end of year	\$ 2,010,452	\$ 1,684,459	\$ 2,554,677	\$ 870,218

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, 2016

	Budgeted Amounts		Actual	Variance With Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 134,940	\$ 594,309	\$ 468,872	\$ (125,437)
Investment Income	768	768	797	29
Total revenues	135,708	595,077	469,669	(125,408)
Expenditures:				
Public Works				
Current	472,973	679,198	536,127	143,071
Capital outlay	15,000	13,090	1,507	11,583
Total expenditures	487,973	692,288	537,634	154,654
Excess (deficiency) of revenues over expenditures	(352,265)	(97,211)	(67,965)	29,246
Other financing sources (uses):				
Transfers in	75,683	125,205	125,205	-
Total other financing sources (uses)	75,683	125,205	125,205	-
Net change in fund balance	(276,582)	27,994	57,240	29,246
Fund balance, beginning of year	294,139	294,139	294,139	-
Fund balance, end of year	\$ 17,557	\$ 322,133	\$ 351,379	\$ 29,246

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, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes	\$ 878,000	\$ 878,000	\$ 916,356	\$ 38,356
Intergovernmental	1,734,403	1,876,141	1,385,781	(490,360)
Fees and charges for services	-	-	206,136	206,136
Investment income	4,963	4,963	4,550	(413)
Other	-	5,000	10,414	5,414
Total revenues	2,617,366	2,764,104	2,523,237	(240,867)
Expenditures:				
Community development:				
Current	3,069,960	3,260,541	2,525,537	735,004
Total expenditures	3,069,960	3,260,541	2,525,537	735,004
Excess (deficiency) of revenues over expenditures	(452,594)	(496,437)	(2,300)	494,137
Other financing sources (uses):				
Transfers in	-	11,019	11,019	-
Total other financing sources (uses)	-	11,019	11,019	-
Net changes in fund balance	(452,594)	(485,418)	8,719	494,137
Fund balance, beginning of year	847,266	847,266	847,266	-
Fund balance, end of year	\$ 394,672	\$ 361,848	\$ 855,985	\$ 494,137

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, 2016

	Budgeted Amounts		Actual	Variance With Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 1,343,496	\$ 2,135,606	\$ 1,983,146	\$ (152,460)
Fees and charges for services	-	-	50,015	50,015
Other	83,000	88,190	15,148	(73,042)
Total revenues	1,426,496	2,223,796	2,048,309	(175,487)
Expenditures:				
Community development:				
Current	3,709,617	3,699,362	3,627,357	72,005
Capital outlay	14,799	82,328	633,102	(550,774)
Total expenditures	3,724,416	3,781,690	4,260,459	(478,769)
Excess (deficiency) of revenues over expenditures	(2,297,920)	(1,557,894)	(2,212,150)	(654,256)
Other financing sources (uses):				
Sale of capital assets	-	-	16,079	16,079
Transfers in	2,205,361	2,205,361	2,205,361	-
Total other financing sources (uses)	2,205,361	2,205,361	2,221,440	16,079
Net change in fund balance	(92,559)	647,467	9,290	(638,177)
Fund balance, beginning of year	387,647	387,647	387,647	-
Fund balance, end of year	\$ 295,088	\$ 1,035,114	\$ 396,937	\$ (638,177)

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, 2016

	Budgeted Amounts		Actual	Variance With Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Fees and charges for services	\$ -	\$ -	\$ 16,557	\$ 16,557
Intergovernmental	44,889	44,889	25,889	(19,000)
Investment income	619	619	655	36
Total revenues	45,508	45,508	43,101	(2,407)
Expenditures:				
Culture and recreation:				
Current	90,763	90,763	39,956	50,807
Capital outlay	3,000	3,000	-	3,000
Total expenditures	93,763	93,763	39,956	53,807
Excess (deficiency) of revenues over expenditures	(48,255)	(48,255)	3,145	51,400
Other financing sources (uses):				
Transfers in	10,000	10,000	10,000	-
Transfers out	(10,000)	(10,000)	(10,000)	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	(48,255)	(48,255)	3,145	51,400
Fund balance, beginning of year	154,223	154,223	154,223	-
Fund balance, end of year	\$ 105,968	\$ 105,968	\$ 157,368	\$ 51,400

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, 2016

	Budgeted Amounts		Actual	Variance With Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ -	\$ 283,813	\$ 226,999	\$ (56,814)
Investment income	1,756	1,756	1,834	78
Fees and charges for services	3,000	3,000	2,569	(431)
Total revenues	4,756	288,569	231,402	(57,167)
Expenditures:				
Culture and recreation:				
Current	1,214,866	1,270,678	1,120,575	150,103
Capital outlay	50,603	34,844	28,447	6,397
Total expenditures	1,265,469	1,305,522	1,149,022	156,500
Excess (deficiency) of revenues over expenditures	(1,260,713)	(1,016,953)	(917,620)	99,333
Other financing sources (uses):				
Transfers in	971,728	971,728	971,728	-
Total other financing sources (uses)	971,728	971,728	971,728	-
Net change in fund balance	(288,985)	(45,225)	54,108	99,333
Fund balance, beginning of year	308,502	308,502	308,502	-
Fund balance, end of year	\$ 19,517	\$ 263,277	\$ 362,610	\$ 99,333

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, 2016

	Budgeted Amounts		Actual	Variance With Final Budget- Positive (Negative)
	Original	Final		
Expenditures:				
Culture and recreation:				
Current	\$ 66,250	\$ 66,250	\$ 65,250	\$ 1,000
Total expenditures	66,250	66,250	65,250	1,000
Excess (deficiency) of revenues over expenditures	(66,250)	(66,250)	(65,250)	1,000
Other financing sources (uses):				
Transfers in	66,250	66,250	66,327	77
Total other financing sources (uses)	66,250	66,250	66,327	77
Net change in fund balance	-	-	1,077	1,077
Fund balance, beginning of year	(77)	(77)	(77)	-
Fund balance, end of year	\$ (77)	\$ (77)	\$ 1,000	\$ 1,077

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, 2016

	Budgeted Amounts		Actual	Variance With Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Investment income	\$ 452	\$ 452	\$ 595	\$ 143
Fees and charges for services	25,000	25,000	44,437	19,437
Other	5,000	5,000	-	(5,000)
Total revenues	30,452	30,452	45,032	14,580
Expenditures:				
Culture and recreation:				
Current	30,053	30,053	24,866	5,187
Total expenditures	30,053	30,053	24,866	5,187
Excess (deficiency) of revenues over expenditures	399	399	20,166	19,767
Net change in fund balance	399	399	20,166	19,767
Fund balance, beginning of year	111,464	111,464	111,464	-
Fund balance, end of year	\$ 111,863	\$ 111,863	\$ 131,630	\$ 19,767

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, 2016

	<u>Budgeted Amounts</u>		Actual	Variance With Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Investment income	\$ 256	\$ 256	\$ 266	\$ 10
Total revenues	256	256	266	10
Expenditures:				
Culture and recreation:	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	256	256	266	10
Net change in fund balance	256	256	266	10
Fund balance, beginning of year	56,636	56,636	56,636	-
Fund balance, end of year	\$ 56,892	\$ 56,892	\$ 56,902	\$ 10

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, 2016

	Budgeted Amounts		Actual	Variance With Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Investment income	\$ 843	\$ 843	\$ 1,143	\$ (300)
Total revenues	843	843	1,143	(300)
Expenditures:				
Culture and recreation:				
Current	272,692	272,692	198,220	74,472
Total expenditures	272,692	272,692	198,220	74,472
Excess (deficiency) of revenues over expenditures	(271,849)	(271,849)	(197,077)	(74,772)
Other financing sources (uses):				
Transfers in	702,000	702,000	702,000	-
Transfers out	(526,250)	(526,250)	(526,250)	-
Total other financing sources (uses)	175,750	175,750	175,750	-
Net change in fund balance	(96,099)	(96,099)	(21,327)	(74,772)
Fund balance, beginning of year	249,491	249,491	249,491	-
Fund balance, end of year	\$ 153,392	\$ 153,392	\$ 228,164	\$ 74,772

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, 2016

	<u>Budgeted Amounts</u>			Variance With Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Taxes	\$ 1,284,000	\$ 1,284,000	\$ 1,340,243	\$ 56,243
Intergovernmental	55,000	78,000	64,644	(13,356)
Fees and charges for services	100,000	100,000	90,015	(9,985)
Investment income	3,486	3,486	4,834	1,348
Other	2,000	2,000	-	(2,000)
Total revenues	1,444,486	1,467,486	1,499,736	32,250
Expenditures:				
Culture and recreation:				
Current	1,865,541	1,918,120	1,682,662	235,458
Capital outlay	-	3,000	3,000	-
Total expenditures	1,865,541	1,921,120	1,685,662	235,458
Excess (deficiency) of revenues over expenditures	(421,055)	(453,634)	(185,926)	267,708
Other financing sources (uses):				
Transfers in	455,000	455,000	455,000	-
Total other financing sources (uses)	455,000	455,000	455,000	-
Net change in fund balance	33,945	1,366	269,074	267,708
Fund balance, beginning of year	910,664	910,664	910,664	-
Fund balance, end of year	\$ 944,609	\$ 912,030	\$ 1,179,738	\$ 267,708

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, 2016

	Budgeted Amounts		Actual	Variance With Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Investment income	\$ 6,012	\$ 6,012	\$ 5,485	\$ (527)
Total revenues	6,012	6,012	5,485	(527)
Expenditures:				
Culture and recreation:				
Current	29,720	29,720	302	29,418
Total expenditures	29,720	29,720	302	29,418
Excess (deficiency) of revenues over expenditures	(23,708)	(23,708)	5,183	28,891
Other financing sources (uses):				
Operating transfers out	(377,522)	(377,522)	(377,522)	-
Total other financing sources (uses)	(377,522)	(377,522)	(377,522)	-
Net change in fund balance	(401,230)	(401,230)	(372,339)	28,891
Fund balance, beginning of year	815,189	815,189	815,189	-
Fund balance, end of year	\$ 413,959	\$ 413,959	\$ 442,850	\$ 28,891

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, 2016

	Budgeted Amounts			Variance With Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Rents, royalties and concessions	\$ 74,406	\$ 74,406	\$ 54,914	\$ (19,492)
Investment income	556	556	541	(15)
Total revenues	74,962	74,962	55,455	(19,507)
Expenditures:				
Culture and recreation:				
Current	68,579	68,579	56,566	12,013
Total expenditures	68,579	68,579	56,566	12,013
Excess (deficiency) of revenues over expenditures	6,383	6,383	(1,111)	(7,494)
Net change in fund balance	6,383	6,383	(1,111)	(7,494)
Fund balance, beginning of year	117,195	117,195	117,195	-
Fund balance, end of year	\$ 123,578	\$ 123,578	\$ 116,084	\$ (7,494)

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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.

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, 2016

Assets						
	Cash, Investments and Cash Equivalents	Grants Receivable	Interest Receivable	Total Assets	Accounts Payable	Accrued Wages Payable
General Government:						
CIP Reallocation	\$ 382,697	\$ -	\$ 12,188	\$ 394,885	\$ -	\$ -
Resource Conservation	30,892	-	-	30,892	-	-
Building Renovations	1,347,199	378,866	-	1,726,065	301,654	-
Total General Government	1,760,788	378,866	12,188	2,151,842	301,654	-
Public Works:						
Beautif. of Major Arterials	18,850	-	-	18,850	-	-
Bond Acquisition	79,494	-	-	79,494	-	-
City Drainage Projects	949,425	-	-	949,425	56,069	-
City Paving Projects	3,890,477	137,099	-	4,027,576	102,453	21,815
Santa Fe River Channel	32,507	-	-	32,507	-	-
City Signalization Projects	353,417	131,917	-	485,334	425	-
City Street Const. Projects	3,137,648	2,020,214	-	5,157,862	1,374,866	-
City Sidewalk Projects	1,030,672	-	-	1,030,672	82,112	-
Zia Road Street Lighting	194,836	-	-	194,836	-	-
Total Public Works	9,687,326	2,289,230	-	11,976,556	1,615,925	21,815
Community Development:						
Affordable Housing Program	113,426	-	-	113,426	94,782	-
Public Care Facilities	1,198,303	139,756	-	1,338,059	113,119	715
Total Community Development	1,311,729	139,756	-	1,451,485	207,901	715
Culture and Recreation:						
Art for CIP Projects	527,679	-	-	527,679	92,040	1,282
Museums	-	9,899	-	9,899	9,899	-
City Parks Improvements	9,938,138	152,792	5,627	10,096,557	316,722	16,057
Open Space Acquisition	296,230	-	-	296,230	-	-
Library Improvements	2,318	-	-	2,318	-	-
Total Culture and Recreation	10,764,365	162,691	5,627	10,932,683	418,661	17,339
Totals - June 30, 2016	\$ 23,524,208	\$ 2,970,543	\$ 17,815	\$ 26,512,566	\$ 2,544,141	\$ 39,869

		Fund Balance Spendable			
Other Current Liabilities	Total Liabilities	Restricted	Assigned	Total Fund Balances	Total Liabilities, Deferred Inflows of Resources and Fund Balance
\$ -	\$ -	\$ -	\$ 394,885	\$ 394,885	\$ 394,885
-	-	-	30,892	30,892	30,892
-	301,654	-	1,424,411	1,424,411	1,726,065
-	301,654	-	1,850,188	1,850,188	2,151,842
-	-	18,850	-	18,850	18,850
-	-	-	79,494	79,494	79,494
-	56,069	-	893,356	893,356	949,425
-	124,268	3,903,308	-	3,903,308	4,027,576
-	-	-	32,507	32,507	32,507
-	425	-	484,909	484,909	485,334
100,000	1,474,866	3,682,996	-	3,682,996	5,157,862
-	82,112	-	948,560	948,560	1,030,672
-	-	-	194,836	194,836	194,836
100,000	1,737,740	7,605,154	2,633,662	10,238,816	11,976,556
-	94,782	-	18,644	18,644	113,426
-	113,834	1,224,225	-	1,224,225	1,338,059
-	208,616	1,224,225	18,644	1,242,869	1,451,485
-	93,322	-	434,357	434,357	527,679
-	9,899	-	-	-	9,899
-	332,779	9,763,778	-	9,763,778	10,096,557
-	-	296,230	-	296,230	296,230
-	-	-	2,318	2,318	2,318
-	436,000	10,060,008	436,675	10,496,683	10,932,683
\$ 100,000	\$ 2,684,010	\$ 18,889,387	\$ 4,939,169	\$ 23,828,556	\$ 26,512,566

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, 2016

	Revenues				Expenditures		
	Taxes	Intergov- ernmental	Investment Income	Other Revenues	Total Revenues	Current	Capital Outlay
General Government:							
CIP Reallocation	\$ -	\$ -	\$ 98,565	\$ -	\$ 98,565	\$ 5,142	\$ -
Resource Conservation	-	-	-	130	130	-	-
Building Renovations	-	692,878	-	9,192	702,070	202,423	1,760,615
Special Projects	-	-	-	-	-	-	-
Total General Government	-	692,878	98,565	9,322	800,765	207,565	1,760,615
Public Works:							
Beautif. of Major Arterials	-	-	-	-	-	17,766	2,874
Bond Acquisition	-	-	-	-	-	-	-
City Drainage Projects	-	-	-	-	-	2,379	116,001
City Paving Projects	1,276,598	-	-	-	1,276,598	1,221,938	2,312,172
Santa Fe River Channel	-	-	-	-	-	-	-
City Signalization Projects	-	131,917	-	-	131,917	-	270,518
City Street Const. Projects	-	4,064,897	-	89,613	4,154,510	6,855	5,563,130
City Sidewalk Projects	-	-	-	-	-	10,135	104,276
Zia Road Street Lighting	-	-	-	-	-	-	-
Total Public Works	1,276,598	4,196,814	-	89,613	5,563,025	1,259,073	8,368,971
Community Development:							
Affordable Housing Program	-	-	-	-	-	182,356	-
Public Care Facilities	-	472,058	-	-	472,058	57,080	841,817
Total Community Development	-	472,058	-	-	472,058	239,436	841,817
Culture and Recreation:							
Art for CIP Projects	-	-	-	5,000	5,000	165,082	-
Museums	-	35,166	-	-	35,166	-	35,166
City Parks Improvements	-	430,661	40,269	-	470,930	720,730	1,887,099
Open Space Acquisition	-	-	-	-	-	-	-
Library Improvements	-	-	-	-	-	701	-
Total Culture and Recreation	-	465,827	40,269	5,000	511,096	886,513	1,922,265
Totals - June 30, 2016	\$ 1,276,598	\$ 5,827,577	\$ 138,834	\$ 103,935	\$ 7,346,944	\$ 2,592,587	\$ 12,893,668

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
\$ 5,142	\$ 93,423	\$ -	\$ -	\$ 93,423	\$ 301,462	\$ 394,885
-	130	-	-	130	30,762	30,892
1,963,038	(1,260,968)	282,700	-	(978,268)	2,402,679	1,424,411
-	-	513,311	-	513,311	(513,311)	-
1,968,180	(1,167,415)	796,011	-	(371,404)	2,221,592	1,850,188
20,640	(20,640)	-	-	(20,640)	39,490	18,850
-	-	-	-	-	79,494	79,494
118,380	(118,380)	-	(53,903)	(172,283)	1,065,639	893,356
3,534,110	(2,257,512)	53,903	-	(2,203,609)	6,106,917	3,903,308
-	-	-	-	-	32,507	32,507
270,518	(138,601)	-	-	(138,601)	623,510	484,909
5,569,985	(1,415,475)	354,896	(27,103)	(1,087,682)	4,770,678	3,682,996
114,411	(114,411)	-	-	(114,411)	1,062,971	948,560
-	-	-	-	-	194,836	194,836
9,628,044	(4,065,019)	408,799	(81,006)	(3,737,226)	13,976,042	10,238,816
182,356	(182,356)	-	-	(182,356)	201,000	18,644
898,897	(426,839)	43,319	(2,950)	(386,470)	1,610,695	1,224,225
1,081,253	(609,195)	43,319	(2,950)	(568,826)	1,811,695	1,242,869
165,082	(160,082)	-	-	(160,082)	594,439	434,357
35,166	-	-	-	-	-	-
2,607,829	(2,136,899)	-	-	(2,136,899)	11,900,677	9,763,778
-	-	-	-	-	296,230	296,230
701	(701)	-	-	(701)	3,019	2,318
2,808,778	(2,297,682)	-	-	(2,297,682)	12,794,365	10,496,683
\$ 15,486,255	\$ (8,139,311)	\$ 1,248,129	\$ (83,956)	\$ (6,975,138)	\$ 30,803,694	\$ 23,828,556

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, 2016

	<u>Budgeted Amounts</u>			Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	
Revenues:				
Investment income	\$ 98,292	\$ 98,292	\$ 98,565	\$ 273
Total revenues	98,292	98,292	98,565	273
Expenditures:				
General government:				
Current	5,141	5,141	5,142	(1)
Total expenditures	5,141	5,141	5,142	(1)
Excess (deficiency) of revenues over expenditures	93,151	93,151	93,423	272
Net change in fund balance	93,151	93,151	93,423	272
Fund balance, beginning of year	301,462	301,462	301,462	-
Fund balance, end of year	\$ 394,613	\$ 394,613	\$ 394,885	\$ 272

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, 2016

	Budgeted Amounts			Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final			
Revenues:					
Other	\$ -	\$ 130	\$ 130	\$ -	
Total revenues	-	130	130	-	
Excess (deficiency) of revenues over expenditures	-	130	130	-	
Net changes in fund balance	-	130	130	-	
Fund balance, beginning of year	30,762	30,762	30,762	-	
Fund balance, end of year	\$ 30,762	\$ 30,892	\$ 30,892	\$ -	

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, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ -	\$ 873,611	\$ 692,878	\$ (180,733)
Other revenues	-	9,192	9,192	-
<hr/>				
Total revenues	-	882,803	702,070	(180,733)
<hr/>				
Expenditures:				
General government:				
Current	-	377,444	202,423	175,021
Capital outlay	-	2,974,522	1,760,615	1,213,907
<hr/>				
Total expenditures	-	3,351,966	1,963,038	1,388,928
<hr/>				
Excess (deficiency) of revenues over expenditures	-	(2,469,163)	(1,260,968)	1,208,195
<hr/>				
Other financing sources (uses):				
Transfers in	-	282,700	282,700	-
<hr/>				
Total other financing sources (uses)	-	282,700	282,700	-
<hr/>				
Net change in fund balance	-	(2,186,463)	(978,268)	1,208,195
Fund balance, beginning of year	2,402,679	2,402,679	2,402,679	-
Fund balance, end of year	\$ 2,402,679	\$ 216,216	\$ 1,424,411	\$ 1,208,195

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, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Expenditures:				
General government:				
Current	\$ 70,535	\$ -	\$ -	-
Total expenditures	70,535	-	-	-
Excess (deficiency) of revenues over expenditures	(70,535)	-	-	-
Other financing sources (uses):				
Transfers in	-	513,311	513,311	-
Total other financing sources (uses)	-	513,311	513,311	-
Net change in fund balance	(70,535)	513,311	513,311	-
Fund balance, beginning of year	(513,311)	(513,311)	(513,311)	-
Fund balance, end of year	\$ (583,846)	\$ -	\$ -	-

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, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ -	\$ 4,535	\$ -	\$ (4,535)
Total revenues	-	4,535	-	(4,535)
Expenditures:				
Public works:				
Current	-	35,525	17,766	17,759
Capital outlay	-	8,497	2,874	5,623
Total expenditures	-	44,022	20,640	23,382
Excess (deficiency) of revenues over expenditures	-	(39,487)	(20,640)	18,847
Net change in fund balance	-	(39,487)	(20,640)	18,847
Fund balance, beginning of year	39,490	39,490	39,490	-
Fund balance, end of year	\$ 39,490	\$ 3	\$ 18,850	\$ 18,847

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, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Expenditures:				
Public works:				
Current	\$ -	\$ 105,262	\$ 2,379	\$ 102,883
Capital outlay	-	906,474	116,001	790,473
Total expenditures	-	1,011,736	118,380	893,356
Excess (deficiency) of revenues over expenditures	-	(1,011,736)	(118,380)	893,356
Other financing sources (uses):				
Transfers out	-	(53,903)	(53,903)	-
Total other financing sources (uses)	-	(53,903)	(53,903)	-
Net change in fund balance	-	(1,065,639)	(172,283)	893,356
Fund balance, beginning of year	1,065,639	1,065,639	1,065,639	-
Fund balance, end of year	\$ 1,065,639	\$ -	\$ 893,356	\$ 893,356

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, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Expenditures:				
Public works:				
Current	\$ -	\$ 105,262	\$ 2,379	\$ 102,883
Capital outlay	-	906,474	116,001	790,473
Total expenditures	-	1,011,736	118,380	893,356
Excess (deficiency) of revenues over expenditures	-	(1,011,736)	(118,380)	893,356
Other financing sources (uses):				
Transfers out	-	(53,903)	(53,903)	-
Total other financing sources (uses)	-	(53,903)	(53,903)	-
Net change in fund balance	-	(1,065,639)	(172,283)	893,356
Fund balance, beginning of year	1,065,639	1,065,639	1,065,639	-
Fund balance, end of year	\$ 1,065,639	\$ -	\$ 893,356	\$ 893,356

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, 2016

	Budgeted Amounts			Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final			
Revenues:					
Taxes	\$ 1,405,000	\$ 1,405,000	\$ 1,276,598	\$ (128,402)	
Intergovernmental	-	25,000	-	(25,000)	
Total revenues	1,405,000	1,430,000	1,276,598	(153,402)	
Expenditures:					
Public works:					
Current	943,798	1,634,266	1,221,938	412,328	
Capital outlay	505,823	3,139,143	2,312,172	826,971	
Total expenditures	1,449,621	4,773,409	3,534,110	1,239,299	
Excess (deficiency) of revenues over expenditures	(44,621)	(3,343,409)	(2,257,512)	1,085,897	
Other financing sources (uses):					
Transfers in	-	53,903	53,903	-	
Total other financing sources (uses)	-	53,903	53,903	-	
Net change in fund balance	(44,621)	(3,289,506)	(2,203,609)	1,085,897	
Fund balance, beginning of year	6,106,917	6,106,917	6,106,917	-	
Fund balance, end of year	\$ 6,062,296	\$ 2,817,411	\$ 3,903,308	\$ 1,085,897	

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, 2016

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

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Capital Projects
City Signalization Projects
GAAP Budgetary Basis
For the Year Ended June 30, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ -	\$ 300,000	\$ 131,917	\$ (168,083)
Total revenues	-	300,000	131,917	(168,083)
Expenditures:				
Public works:				
Current	-	22,840	-	22,840
Capital outlay	-	846,548	270,518	576,030
Total expenditures	-	869,388	270,518	598,870
Excess (deficiency) of revenues over expenditures	-	(569,388)	(138,601)	430,787
Net change in fund balance	-	(569,388)	(138,601)	430,787
Fund balance, beginning of year	623,510	623,510	623,510	-
Fund balance, end of year	\$ 623,510	\$ 54,122	\$ 484,909	\$ 430,787

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, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ -	\$ 9,860,956	\$ 4,064,897	\$ (5,796,059)
Fees and charges	90,648	90,648	89,613	(1,035)
Total revenues	90,648	9,951,604	4,154,510	(5,797,094)
Expenditures:				
Public works:				
Current	-	62,485	6,855	55,630
Capital outlay	-	13,986,533	5,563,130	8,423,403
Total expenditures	-	14,049,018	5,569,985	8,479,033
Excess (deficiency) of revenues over expenditures	90,648	(4,097,414)	(1,415,475)	2,681,939
Other financing sources (uses):				
Transfers in	-	354,896	354,896	-
Transfers out	-	(27,103)	(27,103)	-
Total other financing sources (uses)	-	327,793	327,793	-
Net change in fund balance	90,648	(3,769,621)	(1,087,682)	2,681,939
Fund balance, beginning of year	4,770,678	4,770,678	4,770,678	-
Fund balance, end of year	\$ 4,861,326	\$ 1,001,057	\$ 3,682,996	\$ 2,681,939

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, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ -	\$ 328,944	\$ -	\$ (328,944)
Total revenues	-	328,944	-	(328,944)
Expenditures:				
Public works:				
Current	-	84,105	10,135	73,970
Capital outlay	-	1,295,872	104,276	1,191,596
Total expenditures	-	1,379,977	114,411	1,265,566
Excess (deficiency) of revenues over expenditures	-	(1,051,033)	(114,411)	936,622
Net change in fund balance	-	(1,051,033)	(114,411)	936,622
Fund balance, beginning of year	1,062,971	1,062,971	1,062,971	-
Fund balance, end of year	\$ 1,062,971	\$ 11,938	\$ 948,560	\$ 936,622

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, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Expenditures:				
Public works:				
Capital outlay	\$ -	\$ 139,949	\$ -	\$ 139,949
Total expenditures	-	139,949	-	139,949
Excess (deficiency) of revenues over expenditures	-	(139,949)	-	139,949
Net change in fund balance	-	(139,949)	-	139,949
Fund balance, beginning of year	194,836	194,836	194,836	-
Fund balance, end of year	\$ 194,836	\$ 54,887	\$ 194,836	\$ 139,949

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Capital Projects
Affordable Housing Program
GAAP Budgetary Basis
For the Year Ended June 30, 2016

	Budgeted Amounts			Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final			
Revenues:					
Intergovernmental	\$ -	\$ 50,000	\$ -	\$ (50,000)	
Total revenues	-	50,000	-	(50,000)	
Expenditures:					
Community development					
Current	-	201,000	182,356	18,644	
Capital outlay	-	50,000	-	50,000	
Total expenditures	-	251,000	182,356	68,644	
Excess (deficiency) of revenues over expenditures	-	(201,000)	(182,356)	18,644	
Net change in fund balance	-	(201,000)	(182,356)	18,644	
Fund balance, beginning of year	201,000	201,000	201,000	-	
Fund balance, end of year	\$ 201,000	\$ -	\$ 18,644	\$ 18,644	

