

THE CITY OF
SANTA FE

★

Comprehensive Annual
Financial Report

For the Fiscal Year Ended June 30, 2018

CITY OF SANTA FE, NEW MEXICO

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

YEAR ENDED JUNE 30, 2018

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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, NM 87504-0909
www.santafenm.gov

Alan Webber, Mayor

Councilors:

Signe I. Lindell, Mayor Pro Tem, District 1
Renee Villarreal, District 1
Peter N. Ives, District 2
Carol Romero-Wirth, District 2
Roman "Tiger" Abeyta, District 3
Chris Rivera, District 3
Mike Harris, District 4
JoAnne Vigil Coppler, District 4

December 17, 2018

To Santa Fe Residents, Members of the Governing Body, and City Employees:

As recently as three years ago, the City administration was facing a \$15 million deficit, a result of an economy recovering all too slowly from the Great Recession.

To eliminate the deficit, the administration initiated a series of reform measures: They stopped using cash reserves to cover gaps in funding, paid down or refinanced millions of dollars in debt, and began the process of modernizing our financial systems technology and our policies and procedures. They also commissioned an independent outside assessment of the City's risk of financial fraud, waste or abuse—known now as the McHard Report.

Since taking office, my administration has worked to build on that momentum, modernizing, professionalizing, and streamlining City government. In the last six months, we:

- Passed a balanced budget tied to real, accountable results in each department;
- Brought in a new team of diverse leaders to build a professional management system across every department;
- Put the McHard Report we inherited to work: holding dozens of meetings with department leaders to identify the lessons learned and to make concrete changes to policies, procedures, and personnel;
- Pushed hard to finish the overdue audit from the previous fiscal year, and adopted a comprehensive Corrective Action Plan to address the problems that audit identified;
- Took steps to regularize the timing and strategy behind our bond sales to make significant, long-term infrastructure investments;
- Earned AA+ ratings on our most recent bond issue, for \$20 million in capital upgrades and investments in infrastructure; and
- Enacted a series of assessments and additional audits concerning the ERP project, City operations, and internal policies and procedures, and more, which will result in real improvements to the City's overall financial health.

As the economy recovers and our work pays off, we are seeing the benefit: As of June 30, 2018, Gross Receipts Tax collections (a rough measure of economic performance) are up 13% over last year, and unemployment is down to 3.7%.

While revenue is above budgeted amounts, we're 11% below budget when it comes to spending—led by reductions in discretionary categories like contractual services, travel/training, and capital purchases. All of this good work has put the City in a position to register a surplus for the third straight year.

With this letter, we are sharing the CAFR with you. It includes an independent auditor's report, as well as the City's complete financial statements for revenues, expenditures, enterprise funds (like parking and the water utility), and other critical data on the City's financial performance and position. If there's a financial question you have about the City, the CAFR is the place to find the answer.

This report is public every year, I hope you will take the time to read it, ask questions, and engage in the kind of citizen oversight and government transparency that is critical to the success of our common enterprise.

Thank you,



Alan Webber
Mayor



City of Santa Fe, New Mexico

200 Lincoln Avenue, P.O. Box 909, Santa Fe, NM 87504-0909
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Alan Webber, Mayor

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Chris Rivera, District 3
Mike Harris, District 4
JoAnne Vigil Coppler, District 4

December 17, 2018

The Honorable Mayor, the Governing Body, and the Citizens of Santa Fe:

We are pleased to submit the Comprehensive Annual Financial Report (CAFR) of the City of Santa Fe (City) for the fiscal year ended June 30, 2018.

The CAFR is prepared by the City's Finance Department to provide information regarding the financial position of the City. This report is prepared in accordance with U.S. generally accepted accounting principles (GAAP), as established by the Governmental Accounting Standards Board (GASB). The responsibility for the accuracy, completeness, and fairness of the data presented, including disclosures, rests with the City. City management believes this report is accurate in all material respects and is presented in a manner which fairly sets forth the financial position and results of operations of the City. Management is also responsible for establishing and maintaining internal accounting controls designed to provide reasonable, but not absolute, assurance that these financial statements are complete and accurate in their presentation.