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, 2016

	Budgeted Amounts			Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final			
Revenues:					
Intergovernmental	\$ -	\$ 703,933	\$ 472,058	\$ (231,875)	
Total revenues	-	703,933	472,058	(231,875)	
Expenditures:					
Community development:					
Current	-	51,668	57,080	(5,412)	
Capital outlay	-	2,144,205	841,817	1,302,388	
Total expenditures	-	2,195,873	898,897	1,296,976	
Excess (deficiency) of revenues over expenditures	-	(1,491,940)	(426,839)	1,065,101	
Other financing sources (uses):					
Transfers in	-	43,319	43,319	-	
Transfers out	-	(2,950)	(2,950)	-	
Total other financing sources (uses)	-	40,369	40,369	-	
Net change in fund balance	-	(1,451,571)	(386,470)	1,065,101	
Fund balance, beginning of year	1,610,695	1,610,695	1,610,695	-	
Fund balance, end of year	\$ 1,610,695	\$ 159,124	\$ 1,224,225	\$ 1,065,101	

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, 2016

	Budgeted Amounts			Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final			
Revenues:					
Other revenue	\$ -	\$ 5,000	\$ 5,000	\$ -	
Total revenues	-	5,000	5,000		-
Expenditures:					
Culture and recreation:					
Current	311,371	236,894	165,082		71,812
Capital outlay	332	332	-		332
Total expenditures	311,703	237,226	165,082		72,144
Excess (deficiency) of revenues over expenditures	(311,703)	(232,226)	(160,082)		72,144
Net change in fund balance	(311,703)	(232,226)	(160,082)		72,144
Fund balance, beginning of year	594,439	594,439	594,439		-
Fund balance, end of year	\$ 282,736	\$ 362,213	\$ 434,357	\$	72,144

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, 2016

	Budgeted Amounts			Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final			
Revenues:					
Intergovernmental	\$ -	\$ 50,000	\$ 35,166	\$ (14,834)	
Total revenues	-	50,000	35,166	(14,834)	
Expenditures:					
Culture and recreation:					
Capital outlay	-	50,000	35,166	14,834	
Total expenditures	-	50,000	35,166	14,834	
Excess (deficiency) of revenues over expenditures	-	-	-	-	
Net change in fund balance	-	-	-	-	
Fund balance, beginning of year	-	-	-	-	
Fund balance, end of year	\$ -	\$ -	\$ -	\$ -	

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, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ -	\$ 433,594	\$ 430,661	\$ (2,933)
Investment income	44,086	44,086	40,269	(3,817)
Total revenues	44,086	477,680	470,930	(6,750)
Expenditures:				
Culture and recreation:				
Current	519,104	1,664,701	720,730	943,971
Capital outlay	34,275	11,100,396	1,887,099	9,213,297
Total expenditures	553,379	12,765,097	2,607,829	10,157,268
Excess (deficiency) of revenues over expenditures	(509,293)	(12,287,417)	(2,136,899)	10,150,518
Net change in fund balance	(509,293)	(12,287,417)	(2,136,899)	10,150,518
Fund balance, beginning of year	11,900,677	11,900,677	11,900,677	-
Fund balance, end of year	\$ 11,391,384	\$ (386,740)	\$ 9,763,778	\$ 10,150,518

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, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Expenditures:				
Culture and recreation:				
Capital outlay	\$ -	\$ 57,395	\$ -	\$ 57,395
Total expenditures	-	57,395	-	57,395
Excess (deficiency) of revenues over expenditures	-	(57,395)	-	57,395
Net change in fund balance	-	(57,395)	-	57,395
Fund balance, beginning of year	296,230	296,230	296,230	-
Fund balance, end of year	\$ 296,230	\$ 238,835	\$ 296,230	\$ 57,395

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, 2016

	Budgeted Amounts		Actual Amount	Variance with Final Budget- Positive (Negative)
	Original	Final		
Expenditures:				
Cultural and Recreation:				
Current	\$ -	\$ -	701	\$ (701)
Capital outlay	-	2,987	-	2,987
Total expenditures	-	2,987	701	2,286
Excess (deficiency) of revenues over expenditures	-	(2,987)	(701)	2,286
Net changes in fund balance	-	(2,987)	(701)	2,286
Fund balance, beginning of year	3,019	3,019	3,019	-
Fund balance, end of year	\$ 3,019	\$ 32	\$ 2,318	\$ 2,286

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, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 15,744,500	\$ 15,744,500	\$ 16,496,023	\$ 751,523
Other revenue	-	-	139	139
Total revenues	15,744,500	15,744,500	16,496,162	751,662
Expenditures:				
General government:				
Current	2,900,341	3,011,883	2,676,254	335,629
Capital outlay	393,056	284,464	289,113	(4,649)
Total expenditures	3,293,397	3,296,347	2,965,367	330,980
Excess (deficiency) of revenues over expenditures	12,451,103	12,448,153	13,530,795	1,082,642
Other financing sources (uses):				
Transfers in	-	27,165	27,164	(1)
Transfers out	(14,263,249)	(15,166,457)	(15,166,455)	2
Total other financing sources (uses)	(14,263,249)	(15,139,292)	(15,139,291)	1
Net change in fund balance	(1,812,146)	(2,691,139)	(1,608,496)	1,082,643
Fund balance, beginning of year	7,510,305	7,510,305	7,510,305	-
Fund balance, end of year	\$ 5,698,159	\$ 4,819,166	\$ 5,901,809	\$ 1,082,643

**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, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Investment income (loss)	\$ 22,044	\$ 11,357	\$ 8,468	\$ (2,889)
Property tax revenue	3,131,922	3,131,922	3,943,376	811,454
Total revenues	3,153,966	3,143,279	3,951,844	808,565
Expenditures:				
Debt service:				
Principal payments	10,113,885	10,113,885	10,113,885	-
Interest and fiscal agent fees	5,533,986	5,533,986	5,539,428	(5,442)
Bond issuance costs	13,431	30,523	-	30,523
Total expenditures	15,661,302	15,678,394	15,653,313	25,081
Excess (deficiency) of revenues over expenditures	(12,507,336)	(12,535,115)	(11,701,469)	833,646
Other financing sources (uses):				
Operating transfers in	12,135,490	12,170,073	12,170,073	-
Operating transfers out	-	(34,697)	(34,697)	-
Total other financing sources (uses)	12,135,490	12,135,376	12,135,376	-
Net change in fund balance	(371,846)	(399,739)	433,907	833,646
Fund balance, beginning of year	74,449,255	4,884,488	5,233,436	348,948
Fund balance, end of year	\$ 74,077,409	\$ 4,484,749	\$ 5,667,343	\$ 1,182,594

CITY OF SANTA FE, NEW MEXICO
Major Governmental Fund
Debt Service Fund
Combining Balance Sheet
For the Year Ended June 30, 2016

	General Obligation 2008 Debt Service	General Obligation 2010 Debt Service	General Obligation 2013 Debt Service	General Obligation 2014 Debt Service	GRT 2008 CIP Debt Service
Assets					
Cash and investments	\$ 1,275,835	\$ 609,940	\$ 235,787	\$ 129,882	\$ -
Restricted cash, cash equivalents, investments: Restricted for debt service payments	1,458,672	697,348	-	-	121,676
Receivables:					
Property taxes	26,652	12,741	14,701	6,716	-
Interest	539	258	34	38	190
	<u>\$ 2,761,698</u>	<u>\$ 1,320,287</u>	<u>\$ 250,522</u>	<u>\$ 136,636</u>	<u>\$ 121,866</u>
Liabilities and Fund Balances					
Liabilities:					
Vouchers payable	-	-	-	-	-
Other Current Liabilities	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance:					
Spendable					
Restricted:					
Debt service	2,761,698	1,320,287	250,522	136,636	121,866
Total fund balance	<u>2,761,698</u>	<u>1,320,287</u>	<u>250,522</u>	<u>136,636</u>	<u>121,866</u>
Total liabilities and fund balances	<u>\$ 2,761,698</u>	<u>\$ 1,320,287</u>	<u>\$ 250,522</u>	<u>\$ 136,636</u>	<u>\$ 121,866</u>

GRTCIP & Ref. 2012A Debt Service	GRT Refunding 2013A Debt Service	GRT Refunding 2013B Debt Service	GRT 2014 Debt Service	NMFA-Land Acquisition Debt Service	TOTAL
\$ 80,344	\$ 18,573	\$ 12,530	\$ 98,755	\$ 2,898	\$ 2,464,544
470,510	273,850	55,819	60,710	8	3,138,593
-	-	-	-	-	60,810
1,274	789	96	126	52	3,396
\$ 552,128	\$ 293,212	\$ 68,445	\$ 159,591	\$ 2,958	\$ 5,667,343
-	-	-	-	-	-
-	-	-	-	-	-
552,128	293,212	68,445	159,591	2,958	5,667,343
552,128	293,212	68,445	159,591	2,958	5,667,343
\$ 552,128	\$ 293,212	\$ 68,445	\$ 159,591	\$ 2,958	\$ 5,667,343

Assets

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

Liabilities and Fund Balances

Liabilities:
 Vouchers payable
 Other current liabilities

Fund balance:
 Spendable
 Restricted:
 Debt service

Total fund balance

Total liabilities and fund balances

CITY OF SANTA FE, NEW MEXICO
Major Governmental Fund
Debt Service Fund
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended June 30, 2016

	General Obligation 2008 Debt Service	General Obligation 2010 Debt Service	General Obligation 2013 Debt Service	General Obligation 2014 Debt Service	GRT 2006 Debt Service	GRT 2008 CIP Debt Service	GRT Refunding 2010A Debt Service
REVENUES:							
Taxes							
Property	\$ 1,729,356	\$ 813,968	\$ 949,166	\$ 433,586	\$ -	\$ 1,288	\$ -
Investment income (loss)	5,655	2,684	154	118	-	(8)	-
Total revenues	1,735,011	816,652	949,320	433,704	-	1,280	-
EXPENDITURES:							
Debt service							
Principal payments	911,490	433,510	490,000	200,000	-	405,000	-
Interest and fiscal agent fees	639,866	295,342	360,860	188,810	-	995,157	-
Total expenditures	1,551,356	728,852	850,860	388,810	-	1,400,157	-
Excess (deficiency) of revenues over expenditures	183,655	87,800	98,460	44,894	-	(1,398,877)	-
OTHER FINANCING SOURCES (USES):							
Operating transfers in	-	-	-	-	-	1,400,856	-
Operating transfers out	-	-	-	-	(7,353)	-	(27,230)
Total other financing sources (uses)	-	-	-	-	(7,353)	1,400,856	(27,230)
Net change in fund balance	183,655	87,800	98,460	44,894	(7,353)	1,979	(27,230)
Fund balance, beginning of year	2,578,043	1,232,487	152,062	91,742	7,353	119,887	27,230
Fund balance, end of year	\$ 2,761,698	\$ 1,320,287	\$ 250,522	\$ 136,636	\$ -	\$ 121,866	\$ -

GRT Refunding/ CIP 2012A Debt Service	GRT Refunding 2013A Debt Service	GRT Refunding 2013B Debt Service	GRT 2014 CIP Debt Service	HUD Section 108 Loan Debt Service	NMFA-Land Acquisition Debt Service	TOTAL	
\$ 8,744	\$ 5,425	\$ 654	\$ 866	\$ -	\$ 323	\$ 3,943,376	REVENUES:
(74)	(47)	(4)	(7)	-	(3)	8,468	Taxes
							Property
							Investment income (loss)
8,670	5,378	650	859	-	320	3,951,844	Total revenues
							EXPENDITURES:
4,380,000	2,950,000	185,000	-	-	158,885	10,113,885	Debt service
1,362,008	366,691	483,767	729,944	-	116,983	5,539,428	Principal payments
							Interest and fiscal agent fees
5,742,008	3,316,691	668,767	729,944	-	275,868	15,653,313	Total expenditures
(5,733,338)	(3,311,313)	(668,117)	(729,085)	-	(275,548)	(11,701,469)	Excess (deficiency) of revenues over expenditures
5,742,758	3,316,691	668,766	765,134	-	275,868	12,170,073	OTHER FINANCING SOURCES (USES):
-	-	-	-	(114)	-	(34,697)	Operating transfers in
							Operating transfers out
5,742,758	3,316,691	668,766	765,134	(114)	275,868	12,135,376	Total other financing sources (uses)
9,420	5,378	649	36,049	(114)	320	433,907	Net change in fund balance
542,708	287,834	67,796	123,542	114	2,638	5,233,436	Fund balance, beginning of year
\$ 552,128	\$ 293,212	\$ 68,445	\$ 159,591	\$ -	\$ 2,958	\$ 5,667,343	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, 2016

	Municipal Recreation Complex	Parking Enterprise Fund	Transit Bus System
Assets			
Current assets:			
Cash, investments and cash equivalents	\$ -	\$ 432,974	\$ 956,313
Restricted cash, investments and cash equivalents			
Restricted for customer deposits payable	-	9,916	14
Grants receivable	21,988	-	1,954,150
Receivable (net of allowances)			
Accounts	143,378	4,963	-
Interest receivable	421	354	2,042
Other receivable	16,629	-	-
Total current assets	182,416	448,207	2,912,519
Capital assets:			
Land and land rights	2,250,000	-	-
Buildings and structures	2,314,761	35,268,581	7,721,323
Utility systems	-	-	-
Improvements	14,830,114	63,620	766,447
Furniture and fixtures	-	-	7,558
Equipment and machinery	1,177,246	800,782	1,923,725
Vehicles	59,236	391,503	15,340,407
Data processing equipment and software	59,203	519,199	536,476
Art	-	-	180,971
Construction in progress	112,741	-	1,136,120
Less accumulated depreciation	(15,749,191)	(5,917,159)	(12,604,229)
Total capital assets (net of accumulated depreciation)	5,054,110	31,126,526	15,008,798
Total noncurrent assets	5,054,110	31,126,526	15,008,798
Deferred outflows of resources			
Net difference between projected and actual investment earnings on pension plan investments	2,721	-	-
Employer contributions subsequent to the measure date	39,469	240,837	512,432
Change in experience	7,650	41,194	88,519
Total Deferred outflows of resources	49,840	282,031	600,951
Total assets and deferred outflows	\$ 5,286,366	\$ 31,856,764	\$ 18,522,268
Liabilities			
Current liabilities:			
Accounts payable	\$ 30,479	\$ 24,639	\$ 45,631
Gross Receipts tax payable	5,028	39,776	-
Compensated absences payable	-	-	-
Accrued wages payable	20,932	74,207	178,804
Notes payable	-	-	277,480
Bonds payable net of amortization	1,042,286	474,492	-
Interest payable	24,343	17,940	5,202
Customer deposits payable	-	9,916	14
Due to other funds	749,654	-	-
Total current liabilities	1,872,722	640,970	507,131
Noncurrent liabilities:			
Bonds payable net of amortization	5,460,995	13,116,397	-
Notes payable non current	-	-	2,716,393
Compensated absences payable	26,107	172,827	408,862
Net pension liability	485,302	2,783,253	5,950,242
Total noncurrent liabilities	5,972,404	16,072,477	9,075,497
Total liabilities	7,845,126	16,713,447	9,582,628
Deferred inflows of resources			
Net difference between projected and actual investment earnings on pension plan investments	-	36,712	69,646
Change in assumptions	874	5,205	11,093
Change in proportion	4,755	25,605	55,022
Total deferred inflows of resources	5,629	67,522	135,761
Net position			
Net investment in capital assets	(1,449,171)	17,535,637	12,014,925
Unrestricted	(1,115,218)	(2,459,842)	(3,211,046)
Total net position	(2,564,389)	15,075,795	8,803,879
Total Liabilities, Inflows of Resources & Net Position	\$ 5,286,366	\$ 31,856,764	\$ 18,522,268

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

Airport	GCCC	Totals	
\$	-	\$ 1,733,944	\$ 3,123,231
	-	17,621	27,551
802,913	19,663	2,798,714	
	-	-	148,341
178	1,221	4,216	
830,773	-	847,402	
1,633,864	1,772,449	6,949,455	
			Current assets:
			Cash, investments and cash equivalents
			Restricted cash, investments and cash equivalents
			Restricted for customer deposits payable
			Grants receivable
			Receivable (net of allowances)
			Accounts
			Interest receivable
			Other receivable
			Total current assets
			Capital assets:
129,711	2,072,067	4,451,778	Land and land rights
5,279,142	23,306,768	73,890,575	Buildings and structures
-	29,820	29,820	Utility systems
24,910,949	1,327,232	41,898,362	Improvements
-	37,525	45,083	Furniture and fixtures
1,170,271	511,260	5,583,284	Equipment and machinery
596,733	91,640	16,479,519	Vehicles
1,142	50,469	1,166,489	Data processing equipment and software
-	-	180,971	Art
1,439,872	1,705,507	4,394,240	Construction in progress
(16,651,757)	(8,692,652)	(59,614,988)	Less accumulated depreciation
16,876,063	20,439,636	88,505,133	Total capital assets (net of accumulated depreciation)
18,509,927	20,439,636	88,505,133	Total noncurrent assets
			Deferred outflows of resources
			Net difference between projected and actual
			investment earnings on pension plan investments
-	-	2,721	Employer contributions subsequent to the measure date
92,154	198,214	1,083,106	Change in experience
16,279	34,360	188,002	Total Deferred outflows of resources
108,433	232,574	1,273,829	
\$ 18,618,360	\$ 22,444,659	\$ 96,728,417	Total assets and deferred outflows
			Liabilities
			Current liabilities:
\$ 28,671	\$ 144,048	\$ 273,468	Accounts payable
11	8,492	53,307	Gross receipts tax payable
-	10,562	10,562	Compensated absences payable
31,347	90,673	395,963	Accrued wages payable
-	-	277,480	Notes Payable
-	-	1,516,778	Bonds payable net of amortization
-	-	47,485	Interest payable
-	17,621	27,551	Customer deposits payable
1,147,913	-	1,897,567	Due to other funds
1,207,942	271,396	4,500,161	Total current liabilities
			Noncurrent liabilities:
-	-	18,577,392	Bonds payable net of amortization
-	-	2,716,393	Notes payable non current
60,454	163,119	831,369	Compensated absences payable
1,081,751	2,305,487	12,606,035	Net pension liability
1,142,205	2,468,606	34,731,189	Total noncurrent liabilities
2,350,147	2,740,002	39,231,350	Total liabilities
			Deferred inflows of resources
			Net difference between projected and actual
			investment earnings on pension plan investments
9,029	25,779	141,166	Change in assumptions
2,004	4,293	23,469	Change in proportion
10,119	21,357	116,858	Total deferred inflows of resources
21,152	51,429	281,493	
16,876,063	20,439,636	65,417,090	Net position
(629,002)	(786,408)	(8,201,516)	Net investment in capital assets
16,247,061	19,653,228	57,215,574	Unrestricted
\$ 18,618,360	\$ 22,444,659	\$ 96,728,417	Total net position
			Total Liabilities, Inflows of Resources & Net Position

CITY OF SANTA FE, NEW MEXICO
Enterprise Funds
Combining Statement of Revenues, Expenses
and Changes to Net Position
Nonmajor Enterprise Funds
For the Year Ended June 30, 2016

	Municipal Recreation Complex	Parking Enterprise Fund	Transit Bus System
Operating revenues:			
User fees (net of allowance of \$50,727)	\$ 1,039,769	\$ 3,946,208	\$ 1,234,967
Other revenue	123,475	650,271	160,732
Total operating revenues	1,163,244	4,596,479	1,395,699
Operating expenses:			
Salaries, wages and benefits	569,183	2,806,136	6,792,238
Contractual services and utilities	333,437	209,345	253,758
Repairs and maintenance	43,704	147,574	409,434
Supplies	183,073	155,556	666,644
Capital outlay-inventory exempt items	33,511	7,442	51,607
Depreciation expense	194,308	767,394	1,795,812
Insurance	2,334	163,148	343,577
Other	213,363	925,500	956,343
Total operating expenses	1,572,913	5,182,095	11,269,413
Operating income (loss)	(409,669)	(585,616)	(9,873,714)
Non-operating revenues (expenses):			
Investment income	2,938	14,552	11,200
Intergovernmental			
Grants	112,741	-	1,580,596
Gain (loss) on sale of capital assets	-	-	9,089
Interest expense	(326,249)	(293,019)	(63,212)
Prem/(discount) debt service interest	17,286	65,341	-
Total non-operating revenues (expenses)	(193,284)	(213,126)	1,537,673
Income (loss) before transfers and capital contributions	(602,953)	(798,742)	(8,336,041)
Capital grants	-	-	413,384
Transfers in	1,543,928	-	6,924,551
Transfers out	(4,028)	(399,740)	-
Change in net position	936,947	(1,198,482)	(998,106)
Net position, beginning of year (previously stated)	(3,501,336)	16,274,277	9,801,985
Adjustment to net position:			
Restatement of net position	-	-	-
Net position, beginning of year (restated)	(3,501,336)	16,274,277	9,801,985
Net position, end of year	\$ (2,564,389)	\$ 15,075,795	\$ 8,803,879

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

	Airport	GCCC	Totals	
	\$ 1,370,774	\$ 1,663,579	\$ 9,255,297	Operating revenues:
	404,995	277,711	1,617,184	User fees (net of allowance of \$50,727)
	1,775,769	1,941,290	10,872,481	Other revenue
				Total operating revenues
	967,490	2,755,161	13,890,208	Operating expenses:
	404,812	742,957	1,944,309	Salaries, wages and benefits
	48,126	142,731	791,569	Contractual services and utilities
	23,807	183,352	1,212,432	Repairs and maintenance
	20,489	166,487	279,536	Supplies
	2,125,728	622,521	5,505,763	Capital outlay-inventory exempt items
	37,578	17,116	563,753	Depreciation expense
	171,434	215,630	2,482,270	Insurance
				Other
	3,799,464	4,845,955	26,669,840	Total operating expenses
	(2,023,695)	(2,904,665)	(15,797,359)	Operating income (loss)
	1,658	8,509	38,857	Non-operating revenues (expenses):
	1,143,029	19,663	2,856,029	Investment income
	-	(10,274)	(1,185)	Intergovernmental
	-	-	(682,480)	Grants
	-	-	82,627	Gain (loss) on sale of capital assets
				Interest expense
				Prem/(discount) debt service interest
	1,144,687	17,898	2,293,848	Total non-operating revenues (expenses)
	(879,008)	(2,886,767)	(13,503,511)	Income (loss) before transfers and capital contributions
	-	-	413,384	Capital grants
	27,103	2,314,136	10,809,718	Transfers in
	(60,617)	(263,698)	(728,083)	Transfers out
	(912,522)	(836,329)	(3,008,492)	Change in net position
	16,144,931	20,489,557	59,209,414	Net position, beginning of year (previously stated)
	1,014,652	-	1,014,652	Adjustment to net position:
				Restatement of net position
	17,159,583	20,489,557	60,224,066	Net position, beginning of year (restated)
	\$ 16,247,061	\$ 19,653,228	\$ 57,215,574	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, 2016

	Municipal Recreation Complex	Parking Enterprise Fund	Transit Bus System
Cash flows from operating activities:			
Cash received from customers	\$ 1,151,378	\$ 4,636,653	\$ 1,395,699
Cash payments to suppliers for goods and services	(819,877)	(1,192,264)	(1,818,666)
Cash paid for interfund services provided and used	-	(396,691)	(852,433)
Cash payments to employees for services	(547,948)	(2,729,694)	(6,679,618)
Net cash provided (used) by operating activities:	(216,447)	318,004	(7,955,018)
Cash flows from noncapital financing activities:			
Government contributions/Operating	130,131	-	-
Government contributions/Capital	-	-	48,329
Advance from other funds - general fund	88,065	-	-
Transfers-in from other funds	1,543,928	-	6,924,551
Transfers-out to other funds	(4,028)	(399,740)	-
Net cash provided (used) by noncapital financing activities	1,758,096	(399,740)	6,972,880
Cash flows from capital and related financing activities:			
Acquisition and construction of capital assets	(235,277)	(49,929)	(4,072,410)
Proceeds from sale of capital assets	-	-	9,089
Principal paid on revenue bond maturities and notes payable	(980,000)	-	(276,320)
Interest paid on revenue bonds and notes payable	(329,352)	(287,037)	(63,281)
Net cash used for capital and related financing activities	(1,544,629)	(336,966)	(4,402,922)
Cash flows from investing activities:			
Interest and dividends on investments	2,980	14,783	9,406
Net cash provided by investing activities	2,980	14,783	9,406
Net increase (decrease) in cash and cash equivalents	-	(403,919)	(5,375,654)
Cash, investments and cash equivalents at beginning of year	-	846,809	6,331,981
Cash, investments and cash equivalents at end of year	\$ -	\$ 442,890	\$ 956,327
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	\$ (409,669)	\$ (585,616)	\$ (9,873,714)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation/amortization/bad debt expense	194,308	767,394	1,795,812
Difference between employer cash contribution to pension plan and noncash pension expense:	16,874	90,863	195,253
Change in assets and liabilities:			
(Increase) decrease in accounts receivable	(11,866)	40,174	-
(Increase) decrease in deferred charges	-	-	-
Increase (decrease) in accounts payable	(10,075)	4,656	10,264
Increase (decrease) in compensated absences payable	(1,127)	(20,993)	(106,294)
Increase (decrease) in accrued wages payable	5,488	6,572	23,661
Increase (decrease) in miscellaneous payable	(380)	12,944	-
Increase (decrease) in escrow	-	2,010	-
Total adjustments	193,222	903,620	1,918,696
Net cash provided (used) by operating activities	\$ (216,447)	\$ 318,004	\$ (7,955,018)

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

Airport		GCCC		Totals	
\$	944,996	\$	1,941,290	\$	10,070,016
	(153,331)		(1,405,902)		(5,390,040)
	(538,878)		-		(1,788,002)
	(931,814)		(2,644,543)		(13,533,617)
	(679,027)		(2,109,155)		(10,641,643)
	900,204		-		1,030,335
	-		-		48,329
	867,811		-		955,876
	27,103		2,314,136		10,809,718
	(60,617)		(263,698)		(728,083)
	1,734,501		2,050,438		12,116,175
	(1,057,264)		(1,541,647)		(6,956,527)
	-		-		9,089
	-		-		(1,256,320)
	-		-		(679,670)
	(1,057,264)		(1,541,647)		(8,883,428)
	1,790		9,955		38,914
	1,790		9,955		38,914
	-		(1,590,409)		(7,369,982)
	-		3,341,974		10,520,764
\$	-	\$	1,751,565	\$	3,150,782
\$	(2,023,695)	\$	(2,904,665)	\$	(15,797,359)
	2,125,728		622,521		5,505,763
	35,908		75,787		414,685
	(830,773)		-		(802,465)
	-		-		-
	14,119		62,169		81,133
	(9,832)		13,648		(124,598)
	9,600		21,183		66,504
	(82)		(499)		11,983
	-		701		2,711
	1,344,668		795,510		5,155,716
\$	(679,027)	\$	(2,109,155)	\$	(10,641,643)

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/Operating
Government contributions/Capital
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/bad debt expense
Difference between employer cash contribution to pension plan and noncash pension expense:
Change in assets and liabilities:
(Increase) decrease in accounts receivable
(Increase) decrease in deferred charges
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, 2016

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
Operating revenues and transfers in:				
User fees	\$ 1,006,237	\$ 1,006,237	\$ 1,039,769	\$ 33,532
Investment income	2,640	2,640	2,938	298
Intergovernmental	-	413,321	112,741	(300,580)
Other revenue	105,855	111,623	123,475	11,852
Transfers in	1,483,164	1,543,929	1,543,928	(1)
Total operating revenues and transfers in	2,597,896	3,077,750	2,822,851	(254,899)
Operating expenses and transfers out:				
Salaries, wages and benefits	501,791	501,791	569,183	(67,392)
Contractual services and utilities	327,724	325,953	333,437	(7,484)
Repairs and maintenance	57,480	36,972	43,704	(6,732)
Supplies	73,264	128,121	183,073	(54,952)
Capital outlay	107,385	567,232	268,788	298,444
Insurance	2,334	2,334	2,334	-
Interest expense	1,309,353	1,309,353	326,249	983,104
Other	218,008	216,274	213,363	2,911
Transfers out	4,028	4,028	4,028	-
Total operating expenses and transfers out	2,601,367	3,092,058	1,944,159	1,147,899
Excess of revenues over (under) expenses	\$ (3,471)	\$ (14,308)	878,692	\$ 893,000
Revenue (expenses) not budgeted:				
Depreciation expense			(194,308)	
Prem (discount) debt service interest			17,286	
Change to conform to generally accepted accounting principles				
Capital outlay			235,277	
Change in net position			\$ 936,947	

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, 2016

	<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	\$ 4,476,787	\$ 4,476,787	\$ 3,946,208	\$ (530,579)
Investment income	5,229	5,229	14,552	9,323
Other revenue	1,100,000	1,100,000	650,271	(449,729)
Total operating revenues and transfers in	5,582,016	5,582,016	4,611,031	(970,985)
Operating expenses and transfers out:				
Salaries, wages and benefits	2,865,478	2,865,478	2,806,136	59,342
Contractual services and utilities	266,981	266,246	209,345	56,901
Repairs and maintenance	163,600	257,809	147,574	110,235
Supplies	238,950	240,493	155,556	84,937
Capital outlay	219,000	302,700	57,371	245,329
Insurance	163,148	163,148	163,148	-
Interest expense	630,524	287,039	293,019	(5,980)
Other	1,048,821	956,064	925,500	30,564
Transfers out	-	399,740	399,740	-
Total operating expenses and transfers out	5,596,502	5,738,717	5,157,389	581,328
Excess of revenues over (under) expenses	\$ (14,486)	\$ (156,701)	(546,358)	\$ (389,657)
Revenue (expenses) not budgeted:				
Depreciation expense			(767,394)	
Prem (discount) debt service interest			65,341	
Change to conform to generally accepted accounting principles				
Capital outlay			49,929	
Change in net position			\$ (1,198,482)	

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, 2016

	<u>Budgeted Amounts</u>			Variance with Final Budget- Positive (Negative)
	Original	Final	Actual	
Operating revenues and transfers in:				
User fees	\$ 1,392,500	\$ 1,392,500	\$ 1,234,967	\$ (157,533)
Investment income	3,454	3,454	11,200	7,746
Intergovernmental	1,611,600	5,887,668	1,993,980	(3,893,688)
Other revenue	123,595	123,595	160,732	37,137
Transfers in	-	6,924,551	6,924,551	-
Total operating revenues and transfers in	3,131,149	14,331,768	10,325,430	(4,006,338)
Operating expenses and transfers out:				
Salaries, wages and benefits	6,804,211	6,804,211	6,792,238	11,973
Contractual services and utilities	327,009	322,872	253,758	69,114
Repairs and maintenance	422,288	386,900	409,434	(22,534)
Supplies	757,665	765,705	666,644	99,061
Capital outlay	38,192	6,299,915	4,125,140	2,174,775
Insurance	343,577	343,577	343,577	-
Interest expense	339,604	339,604	63,212	276,392
Other	970,655	983,045	956,343	26,702
Total operating expenses and transfers out	10,003,201	16,245,829	13,610,346	2,635,483
Excess of revenues over (under) expenses	\$ (6,872,052)	\$ (1,914,061)	(3,284,916)	\$ (1,370,855)
Revenue (expenses) not budgeted:				
Depreciation expense			(1,795,812)	
Gain/(Loss) on Sale of Fixed Asset			9,089	
Change to conform to generally accepted accounting principles				
Capital outlay			4,073,533	
Change in net position			\$ (998,106)	

CITY OF SANTA FE, NEW MEXICO
Nonmajor Enterprise Fund
Schedule of Revenues, Expenses and
Changes in Net Position Budget and Actual
Airport Enterprise Fund
Non-GAAP Budgetary Basis
For the Year Ended June 30, 2016

	<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	\$ 1,322,268	\$ 1,322,268	\$ 1,370,774	\$ 48,506
Investment income	1,788	1,788	1,658	(130)
Intergovernmental	-	1,324,481	1,143,029	(181,452)
Other revenue	269,200	269,200	404,995	135,795
Transfers in	-	27,103	27,103	-
Total operating revenues and transfers in	1,593,256	2,944,840	2,947,559	2,719
Operating expenses and transfers out:				
Salaries, wages and benefits	964,601	869,601	967,490	(97,889)
Contractual services and utilities	178,330	524,207	404,812	119,395
Repairs and maintenance	44,781	48,454	48,126	328
Supplies	41,228	33,712	23,807	9,905
Capital outlay	31,150	1,145,531	1,067,709	77,822
Insurance	50,797	50,797	37,578	13,219
Other	1,641,369	173,459	171,434	2,025
Transfers out	-	60,618	60,617	1
Total operating expenses and transfers out	2,952,256	2,906,379	2,781,573	124,806
Excess of revenues over (under) expenses	\$ (1,359,000)	\$ 38,461	165,986	\$ 127,525
Revenue (expenses) not budgeted:				
Depreciation expense			(2,125,728)	
Change to conform to generally accepted accounting principles				
Capital outlay			1,047,220	
Change in net position			<u>\$ (912,522)</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, 2016

	<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	\$ 1,648,400	\$ 1,648,400	\$ 1,663,579	\$ 15,179
Investment income	12,203	12,203	8,509	(3,694)
Intergovernmental	-	25,000	19,663	(5,337)
Other revenue	285,000	285,000	277,711	(7,289)
Transfers in	2,389,136	2,314,136	2,314,136	-
Total operating revenues and transfers in	4,334,739	4,284,739	4,283,598	(1,141)
Operating expenses and transfers out:				
Salaries, wages and benefits	2,664,181	2,664,181	2,755,161	(90,980)
Contractual services and utilities	769,082	771,613	742,957	28,656
Repairs and maintenance	158,701	155,201	142,731	12,470
Supplies	219,512	216,612	183,352	33,260
Capital outlay	191,284	1,839,923	1,706,922	133,001
Insurance	24,616	24,616	17,116	7,500
Other	217,024	216,033	215,630	403
Transfers out	263,698	263,698	263,698	-
Total operating expenses and transfers out	4,508,098	6,151,877	6,027,567	124,310
Excess of revenues over (under) expenses	\$ (173,359)	\$ (1,867,138)	(1,743,969)	\$ 123,169
Revenue (expenses) not budgeted:				
Depreciation expense			(622,521)	
Gain (Loss) on sale of capital assets			(10,274)	
Capital outlay			1,540,435	
Change in net position			\$ (836,329)	

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, 2016

	Budgeted Amounts			Variance with Final Budget- Positive (Negative)
	Original	Final	Actual	
Operating revenues:				
User fees (net of allowance)	\$ 12,341,058	\$ 13,242,314	\$ 12,073,189	\$ (1,169,125)
Other revenue	129,684	129,684	2,073,241	1,943,557
Investment income	102,901	102,901	110,063	7,162
Intergovernmental				
State-shared taxes	1,945,000	1,945,000	2,037,351	92,351
Total operating revenues	14,518,643	15,419,899	16,293,844	873,945
Operating expenses:				
Salaries, wages and benefits	6,046,717	5,943,809	5,057,099	886,710
Contractual services and utilities	2,071,248	2,805,559	2,495,566	309,993
Repairs and maintenance	735,052	711,493	614,149	97,344
Supplies	693,202	700,976	567,115	133,861
Capital outlay	34,966	1,362,392	183,803	1,178,589
Insurance	252,822	252,822	253,264	(442)
Other	939,037	964,202	933,322	30,880
Interest expense	2,535,600	2,535,600	688,883	1,846,717
Total operating expenses	13,308,644	15,276,853	10,793,201	4,483,652
Excess of revenues over (under) expenses	\$ 1,209,999	\$ 143,046	5,500,643	\$ 5,357,597
Revenue (expenses) not budgeted:				
Depreciation expense			(2,948,894)	
Amortization expense			(118,854)	
Prem/(discount) debt service interest			215,948	
Gain (loss) on sale of fixed assets			5,760	
Change to conform to generally accepted accounting principles				
Capital Outlay			162,052	
Change in net position			\$ 2,816,655	

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, 2016

	<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 (net of allowance)	\$ 39,716,378	\$ 42,183,648	\$ 40,933,605	\$ (1,250,043)
Other revenue	336,000	336,000	1,565,546	1,229,546.00
Investment income	477,358	477,358	421,367	(55,991)
Intergovernmental				
State-shared taxes	7,871,500	7,871,500	8,144,062	272,562
Grants	839,427	1,238,427	1,347,418	108,991
Transfers in	-	580,501	580,501	-
Total operating revenues and transfers in	49,240,663	52,687,434	52,992,499	305,065
Operating expenses and transfers out:				
Salaries, wages and benefits	9,347,098	9,747,553	9,136,986	610,567
Contractual services and utilities	9,728,871	14,626,682	11,808,179	2,818,503
Repairs and maintenance	1,532,962	2,737,069	825,901	1,911,168
Supplies	1,219,768	1,309,982	849,426	460,556
Capital outlay	13,543,559	25,427,802	10,155,628	15,272,174
Insurance	323,729	323,729	323,480	249
Other	8,009,333	8,023,464	7,681,661	341,803
Interest expense	10,362,236	5,246,735	4,844,731	402,004
Transfers out	3,836,065	4,416,566	4,416,566	-
Total operating expenses and transfers out	57,903,621	71,859,582	50,042,558	21,817,024
Excess of revenues over (under) expenses	<u>\$ (8,662,958)</u>	<u>\$ (19,172,148)</u>	<u>2,949,941</u>	<u>\$ 22,122,089</u>
Revenue (expenses) not budgeted:				
Depreciation expense			(11,265,767)	
Gain (loss) on sale of capital assets			3,780	
Prem/(discount) debt service interest			1,791,603	
Change to conform to generally accepted accounting principles				
Capital Outlay			10,011,900	
Change in net position			<u>\$ 3,491,457</u>	

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, 2016

	Budgeted Amounts			Variance with Final Budget- Positive (Negative)
	Original	Final	Actual	
Operating revenues and transfers in:				
User fees	\$ 12,107,714	\$ 12,688,966	\$ 12,879,513	\$ 190,547
Other revenues	-	-	52,892	52,892
Investment income	33,688	33,688	39,988	6,300
Intergovernmental				
State-shared taxes	1,945,000	1,945,000	2,037,494	92,494
Grants	-	125,000	-	(125,000)
Transfers in	14,000	64,000	64,000	-
Total operating revenues and transfers in	14,100,402	14,856,654	15,073,887	217,233
Operating expenses and transfers out:				
Salaries, wages and benefits	4,949,221	4,736,074	4,569,520	166,554
Contractual services and utilities	3,595,703	3,775,186	3,435,588	339,598
Repairs and maintenance	556,020	798,774	560,755	238,019
Supplies	1,007,397	1,070,051	660,407	409,644
Capital outlay	1,288,554	4,435,951	1,053,156	3,382,795
Insurance	247,132	247,132	246,939	193
Other	1,052,010	1,060,318	903,814	156,504
Interest expense	1,308,060	1,308,060	404,310	903,750
Transfers out	275,868	275,868	275,868	-
Total operating expenses and transfers out	14,279,965	17,707,414	12,110,357	5,597,057
Excess of revenues over (under) expenses	\$ (179,563)	\$ (2,850,760)	2,963,530	\$ 5,814,290
Revenue (expenses) not budgeted:				
Depreciation expense			(994,075)	
Prem/(discount) debt service interest			18,110	
Gain/(loss) on sale of fixed asset			21,255	
Change to conform to generally accepted accounting principles				
Capital Outlay			933,992	
Change in net position			\$ 2,942,812	

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, 2016

	Budgeted Amounts			Variance with Final Budget- Positive (Negative)
	Original	Final	Actual	
Operating revenues and transfers in:				
User Fees	\$ 764,679	\$ 764,679	\$ 728,852	\$ (35,827)
Investment income	6,041	6,041	4,425	(1,616)
Transfers in	1,349,614	1,446,715	1,446,714	(1)
Total operating revenues and transfers in	2,120,334	2,217,435	2,179,991	(37,444)
Operating expenses and transfers out:				
Salaries, wages and benefits	270,457	270,457	250,482	19,975
Contractual services and utility	216,907	239,331	200,728	38,603
Repairs and maintenance	-	-	2,071	(2,071)
Supplies	15,464	15,464	11,777	3,687
Capital outlay	5,000	7,144	4,385	2,759
Interest expense	1,551,797	1,551,797	635,187	916,610
Other operating	210,248	210,248	50,516	159,732
Total operating expenses and transfers out	2,271,429	2,295,997	1,155,146	1,140,851
Excess of revenues over (under) expenses	\$ (151,095)	\$ (78,562)	\$ 1,024,845	\$ 1,103,407
Revenue (expenses) not budgeted:				
Depreciation expense			(3,291,179)	
Prem (Discount) debt service interest			94,659	
Change in net position			<u><u>\$ (2,171,675)</u></u>	

CITY OF SANTA FE, NEW MEXICO
Major Enterprise Fund
Schedule of Revenues, Expenses and
Changes in Net Position Budget and Actual
Santa Fe Convention Center
Non-GAAP Budgetary Basis
For the Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
Operating revenues and transfers in:				
User fees	\$ 370,000	\$ 370,000	\$ 461,695	\$ 91,695
Investment income	18,301	18,301	24,422	6,121
Intergovernmental	6,825	6,323	6,323	-
Other revenue	430,300	458,528	26,414	(432,114)
Transfers in	3,940,193	4,542,727	4,542,727	-
Total operating revenues and transfers in	4,765,619	5,395,879	5,061,581	(334,298)
Operating expenses and transfers out:				
Salaries, wages and benefits	773,317	773,317	704,628	68,689
Contractual services and utilities	395,861	698,428	510,293	188,135
Repairs and maintenance	138,400	127,000	104,968	22,032
Supplies	100,100	116,850	114,901	1,949
Capital outlay	6,500	49,173	35,186	13,987
Insurance	21,563	21,563	21,663	(100)
Interest expense	2,522,095	2,866,030	1,557,889	1,308,141
Other	338,144	328,409	322,515	5,894
Total operating expenses and transfers out	4,295,980	4,980,770	3,372,043	1,608,727
Excess of revenues over (under) expenses	\$ 469,639	\$ 415,109	1,689,538	\$ 1,274,429
Revenue (expenses) not budgeted:				
Depreciation expense			(1,032,527)	
Prem (discount) debt service interest			981,101	
Change in net position			\$ 1,638,112	

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, 2016

	<u>Budgeted Amounts</u>			Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Investment income	\$ 9,235	\$ 9,235	\$ 8,262	\$ (973)
Facilities Rentals	2,350,000	2,350,000	2,350,000	-
Total operating revenues	2,359,235	2,359,235	2,358,262	(973)
Operating expenses:				
Salaries, wages and benefits	215,248	215,248	452	214,796
Contractual services and utilities	784	784	436,476	(435,692)
Capital outlay	-	4,037	-	4,037
Insurance	389	389	389	-
Interest expense	2,223,526	2,223,526	1,506,029	717,497
Transfers out	-	43,319	43,319	-
Total operating expenses	2,439,947	2,487,303	1,986,665	500,638
Excess of revenues over (under) expenses	\$ (80,712)	\$ (128,068)	\$ 371,597	\$ 499,665
Revenue (expenses) not budgeted:				
Depreciation expense			(1,820,166)	
Change in net position			<u>\$ (1,448,569)</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.

Unemployment – to account for unemployment claims from City employees. The funding for this program will be derived from a City wide department assessment.

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CITY OF SANTA FE, NEW MEXICO
Internal Service Funds
Combining Statement of Net Position
June 30, 2016

	Risk Management	Santa Fe Health/Dental	Worker's Compensation	Union Sick Leave Bank	Unemployment	Totals
Assets						
Current assets:						
Cash, investments and cash equivalents	\$ 2,733,181	\$ 8,985,364	\$ 6,261,070	\$ 373,529	\$ 120,064	\$ 18,473,208
Other receivable	-	6,850	-	-	-	6,850
Interest receivable	1,737	5,195	4,177	252	31	11,392
Prepaid expense	-	477	-	-	-	477
Total current assets	2,734,918	8,997,886	6,265,247	373,781	120,095	18,491,927
Noncurrent assets:						
Capital assets:						
Equipment and machinery	6,812	-	-	-	-	6,812
Less accumulated depreciation	(6,812)	-	-	-	-	(6,812)
Vehicles	35,829	-	-	-	-	35,829
Less accumulated depreciation	(35,829)	-	-	-	-	(35,829)
Total noncurrent assets (net of accum depreciation)	-	-	-	-	-	-
Deferred outflows of resources:						
Employer contributions subsequent to the measurement date	81,764	-	-	-	-	81,764
Change in experience	14,302	-	-	-	-	14,302
Total deferred outflows of resources	96,066	-	-	-	-	96,066
Total assets and deferred outflows of resources	\$ 2,830,984	\$ 8,997,886	\$ 6,265,247	\$ 373,781	\$ 120,095	\$ 18,587,993
Liabilities						
Current liabilities:						
Accounts payable	\$ 48,251	\$ 32,719	\$ 4,355	\$ -	\$ 14,808	\$ 100,133
Accrued wages payable	26,285	-	-	-	-	26,285
Claims payable	1,805,162	2,779,383	4,182,533	-	-	8,767,078
Total current liabilities	1,879,698	2,812,102	4,186,888	-	14,808	8,893,496
Noncurrent liabilities:						
Compensated absences payable	71,616	-	-	-	-	71,616
Net pension liability	955,192	-	-	-	-	955,192
Total noncurrent liabilities	1,026,808	-	-	-	-	1,026,808
Total liabilities	2,906,506	2,812,102	4,186,888	-	14,808	9,920,304
Deferred inflows of resources:						
Net difference between projected and actual investment earnings on pension plan investment	9,383	-	-	-	-	9,383
Change in assumptions	1,774	-	-	-	-	1,774
Change in proportion	8,890	-	-	-	-	8,890
Total deferred inflows of resources	20,047	-	-	-	-	20,047
Net Position						
Unrestricted	(95,569)	6,185,784	2,078,359	373,781	105,287	8,647,642
Total net position	(95,569)	6,185,784	2,078,359	373,781	105,287	8,647,642
Total liabilities, deferred inflows, and net position	\$ 2,830,984	\$ 8,997,886	\$ 6,265,247	\$ 373,781	\$ 120,095	\$ 18,587,993

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, 2016

	Risk Management	Santa Fe Health/Dental	Worker's Compensation	Union Sick Leave Bank	Unemployment	Totals
Operating revenues:						
Premiums	\$ 4,944,518	\$ 21,600,563	\$ 1,758,946	\$ -	\$ -	\$ 28,304,027
Other revenue	24,139	-	98,388	155,035	-	277,562
Total operating revenues	4,968,657	21,600,563	1,857,334	155,035	-	28,581,589
Operating expenses:						
Salaries, wages and fringe benefits	916,909	-	-	99,458	-	1,016,367
Contractual services and utilities	338,691	484,120	37,242	-	-	860,053
Repairs and maintenance	1,232	-	-	-	-	1,232
Capital outlay - inventory exempt items	299	-	-	-	-	299
Supplies	40,396	7	-	-	-	40,403
Depreciation expense	1,250	-	-	-	-	1,250
Insurance premiums	2,044,284	1,264,462	117,144	-	-	3,425,890
Claims and judgments	1,131,964	17,688,854	1,202,138	-	14,808	20,037,764
Other	204,019	46,776	1,116	-	-	251,911
Total operating expenses	4,679,044	19,484,219	1,357,640	99,458	14,808	25,635,169
Operating income (loss)	289,613	2,116,344	499,694	55,577	(14,808)	2,946,420
Non-operating revenues (expenses):						
Investment income	10,890	34,064	28,322	772	95	74,143
Total non-operating revenues (expenses)	10,890	34,064	28,322	772	95	74,143
Income (loss) before transfers	300,503	2,150,408	528,016	56,349	(14,713)	3,020,563
Other Financing Sources (uses):						
Transfers in	-	-	-	-	120,000	120,000
Transfers out	(20,886)	-	-	-	-	(20,886)
Total other financing sources (uses)	(20,886)	-	-	-	120,000	99,114
Change in net position	279,617	2,150,408	528,016	56,349	105,287	3,119,677
Net position beginning	(375,186)	4,035,376	1,550,343	317,432	-	5,527,965
Net position, end of year	\$ (95,569)	\$ 6,185,784	\$ 2,078,359	\$ 373,781	\$ 105,287	\$ 8,647,642

CITY OF SANTA FE, NEW MEXICO
Internal Service Funds
Combining Statement of Cash Flows
For the Year Ended June 30, 2016

	Risk Management	Santa Fe Health/Dental	Worker's Compensation	Union Sick Leave Bank	Unemployment	Totals
Cash flows from operating activities:						
Cash received from customers	\$ 4,968,657	\$ 21,593,713	\$ 1,857,334	\$ 155,035	\$ -	\$ 28,574,739
Cash payments to suppliers for goods and services	(3,735,798)	(19,528,037)	(1,341,608)	(99,458)	-	(24,704,901)
Cash payments to employees for services	(881,647)	-	-	-	-	(881,647)
Net cash provided by operating activities	351,212	2,065,676	515,726	55,577	-	2,988,191
Cash flows from noncapital financing activities:						
Transfers-in from other funds	-	-	-	-	120,000	120,000
Transfers-out to other funds	(20,886)	-	-	-	-	(20,886)
Net cash provided (used) by noncapital financing activities	(20,886)	-	-	-	120,000	99,114
Cash flows from capital and related financing activities:						
Proceed from sale of capital assets	-	-	-	-	-	-
Net cash used for capital & related financing activities	-	-	-	-	-	-
Cash flows from investing activities:						
Interest and dividends on investments	12,034	33,607	28,527	520	64	74,752
Net cash provided by investing activities	12,034	33,607	28,527	520	64	74,752
Net increase (decrease) in cash and cash equivalents	342,360	2,099,283	544,253	56,097	120,064	3,162,057
Cash, investments & cash equivalents at beg of year	2,390,821	6,886,081	5,716,817	317,432	-	15,311,151
Cash, investments & cash equivalents at end of year	\$ 2,733,181	\$ 8,985,364	\$ 6,261,070	\$ 373,529	\$ 120,064	\$ 18,473,208
Reconciliation of operating income (loss) to cash provided (used) by operating activities:						
Operating income (loss)	\$ 289,613	\$ 2,116,344	\$ 499,694	\$ 55,577	\$ (14,808)	\$ 2,946,420
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:						
Depreciation	1,250	-	-	-	-	1,250
Difference between employer cash contribution to pension plan and noncash pension expense:	31,549	-	-	-	-	31,549
Change in assets and liabilities:						
(Increase) decrease in accounts receivable	-	(6,850)	-	-	14,808	7,958
(Increase) decrease in prepaid expense	-	59,523	-	-	-	59,523
Increase (decrease) in accounts payable	(18,287)	(416,749)	(7,870)	-	-	(442,906)
Increase (decrease) in compensated abs. payable	(344)	-	-	-	-	(344)
Increase (decrease) in accrued wages payable	4,057	-	-	-	-	4,057
Increase (decrease) in claims payable	43,374	313,408	23,902	-	-	380,684
Total adjustments	61,599	(50,668)	16,032	-	14,808	41,771
Net cash (provided) by operating activities	\$ 351,212	\$ 2,065,676	\$ 515,726	\$ 55,577	\$ -	\$ 2,988,191

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, 2016

	<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	\$ 4,909,787	\$ 4,909,787	\$ 4,944,518	\$ 34,731
Other revenues	40,000	40,000	24,139	(15,861)
Investment income	9,021	9,021	10,890	1,869
Total operating revenues and transfer in	<u>4,958,808</u>	<u>4,958,808</u>	<u>4,979,547</u>	<u>20,739</u>
Operating expenses and transfer out:				
Salaries, wages and fringe benefits	1,084,087	1,084,087	916,909	167,178
Contractual services and utilities	394,874	539,874	338,691	201,183
Repairs and maintenance	4,500	4,500	1,232	3,268
Supplies	52,639	52,639	40,396	12,243
Capital outlay - inventory exempt items	1,000	2,000	299	1,701
Insurance premiums	2,878,913	2,738,913	2,044,284	694,629
Claims and judgments	1,385,963	1,385,963	1,088,590	297,373
Other	236,985	237,160	204,019	33,141
Transfer out	-	21,045	20,886	159
Total operating expenses and transfer out	<u>6,038,961</u>	<u>6,066,181</u>	<u>4,655,306</u>	<u>1,410,875</u>
Excess (deficiency) of revenue over expenses	<u>\$ (1,080,153)</u>	<u>\$ (1,107,373)</u>	324,241	<u>\$ 1,431,614</u>
Revenue (expenses) not budgeted:				
Depreciation expense			(1,250)	
IBNR claims reserve expense			(43,374)	
Change in net position			<u>\$ 279,617</u>	

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, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Operating revenues:				
Premiums	\$ 22,369,815	\$ 22,469,815	\$ 21,600,563	\$ (869,252)
Investment income	25,613	25,613	34,064	8,451
Total operating revenues	<u>22,395,428</u>	<u>22,495,428</u>	<u>21,634,627</u>	<u>(860,801)</u>
Operating expenses and transfer out:				
Contractual services and utilities	527,221	527,221	484,120	43,101
Supplies	299	299	7	292
Insurance premiums	1,386,738	1,386,738	1,264,462	122,276
Claims and judgments	19,486,861	19,426,021	17,688,854	1,737,167
Other	300	300	46,776	(46,476)
Total operating expenses and transfer out	<u>21,401,419</u>	<u>21,340,579</u>	<u>19,484,219</u>	<u>1,856,360</u>
Excess (deficiency) of revenue over expenses	<u>\$ 994,009</u>	<u>\$ 1,154,849</u>	<u>2,150,408</u>	<u>\$ 995,559</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, 2016

	<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	\$ 1,758,946	\$ 17,935
Other revenues	20,000	20,000	98,388	78,388
Investment income	25,546	25,546	28,322	2,776
Total operating revenues	<u>1,786,557</u>	<u>1,786,557</u>	<u>1,885,656</u>	<u>99,099</u>
Operating expenses and transfer out:				
Contractual services and utilities	61,331	61,331	37,242	24,089
Claims and judgments	1,150,000	1,150,000	1,178,236	(28,236)
Insurance Premium	158,004	158,004	117,144	40,860
Other	390	390	1,116	(726)
Total operating expenses and transfer out	<u>1,369,725</u>	<u>1,369,725</u>	<u>1,333,738</u>	<u>35,987</u>
Excess (deficiency) of revenue over expenses	<u>\$ 416,832</u>	<u>\$ 416,832</u>	<u>551,918</u>	<u>\$ 135,086</u>
Revenue (expenses) not budgeted:				
IBNR claims reserve expense			<u>(23,902)</u>	
Change in net position			<u>\$ 528,016</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, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Operating revenues:				
Donations	\$ -	\$ 195,000	\$ 155,035	\$ (39,965)
Investment income	-	-	772	772
Total operating revenues	-	195,000	155,807	(39,193)
Operating expenses:				
Salaries, wages and fringe benefits	-	199,000	99,458	99,542
Total operating expenses	-	199,000	99,458	99,542
Excess (deficiency) of revenue over expenses	\$ -	\$ (4,000)	\$ 56,349	\$ 60,349

CITY OF SANTA FE, NEW MEXICO
Internal Service Fund
Schedule of Revenues, Expenses and
Changes in Net Assets - Budget and Actual
Unemployment
Non-GAAP Budgetary Basis
For the Year Ended June 30, 2016

	<u>Budgeted Amounts</u>			Variance With Final Budget- Positive (Negative)
	Original	Final	Actual	
Operating revenues and transfers in:				
Transfers in	\$ -	\$ 120,000	\$ 120,000	\$ -
Total operating revenues and transfers in	-	120,000	120,000	-
Operating expenses:				
Claims and judgements	-	30,000	14,808	15,192
Total operating expenses	-	30,000	14,808	15,192
Excess (deficiency) of revenue over expenses	\$ -	\$ 90,000	105,192	\$ 15,192
Revenue (expenses) not budgeted:				
Investment income			95	
Change in net position			\$ 105,287	

Capital Assets Used in the Operation of Governmental Funds

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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, 2016 and 2015

	2016	2015
Governmental Funds Capital Assets:		
Land	\$ 169,939,946	\$ 169,939,946
Buildings	60,469,656	57,902,242
Improvements	74,320,081	53,618,241
Equipment and machinery	13,253,094	13,829,683
Furniture and fixtures	597,274	597,273
Vehicles	23,828,656	22,705,550
Data processing and software	7,977,535	8,270,250
Construction in progress	21,714,123	35,394,344
Art	864,920	922,920
Traffic signals	23,517,339	23,222,048
Streets	203,041,486	200,396,324
Bridges	2,109,269	2,109,269
Total governmental funds capital assets	\$ 601,633,379	\$ 588,908,090
Investment in Governmental Funds Capital Assets by sources:		
General Fund	\$ 330,267,802	\$ 332,374,726
Special Revenue Funds	23,309,381	21,819,980
Capital Project Funds	240,963,787	227,620,975
Other Sources	6,368,286	6,368,286
Donations	724,123	724,123
Total governmental funds capital assets	\$ 601,633,379	\$ 588,908,090

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

Schedule By Function and Activity
June 30, 2016

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	\$ 294,943	\$ -	\$ 29,746
City Clerk	-	-	-	290,560	22,241	44,916
Administrative Department	-	175,333	2,617,129	176,948	3,035	4,518,781
Planning and Land Use	-	-	-	28,103	209,212	338,753
City Services	137,847,376	7,221,775	1,071,903	1,603,575	27,637	720,329
Total General Government	163,515,376	36,755,199	9,092,939	2,394,129	262,125	5,652,525
Public Safety:						
Police	-	5,570,721	4,559,152	215,236	279,480	7,584,019
Fire	-	11,677,869	-	1,780,978	47,866	4,045,804
Total Public Safety	-	17,248,590	4,559,152	1,996,214	327,346	11,629,823
Public Works:						
Administration	-	104,455	21,884,768	4,587,806	3,026	1,991,551
Total Public Works	-	104,455	21,884,768	4,587,806	3,026	1,991,551
Community Welfare:						
Community Development	204,218	1,695,824	396,000	-	-	-
Affordable Housing	840,000	-	574,390	-	-	-
Human Services	178,225	3,156,374	750,433	1,896,612	-	1,267,845
Total Community Welfare	1,222,443	4,852,198	1,720,823	1,896,612	-	1,267,845
Culture and Recreation:						
Parks and Grounds Maintenance	5,202,127	979,483	37,062,399	2,424,292	4,777	3,246,734
Arts Commission	-	-	-	-	-	40,178
Museums and Libraries	-	529,731	-	(45,959)	-	-
Total Culture and Recreation	5,202,127	1,509,214	37,062,399	2,378,333	4,777	3,286,912
Total governmental funds capital assets	\$ 169,939,946	\$ 60,469,656	\$ 74,320,081	\$ 13,253,094	\$ 597,274	\$ 23,828,656

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.