New Mexico State Statute 12-6-3, NMSA 1978 mandates that the financial affairs of the City's records be thoroughly examined and audited each year by independent public accountants. The City selected CliftonLarsonAllen LLP to perform the June 30, 2018 audit. This audit is conducted in accordance with generally accepted government auditing standards (GAGAS) issued by the Comptroller General of the United States. The audit provides an independent review to help assure a fair presentation of the City's financial position and results of operations. The City also undergoes an annual audit of its federal grant funds 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). CliftonLarsonAllen LLP issues separate reports on the City's internal control systems and compliance with applicable laws and regulations that meet the requirements of the Uniform Guidance. A substantial focus of the Single Audit is to evaluate the City's internal control structure. The evaluation includes testing a significant number of the major federal program transactions that occurred during the fiscal year. The Single Audit also requires that the auditors determine whether the organization has complied with laws and regulations that may have a material effect on each of its major

federal financial assistance programs. All of the City's major federal programs are evaluated for the adequacy of internal controls and compliance with laws and regulations. The report is publicly issued under a separate cover.

Management's Discussion and Analysis (MD&A) follows the independent auditor's report and provides a narrative introduction, overview, and analysis to accompany the basic financial statements. This letter of transmittal is intended to complement the MD&A and should be read in conjunction with it.

FACTORS AFFECTING FINANCIAL CONDITION

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

Profile of the City

The City's form of government 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 is 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. In 2014 the citizens voted to change the status of the Mayor from a part-time to a full-time Mayor, with a significant increase in duties and responsibilities. The City's Mayor, Alan Webber, was elected in March 2018 to serve a four year-term. Prior to his service as the 43rd Mayor, and the City's first full-time executive, Mayor Webber built a career in business and journalism, most notably as the Editorial Director of the Harvard Business Review and Co-Founder and Co-Editor-in-Chief of Fast Company magazine.

The governing body consists of eight City Councilors and the Mayor, who are all elected on a non-partisan basis. City Council members serve four-year staggered terms with four city councilors elected every two years within four districts. Policy-making and legislative authority are vested in the governing body. The governing body is responsible for passing ordinances, managing the City finances and property, adopting the budget and creating or abolishing departments.

The Mayor appoints and may remove the City Manager, the City Attorney, the City Clerk and members of advisory commissions, 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, prepares the annual budget, and keeps the governing body informed of the financial condition and needs of the City.

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 the 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 each year. The City Manager uses these requests as the starting point for developing a proposed budget for the upcoming fiscal year. In April the City Manager presents this proposed budget to the finance committee, which is composed of five city councilors, through a series of public meetings. The city council reviews the finance committee's recommended budget and adopts 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 \$60,000. Transfers over \$60,000 or between funds, as well as any net budget increases or decreases, 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 in this report 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.

Local Economy

Santa Fe is located in the north central part of the state. It is the oldest state capital in the United States. Its current population is approximately 83,776 residents.

As the state's capital, Santa Fe benefits from a stable, educated government workforce of approximately 17,000 people, which accounts for about 28% of 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 1.8 million visitors annually and has been named as one of the top ten tourist destinations in the country by Travel and Leisure magazine. The growth of visitors increased occupancy of Santa Fe's hotels and drove a rapidly expanding short-term rental market. In 2018 Santa Fe scored as the number two small city in the U.S. by the readers of the prestigious Conde Nast Reader's Choice Awards.

Known as "The City Different," Santa Fe is also one of the top five art markets in the world and the third largest art market in the United States. Santa Fe's spectacular Rocky Mountain setting and stunning wealth of cultural resources; including over 250 art galleries, 14 museums, four-star hotels and resorts, a nationally recognized opera company, dozens of major annual festivals, and many award winning restaurants, shops and spas, draw visitors and second home owners from all over the globe.

Financial Overview and Policies

Gross receipts tax revenue accounts for approximately 70 percent of funding for governmental services. Since 2011, gross receipt tax revenue (GRT) has increased for the last eight consecutive years, with the largest increase in 2018 at 7.5 percent. The City maintains sound reserves as a buffer against economic slowdowns and funds almost two-thirds of its total expenditures from utility rates, fees, and grants. 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.

Cash Management

The City adopted a new Investment Policy in Fiscal Year 2017 and implemented it in December of 2016. The City invests cash in demand deposits, certificates of deposit, securities issued by the United States Government and its Agencies, and money market funds. Investment terms may range out to five years under the City's Investment Policy.