Schedule By Function and Activity
June 30, 2016

Data Processing Equipment and Software	Construction in Progress	Art	Traffic Signals	Streets	Bridges	Total
\$ 20,605	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 60,775,292
37,063	-	-	-	-	-	394,780
5,934,652	927,684	-	-	-	-	14,353,562
287,480	-	-	-	-	-	863,548
968,389	-	-	-	-	-	149,460,984
<u>7,248,189</u>	<u>927,684</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>225,848,166</u>
225,119	-	-	-	-	-	18,433,727
426,662	89,390	-	-	-	-	18,068,569
<u>651,781</u>	<u>89,390</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>36,502,296</u>
21,740	9,174,308	-	23,259,824	203,041,486	2,109,269	266,178,233
<u>21,740</u>	<u>9,174,308</u>	<u>-</u>	<u>23,259,824</u>	<u>203,041,486</u>	<u>2,109,269</u>	<u>266,178,233</u>
-	-	-	-	-	-	2,296,042
-	88,490	-	-	-	-	1,414,390
<u>-</u>	<u>88,490</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,337,979</u>
-	-	-	-	-	-	11,048,411
-	11,434,251	-	257,515	-	-	60,611,578
51,697	-	864,920	-	-	-	956,795
4,128	-	-	-	-	-	487,900
<u>55,825</u>	<u>11,434,251</u>	<u>864,920</u>	<u>257,515</u>	<u>-</u>	<u>-</u>	<u>62,056,273</u>
<u>\$ 7,977,535</u>	<u>\$ 21,714,123</u>	<u>\$ 864,920</u>	<u>\$ 23,517,339</u>	<u>\$ 203,041,486</u>	<u>\$ 2,109,269</u>	<u>\$ 601,633,379</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, 2016

Function and Activity	Governmental Funds Capital Assets July 1, 2015	Additions	Deletions	Governmental Funds Capital Assets June 30, 2016
General Government:				
City Manager	\$ 60,736,518	\$ 90,784	\$ (52,010)	\$ 60,775,292
City Clerk	394,780	-	-	394,780
Administrative Department	14,884,660	847,500	(1,378,598)	14,353,562
Planning	882,634	-	(19,086)	863,548
City Services	149,836,605	497,456	(873,077)	149,460,984
Total General Government	<u>226,735,197</u>	<u>1,435,740</u>	<u>(2,322,771)</u>	<u>225,848,166</u>
Public Safety:				
Police	18,673,526	1,096,504	(1,336,303)	18,433,727
Fire	16,050,121	2,232,844	(214,396)	18,068,569
Total Public Safety	<u>34,723,647</u>	<u>3,329,348</u>	<u>(1,550,699)</u>	<u>36,502,296</u>
Public Works:				
Administration	255,709,869	10,469,809	(1,445)	266,178,233
Total Public Works	<u>255,709,869</u>	<u>10,469,809</u>	<u>(1,445)</u>	<u>266,178,233</u>
Community Welfare:				
Community Development	1,980,152	315,890	-	2,296,042
Affordable Housing	1,414,390	-	-	1,414,390
Human Services	5,843,748	1,865,442	(371,211)	7,337,979
Total Community Welfare	<u>9,238,290</u>	<u>2,181,332</u>	<u>(371,211)</u>	<u>11,048,411</u>
Culture and Recreation:				
Parks and Grounds Maint.	60,659,975	1,378,918	(1,427,315)	60,611,578
Arts Commission	1,014,796	-	(58,001)	956,795
Museums and Libraries	826,316	10,400	(348,816)	487,900
Total Culture and Recreation	<u>62,501,087</u>	<u>1,389,318</u>	<u>(1,834,132)</u>	<u>62,056,273</u>
Total governmental funds capital assets	<u>\$ 588,908,090</u>	<u>\$ 18,805,547</u>	<u>\$ (6,080,258)</u>	<u>\$ 601,633,379</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, 2016**

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.	179-184
Revenue Capacity These schedules contain information to help the reader assess the factors affecting the city's ability to generate its gross receipts tax.	185-192
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.	193-196
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.	201-204
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.	205-209

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				
	2007	2008	2009	2010	2011
Governmental Activities					
Net investment in capital assets	\$ 142,109,428	\$ 182,790,257	\$ 178,547,796	\$ 188,345,882	\$ 191,538,696
Restricted	2,504,394	10,174,773	10,290,331	10,693,806	21,643,708
Unrestricted	63,338,892	98,944,233	93,668,312	69,331,327	53,773,476
Total governmental activities net position	\$ 207,952,714	\$ 291,909,263	\$ 282,506,439	\$ 268,371,015	\$ 266,955,880
Business-type activities					
Net investment in capital assets	\$ 152,636,141	\$ 159,508,099	\$ 160,986,556	\$ 174,237,581	\$ 208,210,696
Restricted	2,668,245	724,528	1,232,286	6,961,305	5,960,981
Unrestricted	127,184,590	89,549,081	110,164,825	135,921,927	127,140,990
Total business -type activities	\$ 282,488,976	\$ 249,781,708	\$ 272,383,667	\$ 317,120,813	\$ 341,312,667
Primary government					
Net investment in capital assets	\$ 294,745,569	\$ 342,298,356	\$ 339,534,352	\$ 362,583,463	\$ 399,749,392
Restricted	5,172,639	10,899,301	11,522,617	17,655,111	27,604,689
Unrestricted	190,523,482	188,493,314	203,833,137	205,253,254	180,914,466
Total primary government net position	\$ 490,441,690	\$ 541,690,971	\$ 554,890,106	\$ 585,491,828	\$ 608,268,547
Governmental Activities					
Net investment in capital assets	\$ 186,752,403	\$ 187,585,177	\$ 183,738,623	\$ 171,694,321	\$ 187,148,133
Restricted	52,596,695	42,214,935	42,689,826	51,463,764	45,527,732
Unrestricted	24,870,716	28,086,027	25,344,402	(45,271,571)	(42,105,783)
Total governmental activities net position	\$ 264,219,814	\$ 257,886,139	\$ 251,772,851	\$ 177,886,514	\$ 190,570,082
Business-type activities					
Net investment in capital assets	\$ 231,134,448	\$ 218,430,014	\$ 220,974,217	\$ 219,722,956	\$ 283,747,858
Restricted	6,483,099	7,967,211	6,852,761	8,148,062	2,386,130
Unrestricted	116,317,368	139,972,704	137,082,991	111,937,448	60,617,674
Total business -type activities	\$ 353,934,915	\$ 366,369,929	\$ 364,909,969	\$ 339,808,466	\$ 346,751,662
Primary government					
Net investment in capital assets	\$ 417,886,851	\$ 420,502,272	\$ 404,712,840	\$ 391,417,277	\$ 470,895,991
Restricted	59,079,794	44,765,498	49,542,587	59,611,826	47,913,862
Unrestricted	141,188,084	158,988,298	162,427,393	66,665,877	18,511,891
Total primary government net position	\$ 618,154,729	\$ 624,256,068	\$ 616,682,820	\$ 517,694,980	\$ 537,321,744

Note: GASB 34 Implemented 2002

TABLE II

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

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Expenses										
Governmental Activities:										
General Government	\$ 23,484,442	\$ 27,873,924	\$ 29,566,386	\$ 27,660,875	\$ 26,391,068	\$ 29,053,871	\$ 24,755,660	\$ 27,489,494	\$ 26,419,310	\$ 31,479,026
Public Safety	33,841,007	34,894,206	38,118,398	38,313,141	38,015,879	38,164,145	42,282,708	43,895,286	43,657,854	44,790,073
Public Works	13,570,355	13,577,325	15,718,517	15,869,603	16,653,193	13,982,704	16,759,696	16,598,017	16,028,819	14,578,275
Community Development	11,289,698	11,397,085	12,874,275	15,145,985	12,119,952	10,748,946	11,583,239	11,898,080	11,583,239	11,898,080
Culture and Recreation	13,029,432	13,430,563	13,417,927	13,580,296	12,218,375	11,365,828	13,767,279	13,264,424	12,681,701	12,460,924
Education	2,737,868	2,864,722	2,899,570	2,988,945	2,848,887	2,673,364	2,711,183	2,547,259	2,620,019	2,606,639
Interest on Long Term Debt	9,583,608	4,563,643	5,456,528	5,485,953	4,952,563	5,847,128	5,768,231	5,591,088	4,580,529	4,543,956
Total Governmental activities expenses	107,536,410	108,601,468	118,151,601	119,044,207	113,269,917	111,724,025	117,385,128	120,134,514	117,571,471	122,356,973
Business-type activities:										
Wastewater Management	9,879,594	11,352,274	12,475,625	12,312,850	14,705,132	14,878,988	13,100,203	12,991,007	14,235,723	13,482,949
Water Management	23,608,849	19,074,551	22,882,185	22,369,231	28,452,091	37,026,382	39,530,468	46,776,694	40,302,996	45,088,256
Municipal Recreation Complex	3,021,228	2,975,871	2,408,341	1,803,235	1,336,520	1,781,075	1,825,927	1,641,924	1,742,817	1,881,876
Railyard Center	608,703	344,959	1,373,796	1,741,983	1,748,903	3,065,480	4,134,223	5,234,566	5,307,405	4,351,666
Genevra Chavez Community Cntr	4,895,292	4,999,087	5,570,172	4,866,084	4,725,388	4,551,692	5,034,066	4,641,275	5,048,065	4,845,955
Santa Fe Convention Center	218,000	2,083,034	4,763,646	5,280,908	2,950,521	4,993,798	5,193,941	4,930,009	6,195,823	3,423,469
Environmental Services	8,888,090	9,884,422	9,576,135	9,942,609	10,992,656	11,607,054	11,147,965	11,763,404	11,378,753	11,876,462
College of Santa Fe	-	-	-	2,436,088	1,946,703	1,062,183	922,854	2,516,891	1,546,029	3,763,512
Transit and Airport Systems	8,309,125	10,312,198	11,275,507	12,366,693	10,984,607	11,668,081	11,668,835	12,527,385	14,903,229	15,132,089
Parking Enterprise Fund	4,194,759	4,716,561	5,128,803	5,271,354	5,147,411	4,923,577	5,308,766	5,285,568	4,763,607	5,409,773
Total business-type expenses	63,623,640	65,742,957	75,454,210	78,411,035	82,989,932	95,676,310	97,867,248	108,308,723	105,424,447	109,256,007
Total primary government expenses	\$ 171,160,050	\$ 174,344,425	\$ 193,605,811	\$ 197,455,242	\$ 196,259,849	\$ 207,300,335	\$ 215,252,376	\$ 228,443,237	\$ 222,995,918	\$ 231,612,980
Program Revenues										
Governmental activities:										
Charges for services:										
General Government	\$ 2,729,053	\$ 1,908,694	\$ 2,093,097	\$ 478,959	\$ 1,548,813	\$ 7,595,705	\$ 9,077,668	\$ 3,334,437	\$ 8,641,240	\$ 10,547,589
Public Safety	3,746,109	3,551,192	3,451,045	4,192,344	5,837,000	1,474,567	1,595,823	5,434,696	5,478,431	5,441,078
Public Works	3,420,434	2,246,481	2,094,381	2,379,542	2,782,439	1,807,757	1,927,320	2,190,194	2,137,267	2,294,848
Community Development	321,145	491,313	350,718	373,009	427,889	84,441	59,194	267,268	218,086	256,151
Culture and Recreation	518,602	536,901	578,429	685,743	790,664	133,659	146,037	164,353	683,842	208,492
Operating grants and contributions:										
General Government	400,848	417,614	292,957	660,242	292,957	173,174	175,302	210,828	65,092	824,576
Public Safety	577,716	1,032,705	832,402	1,268,866	731,000	1,010,879	1,358,585	1,630,783	1,974,169	2,279,749
Public Works	449,214	210,213	214,293	286,133	214,293	501,864	1,982,166	397,789	563,125	468,872
Community Development	3,260,771	3,250,551	3,718,589	5,989,952	3,400,765	2,658,918	309,510	3,179,112	3,288,624	3,840,985
Culture and Recreation	297,649	301,646	340,742	182,907	340,742	30,389	2,219,010	189,265	105,568	783,359
Capital grants and contributions:										
General Government	401,529	2,711,654	1,706,164	406,830	1,700,235	81,519	267,360	1,253,844	-	-
Public Safety	418,952	-	529,270	340,853	529,270	1,206,912	-	-	-	-
Public Works	946,360	2,727,905	6,022,474	3,732,453	1,604,050	5,896,998	1,035,823	756,833	611,554	4,196,814
Community Development	171,251	372,517	673,023	386,267	673,023	92,838	184,162	403,159	-	-
Culture and Recreation	1,215,780	1,042,680	2,536,154	2,193,295	2,535,154	429,170	291,047	203,120	26,357	-
Total governmental activities program revenues	18,875,413	20,802,066	25,433,738	23,557,395	23,408,294	23,178,790	20,629,007	19,615,681	23,793,355	31,142,513

(Continued)

TABLE II

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

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Expenses										
Governmental Activities:										
General Government	\$ 23,484,442	\$ 27,873,924	\$ 29,566,386	\$ 27,660,875	\$ 26,391,068	\$ 29,053,871	\$ 24,755,660	\$ 27,489,494	\$ 26,419,310	\$ 31,479,026
Public Safety	33,841,007	34,894,206	38,118,398	38,313,141	38,015,879	38,164,145	42,282,708	43,895,286	43,657,854	44,790,073
Public Works	13,570,355	13,577,325	15,718,517	15,869,603	16,653,193	13,982,704	16,759,696	16,598,017	16,028,819	14,578,275
Community Development	11,289,698	11,397,085	12,474,275	15,145,394	12,191,952	10,636,985	11,340,371	10,789,985	11,583,239	11,898,080
Culture and Recreation	13,029,432	13,430,563	13,417,927	13,580,296	12,218,375	11,365,828	13,767,279	13,264,424	12,681,701	12,480,924
Education	2,737,868	2,864,722	2,899,570	2,988,945	2,846,887	2,673,364	2,711,183	2,547,259	2,606,639	2,606,639
Interest on Long Term Debt	9,583,608	4,563,843	5,456,528	5,485,953	4,952,563	5,847,128	5,768,231	5,591,088	4,580,529	4,543,956
Total Governmental activities expenses	107,536,410	108,601,468	118,151,601	119,044,207	113,269,917	111,724,025	117,385,128	120,134,514	117,571,471	122,356,973
Business-type activities:										
Wastewater Management	9,879,594	11,352,274	12,475,625	12,312,850	14,705,132	14,876,988	13,100,203	12,991,007	14,235,723	13,482,949
Water Management	23,608,849	19,074,551	22,882,185	22,369,231	28,452,091	37,026,382	39,530,468	46,776,694	40,302,996	45,088,256
Municipal Recreation Complex	3,021,228	2,975,871	2,488,341	1,803,235	1,336,520	1,781,075	1,825,927	1,641,924	1,742,817	1,881,876
Rallyard Center	608,703	344,959	1,373,796	1,741,983	1,748,903	3,065,480	4,134,223	5,234,566	5,307,405	4,351,666
Genevieve Chavez Community Cntr	4,895,292	4,999,087	5,570,172	4,886,084	4,725,388	4,511,692	5,034,066	4,641,275	5,048,065	4,845,955
Santa Fe Convention Center	218,000	2,083,034	4,763,646	5,280,908	2,950,521	4,993,798	5,193,941	4,930,009	6,195,823	3,423,469
Environmental Services	8,888,090	9,584,422	9,576,135	9,942,609	10,992,656	11,607,054	11,147,965	11,763,404	11,378,753	11,876,482
College of Santa Fe	-	-	-	-	2,436,088	1,946,703	922,854	2,516,891	1,546,029	3,763,512
Transit and Airport Systems	8,309,125	10,312,198	11,275,507	12,366,693	10,984,607	11,686,081	11,668,835	12,527,385	14,903,229	15,132,089
Parking Enterprise Fund	4,194,759	4,716,561	5,128,803	5,271,354	5,147,411	4,923,577	5,308,766	5,285,568	4,763,607	5,409,773
Total business-type expenses	63,623,640	65,742,957	75,454,210	78,411,035	82,989,932	95,576,310	97,867,248	108,308,723	105,424,447	109,256,007
Total primary government expenses	\$ 171,160,050	\$ 174,344,425	\$ 193,605,811	\$ 197,455,242	\$ 196,259,849	\$ 207,300,335	\$ 215,252,376	\$ 228,443,237	\$ 222,995,918	\$ 231,612,980
Program Revenues										
Governmental activities:										
Charges for services:										
General Government	\$ 2,729,053	\$ 1,908,694	\$ 2,093,097	\$ 478,959	\$ 1,548,813	\$ 7,595,705	\$ 9,077,668	\$ 3,334,437	\$ 8,641,240	\$ 10,547,589
Public Safety	3,746,109	3,551,192	3,451,045	4,192,344	5,837,000	1,474,567	1,595,823	5,434,696	5,478,431	5,441,078
Public Works	3,420,434	2,246,481	2,094,381	2,379,542	2,782,439	1,807,757	1,927,320	2,190,194	2,137,267	2,294,848
Community Development	321,145	491,313	350,718	373,009	427,889	84,441	59,194	267,268	218,086	256,151
Culture and Recreation	518,602	536,901	578,429	685,743	790,664	133,659	146,037	164,353	683,842	208,492
Operating grants and contributions:										
General Government	400,848	417,614	292,957	660,242	292,957	173,174	175,302	210,828	65,092	824,576
Public Safety	577,716	1,032,705	832,402	1,268,866	731,000	1,010,879	1,358,585	1,630,783	1,374,169	2,279,749
Public Works	449,214	210,213	214,293	286,133	214,293	501,864	1,982,166	397,789	563,125	468,872
Community Development	3,260,771	3,250,551	3,718,589	5,989,952	3,400,765	2,658,918	309,510	3,179,112	3,288,624	3,840,985
Culture and Recreation	297,649	301,646	340,742	182,907	340,742	30,389	2,219,010	183,265	105,568	783,359
Capital grants and contributions:										
General Government	401,529	2,711,654	1,706,164	406,830	1,700,235	81,519	267,360	1,253,844	-	-
Public Safety	418,952	-	529,270	340,853	529,270	1,206,912	-	-	-	-
Public Works	946,360	2,727,905	6,022,474	3,732,453	1,604,050	5,896,998	1,035,823	756,833	611,554	4,196,814
Community Development	171,251	372,517	673,023	386,267	673,023	92,838	184,162	403,159	-	-
Culture and Recreation	1,215,780	1,042,660	2,536,154	2,193,295	2,535,154	429,170	291,047	203,120	26,357	-
Total governmental activities program revenues	18,875,413	20,802,066	25,433,738	23,557,395	23,408,294	23,178,790	20,629,007	19,615,681	23,793,355	31,142,513

(Continued)

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

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General Revenues and Other Changes in Net Position										
Governmental activities										
Taxes										
Property taxes	\$ 3,584,591	\$ 3,964,867	\$ 3,773,701	\$ 6,658,311	\$ 7,763,486	\$ 8,317,569	\$ 8,082,970	\$ 9,251,086	\$ 9,636,160	\$ 10,610,845
Sales taxes	88,146,556	91,972,070	82,800,905	76,345,768	77,533,815	80,000,089	79,927,194	83,633,041	85,911,545	88,954,804
Lodgers taxes	8,677,392	8,797,321	7,872,311	7,235,114	8,350,150	7,881,289	8,009,032	8,376,475	9,251,039	9,664,653
Franchise taxes	2,391,985	2,549,067	2,646,539	2,589,218	2,226,689	2,535,193	2,992,353	2,892,235	2,821,230	3,669,517
Motor fuel taxes	1,130,555	1,654,875	1,696,868	1,739,763	1,792,433	1,772,322	1,703,819	1,895,938	1,859,045	1,684,034
Cigarette taxes	107,712	113,820	65,597	96,502	8,940	91	1,246,517	-	-	-
Unrestricted investment earnings	7,187,724	4,383,448	3,264,549	664,354	492,319	515,681	235,245	591,813	450,301	360,613
Miscellaneous revenues	1,947,896	1,401,382	1,684,015	1,538,546	1,993,112	1,176,732	1,374,606	1,555,925	1,001,298	933,386
Gain on sale of capital assets	-	142,601	-	215,508	-	73,295	-	3,300	-	-
Transfers	(76,331,236)	(29,791,045)	(20,489,446)	(15,734,696)	(11,714,456)	(16,463,102)	(9,149,210)	(13,794,268)	(18,049,329)	(11,979,824)
Special item-transfer of capital asset	-	-	-	-	-	-	-	-	-	-
Total governmental activities	\$ 36,843,173	\$ 85,188,406	\$ 83,315,039	\$ 81,351,388	\$ 88,446,488	\$ 85,809,109	\$ 94,422,526	\$ 94,405,545	\$ 92,881,289	\$ 103,898,028
Business-type activities										
Property taxes	7,123,902	8,800,497	11,055,714	10,451,588	10,615,795	10,955,392	11,136,547	11,462,992	11,762,071	12,218,907
Sales taxes	6,301,086	7,078,365	3,291,660	1,110,329	775,571	840,509	177,928	1,152,797	838,062	647,384
Unrestricted investment earnings	379,523	1,669,593	1,997,611	-	-	(57,111)	276,287	-	-	-
Miscellaneous revenues	-	-	-	-	-	-	-	-	-	-
Donated land	1,023,973	(24,603)	35,658	12,621	4,317,366	40,705	33,941	(6,888)	2,900	29,610
Gain (loss) on sale of capital assets	76,331,238	29,791,045	20,489,446	15,734,696	11,714,456	16,463,102	9,149,210	13,794,268	18,049,329	11,979,824
Transfers	91,159,722	47,334,897	36,870,089	43,993,072	27,423,188	28,242,597	20,775,913	26,403,169	30,652,362	24,875,725
Total business-type activities	\$ 128,002,895	\$ 132,523,303	\$ 120,185,128	\$ 125,344,460	\$ 115,869,676	\$ 114,051,706	\$ 115,198,439	\$ 120,808,714	\$ 123,533,651	\$ 128,773,753
Total government										
Change in Net Position	\$ (51,817,824)	\$ (2,610,996)	\$ (9,402,824)	\$ (14,135,424)	\$ (1,415,135)	\$ (2,736,126)	\$ (2,333,595)	\$ (4,559,436)	\$ (896,827)	\$ 12,683,568
Governmental activities	94,377,048	53,860,277	22,601,959	44,737,146	24,191,854	12,622,248	8,017,539	1,434,994	4,724,910	4,260,300
Business-type activities	\$ 42,559,224	\$ 51,249,261	\$ 13,199,135	\$ 30,601,722	\$ 22,776,719	\$ 9,866,122	\$ 5,663,944	\$ (3,124,442)	\$ 3,828,083	\$ 16,943,868

Note: GASB 34 implemented 2002

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

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General fund										
Non-spendable										
Restricted	\$ -	\$ 6,722,866	\$ 6,843,676	\$ 6,533,816	\$ 440,752	\$ 145,699	\$ 105,822	\$ 84,269	\$ 92,436	\$ 101,015
Committed	1,469,090	3,920,763	2,063,939	1,823,960	6,071,202	5,458,379	6,378,383	6,136,549	6,532,724	6,649,878
Unassigned	26,378,133	16,309,042	12,059,216	7,314,057	8,269,206	10,845,524	8,804,906	1,256,819	1,340,604	1,362,023
Total general fund	\$ 27,847,223	\$ 26,952,671	\$ 20,966,831	\$ 15,671,833	\$ 16,024,659	\$ 17,760,413	\$ 16,595,527	\$ 15,769,852	\$ 15,073,816	\$ 20,948,189
All Other Governmental Funds										
Non-spendable										
Restricted	\$ 19,576,314	\$ 23,697,756	\$ 19,063,112	\$ 16,558,006	\$ 11,184,545	\$ 11,443,717	\$ 11,326,634	\$ 4,334,545	\$ 250,000	\$ 250,000
Committed	-	-	-	-	41,744,396	44,110,480	36,373,892	42,781,711	53,978,741	47,058,413
Assigned	18,536,628	25,927,119	4,738,444	4,802,848	2,007,489	5,211,699	2,886,735	863,689	1,098,113	1,311,953
Unassigned	46,262,108	51,720,722	56,203,130	37,176,386	(413,391)	(382,397)	(48,666)	(908,779)	(1,375,770)	(194,252)
Total all other governmental funds	\$ 84,375,050	\$ 101,345,597	\$ 80,004,686	\$ 58,537,240	\$ 57,898,125	\$ 66,448,219	\$ 54,686,508	\$ 53,680,318	\$ 61,863,406	\$ 54,666,365

Note: GASB 34 Implemented 2002

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

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Revenues										
Taxes	\$ 104,038,791	\$ 109,052,020	\$ 98,855,921	\$ 94,667,676	\$ 97,675,513	\$ 100,506,503	\$ 101,961,865	\$ 106,048,775	\$ 109,389,019	\$ 114,583,853
Licenses and permits	2,863,976	2,211,926	2,262,507	1,571,947	1,855,363	2,341,436	2,856,179	2,346,669	2,461,998	2,760,196
Intergovernmental revenues	8,140,070	12,067,455	16,866,068	15,447,798	12,021,489	12,082,661	7,816,549	2,221,733	6,724,489	12,394,355
Fees and charges for services	7,871,367	6,522,655	6,305,163	6,537,650	9,531,442	8,754,693	9,949,863	9,044,279	13,927,167	15,307,074
Sale of capital assets	26,793	42,601	42,204	215,508	35,552	-	-	3,300	-	-
Fines and forfeitures	304,993	527,173	518,267	526,845	448,621	370,072	412,236	506,527	429,736	373,917
Rents, royalties and concessions	165,985	75,490	130,047	126,043	219,850	205,990	156,741	180,538	339,965	306,971
Investment income	6,498,985	3,695,071	2,764,697	507,687	378,878	408,900	213,794	478,747	372,628	286,471
Land Sales	267,786	100,000	-	-	-	90,939	260,328	253,445	175,500	419,439
Other revenues	1,209,122	864,065	993,497	885,658	1,288,904	589,225	545,301	615,415	827,798	513,947
Total Revenues	131,389,878	135,162,486	128,758,371	120,486,812	123,455,612	125,350,319	124,172,876	127,699,428	134,646,300	146,946,223
Expenditures										
General government	22,514,387	26,330,509	27,641,394	25,807,820	23,115,451	22,986,525	24,072,339	21,224,217	27,191,995	28,875,061
Public safety	32,864,855	32,808,858	35,979,160	36,856,996	36,797,749	36,273,737	40,060,495	41,461,515	41,931,574	42,050,323
Public works	7,702,612	6,218,207	6,442,473	6,533,194	9,198,763	6,222,086	6,283,527	6,247,484	6,850,449	6,463,090
Community development	11,160,216	11,217,326	12,785,076	14,766,993	12,093,940	10,154,155	11,086,013	10,469,220	11,339,034	11,378,061
Culture and recreation	10,813,076	11,920,461	12,559,894	11,690,820	11,709,686	10,545,655	12,473,946	11,524,049	11,268,209	11,658,586
Education	2,732,739	2,859,578	2,892,938	2,983,168	2,841,615	2,670,215	2,710,895	2,545,991	2,620,019	2,600,930
Capital outlay	18,273,690	20,319,642	24,936,573	16,150,454	13,392,473	18,196,279	17,220,467	16,317,789	16,566,429	17,510,589
Capital outlay/inventory exempt	3,845,167	5,909,298	6,963,610	4,871,841	-	-	-	-	-	-
Debt Service:										
Principal	22,635,861	7,352,698	30,193,446	7,673,026	23,509,213	23,538,688	33,489,819	8,681,450	9,677,468	10,113,885
Interest and fiscal agent fees	10,603,454	5,361,324	6,301,926	5,784,564	6,562,034	6,202,897	6,727,493	5,238,130	5,623,865	5,539,428
Bond issuance costs	-	-	-	-	420,600	401,987	399,940	187,572	466,645	-
Total expenditures	143,146,047	130,299,103	166,698,490	133,118,676	139,641,524	137,192,024	154,532,934	123,897,417	133,535,667	136,189,953
Excess of revenues over (under)	(11,756,169)	4,863,383	(37,940,119)	(12,632,864)	(16,185,912)	(11,841,705)	(30,360,058)	3,802,011	1,110,613	10,756,270
Other Financing Sources (Uses)										
Transfers in	40,664,259	61,064,891	85,030,926	32,228,023	53,075,463	77,138,478	59,160,811	39,572,832	45,645,545	28,172,546
Transfers out	(116,975,199)	(90,855,936)	(104,721,290)	(46,365,517)	(64,789,919)	(92,759,737)	(68,301,293)	(53,257,903)	(63,598,829)	(40,251,484)
HUD loan payments (flow through)	25,656	7,862	58,866	7,113	31,815	30,973	30,095	29,192	-	-
Issuance of Bonds:										
Face value of bonds issued	24,940,000	40,135,000	26,370,000	-	25,305,000	32,725,000	24,900,000	11,760,000	21,260,000	-
Premium on issuance of bond	785,088	1,623,540	672,989	-	2,027,264	4,992,779	1,643,848	282,083	3,069,723	-
Total other Financing sources (uses)	(50,540,196)	11,975,357	7,411,461	(14,130,381)	15,649,623	22,127,493	17,433,461	(1,633,876)	6,376,439	(12,078,938)
Net change in fund balances	\$ (62,296,365)	\$ 16,838,740	\$ (30,528,658)	\$ (26,762,445)	\$ (536,289)	\$ 10,285,788	\$ (12,926,597)	\$ 2,166,135	\$ 7,487,052	\$ (1,322,668)
Debt service as a percentage of noncapital expenditures	26.6%	11.6%	25.7%	11.5%	23.8%	25.0%	29.3%	12.9%	13.1%	13.2%

Note: GASB 34 Implemented 2002

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
2007	3,138,480	9,424,865	72,456	217,586	39,751	3,171,185	9,523,081	33.3%
2008	3,315,706	9,957,075	175,280	526,985	39,987	3,450,999	10,363,360	33.3%
2009	3,506,494	10,530,012	67,798	203,598	68,934	3,505,358	10,526,601	33.3%
2010	3,632,556	10,908,577	62,630	188,078	67,679	3,627,507	10,893,414	33.3%
2011	3,655,579	10,977,715	61,775	185,511	70,146	3,647,208	10,952,577	33.3%
2012	3,669,055	11,018,183	59,346	178,216	72,281	3,656,120	10,979,339	33.3%
2013	3,681,278	11,054,889	59,759	179,456	71,582	3,669,454	11,019,381	33.3%
2014	3,682,763	11,059,348	62,782	188,535	78,845	3,666,701	11,011,114	33.3%
2015	3,793,449	11,391,739	64,484	193,646	83,078	3,774,856	11,335,904	33.3%
2016	3,906,095	11,730,015	64,726	194,372	92,456	3,878,365	11,646,742	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
2007	1.026	1.221	6.282	6.960	3.119	18.608
2008	1.516	1.250	6.476	6.982	3.160	19.384
2009	1.595	1.150	6.600	7.038	3.236	19.619
2010	1.772	1.530	6.570	7.040	3.220	20.132
2011	1.878	1.362	6.742	7.120	3.314	20.416
2012	1.729	1.360	6.662	7.048	3.292	20.091
2013	2.082	1.360	6.860	7.049	3.386	20.737
2014	2.151	1.360	7.642	8.585	3.625	23.363
2015	2.372	1.360	8.039	8.572	3.776	24.119
2016	2.442	1.360	7.864	8.617	3.690	23.973

NON-RESIDENTIAL

Tax Year Ended June 30	City	State	County	School District	Santa Fe Community College	Total Non- Residential Tax Levy
2007	1.945	1.221	11.856	7.237	4.030	26.289
2008	2.459	1.250	12.500	7.247	4.046	27.502
2009	2.856	1.150	13.780	7.310	4.046	29.142
2010	3.247	1.530	13.723	7.350	4.015	29.865
2011	3.560	1.362	13.701	7.485	4.015	30.123
2012	3.381	1.360	13.490	7.420	3.930	29.581
2013	3.693	1.360	13.491	7.416	3.930	29.890
2014	3.643	1.360	13.581	8.933	3.930	31.447
2015	3.754	1.360	13.760	8.868	3.995	31.737
2016	3.956	1.360	13.821	9.075	4.000	32.212

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	2016			2006		
	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	\$ 169,939,969	1	4.38%	\$ 102,792,868	1	3.56%
Mid-America Pipeline Company	46,245,790	2	1.19%	-	-	-
Truzaf Ltd. Partnership	44,790,344	3	1.15%	33,717,436	5	1.17%
Qwest Corp	43,592,220	4	1.12%	80,774,601	2	2.80%
NM Gas Company	43,476,301	5	1.12%	-	-	-
Guadalupe Hotel Investment LLC & TFS	41,308,036	6	1.07%	-	-	-
C & Z LLC	37,730,710	7	0.97%	-	-	-
Wal-Mart	36,953,284	8	0.95%	-	-	-
BNSF Railway Company	36,899,902	9	0.95%	-	-	-
Peters, Gerald P. & Kathleen	33,396,074	10	0.86%	-	-	-
San Cristobal Ranch	-	-	-	41,925,909	3	1.45%
La Fonda Hotel	-	-	-	18,558,668	8	0.64%
Burlington Santa Fe Railway	-	-	-	13,975,377	10	0.48%
Zorro Ranch	-	-	-	18,145,397	9	0.63%
El Dorado Partnership	-	-	-	18,294,500	5	0.63%
La Posada	-	-	-	25,000,000	6	0.87%
Villa Linda Mall	-	-	-	36,725,046	4	1.16%
Total	\$ 534,332,630		14.61%	\$ 389,909,802		13.39%

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)

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Agriculture, Forestry, Hunting, Fishing	\$ 15,220,498	\$ 14,074,406	\$ 15,377,597	\$ 12,204,888	\$ 9,879,744	\$ 7,055,650	\$ 5,847,839	\$ 4,220,241	\$ 4,257,127	\$ 4,538,877
Mining	55,455	8,736	272,856	-	45,695	34,881	105,254	137,738	484,092	467,021
Transportation, Comm., Utilities	88,766,665	99,278,414	94,502,403	76,608,584	96,542,131	99,708,882	93,074,119	96,216,273	84,950,190	111,692,127
Construction	388,417,042	436,060,485	404,777,586	274,052,776	255,458,962	302,263,940	278,676,381	305,323,749	248,761,976	304,185,739
Manufacturing	64,132,851	65,750,198	54,959,608	49,920,425	54,372,037	51,923,598	50,973,424	53,958,423	49,204,771	52,870,906
Wholesale	82,665,311	64,371,974	50,164,427	48,175,711	48,886,043	52,366,170	43,776,255	43,008,303	49,402,224	56,327,532
Retail	989,287,438	987,207,613	948,902,960	891,484,336	884,291,670	899,263,874	876,175,072	910,890,987	854,421,956	958,505,682
Finance, Insurance & Real Estate	111,654,920	108,156,523	89,564,306	80,082,754	81,396,496	88,446,087	100,656,362	117,264,939	104,978,861	128,633,960
Services	1,101,909,545	1,118,560,311	1,123,074,448	1,128,156,567	1,146,522,994	1,182,173,866	1,224,325,406	1,319,341,298	1,284,039,025	1,434,165,176
Government	5,802	9,243	-	-	-	15,356	48,326	4,625	-	291,295
Unclassified/Misc. Other	13,316,089	38,773,756	13,466,097	19,867,134	7,983,405	10,460,937	7,737,771	32,777,051	57,749,481	42,440,209
Total	\$ 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	\$ 2,738,249,703	\$ 3,096,118,524

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)

	2007 ⁽¹⁾	2008 ⁽²⁾	2009	2010	2011	2012	2013	2014	2015	2016
Agriculture, forestry, hunting	\$ 456,874	\$ 425,121	\$ 462,067	\$ 360,973	\$ 299,657	\$ 209,901	\$ 174,895	\$ 113,496	\$ 135,883	\$ 142,052
Mining	1,663	112	8,238	272	3,100	1,043	3,965	4,135	14,464	16,642
Utilities	2,240,231	2,312,988	2,244,517	2,283,430	2,126,983	2,511,000	2,617,159	2,737,141	2,536,313	2,614,292
Construction	11,877,725	13,329,669	11,981,369	8,218,948	7,479,285	8,853,011	8,253,074	9,022,065	8,012,200	8,486,214
Manufacturing	1,954,756	1,972,298	1,655,709	1,461,937	1,581,150	1,581,810	1,444,404	1,573,931	1,432,140	1,646,538
Wholesale	2,541,840	1,923,131	1,483,543	1,342,178	1,451,394	1,584,445	1,330,238	1,296,013	1,600,730	1,710,745
Retail	3,363,839	29,388,707	28,306,999	26,456,316	26,589,033	26,790,310	26,460,409	27,141,343	27,539,185	28,098,236
Transportation & warehousing	389,881	625,939	532,132	514,611	481,208	482,659	206,613	192,881	197,431	251,988
Information & Cultural Indust.	1,673,707	1,631,339	1,704,690	2,755,004	3,267,602	3,441,276	3,466,394	3,753,200	3,628,773	3,789,409
Finance & insurance	960,829	1,168,871	982,546	881,891	940,872	944,034	1,173,133	1,254,730	1,241,265	1,318,442
Real estate, rental & leasing	2,450,804	2,094,448	1,639,091	1,474,704	1,442,114	1,673,830	1,848,496	2,206,097	2,036,824	2,615,837
Prof. Scientific, Technical	5,997,613	6,356,094	6,226,754	6,352,059	6,648,110	7,003,279	7,298,655	7,712,636	7,992,389	8,300,049
Management of companies	376,823	344,512	300,802	228,036	232,026	208,553	215,286	176,058	146,638	135,737
Admin & Support, Waste Mgt	289,906	442,406	445,420	539,050	794,833	885,692	703,779	703,450	889,009	917,524
Educational Services	254,368	294,901	258,390	319,473	491,982	545,237	538,566	669,685	739,097	799,095
Health Care & Social Assist	3,769,174	3,969,203	4,364,551	4,302,733	4,533,433	4,425,757	4,275,389	4,418,919	4,459,242	5,031,110
Arts, Entertainment & Recr	342,073	387,837	364,818	398,593	458,067	422,002	437,735	447,258	604,312	674,028
Accommodation & Food	10,039,922	10,134,875	9,950,881	9,424,398	9,700,468	9,925,719	10,470,734	11,349,744	12,373,247	13,396,242
Other Services	10,291,231	9,940,018	9,540,958	8,583,369	8,291,869	8,593,209	9,273,288	9,615,669	9,550,973	9,471,551
Public Administration	133	274	-	-	-	1,168	1,444	881	-	164
Unclassified	463,376	1,199,556	402,126	381,402	374,213	209,789	288,399	586,410	1,378,242	843,924
State Reimb-Food/Med Tax-Exempt	7,461,268	12,605,194	10,195,332	10,411,415	9,963,290	10,374,852	10,842,817	10,437,191	10,426,042	10,651,860
Municipal Equivalent Distribution	-	-	115,947	302,556	318,208	357,337	307,349	312,915	482,468	296,914
Total GRT Revenue Distribution	\$ 94,197,236	\$ 100,507,493	\$ 95,166,880	\$ 86,993,348	\$ 87,468,897	\$ 91,025,923	\$ 91,632,221	\$ 95,725,848	\$ 97,416,867	\$ 101,208,594

City direct Gross Receipts Tax rate 7.63% 7.94% 7.94% 8.06% 8.19% 8.19% 8.19% 8.19% 8.19% 8.31%

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
2007	7.63%	6.31%
2008	7.94%	6.63%
2009	7.94%	6.38%
2010	8.06%	6.50%
2011	8.19%	6.62%
2012	8.19%	6.62%
2013	8.19%	6.62%
2014	8.19%	6.87%
2015	8.19%	6.87%
2016	8.31%	7.00%

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 2015 AND 2016
(UNAUDITED)

	Fiscal Year	
	2015	2016
0.05% Municipal Gross Receipts Tax (GRT) revenues	\$ 15,894,589	\$ 16,496,023
MGRT Infrastructure revenues	1,963,001	2,037,494
MGRT Environmental revenues	1,963,060	2,037,351
State shared GRT revenues	37,283,925	38,643,525
TOTAL	\$ 57,104,575	\$ 59,214,393

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 2015 AND 2016
 (UNAUDITED)

	Fiscal Year	
	2015	2016
Municipal general GRT (Including Capital Improvements)	\$ 31,789,177	\$ 32,992,046
Infrastructure revenues	7,852,004	8,149,977
MGRT revenues	7,947,294	8,248,012
Environmental revenues	1,963,060	2,037,351
State-shared GRT revenues	39,792,349	41,314,508
Water Capital Outlay	7,836,010	8,144,062
Municipal Equivalent Distribution	493,722	287,755
TOTAL	\$ 97,673,616	\$ 101,173,711

Source: City of Santa Fe Cash Management and Investment Officer

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

GENERAL FUND EQUITY DEBT

Fiscal Year Ended June 30	Population ¹	Assessed Value ²	Total General Obligation Debt Outstanding June 30 (Par Value) ⁵	Amount Available Debt Service Fund ⁶	Net Bonded Debt	Ratio of Net Long Term Debt To Assessed Value	Net General Long Term Debt Per Capita
2007	69,142	\$ 3,171,185,528	\$ -	\$ -	\$ -	-	-
2008 ⁽³⁾	69,961	\$ 3,450,998,939	\$ 20,000,000	\$ -	\$ 20,000,000	0.58%	286
2009	70,661	\$ 3,505,357,810	\$ 20,000,000	\$ 1,538,960	\$ 18,461,040	0.57%	261
2010	67,947	\$ 3,627,507,187	\$ 19,400,000	\$ 2,003,936	\$ 17,396,064	0.53%	256
2011	68,642	\$ 3,647,208,573	\$ 28,950,000	\$ 3,063,476	\$ 25,886,524	0.79%	377
2012	68,500	\$ 3,656,120,170	\$ 27,710,000	\$ 3,431,635	\$ 24,278,365	0.76%	354
2013	68,800	\$ 3,669,453,816	\$ 26,510,000	\$ 3,210,845	\$ 23,299,155	0.72%	339
2014 ⁽⁴⁾	82,800	\$ 3,666,700,895	\$ 37,265,000	\$ 4,057,286	\$ 33,207,714	1.02%	401
2015	83,000	\$ 3,774,855,457	\$ 41,305,000	\$ 4,054,334	\$ 37,250,666	1.09%	449
2016	84,009	\$ 3,878,365,023	\$ 39,270,000	\$ 4,469,142	\$ 34,800,858	1.01%	414

¹ Estimated population figures for 2007, 2008, 2009 and 2010 were provided by the City of Santa Fe Planning Department staff. Estimated population figures for 2011, 2012 were provided by US Census Bureau. 2013, 2014, 2015 and 2016 populations are estimated by Santa Fe Planning Department staff.

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

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

⁴ During 2014 the County annexation was completed.

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

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

TABLE XIV

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

FISCAL YEAR	PRINCIPAL	INTEREST	DEBT SERVICE	TOTAL GENERAL FUND EXPENDITURE	RATIO OF DEBT SERVICE TO GENERAL GOVERNMENTAL EXPENDITURES
2009	\$ -	\$ 541,860	\$ 541,860	\$ 68,683,865	0.0079
2010	\$ 600,000	\$ 829,457	\$ 1,429,457	\$ 67,956,485	0.0210
2011	\$ 750,000	\$ 883,796	\$ 1,633,796	\$ 69,496,944	0.0235
2012	\$ 1,240,000	\$ 1,105,258	\$ 2,345,528	\$ 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
2015	\$ 1,760,000	\$ 1,439,537	\$ 3,199,537	\$ 72,489,834	0.0441
2016	\$ 2,035,000	\$ 1,483,451	\$ 3,518,451	\$ 72,393,334	0.0486

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

TABLE XV

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

	General Obligation as of June 30, 2016 (Par Value) ^{1, 2}	Percentage Applicable to City of Santa Fe	City of Santa Fe Share of Debt
City of Santa Fe	\$ 39,270,000	100.00%	<u>\$ 39,270,000</u>
Subtotal Direct Debt			39,270,000
State of New Mexico	\$ 326,755,000	4.03%	\$ 13,164,952
Santa Fe County	\$ 118,410,000	56.50%	66,902,773
Santa Fe Public Schools	\$ 177,100,000	70.58%	124,991,548
Santa Fe Community College	\$ 23,115,000	70.58%	<u>16,313,832</u>
Subtotal Overlapping Debt			221,373,105
Total Direct and Overlapping Debt			<u>\$ 260,643,105</u>

Ratios:

Total direct and overlapping debt to assessed valuation for tax year 2016 \$3,878,365,023	6.72%
Direct and overlapping debt to actual valuation of \$11,646,741,811	2.24%
Direct and overlapping debt per capita of 84,009	\$ 3,103

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

² Does not include \$2,504,981 NMFA Loan to City of Santa Fe, \$24,000,000 Santa Fe Public School Education Technology notes or \$80,405,000 County of Santa Fe Correctional System notes.

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

Legal Debt Margin Calculation for Fiscal Year 2016

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Debt Limit	\$ 126,847,421	\$ 138,039,594	\$ 140,214,312	\$ 145,100,287	\$ 145,888,343	\$ 146,244,807	\$ 148,439,172	\$ 148,959,429	\$ 152,108,584	\$ 156,571,717
Total net debt applicable to limit	-	(20,000,000)	(20,000,000)	(19,400,000)	(28,950,000)	(27,710,000)	(26,510,000)	(37,265,000)	(41,305,000)	(39,270,000)
Legal debt margin	\$ 126,847,421	\$ 118,039,594	\$ 120,214,312	\$ 125,700,287	\$ 116,938,343	\$ 118,534,807	\$ 121,929,172	\$ 111,694,429	\$ 110,803,584	\$ 117,301,717
Total net debt applicable to the limit as a percentage of debt limit	0.00%	14.49%	14.26%	13.37%	19.84%	18.95%	17.86%	25.02%	27.15%	25.08%

Assessed Value Per DFA Capacity Statement	\$ 3,914,292,929
Debt Limit (4% of Assessed Value)	\$ 156,571,717
Debt applicable to limit	(39,270,000)
General obligation bonds	\$ 117,301,717
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
PLEDGED- REVENUE COVERAGE
LAST TEN FISCAL YEARS
(UNAUDITED)

Enviromental Services ⁽¹⁾						
Fiscal Year End	Gross Revenues	Less: Operating Expenses	Net Revenue Available for Debt Service	Debt Service		Coverage
				Principal	Interest	
2007	9,558,837	8,266,994	1,291,843	0	0	0.00
2008 ⁽²⁾	11,425,138	8,435,925	2,989,213	635,000	670,998	2.29
2009	12,276,761	8,141,442	4,135,319	665,000	642,423	3.16
2010	11,041,661	8,341,668	2,699,993	690,000	614,160	2.07
2011	11,861,931	9,609,126	2,252,805	720,000	584,835	1.73
2012	12,027,377	10,297,065	1,730,312	760,000	550,373	1.32
2013	12,443,575	9,773,117	2,670,458	785,000	518,073	2.05
2014	13,552,850	10,406,349	3,146,501	830,000	478,823	2.40
2015	13,692,104	10,862,279	2,829,825	865,000	442,660	2.16
2016	12,932,045	10,496,187	2,435,858	900,000	408,060	1.86

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

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

Water Management Bonds ⁽¹⁾						
Fiscal Year End	Gross Revenues	Less: Operating Expenses	Net Revenue Available for Debt Service	Debt Service		Coverage
				Principal	Interest	
2007	30,092,304	18,063,030	12,029,274	3,695,000	3,549,049	1.66
2008	30,583,912	17,138,584	13,445,328	3,995,000	2,725,818	2.00
2009	26,473,819	18,182,591	8,291,228	2,105,000	2,406,219	1.84
2010	32,456,123	20,144,274	12,311,849	2,345,000	3,852,835	1.99
2011	42,996,211	18,429,596	24,566,615	3,625,594	5,551,724	2.68
2012	45,548,927	30,005,770	15,543,157	4,217,187	5,812,050	1.55
2013	48,938,614	23,671,357	25,267,257	3,922,294	5,597,173	2.65
2014	46,257,538	31,205,838	15,051,700	4,077,726	5,413,333	1.59
2015	44,094,081	25,341,540	18,752,541	4,081,700	5,270,630	2.01
2016	42,499,151	30,769,361	11,729,790	4,307,203	5,132,271	1.24

⁽¹⁾ Revenues pledged for 2015 included water system revenues and the 1/4% municipal capital outlay gross receipts of \$7,836,010.

⁽²⁾ Debt includes bonds and loans.

Railyard Bonds ⁽¹⁾						
Fiscal Year End	Gross Revenues	Less: Operating Expenses	Net Revenue Available for Debt Service	Debt Service		Coverage
				Principal	Interest	
2011 ⁽²⁾	936,098	107,965	828,133	240,000	223,687	1.79
2012	1,905,015	143,131	1,761,884	293,660	546,300	2.10
2013 ⁽³⁾	1,082,385	503,933	578,452	301,959	541,711	0.69
2014	3,334,848	1,423,693	1,911,155	765,210	791,583	1.23
2015	2,974,548	1,599,788	1,374,760	884,007	671,594	0.88
2016	728,852	519,959	208,893	913,077	638,720	0.13

⁽¹⁾ Revenues pledged for 2015 include municipal gross receipts tax railyard infrastructure revenues of \$2,562,355.

⁽²⁾ The City of Santa Fe Subordinate Lien Gross Receipts Tax Refunding Revenue Bonds, Series 2010B, were issued December 14, 2010.

⁽³⁾ The City of Santa Fe Subordinate Line Gross Receipts Tax Improvement Revenue Bonds, Series 2012C, were issued December 19, 2012.

⁽⁴⁾ Debt includes the bond and loans.

(continued)

TABLE XVII

Municipal Recreation Complex Bonds ⁽¹⁾						
Fiscal Year End	Gross Revenues	Less: Operating Expenses	Net Revenue Available for Debt Service	Debt Service		Coverage
				Principal	Interest	
				2007	2,097,707	
2008	2,382,508	1,533,264	849,244	705,000	579,328	0.66
2009	2,661,658	1,564,447	1,097,211	735,000	554,653	0.85
2010	2,188,038	1,438,896	749,142	760,000	528,928	0.58
2011	2,017,133	1,156,748	860,385	790,000	500,428	0.67
2012	2,218,524	1,186,553	1,031,971	825,000	468,828	0.80
2013	2,375,602	1,172,309	1,203,293	865,000	435,827	0.93
2014	2,595,731	1,057,952	1,537,779	900,000	404,453	1.18
2015	2,701,069	1,198,698	1,502,371	920,000	368,453	1.17
2016	2,822,851	1,382,633	1,440,218	980,000	368,453	1.07

⁽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	
2009	4,735,197	1,437,526	3,297,671	895,000	2,441,716	0.99
2010	3,939,717	1,709,132	2,230,585	1,010,000	2,345,325	0.66
2011	3,041,881	1,672,968	1,368,913	1,035,000	2,308,350	0.41
2012	5,109,312	1,494,863	3,614,449	1,085,000	2,270,413	1.08
2013	4,693,690	1,693,851	2,999,839	1,130,000	2,230,675	0.89
2014	3,640,036	1,505,091	2,134,945	1,175,000	2,179,500	0.64
2015	4,422,895	1,901,069	2,521,826	1,761,500	1,544,245	0.76
2016	488,109	1,814,154	-1,326,045	1,295,000	1,571,030	(0.46)

⁽¹⁾ Revenues pledged for 2015 included convention center lodger's tax revenues of \$3,668,064.

⁽²⁾ The New Mexico Finance Authority Convention Center loan was reclassified as enterprise debt in the convention center fund in FY 2007-2008. Debt includes the bond and loan.

Wastewater System Bonds ⁽¹⁾						
Fiscal Year End	Gross Revenues	Less: Operating Expenses	Net Revenue Available for Debt Service	Debt Service		Coverage
				Principal	Interest	
				2008 ⁽²⁾	11,023,657	
2009	11,670,486	8,108,002	3,562,484	1,120,000	661,951	2.00
2010	12,185,467	8,215,370	3,970,097	1,240,000	439,255	2.36
2011	14,425,862	9,427,836	4,998,026	1,365,000	416,510	2.81
2012 ⁽³⁾	13,539,337	9,556,158	3,983,179	1,445,000	486,025	2.06
2013	14,229,591	9,214,164	5,015,427	1,495,000	847,225	2.14
2014	14,111,275	9,374,911	4,736,364	1,515,000	794,750	2.05
2015	14,432,415	10,862,279	3,570,136	1,725,000	750,050	1.44
2016	14,146,430	10,061,120	4,085,310	1,840,000	695,600	1.61

⁽¹⁾ Revenues pledged for 2014 include wastewater and municipal gross receipts tax environmental revenues of \$1,963,060.