Debt Management

The City issued the 2018 Gas Tax Bond, pledging gas tax revenues received from the State of New Mexico with a subordinate GRT lien. The City raised \$11,500,000 dedicated to improve streets throughout the City over the next three years.

Procurement

The City has a centralized purchasing office that reviews all procurements for compliance. In January 2018, the City adopted the State of New Mexico Procurement policy. The City also streamlined the contracting process by reducing its contracts to three categories: Professional Services, Service Agreements, and Purchase Orders. The City rolled out a Purchasing Card program and is in the process of updating the procurement manual.

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 combination with third-party administrators, the City also utilizes controls including safety checks, employee prevention and reporting training, reviews to recognize liability exposure, health and wellness information and other cost controls.

Pension Plan

The City of Santa Fe participates in the State of New Mexico's Public Employees Retirement plan in which substantially all employees participate. 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.

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

Acknowledgements

We would like to express our appreciation to the staff of the Finance Department whose dedication made the timely preparation of the CAFR possible. Several other City departments provided information and assisted in the CAFR preparation. We gratefully acknowledge their efforts and contributions to this report.

We also wish to thank the staff of CliftonLarsonAllen LLP for their counsel, technical assistance, and continued support in the preparation of this CAFR.

Finally, we wish to thank you for your continued interest in the financial operations of the City. The CAFR will be featured on the City's web page: www.santafenm.gov.