⁽²⁾ The City of Santa Fe Gross Receipts Tax (Subordinate Lien) Wastewater Systems Variable Rate Revenue Bonds, Series 1997B, and the City of Santa Fe Subordinate Lien Gross Receipts Tax/Wastewater System Improvement Revenue Bonds, Series 2006C, were reclassified as enterprise debt in the wastewater fund in FY 2007-2008.

⁽³⁾ The 1997B bonds were refunded March 1, 2012 by the Gross Receipts Tax (Subordinate Lien) Wastewater

(continued)

College of Santa Fe Loan (1)						
Fiscal Year End	Gross Revenues	Less: Operating Expenses	Net Revenue Available for Debt Service	Debt Service		Coverage
				Principal	Interest	
2010	2,208,713	1,592,261	616,452	0	1,008,195	0.61
2011	2,436,997	1,007,658	1,429,339	615,000	1,605,973	0.64
2012	2,396,951	136,683	2,260,268	630,000	1,594,841	1.02
2013	2,357,959	18,851	2,339,108	645,000	1,580,226	1.05
2014	2,377,038	82,676	2,294,362	665,000	1,559,199	1.03
2015	2,362,616	12,450	2,350,166	685,000	1,535,857	1.06
2016	2,350,000	437,317	1,912,683	715,000	1,508,526	0.86

⁽¹⁾ Revenues pledged from the lease with Santa Fe Higher Education, LLC included \$2,350,000.

⁽²⁾ The New Mexico Finance Authority Loan for the purchase of the College of Santa Fe was issued September 14, 2009.

Parking Loan (1)						
Fiscal Year End	Gross Revenues	Less: Operating Expenses	Net Revenue Available for Debt Service	Debt Service		Coverage
				Principal	Interest	
2015	4,496,921	4,284,834	212,087	58,500	26,847	2.48
2016	4,596,479	4,414,701	181,778	-	287,038	0.63

⁽¹⁾ The New Mexico Finance Authority Loan for the construction of the Convention Center and underground parking garage was refunded April 8, 2015 and split between the Convention Center and Parking debt service funds.

Transit Loan (1)						
Fiscal Year End	Pledged GRT	Less: Non-Debt Expenses	Revenue Available for Debt Service	Debt Service		Coverage
				Principal	Interest	
2015	353,499	-	353,499	229,807	52,992	1.25
2016 ⁽³⁾	1,395,699	9,473,601	(8,077,902)	273,320	63,284	(24.00)

⁽¹⁾ The New Mexico Finance Authority Loan for the purchase of buses was issued August 1, 2014.

⁽²⁾ GRT revenues are pledged to pay debt service for this loan in lieu of transit system revenues.

NOTE: Details regarding governmental outstanding debt can be found in the notes to the financial statements and in the Major Debt section of the CAFR.

CITY OF SANTA FE, NEW MEXICO
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year	Government Activities					Business-Type Activities							Total Primary Government	Percent of Personal Income ¹	Per Capita ¹		
	GRT Bonds	General Oblig. Bonds	NMF A Loans	HUD 108 Loan	SFPS ¹ Loan	Capital Lease	MRC Bonds	Convention ² Center Bonds	Parking ² Bonds	Water Bonds	Wastewater Bonds	Environmental Bonds				Railroad Bonds	NMF A Loans
2007	169,609,023	20,159,555	15,881,674	298,000	-	770,795	14,138,855	-	-	56,200,672	-	-	-	14,221,135	271,120,154	12.89%	3,966
2008	96,049,900	20,151,577	15,739,976	297,000	-	520,046	13,416,569	52,917,848	-	51,936,530	27,314,121	14,080,135	-	28,952,077	321,363,757	14.67%	4,648
2009	89,114,562	19,543,599	19,114,530	279,000	-	261,059	12,664,283	51,933,483	-	49,703,013	26,159,194	13,397,025	-	29,050,052	311,827,798	13.69%	4,457
2010	81,822,335	18,534,504	18,834,504	261,000	560,000	-	11,886,997	50,634,118	-	107,841,528	24,884,267	12,688,915	-	59,086,891	388,244,154	16.72%	5,494
2011	75,596,503	29,528,321	18,213,291	243,000	280,000	-	11,107,272	49,709,753	-	104,848,553	23,484,340	11,950,805	-	58,840,567	383,802,405	18.98%	5,649
2012	90,034,778	28,257,043	17,572,603	225,000	-	767,600	10,237,425	48,535,388	-	101,750,528	22,254,971	11,172,695	-	46,015,124	387,655,943	18.80%	5,650
2013	97,558,427	27,025,765	2,965,784	207,000	-	575,700	9,355,139	47,316,023	-	98,527,553	20,483,684	10,369,585	-	44,803,487	374,844,933	18.02%	5,472
2014	89,223,139	38,011,079	2,817,334	189,000	-	383,800	8,437,853	46,051,658	-	95,369,578	18,752,735	9,521,475	-	386,230,433	373,024,465	14.28%	4,423
2015	98,729,591	42,244,963	2,663,866	-	-	191,900	7,500,567	32,447,704	13,656,229	92,373,649	16,811,786	8,638,365	-	43,603,387	302,706,952	14.23%	4,494
2016	89,973,701	40,152,961	2,504,981	-	-	-	6,503,281	30,171,602	13,590,889	41,671,803	14,755,837	7,720,255	-	42,428,833	302,706,952	10.37%	3,603

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 environmental, convention center and wastewater was reclassified FY 2007-2008 to respective enterprise funds.

¹ SFPS is Santa Fe Public Schools for land purchase.

² At FY End 2015 the share of Convention Center debt attributable to the Convention Center parking garage was transferred to the Parking Debt Service Fund.

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	<u>52,481</u>	<u>100%</u>

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)

TABLE XIX

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
2007	6,074,890,747	6,224	213,697,011
2008	6,550,808,648	4,925	142,844,833
2009	6,736,975,380	3,864	136,960,866
2010	6,890,742,053	3,870	125,204,260
2011	6,916,810,418	4,161	105,449,986
2012	6,896,495,216	4,751	179,671,299
2013	6,877,915,963	5,068	125,419,309
2014	6,544,205,022	4,688	113,830,876
2015	6,634,264,047	4,771	106,656,654
2016	6,780,298,314	4,955	162,954,112

Utility Connections

CALENDAR YEAR	WATER METERS ³	ELECTRIC METERS ⁴	GAS METERS ⁵
2007	37,073	70,150	47,943
2008	37,991	72,254	49,381
2009	39,131	74,422	50,862
2010	39,393	76,654	52,387
2011	39,642	77,107	52,764
2012	39,856	77,338	52,888
2013	40,106	77,588	53,028
2014	40,260	77,820	53,467
2015	40,542	78,058	53,917
2016	40,833	78,304	54,381

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

TABLE XXI

CITY OF SANTA FE, NEW MEXICO
TEN LARGEST EMPLOYERS
SANTA FE METROPOLITAN AREA
JUNE 30, 2016
(UNAUDITED)

EMPLOYER	TYPE OF BUSINESS	APPROXIMATE NUMBER OF EMPLOYEES	PERCENTAGE ¹
State of New Mexico	Government	9,443	11.2%
Santa Fe School District	Education	1,850	2.2%
U.S. Federal Government	Government	1,750	2.1%
City of Santa Fe	Government	1,719	2.0%
Christus St. Vincent Hospital	Medical	1,450	1.7%
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	23.1%

¹ These percentages are based on a total civilian labor force (Santa Fe County) estimated at 84,009 from Santa Fe County Open Public Records and the New Mexico Department of Labor for 2016

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

Function	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General Government	284	313	313	325	307	309	311	316	249	249
Public safety										
Police										
Officers	150	120	158	162	160	160	160	201	202	202
Civilians	49	80	42	45	42	42	52	36	29	29
Fire										
Firefighters and officers	118	127	126	140	145	145	153	151	157	157
Civilians	9	15	16	19	8	8	9	10	9	9
Highways and streets										
Engineering	77	72	74	83	75	75	75		56	56
Maintenance	83	84	80	78	78	78	78	51	50	50
Sanitation	132	131	131	132	132	133	133	136	130	130
Culture and recreation	574	567	570	585	570	572	573	486	486	486
Water	86	86	87	105	95	97	99	148	128	96
Transit	89	101	111	117	116	116	116	123	131	131
Parking	54	56	58	70	64	64	64	62	55	55
Total	1678	1705	1752	1766	1861	1792	1799	1823	1720	1650

Source: City of Santa Fe Budget Office

CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF INSURANCE IN FORCE
June 30, 2016
(Unaudited)

Insurance Carrier/Description	Policy #	Term	Coverage Limits	Annual Premium	Deductible	Miscellaneous
i. City of Santa Fe Self Insurance						
A. Worker's Compensation		Jul 01 - Jun 30	\$600,000			Self-Insured
B. Group Health Insurance			Unlimited	\$14,066,394		
II. Safety National Casualty Company						
Excess Worker's Compensation	SP 4055437	July 1 - June 30	Statutory limit	\$117,185	\$600,000	Self-Insured Retention
III. Travelers Insurance Company.						
Public Entity Package						
A. Liability Package Policy	15N80223	July 1 - June 30	Aggregate \$3 million, \$1,050,000 tort limit	\$1,146,071	\$50,000/100,000	Self-Insured Retention
B. Cyber Liability	14S09919	July 1 - June 30	\$1,000,000	\$10,488	\$5,000	
C. Automobile Liability	810-2C410241	July 1 - June 30	Various	\$455,788	\$25,000	
D. Property Damage	H-630-2C41023A	July 1 - June 30	\$342,077,456	\$212,716	\$100,000	
E. Umbrella	15N80235	July 1 - June 30	\$3,000,000	\$58,779	\$10,000	
IV. National Union Fire Insurance Company						
Fiduciary	01-462-99-27	July 1 - June 30	\$2,000,000 Aggregate	\$12,625	\$25,000	Self-Insured Retention
V. Federal Insurance Company						
Airport General Liability	9959-1934-04	July 1 - June 30	\$20,000,000	\$11,781	\$2,500	
VI. Cigna Health Care Insurance Company						
A. Specific Stop Loss	26001-1	Aug 31 - Aug 31	Medical in excess of \$250,000	\$787,471		Stoploss
B. Aggregate Stop Loss			\$2,000,000	\$63,354		
C. Supplemental Life			2x annual salary-Natural death,	\$413,637		
VII. Chubb Environmental Insurance Company						
Underground Storage Tank Liability	UST G27064231005	July 1 - June 30	\$1,000,000/2,000,000 Aggregate	\$6,491	\$5,000	
VIII. Evanston Insurance Company						
SWAMA Pollution Liability	15PKGWE0097	July 1 - June 30	\$1,000,000/2,000,000 aggregate	\$36,457	\$25,000	
IX. Ironshore Indemnity Inc.						
Fine Arts	HTB-000069-002	July 1 - June 30	\$1,000,000	\$3,000	\$1,000	

CITY OF SANTA FE, NEW MEXICO
MISCELLANEOUS STATISTICS
(UNAUDITED)

Form of Government

The City has a mayor/council/city manager form of government with the mayor and eight member council elected by district for four-year overlapping terms. The non-partisan elections are held each March of odd numbered years.

The City Charter provides for a City Manager appointed by the Mayor and approved by the Council who is responsible for the administration of the merit system and, subject to the authority of the Mayor, supervises the operation of all departments.

Year of incorporation	1891
City area (square miles)	52.5
Fire Protection	
Number of stations (Manned and Unmanned)	10
Total employees (Includes 16 Civilians)	149
Police Protection	
Number of stations	3
Total employees (Includes 52 Civilians)	229
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	272,629 items
Circulation	725,109 per year
Municipal Sewer	
Number of sewer accounts	36,686
Miles of sanitary lines	392

Notes:

Data as of June 30, 2016

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, 2016

	Type of Account	Bank or Cash Balance	Outstanding Checks	Deposits In Transit	Carrying Balance	FAIR VALUE
Change, imprest funds	Petty cash	\$ -	\$ -	\$ -	\$ 11,056	\$ 11,056
Deposits with financial institutions:						
Wells Fargo Bank - General Liability	Checking	68,075	5,995	-	62,080	62,080
Wells Fargo Bank - Workers' Comp.	Checking	51,307	42,575	-	8,732	8,732
Wells Fargo Bank - Common	Checking	17,253,028	4,135,575	895,902	14,013,355	14,013,355
Wells Fargo Bank - Credit Card	Checking	-	-	54,643	54,643	54,643
Wells Fargo Bank - Payroll	Checking	360,497	16,383	-	344,114	344,114
Citibank -Santa Fe Health	Checking	932,145	-	-	932,145	932,145
Wells Fargo Bank - Business Savings	Savings	31,551,284	-	-	31,551,284	31,551,284
Wells Fargo Bank - Restricted Cash	Savings	9,484,884	-	-	9,484,884	9,484,884
Wells Fargo Bank - NMFA #20 DS Reserve	Savings	1,151,514	-	-	1,151,514	1,151,514
First National Bank of Santa Fe Savings	Savings	24,867,768	-	-	24,867,768	24,867,768
The Huntington National Bank-Redflex Camera	Checking	8	-	-	8	8
Public Safety Corp.-Santa Fe Alarm Reduction	Checking	49,233	-	-	49,233	49,233
New Mexico Finance Authority #8	Trust	53,229	-	-	53,229	53,229
New Mexico Finance Authority #10	Trust	150,000	-	-	150,000	150,000
New Mexico Finance Authority #14	Trust	148	-	-	148	148
New Mexico Finance Authority #15-B	Trust	2	-	-	2	2
New Mexico Finance Authority #18	Trust	8	-	-	8	8
New Mexico Finance Authority #20	Trust	51	-	-	51	51
New Mexico Finance Authority #26	Trust	11	-	-	11	11
New Mexico Finance Authority #27	Trust	98	-	-	98	98
New Mexico Finance Authority DW-2	Trust	70	-	-	70	70
New Mexico Finance Authority #DW-4	Trust	11	-	-	11	11
Century Bank-Certificate of Deposit	Time Deposit	200,000	-	-	200,000	200,000
Guadalupe Credit Union-CD	Time Deposit	250,000	-	-	250,000	250,000
State Employees Credit Union-CD	Time Deposit	250,000	-	-	250,000	250,000
Bank of Albuquerque	Time Deposit	250,000	-	-	250,000	250,000
New Mexico Bank and Trust	Time Deposit	500,000	-	-	500,000	500,000
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	255,195	-	-	255,195	255,195
Total bank and carrying balances		98,178,566	4,200,528	950,545	94,928,583	94,928,583
Wells Fargo Government Money Market - Cash	Investment	7,680,309	-	-	7,680,309	7,680,309
NM State Local Government Investment Pool (LGIP)	Investment	5,694,655	-	-	5,694,655	5,694,655
U.S. Government Agency Securities	Investment	68,074,912	-	-	68,074,912	68,146,790
U.S. Government Treasuries	Investment	5,000,000	-	-	5,000,000	5,005,650
New Mexico Municipal Securities	Investment	2,500,000	-	-	2,500,000	2,561,050
Total investment balances		88,949,876	-	-	88,949,876	89,088,454
Total Accounts		187,128,442	4,200,528	950,545	183,889,514.65	184,028,093
<i>Less: joint venture share of pooled cash</i>						
Solid Waste Management Agency		(16,938,148)	-	-	(16,938,148)	(16,938,148)
Buckman Direct Diversion		(4,467,993)	-	-	(4,467,993)	(4,467,993)
TOTAL		\$ 165,722,301	\$ 4,200,528	\$ 950,545	\$ 162,483,374	\$ 162,621,952

CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF PLEDGED COLLATERAL
(MARKET VALUE)
June 30, 2016

	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	\$ 68,075			
Worker's Comp. Checking	51,307			
Common Checking	17,253,028			
Payroll	360,497			
Total Checking Requiring Collateral	17,732,907			
Federal Depository Insurance - \$250,000 on NIB*	(250,000)			
Total Unsecured Public Funds (Checking)		17,482,907		
* NIB = Non-interest bearing accounts				
<u>Interest Bearing Accounts</u>				
WFB Savings	31,551,284			
NMFA #20 DS Reserve	1,151,514			
Restricted Cash	9,484,884			
Total Requiring Collateral	42,187,682			
Federal Depository Insurance	(250,000)			
Total Unsecured Public Funds (Savings, CDs)		41,937,682		
Total Unsecured Public Funds		59,420,589		
<u>Collateral Held By Bank of New York Mellon:</u>				
FMAC, Cusip 3128MJXE5			(5,674,743)	11/01/15
FMAC, Cusip 3137APUA6			(20,344,597)	03/15/27
FMAC, Cusip 3137ASEQ3			(40,592,381)	07/15/40
Total Pledged Collateral			(66,611,721)	
Difference between Pledged Collateral and Unsecured Funds			(7,191,132)	
102% pledged collateral requirement			60,609,001	
Total Pledged Collateral			(66,611,721)	
Pledged collateral (over) under 102% requirement			<u>\$ (6,002,720)</u>	
<u>FIRST NATIONAL BANK OF SANTA FE:</u>				
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	255,195			
Savings	24,867,768			
Total Requiring Collateral	35,622,963			
Federal Deposit Insurance	(250,000)			
Total Unsecured Public Funds		35,372,963		
<u>Collateral Held by Federal Reserve Bank of Boston</u>				
3128MMPU1			(3,447,320)	05/01/27
3128QOR66			(5,043,151)	06/01/27
31306XEA7			(1,145,509)	08/01/27
3136AGJV5			(1,698,203)	08/25/38
3136AKEN9			(738,159)	02/25/44
3137AAAM5			(247,170)	02/15/29
3137B7SA8			(3,108,965)	12/15/28
3137B9AC9			(539,195)	08/15/25
3137B9RC1			(1,675,283)	12/15/26
3138AXGY1			(2,717,487)	02/01/27
3138EN4M8			(4,258,018)	12/01/29
3138W9RK8			(4,263,562)	09/01/28
3138YBUC5			(1,212,720)	02/01/45
31418AJK5			(1,001,666)	09/01/32
31418AKN7			(583,996)	10/01/32
31418A5Z7			(3,076,418)	01/01/34
31419KKY0			(655,791)	11/01/25
36225FB57			(1,428,897)	03/20/41
Total Pledged Collateral			(36,841,510)	
Difference between Pledged Collateral and Unsecured Funds			(1,468,547)	
102% pledged collateral requirement			36,080,422	
Total Pledged Collateral			(36,841,510)	
Pledged collateral (over) under 102% requirement **			<u>\$ (761,088)</u>	

(continued)

	Bank Balance	Total Unsecured Public Funds	Pledged Securities Market Value	Maturity Date
<u>New Mexico Bank and Trust</u>				
Certificate of Deposit	500,000			
Total Requiring Collateral	<u>500,000</u>			
<u>**Federal Deposit Insurance</u>	<u>(250,000)</u>			
Total Unsecured Public Funds		250,000		
<u>Collateral:</u>				
<u>**FHLB of Dallas</u>			<u>(250,000)</u>	11/28/2016
Total Pledged Collateral			<u>(500,000)</u>	
Difference between Pledged Collateral and Unsecured Funds			0	
102% pledged collateral requirement				
Total Pledged Collateral			(500,000)	
Pledged collateral (over) under 102% requirement**			<u>0</u>	
			<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, 2016

				ALLOWANCE FOR DEPRECIATION			
	Balance June 30, 2015	Additions	Deletions	Balance June 30, 2016	Current Fiscal Year Deprec.	Accumulated Balance June 30, 2016	Net Book Value June 30, 2016
Enterprise funds							
Land	\$ 38,260,558	\$ -	\$ -	\$ 38,260,558	\$ -	\$ -	\$ 38,260,558
Water Rights	1,935,350	1,292,929	-	3,228,279	-	-	3,228,279
Buildings and Structures	308,020,796	20,204,182	-	328,224,978	7,726,001	67,985,291	260,239,687
Improvements	128,623,223	18,508,744	-	147,131,967	10,475,996	92,395,720	54,736,247
Sewerlines and Utility Systems	112,855,795	16,765,365	-	129,621,160	4,657,041	75,816,821	53,804,339
Equipment and Machinery	21,651,088	419,653	(362,095)	21,708,646	1,140,120	19,811,683	1,896,963
Furniture and Fixtures	657,297	-	(199)	657,098	894	657,098	-
Vehicles	30,358,690	4,604,046	(3,536,295)	31,426,441	2,609,519	19,686,357	11,740,084
Intangible Plant	57,625	-	-	57,625	-	57,625	-
Data Processing and Software	3,292,144	25,216	(18,860)	3,298,500	248,800	2,928,809	369,691
Art	185,971	-	-	185,971	-	-	185,971
Construction in Progress	59,370,024	8,858,016	(46,834,446)	21,393,594	-	-	21,393,594
Total - primary government	705,268,561	70,678,151	(50,751,895)	725,194,817	26,858,371	279,339,404	445,855,413
Total Proprietary funds	\$ 705,268,561	\$ 70,678,151	\$ (50,751,895)	\$ 725,194,817	\$ 26,858,371	\$ 279,339,404	\$ 445,855,413

CITY OF SANTA FE, NEW MEXICO
Schedule of Vendor Information for Purchases Exceeding \$60,000
For the Year Ended June 30, 2016

Agency Number	Agency Name	Agency Type	RFB#/RFP# (if applicable)	Type of Procurement	Vendor Name	Did Vendor Win Contract?	\$ Amount of Awarded Contract	\$ Amount of Amended Contract	Physical address of vendor (City, State)	Did the Vendor provide documentation of eligibility	Did the Vendor provide documentation of eligibility	Brief Description of the Scope of Work	If the procurement is attributable to a Component Unit, Name of Component Unit
6160	City of Santa Fe	Municipalities	2016/02/B	Competitive (RFP or RFB)	Sasquatch Inc.	Winner	\$537,230.00		Santa Fe, New Mexico	Yes	No	Water Main Replacement Camino Capitan, Vereda Rodriando Paseo de Tularosa & Paseo De Canto	
6160	City of Santa Fe	Municipalities	2016/02/B	Competitive (RFP or RFB)	File Construction LLC	Loser			Albuquerque, New Mexico	Yes	No	Water Main Replacement Camino Capitan, Vereda Rodriando Paseo de Tularosa & Paseo De Canto	
6160	City of Santa Fe	Municipalities	2016/02/B	Competitive (RFP or RFB)	Sub Surface	Loser			Santa Fe, New Mexico	Yes	No	Water Main Replacement Camino Capitan, Vereda Rodriando Paseo de Tularosa & Paseo De Canto	
6160	City of Santa Fe	Municipalities	2016/03/B	Competitive (RFP or RFB)	Sarcon Construction	Winner	\$132,585.33		Santa Fe, New Mexico	Yes	No	Water History Park and Museum Phase II Construction Interior	
6160	City of Santa Fe	Municipalities	2016/03/B	Competitive (RFP or RFB)	Crocker LTD	Loser			Santa Fe, New Mexico	Yes	No	Water History Park and Museum Phase II Construction Interior	
6160	City of Santa Fe	Municipalities	2016/03/B	Competitive (RFP or RFB)	ESA Construction Inc	Loser			Albuquerque, New Mexico	Yes	No	Water History Park and Museum Phase II Construction Interior	
6160	City of Santa Fe	Municipalities	2016/03/B	Competitive (RFP or RFB)	Longhorn Construction	Loser			Albuquerque, New Mexico	Yes	No	Water History Park and Museum Phase II Construction Interior	
6160	City of Santa Fe	Municipalities	2016/05/B	Competitive (RFP or RFB)	Pro-Fab	Winner	\$125,084.00		Bosque Farms New Mexico	Yes	No	Fabrication of Bus Shelters	
6160	City of Santa Fe	Municipalities	2016/05/B	Competitive (RFP or RFB)	LNI Custom MFG	Loser			Hawthorne, California	No	No	Fabrication of Bus Shelters	
6160	City of Santa Fe	Municipalities	2016/05/B	Competitive (RFP or RFB)	Brasco INTL Inc.	Loser			Madison Heights, Michigan	No	No	Fabrication of Bus Shelters	

CITY OF SANTA FE, NEW MEXICO
Schedule of Vendor Information for Purchases Exceeding \$60,000
For the Year Ended June 30, 2016

Agency Number	Agency Name	Agency Type	RFB#/RFP#(if applicable)	Type of Procurement	Vendor Name	Did Vendor Win Contract?	\$ Amount of Awarded Contract	\$ Amount of Amended Contract	Physical address of vendor (City, State)	Did the Vendor provide documentation of eligibility	Did the Vendor provide documentation of eligibility	Brief Description of the Scope of Work	If the procurement is attributable to a Component Unit, Name of Component Unit
6160	City of Santa Fe	Municipalities	2016/06/B	Competitive (RFP or RFB)	Sarcon Construction	Winner	\$140,550.00		Santa Fe, New Mexico	Yes	No	Playground Shade Structure Installation	
6160	City of Santa Fe	Municipalities	2016/06/B	Competitive (RFP or RFB)	Davenport Construction	Loser			Santa Fe, New Mexico	Yes	No	Playground Shade Structure Installation	
6160	City of Santa Fe	Municipalities	2016/06/B	Competitive (RFP or RFB)	Los Alamos Landscaping	Loser			Los Alamos, New Mexico	Yes	No	Playground Shade Structure Installation	
6160	City of Santa Fe	Municipalities	2016/06/B	Competitive (RFP or RFB)	ESA Construction Inc	Loser			Albuquerque, New Mexico	Yes	No	Playground Shade Structure Installation	
6160	City of Santa Fe	Municipalities	2016/07/B	Competitive (RFP or RFB)	TRI Con Works LL	Winner	\$209,506.00		Houston, Texas	No	No	Phase 2-Landfill Gas Collection System	
6160	City of Santa Fe	Municipalities	2016/07/B	Competitive (RFP or RFB)	American Environmental	Loser			Houston, Texas	No	No	Phase 2-Landfill Gas Collection System	
6160	City of Santa Fe	Municipalities	2016/10/B	Competitive (RFP or RFB)	Sub Surface	Winner	\$382,898.98		Santa Fe, New Mexico	Yes	No	Water Main Replacement Bishop's Lodge RD Brownell RD Lugar De Monte Vista	
6160	City of Santa Fe	Municipalities	2016/10/B	Competitive (RFP or RFB)	A.A.C. Construction LLC	Loser			Santa Fe, New Mexico	Yes	No	Water Main Replacement Bishop's Lodge RD Brownell RD Lugar De Monte Vista	
6160	City of Santa Fe	Municipalities	2016/10/B	Competitive (RFP or RFB)	Century Club Construction	Loser			Albuquerque, New Mexico	Yes	No	Water Main Replacement Bishop's Lodge RD Brownell RD Lugar De Monte Vista	
6160	City of Santa Fe	Municipalities	2016/18/B	Competitive (RFP or RFB)	GM Emulsion	Winner	\$4,000,000.00		Santa Fe, New Mexico	Yes	No	On Call Roadway & Trails Construction Services	
6160	City of Santa Fe	Municipalities	2016/18/B	Competitive (RFP or RFB)	Emco	Winner	\$4,000,000.00		Santa Fe, New Mexico	Yes	No	On Call Roadway & Trails Construction Services	
6160	City of Santa Fe	Municipalities	2016/18/B	Competitive (RFP or RFB)	Century Club Construction	Winner	\$4,000,000.00		Albuquerque, New Mexico	Yes	No	On Call Roadway & Trails Construction Services	

CITY OF SANTA FE, NEW MEXICO
Schedule of Vendor Information for Purchases Exceeding \$60,000
For the Year Ended June 30, 2016

Agency Number	Agency Name	Agency Type	RFP#/RFPA# (if applicable)	Type of Procurement	Vendor Name	Did Vendor Win Contract?	\$ Amount of Awarded Contract	\$ Amount of Amended Contract	Physical address of vendor (City, State)	Did the Vendor provide documentation of eligibility	Did the Vendor provide documentation of eligibility	Brief Description of the Scope of Work	If the procurement is attributable to a Component Unit, Name of Component Unit
6160	City of Santa Fe	Municipalities	2016/18/B	Competitive (RFP or RFB)	TLC Plumbing & Utility	Loser			Santa Fe, New Mexico	Yes	No	On Call Roadway & Trails Construction Services	
6160	City of Santa Fe	Municipalities	2016/18/B	Competitive (RFP or RFB)	Star Paving Company	Loser			Albuquerque, New Mexico	Yes	No	On Call Roadway & Trails Construction Services	
6160	City of Santa Fe	Municipalities	2016/23/B	Competitive (RFP or RFB)	MWI Inc	Winner	\$131,917.04		Albuquerque, New Mexico	Yes	No	LED Countdown Pedestrian Head Installation at Various Intersections	
6160	City of Santa Fe	Municipalities	2016/23/B	Competitive (RFP or RFB)	Bixby Electric Inc	Loser			Albuquerque, New Mexico	Yes	No	LED Countdown Pedestrian Head Installation at Various Intersections	
6160	City of Santa Fe	Municipalities	2016/23/B	Competitive (RFP or RFB)	Vis-com	Loser			Albuquerque, New Mexico	Yes	No	LED Countdown Pedestrian Head Installation at Various Intersections	
6160	City of Santa Fe	Municipalities	2016/24/B	Competitive (RFP or RFB)	H.O. Construction	Winner	\$382,874.00		Albuquerque, New Mexico	Yes	No	Santa Fe River Trail Connections and Improvements	
6160	City of Santa Fe	Municipalities	2016/24/B	Competitive (RFP or RFB)	Star Paving Company	Loser			Albuquerque, New Mexico	Yes	No	Santa Fe River Trail Connections and Improvements	
6160	City of Santa Fe	Municipalities	2016/24/B	Competitive (RFP or RFB)	Armour Paving Inc	Loser			Albuquerque, New Mexico	Yes	No	Santa Fe River Trail Connections and Improvements	
6160	City of Santa Fe	Municipalities	2016/25/B	Competitive (RFP or RFB)	H.O. Construction	Winner	\$222,186.85		Albuquerque, New Mexico	Yes	No	Arroyo de los Chamisos Trail Extension at SF Place Mail	
6160	City of Santa Fe	Municipalities	2016/25/B	Competitive (RFP or RFB)	Armour Paving Inc	Loser			Albuquerque, New Mexico	Yes	No	Arroyo de los Chamisos Trail Extension at SF Place Mail	
6160	City of Santa Fe	Municipalities	2016/25/B	Competitive (RFP or RFB)	Star Paving Company	Loser			Albuquerque, New Mexico	Yes	No	Arroyo de los Chamisos Trail Extension at SF Place Mail	

CITY OF SANTA FE, NEW MEXICO
Schedule of Vendor Information for Purchases Exceeding \$60,000
For the Year Ended June 30, 2016

Agency Number	Agency Name	Agency Type	RFB#/RFPA (if applicable)	Type of Procurement	Vendor Name	Did Vendor Win Contract?	\$ Amount of Awarded Contract	\$ Amount of Amended Contract	Physical address of vendor (City, State)	Did the Vendor provide documentation of eligibility	Did the Vendor provide documentation of eligibility	Brief Description of the Scope of Work	If the procurement is attributable to a Component Unit, Name of Component Unit
6160	City of Santa Fe	Municipalities	2016/26/B	Competitive (RFP or RFB)	Lockwood Construction	Winner	\$249,891.11		Santa Fe, New Mexico	Yes	No	Santa Fe River Improvement Camino Alire Grade control Structure	
6160	City of Santa Fe	Municipalities	2016/27/B	Competitive (RFP or RFB)	Vital Construction	Winner	\$1,334,762.70		Albuquerque, New Mexico	Yes	No	Acequia Trail Extension From Harrison Road to La Cienegueta	
6160	City of Santa Fe	Municipalities	2016/27/B	Competitive (RFP or RFB)	Interstate Highway Construc	Loser			Albuquerque, New Mexico	Yes	No	Acequia Trail Extension From Harrison Road to La Cienegueta	
6160	City of Santa Fe	Municipalities	2016/27/B	Competitive (RFP or RFB)	AlI Inc	Loser			Albuquerque, New Mexico	Yes	No	Acequia Trail Extension From Harrison Road to La Cienegueta	
6160	City of Santa Fe	Municipalities	2016/27/B	Competitive (RFP or RFB)	RMCI, Inc	Loser			Albuquerque, New Mexico	Yes	No	Acequia Trail Extension From Harrison Road to La Cienegueta	
6160	City of Santa Fe	Municipalities	2016/40/B	Competitive (RFP or RFB)	The Raincatcher	Winner	\$277,566.48		Santa Fe, New Mexico	Yes	No	Santa Fe River Channel Improvements (phase 3a) Boulder Grade Control Structure Reconstruction	
6160	City of Santa Fe	Municipalities	2016/40/B	Competitive (RFP or RFB)	Lockwood Construction	Loser			Santa Fe, New Mexico	Yes	No	Santa Fe River Channel Improvements (phase 3a) Boulder Grade Control Structure Reconstruction	
6160	City of Santa Fe	Municipalities	2016/40/B	Competitive (RFP or RFB)	G Sandoval Contracting	Loser			Albuquerque, New Mexico	Yes	No	Santa Fe River Channel Improvements (phase 3a) Boulder Grade Control Structure Reconstruction	
6160	City of Santa Fe	Municipalities	2016/40/B	Competitive (RFP or RFB)	Meridian Contracting	Loser			Albuquerque, New Mexico	Yes	No	Santa Fe River Channel Improvements (phase 3a) Boulder Grade Control Structure Reconstruction	
6160	City of Santa Fe	Municipalities		Sole Source	Meow Wolf	Winner	\$60,000.00		Santa Fe, New Mexico	Yes	No	Workforce Development & Local product creation	
6160	City of Santa Fe	Municipalities		Sole Source	Andela Products, LTD	Winner	\$60,000.00		Richfield Springs, New York	No	No	Pulverizer system	

CITY OF SANTA FE, NEW MEXICO
Schedule of Vendor Information for Purchases Exceeding \$60,000
For the Year Ended June 30, 2016

Agency Number	Agency Name	Agency Type	RFP# /RF # (if applicable)	Type of Procurement	Vendor Name	Did Vendor Win Contract?	\$ Amount of Awarded Contract	\$ Amount of Amended Contract	Physical address of vendor (City, State)	Did the Vendor provide documentation of eligibility	Did the Vendor provide documentation of eligibility	Brief Description of the Scope of Work	If the procurement is attributable to a Component Unit, Name of Component Unit
6160	City of Santa Fe	Municipalities		Sole Source	Smoracy, LLC (Bandt Industr	Winner	\$90,000.00		Remus, Michigan	No	No	Green Waste Program Mulching Operation	
6160	City of Santa Fe	Municipalities		Sole Source	Van Dyk Baler Corp.	Winner	\$60,000.00		Stamford, Connecticut	No	No	Manufactures & installs parts for the Boilegraaf materials baler	
6160	City of Santa Fe	Municipalities		Sole Source	CP Manufacturing Inc.	Winner	\$60,000.00		San Diego, California	No	No	Manufactures & installs parts for the cir-mingled processing system	
6160	City of Santa Fe	Municipalities		Sole Source	Solace Crisis Treatment Cent	Winner	\$71,280.00		Santa Fe, New Mexico	Yes	No	Advocacy location for domestic violence or sexual assault	
6160	City of Santa Fe	Municipalities	2016/01/P	Competitive (RFP or RFB)	HBR Engineering Inc.	Winner	\$782,588.29		Albuquerque, New Mexico	Yes	No	Anaerobic Digester Project	
6160	City of Santa Fe	Municipalities	2016/01/P	Competitive (RFP or RFB)	Smith Engineering	Loser			Albuquerque, New Mexico	Yes	No	Anaerobic Digester Project	
6160	City of Santa Fe	Municipalities	2016/03/P	Competitive (RFP or RFB)	IDSS MIN	Winner	\$114,000.00		Cambridge, Massachusetts	No	No	SF community Convention Center	
6160	City of Santa Fe	Municipalities	2016/03/P	Competitive (RFP or RFB)	USI	Loser			Phoenix, Arizona	No	No	SF community Convention Center	
6160	City of Santa Fe	Municipalities	2016/05/P	Competitive (RFP or RFB)	Atkinson & Company LTD	Winner	\$160,303.00		Albuquerque, New Mexico	Yes	No	Parks Bond Issue Engagement	
6160	City of Santa Fe	Municipalities	2016/06/P	Competitive (RFP or RFB)	G45 Secure Solution Inc	Winner	\$452,456.48		Albuquerque, New Mexico	Yes	No	Security Services for Municipal Parking, City hall and Courts	
6160	City of Santa Fe	Municipalities	2016/06/P	Competitive (RFP or RFB)	Securitas Security Services	Loser			Albuquerque, New Mexico	Yes	No	Security Services for Municipal Parking, City hall and Courts	
6160	City of Santa Fe	Municipalities	2016/06/P	Competitive (RFP or RFB)	Blackstone Security	Loser			Albuquerque, New Mexico	Yes	No	Security Services for Municipal Parking, City hall and Courts	
6160	City of Santa Fe	Municipalities	2016/06/P	Competitive (RFP or RFB)	CSI Chavez Security	Loser			Santa Fe, New Mexico	Yes	No	Security Services for Municipal Parking, City hall and Courts	

CITY OF SANTA FE, NEW MEXICO
Schedule of Vendor Information for Purchases Exceeding \$60,000
For the Year Ended June 30, 2016

Agency Number	Agency Name	Agency Type	RFB#/RFP# (if applicable)	Type of Procurement	Vendor Name	Did Vendor Win Contract?	\$ Amount of Awarded Contract	\$ Amount of Amended Contract	Physical address of vendor (City, State)	Did the Vendor provide documentation of eligibility	Did the Vendor provide documentation of eligibility	Brief Description of the Scope of Work	If the procurement is attributable to a Component Unit, Name of Component Unit
6160	City of Santa Fe	Municipalities	2016/10/P	Competitive (RFP or RFB)	KFH Group Inc	Winner	\$368,387.06		Austin, Texas	No	No	City of SF Transition Public Right-of-Way update	
6160	City of Santa Fe	Municipalities	2016/10/P	Competitive (RFP or RFB)	ADA Accrediting Consultant	Loser			Columbia, Missouri	No	No	City of SF Transition Public Right-of-Way update	
6160	City of Santa Fe	Municipalities	2016/11/P	Competitive (RFP or RFB)	Youthworks & SF Boys & Girl	Winner	\$60,000.00		Santa Fe, New Mexico	Yes	No	Teen Nights Programs	
6160	City of Santa Fe	Municipalities	2016/11/P	Competitive (RFP or RFB)	Boys and Girls Club	Loser			Santa Fe, New Mexico	Yes	No	Teen Nights Programs	
6160	City of Santa Fe	Municipalities	2016/12/P	Competitive (RFP or RFB)	Sheehan & Sheehan	Winner	\$1,230,000.00		Albuquerque, New Mexico	Yes	No	Litigation council for the BDD for Construction	
6160	City of Santa Fe	Municipalities	2016/12/P	Competitive (RFP or RFB)	Sutin Thayer & Browne	Loser			Albuquerque, New Mexico	Yes	No	Litigation council for the BDD for Construction	
6160	City of Santa Fe	Municipalities	2016/12/P	Competitive (RFP or RFB)	Stelzner, Winter, Warburton	Loser			Albuquerque, New Mexico	Yes	No	Litigation council for the BDD for Construction	
6150	City of Santa Fe	Municipalities	2016/12/P	Competitive (RFP or RFB)	Arland & Associates	Loser			Santa Fe, New Mexico	Yes	No	Litigation council for the BDD for Construction	
6160	City of Santa Fe	Municipalities	2016/13/P	Competitive (RFP or RFB)	P.K. Public Relations	Winner	\$75,000.00		Albuquerque, New Mexico	Yes	No	Water Resources & Conservation Public Relations & Outreach	
6160	City of Santa Fe	Municipalities	2016/13/P	Competitive (RFP or RFB)	The Waite Company	Loser			Albuquerque, New Mexico	Yes	No	Water Resources & Conservation Public Relations & Outreach	
6160	City of Santa Fe	Municipalities	2016/13/P	Competitive (RFP or RFB)	CWA Strategic Communicati	Loser			Albuquerque, New Mexico	Yes	No	Water Resources & Conservation Public Relations & Outreach	
6160	City of Santa Fe	Municipalities	2016/13/P	Competitive (RFP or RFB)	Martinez Multi-Media	Loser			Tucson, Arizona	No	No	Water Resources & Conservation Public Relations & Outreach	
6160	City of Santa Fe	Municipalities	2016/15/P	Competitive (RFP or RFB)	Louis Berger Group Inc	Winner	\$492,229.03		Santa Fe, New Mexico	Yes	No	Construction Mgt for Acequia Trail Underpass	
6160	City of Santa Fe	Municipalities	2016/15/P	Competitive (RFP or RFB)	Wilson & Company	Loser			Albuquerque, New Mexico	Yes	No	Construction Mgt for Acequia Trail Underpass	

CITY OF SANTA FE, NEW MEXICO
 Schedule of Vendor Information for Purchases Exceeding \$60,000
 For the Year Ended June 30, 2016

Agency Number	Agency Name	Agency Type	RFEB#/RFEP# (if applicable)	Type of Procurement	Vendor Name	Did Vendor Win Contract?	\$ Amount of Awarded Contract	\$ Amount of Amended Contract	Physical address of vendor (City, State)	Did the Vendor provide documentation of eligibility	Did the Vendor provide documentation of eligibility	Brief Description of the Scope of Work	If the procurement is attributable to a Component Unit, Name of Component Unit
6160	City of Santa Fe	Municipalities	2016/18/P	Competitive (RFP or RFB)	Outside in Productions	Winner	\$237,436.00		Santa Fe, New Mexico	Yes	No	Summer Music Festival on the Plaza 2016	
6160	City of Santa Fe	Municipalities	2016/20/P	Competitive (RFP or RFB)	Youthworks	Winner	\$80,000.00		Santa Fe, New Mexico	Yes	No	Youth Worker & Training Program For Storm Water Imp.	
6160	City of Santa Fe	Municipalities	2016/23/P	Competitive (RFP or RFB)	Watershed Association	Winner	\$80,000.00		Santa Fe, New Mexico	Yes	No	Adopt-the-River Program	
6160	City of Santa Fe	Municipalities	2016/23/P	Competitive (RFP or RFB)	Multiple Vendors (14)	Winner	\$871,300.00		Santa Fe, New Mexico	No	No	Human Services Providers	
6160	City of Santa Fe	Municipalities	2016/26/P	Competitive (RFP or RFB)	Multiple Vendors (37) Majority under 60,000	Winner	\$1,103,300.00		Santa Fe, New Mexico	No	No	Children and Youth Commission Funding	

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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, 2016 (UNAUDITED)

Fund and Purpose	Interest Rate	Date of Issue	Amount of Issue	Date of Final Maturity	Outstanding June 30, 2016	
					Remaining	Total
Revenue bonds payable solely from state-shared taxes:						
Series 2008	3.25% - 5.50%	04/07/2008	20,135,000	June 1, 2022	18,720,000	
Series 2012A	3.00% - 5.00%	03/01/2012	37,725,000	June 1, 2026	27,150,000	
Series 2013A	2.00% - 4.00%	06/18/2013	10,880,000	June 1, 2020	7,785,000	
Series 2013B	2.00% - 5.00%	06/18/2013	13,780,000	June 1, 2036	13,205,000	
Series 2014	2.25% - 5.00%	09/30/2014	15,460,000	June 1, 2029	15,460,000	
Total bonds payable solely from state-shared taxes					<u>82,320,000</u>	
General obligation bonds payable solely from property tax:						
Property tax - Series 2008	3.75% - 5.00%	06/10/2008	20,000,000	August 1, 2027	14,470,000	
Property tax - Series 2010	2.00% - 4.00%	11/01/2010	10,300,000	August 1, 2029	8,155,000	
Property tax - Series 2013	1.75% - 4.00%	07/23/2013	12,000,000	August 1, 2032	11,045,000	
Property tax - Series 2014	3.00% - 4.00%	08/14/2014	5,800,000	August 1, 2034	5,600,000	
Total bonds payable solely from property tax					<u>39,270,000</u>	
Total bonds payable from tax revenue (governmental)						\$ 121,590,000
Revenue bonds payable from Enterprise funds (primary government)						
Convention Center NMFA Series 2015	1.35% - 5.10%	04/08/2015	21,382,500	June 15, 2035	20,856,000	
Series 2008 GRT/CCTR Share	3.25% - 5.50%	04/07/2008	8,570,000	June 1, 2022	7,095,000	
Total bonds payable from Convention Center fund					<u>27,951,000</u>	
Convention Center Parking Garage - NMFA Series 2015	1.35% - 5.10%	04/08/2015	12,407,500	June 15, 2035	12,349,000	
Total bonds payable from Parking fund					<u>12,349,000</u>	
Environmental - (Solid Waste) - Series 2006B	4.25% - 5.00%	07/31/2006	15,160,000	June 1, 2023	7,595,000	
Total bonds payable from Environmental fund					<u>7,595,000</u>	
Municipal Recreation Complex - Series 2005	3.50% - 4.25%	08/30/2005	15,315,000	June 1, 2024	6,365,000	
Total bonds payable from Municipal Recreation Complex fund					<u>6,365,000</u>	
Water Revenue Bonds - Series 2016	3.25% - 5.00%	08/09/2006	49,790,000	June 1, 2027	36,665,000	
Total bonds payable from Water fund					<u>36,665,000</u>	
Wastewater Bonds - Series 2006C	4.125% - 5.00%	09/29/2006	9,780,000	June 1, 2021	4,065,000	
Series 2012B	2.00% - 5.00%	03/01/2012	14,280,000	June 1, 2022	9,465,000	
Total bonds payable from Wastewater fund					<u>13,530,000</u>	
Railyard Center Refunding Bonds - Series 2010B	3.00% - 5.00%	12/14/2010	10,490,000	June 1, 2026	7,870,000	
Market Station - Series 2012C	2.00% - 5.00%	12/19/2012	4,685,000	June 1, 2033	4,260,000	
Total revenue bonds payable from Railyard fund					<u>12,130,000</u>	
Total revenue bonds payable from Enterprise funds (business-type)						<u>116,585,000</u>
TOTAL LONG-TERM BOND INDEBTEDNESS						<u>238,175,000</u>

(continued)

Fund and Purpose	Interest Rate	Date of Issue	Amount of Issue	Date of Final Maturity	Outstanding June 30, 2016	
					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	2,504,981	
Total loans payable from 1/2% Municipal GRT					<u>2,504,981</u>	
Total loans payable from tax revenue (governmental)						2,504,981
Loans payable from Municipal GRT - Railyard						
NMFA SANTAFE#8 - Railyard Infra.	1.40% - 5.44%	09/24/2004	579,025	May 1, 2024	336,873	
NMFA SANTAFE#15B - Railyard Infra.	5.44% - 6.12%	10/20/2009	892,227	June 1, 2026	625,250	
Total loans payable from Municipal GRT - Railyard					<u>962,123</u>	
Total loans payable from tax revenue						
Loans payable from Water Enterprise Fund						
NMFA SANTAFE#DW-2 - Buckman	2.00%	05/16/2008	15,150,000	June 1, 2029	10,516,155	
NMFA SANTAFE#DW-4 - Buckman	2.00%	05/13/2013	2,525,000	Est. June 1, 2035	2,296,682	
Total loans payable from Water Fund					<u>12,812,837</u>	
Loans payable from Transit Enterprise Fund						
NMFA SANTAFE#26 - Equipment	0.24% - 3.22%	08/01/2014	3,500,000	June 1, 2026	2,993,873	
Total loans payable from Transit Fund					<u>2,993,873</u>	
Total loans payable from Enterprise Funds						16,768,833
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	25,660,000	
Total loans payable from third parties					<u>25,660,000</u>	
Total loans payable from Special Sources						<u>25,660,000</u>
TOTAL LONG-TERM LOAN INDEBTEDNESS						<u>44,933,814</u>
TOTAL OUTSTANDING INDEBTEDNESS						<u>\$ 283,108,814</u>

CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF JOINT POWERS AGREEMENTS
FISCAL YEAR ENDED
June 30, 2016

PARTICIPANTS	RESPONSIBLE PARTY	DESCRIPTION	DATES OF AGREEMENT	TOTAL AMOUNT/ CITY SHARE	FYE 6-30-2016 AMOUNT	REPORTING PARTY	AUDIT RESPONSIBILITY
Memorandum of Understanding or Joint Powers Agreement With County of Santa Fe							
City of Santa Fe County of Santa Fe	Both	Parking Permits for Parking Facilities for County	08/14/2015 06/30/2016	\$19,500	\$19,500	Both	Both
City of Santa Fe County of Santa Fe	Both	Santa Fe Public Library Southside	09/17/2015 06/30/216	\$25,000	\$25,000	Both	Both
City of Santa Fe County of Santa Fe	Both	Discharge of Wastewater for Stacy Property Trust	07/01/2016 09/30/2015	Per Agreement	Per Agreement	Both	Both
City of Santa Fe County of Santa Fe	Both	Discharge of Wastewater for Senior Campus	07/01/2016 09/30/2015	Per Agreement	Per Agreement	Both	Both
City of Santa Fe County of Santa Fe	Both	DOT Joint Application DWI Program	10/23/2015	\$10,000	\$10,000	Both	Both
City of Santa Fe County of Santa Fe	Both	Fiscal Agent for DWI Program	04/25/2016 06/30/2016	\$10,000	\$10,000	Santa Fe County	Santa Fe County
City of Santa Fe County of Santa Fe	Both	Governing of the Direct Diversion Project	12/09/2015 N/A	N/A	N/A	Both	Both
City of Santa Fe County of Santa Fe	Both	Day Reporting Program for Juvenile Offenders	01/27/2016 06/30/2016	\$65,076	\$65,076	Both	Both
Memorandum of Understanding or Joint Powers Agreement with other Participants							
City of Santa Fe Administrative Office of the Courts	Both	Operating Costs of DWI Drug Court Programs Santa Fe Magistrate	08/13/2015 06/30/2016	\$1,800	\$1,800	Both	Both
City of Santa Fe Santa Fe Civic Housing Authority	Both	HUD -Design of Aging in Place Program	04/21/2016 06/30/2014	N/A	Per Agreement	Per Agreement	Both
City of Santa Fe New Mexico Department of Cultural Affairs	Both	Cooperation on Plans for Future Multi-Model Transit Center	12/02/2015	05/05/20160	N/A	N/A	N/A
City of Santa Fe Santa Fe Community College Foundation	Both	To Provide Scholarship Money	06/23/2016 06/30/2017	\$18,000	Per Agreement	N/A	Both

CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF OTHER FINANCIAL ASSISTANCE
FISCAL YEAR ENDED
June 30, 2016
(UNAUDITED)

Grantor Program Name Grant Number	State Program or Award Amount	Cash/Accrued or (Deferred) Revenue at July 1, 2015	Cash or Receipts Recognized	Disbursements/ Expenditures	Cash/Accrued or (Deferred) Revenue at June 30, 2016
N.M. HIGHWAY AND TRANSPORTATION DEPARTMENT					
NMDOT Consolidated Project Agreement FY 14-15	\$ 78,025	\$ 18,104	\$ -	\$ (18,104)	\$ -
Cerrillos Road Reconstruction	9,850,715	-	2,044,682	4,056,799	2,012,117
Small Sidewalks	59,808	41,470	41,470	-	-
Botulph Road Improvements	600,000	578,942	441,843	-	137,099
Santa Fe Rail and River Trail	165,000	57,101	57,101	-	-
Signal Maintenance	300,000	-	-	131,917	131,917
Intersection Safety Project	20,000	-	-	810	810
Airport Terminal Upgrade	233,300	-	117,432	155,998	38,566
Airport Improvements	38,036	5,312	-	(5,312)	-
Airport Improvements	51,917	873	-	(873)	-
Airport Improvements	13,241	3,833	3,833	4,350	4,350
Airport Improvements	56,926	15,048	15,048	9,151	9,151
TOTAL Highway and Transportation Department	\$ 11,466,968	\$ 720,683	\$ 2,721,409	\$ 4,334,736	\$ 2,334,010
N.M. DEPARTMENT OF TOURISM					
Beautification and Litter Control Program	\$ 78,000	\$ 13,092	\$ 46,293	\$ 64,644	\$ 31,443
TOTAL N.M. Department of Tourism	\$ 78,000	\$ 13,092	\$ 46,293	\$ 64,644	\$ 31,443
N.M. DEPARTMENT OF CULTURAL AFFAIRS					
Historical Preservation	\$ 10,000	\$ 7,110	\$ 7,110	\$ -	\$ -
TOTAL Department of Cultural Affairs	\$ 10,000	\$ 7,110	\$ 7,110	\$ -	\$ -
N.M. ENERGY, MINERALS, NATURAL RESOURCES					
Fire Hazard Reduction Grant	\$ 372,400	\$ 184,609	\$ 565,678	\$ 595,413	\$ 214,344
Wildland Urban Interface-YCCG 2233	103,609	88,637	113,238	41,803	17,202
TOTAL Energy, Minerals, Natural Resources	\$ 476,009	\$ 273,246	\$ 678,916	\$ 637,216	\$ 231,546
STATE AGENCY ON AGING					
Senior Companion Program	\$ 161,461	\$ 24,044	\$ 174,458	\$ 161,461	\$ 11,047
Senior Employment Program	34,824	3,702	31,026	31,074	3,750
Foster Grandparent Program	106,275	6,193	101,421	102,211	6,983
Retired Senior Volunteer Program	44,000	6,885	45,548	42,458	3,795
HB-2- Nutrition	181,418	12,756	166,222	167,130	13,664
HB-2- In Home Support	165,995	10,521	147,848	152,475	15,148
HB-2- Assisted Transportation	46,808	1,818	45,144	45,067	1,741
State Area On Aging Capital improvements	769,707	4,000	546,144	586,807	44,663
Senior Center-Luisa	185,690	148	112,413	177,799	65,534
Senior Center-Luisa	146,940	150	87,836	130,324	42,638
Senior Center-Pasatiempo	8,500	7,806	7,806	-	-
Senior Center-Villa Consuelo	110,890	-	85,278	98,267	12,989
Senior Center-Villa Consuelo	147,900	-	-	11,194	11,194
Mary Ester Gonzales Senior Center	134,880	147	45,258	126,422	81,311
Mary Ester Gonzales Senior Center	300,000	-	68,872	294,656	225,784
Mary Ester Gonzales Senior Center	154,000	-	140,850	140,850	-
Mary Ester Gonzales Senior Center	178,100	-	-	71,770	71,770
TOTAL State Agency on Aging	\$ 2,877,388	\$ 78,170	\$ 1,806,124	\$ 2,339,965	\$ 612,011

CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF OTHER FINANCIAL ASSISTANCE
FISCAL YEAR ENDED
June 30, 2016
(UNAUDITED)

Grantor Program Name Grant Number	State Program or Award Amount	Cash/Accrued or (Deferred) Revenue at July 1, 2015	Cash or Receipts Recognized	Disbursements/ Expenditures	Cash/Accrued or (Deferred) Revenue at June 30, 2016
COUNTY OF SANTA FE					
M.P.O. Section 112	\$ -	\$ -	\$ 7,364	\$ 12,493	\$ 5,129
M.P.O. Section 5303	-	-	2,591	4,233	1,642
Boy's Club-Zona Del Sol	50,000	-	50,000	50,000	-
Santa Fe county Community DWI	10,000	10,000	-	(10,000)	-
TOTAL County of Santa Fe	\$ 60,000	\$ 10,000	\$ 59,955	\$ 56,726	\$ 6,771
N.M. DEPARTMENT OF FINANCE AND ADMINISTRATION					
Medians and Sidewalks	\$ 35,000	\$ 2,100	\$ 2,100	\$ -	-
Interfaith Homeless Shelter	109,890	3,225	10,486	7,261	-
Comunidad De Los Ninos	50,000	-	39,814	47,214	7,400
Sal Perez Park	20,000	10,820	20,000	9,180	-
El Museo	50,000	-	25,266	35,165	9,899
Parks and Recreation	320,000	6,439	284,309	310,628	32,758
Santa Fe Water Historical Park/Museum	150,000	9,308	9,308	120,033	120,033
Municipal Recreational Complex	225,000	39,378	130,131	112,741	21,988
Genoveve Chavez Community Center	25,000	-	-	19,663	19,663
Santa Fe Municipal Airport-Terminal Upgrade	881,100	48,297	649,200	832,803	231,900
TOTAL Dept. of Finance and Administration	\$ 1,865,990	\$ 119,567	\$ 1,170,614	\$ 1,494,688	\$ 443,641
NM FINANCE AUTHORITY					
0349-WTB Watershed Restoration & Source Water Protection	\$ 135,000	\$ -	\$ -	\$ 32,185	\$ 32,185
TOTAL NM Mortgage Finance Authority	\$ 135,000	\$ -	\$ -	\$ 32,185	\$ 32,185
NM ARTS COMMISSION					
Community Gallery FY15-16	\$ 6,323	\$ -	\$ 6,323	\$ 6,323	\$ -
TOTAL NM Arts Commission	\$ 6,323	\$ -	\$ 6,323	\$ 6,323	\$ -
GRAND TOTAL	\$ 16,975,678	\$ 1,221,868	\$ 6,496,744	\$ 8,966,483	\$ 3,691,607

Single Audit Section

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**CITY OF SANTA FE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FISCAL YEAR ENDED
June 30, 2016**

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, 2015	C/Y Cash Receipts Recognized	Revenue Disbursements/ Expenditures	Cash/Accrued or (Deferred) Revenue at June 30, 2016
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	14.210	B14MC350003	\$ 526,401	\$ 56,613	\$ 117,400	\$ 60,757	\$ -
Community Develop Block Grant	14.218	B15MC350003	530,042	-	348,086	417,796	69,710
Total CDBG-Entitlement and (HUD-Administered) Small Cities Cluster			1,056,443	56,613	465,486	478,583	69,710
Shelter Plus Care Grants:							
Continuum of Care	14.267	NM0076L6B011403	135,059	31,649	128,817	106,234	9,066
Continuum of Care	14.267	NM0034L6B011407	428,678	103,793	391,862	317,055	28,986
Continuum of Care	14.267	NM0029L6B011407	143,129	37,546	155,927	138,279	19,898
Continuum of Care	14.267	NM0026L6B011407	245,382	67,728	247,208	195,125	15,645
Shelter Plus	14.238	NM0073C6B011100	565,140	-	55,127	62,265	7,138
Shelter Plus	14.238	NM0072C6B011100	173,520	2,960	35,511	35,456	2,905
Shelter Plus	14.238	NM0049C6B010000	324,360	-	40,239	40,239	-
Shelter Plus	14.238	NM0048C6B010800	90,780	1,174	14,195	13,021	-
Total Shelter Plus Care Grants			2,106,048	244,850	1,068,886	907,674	63,638
Department of Housing and Urban Development			\$ 3,162,491	\$ 301,463	\$ 1,534,372	\$ 1,386,257	\$ 163,348
US DEPARTMENT OF JUSTICE							
Passed-through NM Children Youth and Families:							
Juvenile Accountability Block Grants	16.523	16-69018436	\$ 183,351	\$ 45,904	\$ 128,516	\$ 163,342	\$ 80,730
Total passed-through NM Children Youth and Families			183,351	45,904	128,516	163,342	80,730
Pass through Santa Fe County							
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2014-DJ-BX-1036	42,741	-	-	29,156	29,156
Total passed-through Santa Fe County			42,741	-	-	29,156	29,156
Department of Justice Direct Program:							
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2015-DJ-BX-0702	20,099	-	-	20,099	20,099
Total Department of Justice Direct Program			20,099	-	-	20,099	20,099
US Department of Justice			\$ 246,191	\$ 46,904	\$ 128,516	\$ 212,597	\$ 129,985
DEPARTMENT OF TRANSPORTATION							
Federal Aviation Administration Direct Program:							
Airport Improvement Grant #39	20.106	AIP 3-05-0037-039-2013	\$ 762,910	\$ 159,368	\$ -	\$ 16,419	\$ 175,787
Airport Improvement Grant #40	20.106	AIP 3-05-0037-040-2013	1,557,510	281,899	59,527	721	213,093
Airport Improvement Grant #41	20.106	AIP 3-05-0037-041-2014	406,235	45,458	45,458	130,066	130,066
Total Federal Aviation Administration Direct Program:			2,726,655	486,725	114,985	147,206	518,946
Department of Transportation Direct Program:							
Interagency Hazardous Materials Public-Sector Training and Planning	20.703	HM-HMP-0519-15-01-00	6,964	-	-	5,335	5,335
Total Department of Transportation Direct Program:			6,964	-	-	5,335	5,335
Passed-through Department of Transportation:							
Highway and Planning Cluster:							
Intersection Improvement Project Section 112	20.205	S100370	180,000	-	-	7,287	7,287
	20.205	CA: D14792	437,530	96,094	303,113	309,444	102,425
Total Highway and Planning Cluster:			617,530	96,094	303,113	316,731	109,712
Section 5303							
	20.505	MOA No. M01378	41,126	19,673	68,850	71,066	21,889
			41,126	19,673	68,850	71,066	21,889
NM Highway and Transportation Department							
Federal Transit Formula Grants							
Ridefinders 15/16	20.507	M01223	71,773	71,773	71,773	71,773	71,773
Section 5307 - Main Operating	20.507	N.M.D.O.T. 5307	1,599,562	-	-	1,580,586	1,580,586
Section 5309 - Capital Outlay	20.521	N.M.D.O.T. 5310	154,267	-	-	154,267	154,267
Section 5309 - Capital Outlay	20.521	N.M.D.O.T. 5339	153,395	-	-	153,395	153,395
Section 5309 - Capital Outlay	20.521	NM040009	588,000	-	-	46,751	46,751
Section 5309 - Capital Outlay	20.521	NM040026	240,000	8,499	51,334	58,971	18,136
Total Federal Transit Formula Grants			2,803,997	80,272	123,107	2,065,753	2,022,918
Total Department of Transportation passed-through			\$ 3,462,653	\$ 196,039	\$ 495,070	\$ 2,453,550	\$ 2,154,519
Department of Transportation			\$ 6,196,272	\$ 682,764	\$ 610,055	\$ 2,606,091	\$ 2,678,800

CITY OF SANTA FE
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 FISCAL YEAR ENDED
 June 30, 2016

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, 2015	C/Y Cash Receipts Recognized	Revenue Disbursements/ Expenditures	Cash/Accrued or (Deferred) Revenue at June 30, 2016
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	2015-16-60026	\$ 108,669	\$ 5,361	\$ 102,944	102,818	\$ 5,255
Total NM State Agency on Aging/NCNMEDD			108,669	5,361	102,944	102,818	5,255
NM State Agency on Aging/NCNMEDD Title III-C-1	93.045	2015-16-60026	100,099	7,842	91,069	91,663	8,436
Title III-C-2	93.045	2015-16-60026	47,942	3,201	35,530	34,947	2,618
Total NM State Agency on Aging/NCNMEDD			148,041	11,043	126,599	126,610	11,054
NM State Agency on Aging/NCNMEDD NSIP	93.053	2015-16-60026	151,682	-	151,682	151,682	-
Total NM State Agency on Aging/NCNMEDD			151,682	-	151,682	151,682	-
Total Passed-through NM State Agency on Aging/NCNMEDD			408,392	16,424	381,225	381,110	16,309
Title III-E/Grandparents	93.052	2015-16-60026	162,374	12,422	139,174	151,605	24,953
Department of Health and Human Services			\$ 570,766	\$ 28,846	\$ 520,399	\$ 532,715	\$ 41,162
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	\$ 6,613	\$ 27,635	\$ 24,726	\$ 3,704
Retired Senior Volunteer Program	94.002	10-624-4000-0065	31,412	1,678	33,590	31,912	-
Total Passed-through NM State Agency on Aging:			56,245	8,291	61,225	56,638	3,704
Corporation for National and Community Service			\$ 56,245	\$ 8,291	\$ 61,225	\$ 56,638	\$ 3,704
US DEPARTMENT OF INTERIOR							
Title XVI Water Reclamation and Reuse	15.504	R14AP00118	\$ 132,000	\$ -	\$ 88,008	\$ 117,931	\$ 29,923
US Department of Interior			\$ 132,000	\$ -	\$ 88,008	\$ 117,931	\$ 29,923
US DEPARTMENT OF HOMELAND SECURITY							
Emergency Management Performance Grant	97.042	EMW-2014-EP-00030-S01	\$ 63,135	\$ 3,323	\$ 3,323	\$ -	\$ -
Emergency Management Performance Grant	97.042	EMW-2015-EP-00066-S01	62,660	-	36,657	52,243	15,586
Emergency Management Performance Grant	97.042	EMW-2015-EP-00066-S01	53,250	-	-	-	-
Homeland Security Grant Program	97.067	EMW-2013-SS-00152-S01	5,000	-	729	729	-
Homeland Security Grant Program	97.067	EMW-2014-SS-00030-S01	82,150	-	68,359	82,150	13,791
Homeland Security Grant Program	97.067	EMW-2014-SS-00030-S01	59,691	-	49,725	59,399	9,674
Homeland Security Grant Program	97.067	EMW-2015-SS-00110-S01	99,500	-	69,758	94,271	24,513
US Department of Homeland Security			\$ 425,386	\$ 3,323	\$ 228,551	\$ 288,792	\$ 63,564
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ 10,789,351	\$ 1,070,591	\$ 3,171,126	\$ 5,201,021	\$ 3,100,486

CITY OF SANTA FE, NEW MEXICO
 NOTES TO SUPPLEMENTAL SCHEDULE OF
 EXPENDITURES OF FEDERAL AWARDS
 JUNE 30, 2016

General

The following is a reconciliation of the total Federal Awards of the City of Santa Fe for the year ended June 30, 2016:

City of Santa Fe Federal Expenditures as reported on page 224: \$ 5,201,021

Total Federal Expenditures of the Primary Government \$ 5,201,021

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.

The City did not expend federal awards related to loans or loan guarantees during the year.
 The City did not elect to use the allowed 10% indirect cost rate.
 The City has no federally funded insurance.

<u>Relationship to the Comprehensive Annual Financial Report:</u>	<u>CFDA #</u>	<u>AMOUNT</u>	<u>Funds Provided to Subrecipients</u>	<u>Noncash Assistance</u>
U.S. Department of Housing and Urban Development				
Special Revenue Funds				
Community Development Grants				
Community Development Block Grants	14.267	\$ 478,583	-	-
Continuum of Care	14.267	106,234	-	-
Continuum of Care	14.267	317,055	-	-
Continuum of Care	14.267	138,279	-	-
Continuum of Care	14.267	195,125	-	-
Shelter Plus	14.238	62,265	-	-
Shelter Plus	14.238	35,456	-	-
Shelter Plus	14.238	40,239	-	-
Shelter Plus	14.238	13,021	-	-
U.S. Department of Justice				
Special Revenue Grants				
Law Enforcement Grants				
Juvenile Accountability Block Grant	16.523	163,342	-	-
Edward Byrne Memorial Justice	16.738	29,156	-	-
Edward Byrne Memorial Justice	16.738	20,099	-	-
U.S. Department of Transportation				
Enterprise Fund - Airport				
Airport Improvement Grants				
Airport Improvement	20.106	147,206	-	-
Special Revenue Fund				
Transportation Grants				
Intersection Improvement Project	20.205	7,287	-	-
Section 112	20.205	309,444	-	-
Section 5303	20.205	71,066	-	-
Ridefinders 15/16	20.507	71,773	-	-
Section 5307	20.507	1,580,596	-	-
Section 5309	20.521	154,267	-	-
Section 5309	20.521	153,395	-	-
Section 5309	20.521	46,751	-	-
Section 5309	20.521	58,971	-	-
Hazardous Materials Training and Planning	20.703	5,335	-	-

CITY OF SANTA FE, NEW MEXICO
NOTES TO SUPPLEMENTAL SCHEDULE OF
EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2016

U.S. Department of Health and Human Services

Special Revenue Funds

Senior Citizens Grants

Title III B	93.044	102,818	-	-
Title III C-1	93.045	91,663	-	-
Title III C-2	93.045	34,947	-	-
NSIP	93.053	151,682	-	-
Title III E	93.052	151,605	-	-

Corporation for National and Community Service

Special Revenue Funds

Senior Citizens Grants

Foster Grandparent Program	94.011	24,726	-	-
Retired Senior Volunteer Program	94.002	31,912	-	-

U.S. Department of Interior

Special Revenue Funds

Title XVI Water Reclamation and Reuse	15.504	117,931	-	-
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U.S. Department of Homeland Security

Special Revenue Funds

Emergency Management Grants

Emergency Management Performance	97.042	52,243	-	-
Emergency Management Performance	97.067	236,549	-	-

<u>5,201,021</u>	<u>-</u>	<u>-</u>
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TOTAL	<u>\$ 5,201,021</u>	<u>-</u>	<u>-</u>
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**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

INDEPENDENT AUDITORS' REPORT

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

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, the aggregate remaining fund information, and the budgetary comparison of the General Fund of the City of Santa Fe, New Mexico (the City) as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and the combining and individual funds and related budgetary comparisons of the City presented as supplementary information, and have issued our report thereon dated December 12, 2016.

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, material weaknesses may exist that have not been identified.

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 no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

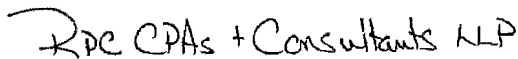
We noted certain matters that are required to be reported per section 12-6-5 NMSA 1978 that we have described in the accompanying Section 12-6-5 NMSA 1978 Findings as items FS 2006-006, NM 2016-001, NM 2016-002, NM 2016-003, NM 2016-004, and NM 2016-005.

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.



RPC CPAs + Consultants, LLP
Albuquerque, New Mexico
December 12, 2016

REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

INDEPENDENT AUDITORS' REPORT

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

Report on Compliance for the 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 Compliance Supplement* that could have a direct and material effect on the City's major federal program for the year ended June 30, 2016. The City's major federal program is 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 program.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for the City's major federal program 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 the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance 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 each major federal program. 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 its major federal program for the year ended June 30, 2016.

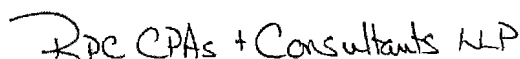
Report on Internal Control Over Compliance

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 the major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for the major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, 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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



RPC CPAs + Consultants, LLP
Albuquerque, New Mexico
December 12, 2016

STATE OF NEW MEXICO
City of Santa Fe
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2016

A. SUMMARY OF AUDITORS' RESULTS

Financial Statements:

Type of auditors' report issued:	Unmodified
Internal control over financial reporting: Material weakness identified?	None noted
Significant deficiencies identified not considered to be material weaknesses?	None noted
Noncompliance material to financial statements noted?	None noted

Federal Awards

Internal control over major programs: Material weaknesses identified?	None noted
Significant deficiencies identified not considered to be material weaknesses?	None noted
Type of auditor's report issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR section 200.516(a)?	None noted

Identification of major programs:

CFDA Number	Federal Program
20.507	Federal Transit Cluster

Dollar threshold used to distinguish Between type A and type B programs:	\$750,000
Auditee qualified as low risk auditee?	Yes

STATE OF NEW MEXICO
City of Santa Fe
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2016

B. FINDINGS – FINANCIAL STATEMENT AUDIT

None noted

C. Section NMSA 12-6-5 Findings

ES 2006-006 Budgetary Compliance (Other Non-Compliance) (repeated and modified)

Condition: During our testwork over budgetary compliance for the year ended June 30, 2016, we noted the following budget overages for the City:

Total expenditures

Reporting Unit	Budgetary Level of Control	Final Budget	Actual Amount	Overage Amount
City Drainage Project Special Revenue Fund	Fund Level	1,556,829	1,681,896	125,067
Senior Citizen Grants Special Revenue Fund	Fund Level	3,781,690	4,260,459	478,769
CIP Reallocation Projects Capital Projects Fund	Fund Level	5,141	5,142	1

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

Proprietary funds:

Reporting Unit	Budgetary Level of Control	Final Budgeted Excess of Revenues Over (Under) Expenses	Prior Year Net Position	Excess Amount
Municipal Recreation Complex Enterprise Fund	Division Level	(14,308)	(3,501,336)	(3,515,644)
Risk Management Internal Service Fund	Division Level	(1,107,373)	(95,569)	(1,202,942)

Governmental funds:

Reporting Unit	Budgetary Level of Control	Final Budgeted Net Change in Fund Balance	Prior Year Fund Balance	Excess Amount
Capital Equipment Reserve Special Revenue Fund	Fund Level	(128,222)	100,982	(27,240)
City Parks Improvement Capital Projects Fund	Fund Level	(12,287,417)	11,900,677	(386,740)
NEA Grants Special Revenue Fund	Fund Level	-	(77)	(77)

There has been a lack of progress towards implementing the prior year corrective action plan.

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.

STATE OF NEW MEXICO
City of Santa Fe
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2016

C. Section NMSA 12-6-5 Findings

FS 2006-006 Budgetary Compliance (Other Non-Compliance) (repeated and modified) (continued)

Effect: The internal controls established by adherence to budgets have been compromised, and excess spending could result.

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

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

Views of Responsible Officials: The Finance Department did not fully implement or consistently deliver on the proposed corrective action plan. Beginning January 2017 the Finance Department will deliver quarterly budget to actual reports to all divisions. The new practice of amending the current budget at the end of the year as part of the process for approving the budget for the incoming year will be expanded on a quarterly basis in order to more effectively capture all activity. These new procedures are intended to both alert the departments of trends that may cause them to exceed their budgets and to give them an opportunity to request timely adjustments.

The Department Directors are responsible for corrective action and it is estimated that corrective action will be fully implemented by June 30, 2017.

STATE OF NEW MEXICO
City of Santa Fe
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2016

C. Section NMSA 12-6-5 Findings

NM FS 2016-001 Actuarial Study of Medical and Prescription Drug Claims-Self Insurance Program (finding that does not rise to the level of significant deficiency)

Condition: During our review of claims incurred but not reported, we noted the City had not procured a recent actuarial study for its medical and prescription drug self-insurance program. The last actuarial study was obtained on November 25, 2012. The estimates provided by the actuarial study impact amounts reported for claims payable in the City's Santa Fe Health/Dental internal service fund. The amount reported as of June 30, 2016 for claims payable is \$2,779,383 for the Santa Fe Health/Dental internal service fund.

Criteria: The City's had previously committed to obtaining actuarial studies once every two years. Good accounting practices require the City to obtain actuarial studies for its self-insurance programs once every two years. As a benchmark consideration Governmental Accounting Standards Board Statement No. 45 paragraph 12 requires actuarial valuations to be performed at a minimum triennially. Also, the Government Finance Officers Association in their published GAAFR recommends actuarial valuations once every two years utilizing the same date each year and no earlier than 24 months prior to the start of the first fiscal year period covered. Utilizing this guidance the City should have had an actuarial study performed as of June 30, 2014.

Effect: Claims payable reported in the Santa Fe Health/Dental internal service fund could be understand or overstated as of June 30, 2016 as the estimate is based on outdated data.

Cause: The City changed vendors from United Health Care to Cigna; the City also changed the contract to have the Claims Administrator provide the Actuarial instead of a third party. Additionally, the City could not come to an agreement with Buck Consultants to complete a recent actuarial study. After no resolution the City decided to include a yearly actuarial study in the upcoming RFP's for a benefit consultant. Due to these changes, getting a new actuarial report was postponed.

Auditors' Recommendation: RPC recommends the City timely procure actuarial studies for all self-insurance programs once every two years.

Views of Responsible Officials: The City concurs with the finding. The City has cleared the finding as of the date of this report. The Actuarial report was completed and delivered to the City of Santa Fe on December 12, 2016 for June 30, 2016. The benefits administrator will ensure that an actuarial report is completed every two years going forward. Corrective action has already occurred as of the date of this report.

STATE OF NEW MEXICO
City of Santa Fe
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2016

C. Section NMSA 12-6-5 Findings

NM FS 2016-002 False Alarm Allowance for Uncollectible Accounts (finding that does not rise to the level of significant deficiency)

Condition: During our testwork over allowances for uncollectible accounts, we noted the City had not adjusted its allowance with respect to receivables for its False Alarm Monitoring System during fiscal year 2016. The allowance for uncollectible accounts totaled \$681,073 as of June 30, 2016 and June 30, 2015. Previously the allowance was based on an aged analysis of accounts receivable older than 180 days. Accounts older than 180 days as of June 30, 2016 totaled \$783,878, a difference of \$102,805.

Criteria: Good accounting practices require the City to evaluate its allowances annually for adjustment and apply accounting principles consistently each year.

Effect: Accounts receivable could be overvalued as of June 30, 2016 in the financial statements.

Cause: The City did not implement its processes as designed, by not reviewing its allowance for uncollectible accounts in comparison with aged accounts receivable for false alarm receivables as of June 30, 2016.

Views of Responsible Officials: We recommend the City follow its designed processes and review its allowance account for false alarm receivables in comparison with aged accounts receivables each year as part of the financial close process.

Management's response: The City concurs with the finding and will work with the contractor and the police department to clear and correct the accounts receivable aging report in order to determine the allowance for uncollectible amounts. The Assistant Finance Director is responsible for corrective action and corrective action will be fully implemented by March 31, 2017.

STATE OF NEW MEXICO
City of Santa Fe
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2016

C. Section NMSA 12-6-5 Findings

NM FS 2016-003 Cash Disbursements-Internal Controls (finding that does not rise to the level of significant deficiency)

Condition: During our random sample of 40 disbursements, we noted 2 instances in which the invoice date preceded the purchase order date indicating services were provided without the proper approvals in place.

In one instance the dollar amount of the invoice was \$425.30 for printing/publishing services. The invoice was dated November 2, 2015; however, authorization for the disbursement as evidenced by the purchase order was dated November 17, 2015 (see check number 37468).

In another instance the dollar amount of the invoice was \$12.79 for repairs and maintenance services. The invoice was dated November 16, 2015; however, authorization for the disbursement as evidenced by the purchase order was dated December 1, 2015 (see check number 375494)

Criteria: Good accounting practices require the City to establish an approved purchase order before the vendor provides the services. Section 7.2 of the City's purchasing manual requires a purchase order to be obtained prior to actual purchase or ordering of materials, construction services, or professional services.

Effect: The potential outcome of the condition above on future procurements is that unauthorized services could have been provided and the City would ultimately have to pay for these services.

Cause: Insufficient monitoring of these purchases led to approvals having to be obtained after the fact.

Auditors' Recommendation: We recommend the department directors obtain an approved purchase order prior to the actual purchase of any goods or services.

Views of Responsible Officials: The City concurs with the finding and will start monthly training on procurement with the Department to assure that proper approval is obtained prior to the actual purchases or ordering of materials, construction services, or professional services. Training plan and scheduling will start in January 2017 and Department Directors are responsible for corrective action.

STATE OF NEW MEXICO
City of Santa Fe
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2016

C. Section NMSA 12-6-5 Findings

NM FS 2016-004 Payroll disbursements-Internal Controls (finding that does not rise to the level of significant deficiency)

Condition: During our random sample of 40 disbursements, we noted 3 instances in which the employee's time card did not have any evidence of supervisor's approval. The dollar amounts associated with the 3 instances totaled \$4,390 for the pay periods selected.

Criteria: Good accounting practices require approval of employee time to be evidenced.

Effect: The potential impact of the condition above is that future payroll disbursements for unauthorized time could be occur.

Cause: It could not be determined if the time was approved or if no one was available to sign the employee's time sheet at the time the payroll occurred.

Auditors' Recommendation: We recommend the supervisor evidence their approval by signing the employee's timesheet on the appropriate signature block. We further recommend the City's payroll department review timesheets to ensure all appropriate signatures are obtained.

Views of Responsible Officials: The City concurs with the finding. The payroll supervisor will review timesheets to ensure all appropriate signatures are obtained. The City has purchased and is in the process of implementing electronic timesheets. Estimated date of corrective action is March 2017 and the payroll supervisor is responsible for corrective action.

STATE OF NEW MEXICO
City of Santa Fe
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2016

C. Section NMSA 12-6-5 Findings

NM FS 2016-005 Timelines of Grants Reimbursement Requests (Other Noncompliance)

Condition: During our review of grant accounts receivable balances we noted one instance in which amounts owed to the City totaling \$1,580,596 were not requested from the grantor during fiscal year 2016. The grant was awarded to the City by the New Mexico Department of Transportation on April 14, 2016 and allowable expenditures were incurred during fiscal year 2016; however, the City has not requested reimbursement for the funds from the grantor and thus the funds have not been received as of the date of this report.

Criteria: Good cash management practices require grant funds to be drawn down periodically to minimize the burden on the City's operating cash flow.

Effect: The potential impact is the period of availability for grant funds could expire resulting in the City losing previously awarded amounts. Additionally, not drawing down grantor funds places added constraints on the City's cash resources as it has to use local cash to subsidize federal and state grant programs.

Cause: The City has experience some difficulty setting up new users in the system, assigning roles and learning the functionality of the Transportation Electronic Award and Management system used to manage the grants and thus has not been able to draw down awarded funds. The City has also lost key personnel that previously assisted with the grant management process.

Auditors' Recommendation: We recommend the City attend training sessions designed to assist them in learning how to utilize the Transportation Electronic Award and Management System. We recommend the City also cross-train multiple employees to ensure grant funds continue to be drawn down in the event of employee turnover. We further recommend the City establish draw down grant fund on a quarterly basis.

Views of Responsible Officials: The City concurs with the finding. Finance will start evaluating each department to determine if the department has a cross-training plan and support staff to ensure grant funds are being drawn down timely. Each department will provide a training plan and list of employees who need to be trained in all grant reporting. Estimated completion will be by the 3rd quarter reporting date (March 31, 2017) and the department directors are responsible for corrective action.

STATE OF NEW MEXICO
City of Santa Fe
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2016

D. FINDINGS - FEDERAL AWARDS

None

E. PRIOR YEAR AUDIT FINDINGS

FS 2006-006 Budgetary Compliance	Repeated and Modified
FS 2013-004 Entity Level General Computer Controls	Resolved
FS 2015-001 Accounting for the Completion of Construction in Progress	Resolved
FS 2015-002 Parking Permit Receivables	Resolved

STATE OF NEW MEXICO
City of Santa Fe
Exit Conference
For the Year Ended June 30, 2016

OTHER DISCLOSURES

Exit Conference

The contents of this report were discussed on December 12, 2016. The following individuals were in attendance.

City of Santa Fe

Carmichael Dominguez – City Councilor
Lindell Signe – City Councilor
Brian Snyder – City Manager
Adam Johnson – Finance Director
Teresita Garcia – Assistant Finance Director
Cheryl Sommer – Audit Committee, Member
Carolyn Gonzales – Audit Committee, Member
Liza Kerr CIA, CISA, CPA, MBA – Internal Auditor

RPC CPAs + Consultants, LLP

Robert Cordova, CPA – Partner
Morgan Browning, CPA, CGFM – Manager

*City of
Santa Fe*



*Finance & Budget
Department*

*Financial Management
Division*

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505 955-6531**