Respectfully submitted,

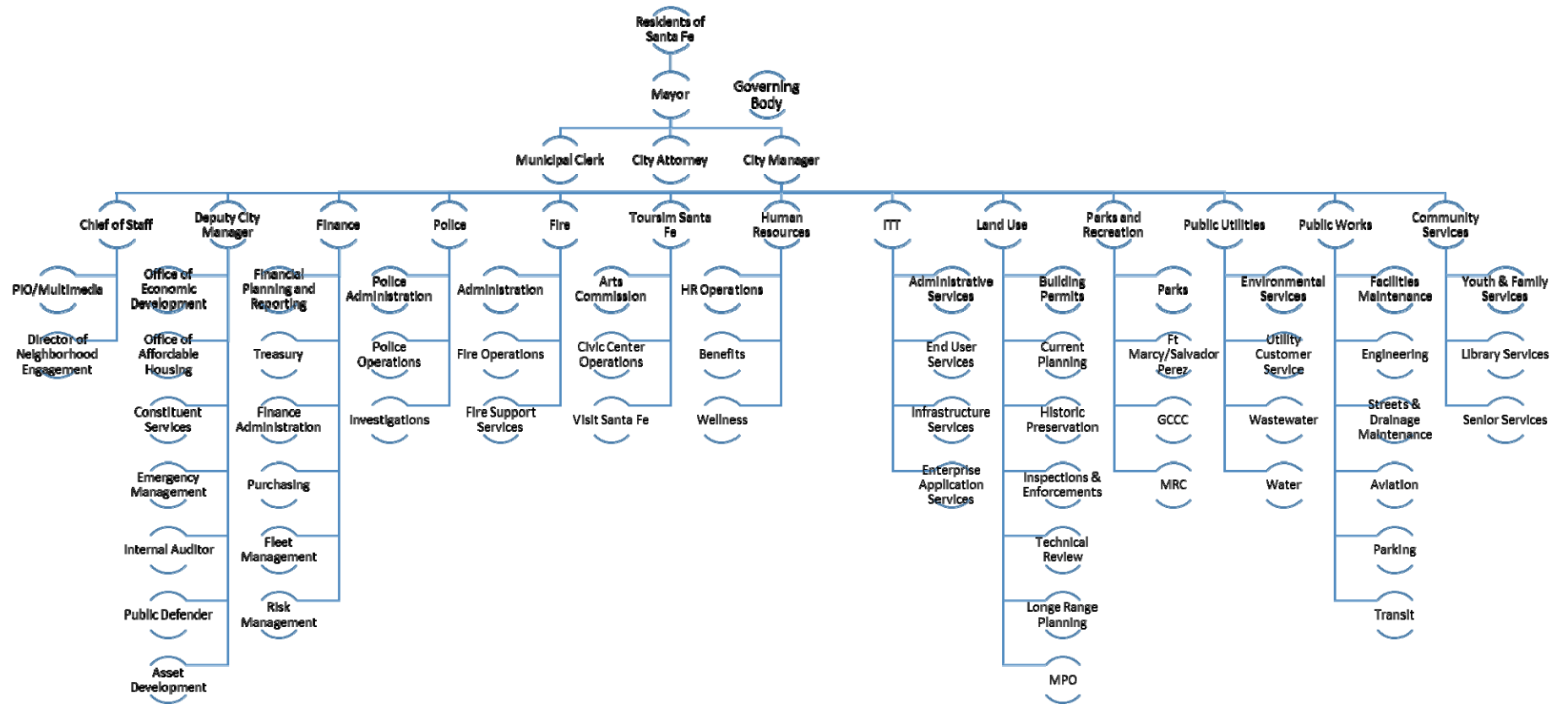


Erik Litzenberg
City Manager



Mary McCoy
Finance Director

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**CITY OF SANTA FE, NEW MEXICO
PRINCIPAL OFFICIALS
JUNE 30, 2018**

MAYOR

Alan M. Webber

CITY COUNCIL

Signe I. Lindell, Mayor Pro Tem	District 1
Renee Villarreal	District 1
Peter N. Ives	District 2
Carol Romero-Wirth	District 2
Christopher M. Rivera	District 3
Roman "Tiger" Abeyta	District 3
Michael Harris	District 4
JoAnne Vigil Coppler	District 4

CITY MANAGER

Erik Litzenberg

FINANCE DEPARTMENT

Mary T. McCoy
Finance Director

Teresita Garcia
Assistant Finance Director

Christina Keyes
Treasury Officer

Bradley Fluetsch, CFA
Financial Planning and Reporting Officer

Debra Harris-Garmendia, CPA
Controller

Erica Martinez
Senior Financial Analyst

Andrew Hopkins
Senior Budget Analyst

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

FINANCE DEPARTMENT

Mary McCoy, Finance Director
Teresita Garcia, Assistant Finance Director
Christina Keyes, Treasury Officer
Bradley Fluetsch, CFA, Financial Planning and Reporting Officer
Debra Harris-Garmendia, CPA, Controller
Erica Martinez, Senior Financial Analyst
Amy Martinez-Duran, Accounts Payable Supervisor
Clarence Romero, Accounting Supervisor
Melissa D. Ortiz, Payroll Supervisor
Vincent Montoya, Business Analyst
Emily Pisula, CPA, Financial Analyst
Shirley Coco-Barela, Financial Analyst
Tony S. Martinez, Financial Analyst
Amy Aguilar-Noriega, Financial Analyst
Richard Garcia, Financial Analyst
Stephen Morales, Financial Analyst

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FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT

Wayne Johnson, 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 the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information and the budgetary comparison for the general fund of the City of Santa Fe, as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the entity's basic financial statements 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 misstatement, 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 auditors' 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.

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

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 of Santa Fe as of June 30, 2018, 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.

Emphasis of Matter

During fiscal year ended June 30, 2018, the City adopted GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. As a result of the implementation of this standard, the City reported a restatement for the change in accounting principle (see Note 18). Our auditors' opinion was not modified with respect to the restatement.

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 4-14 and the City's proportionate share of the net pension and OPEB liability and the schedule of the City's contributions on pages 82-88 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 financial statements that collectively comprise the City of Santa Fe's basic financial statements. The combining and individual nonmajor fund financial statements and introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements. 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*, Other Supplementary Schedules listed in the table of contents, and schedules required by 2.2.2 NMAC included in Other Supplementary Information and Other Supplementary Financial Information, as listed in the table of contents is also presented for purposes of additional analysis and is not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards, Other Supplementary Schedules, and schedules required by 2.2.2 NMAC included in Other Supplementary Information and Other Supplementary Financial Information are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures

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

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 auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 17, 2018, on our consideration of the City of Santa Fe'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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the City of Santa Fe's 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 City of Santa Fe's internal control over financial reporting and compliance.



CliftonLarsonAllen LLP

Albuquerque, New Mexico
December 17, 2018

**CITY OF SANTA FE, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
JUNE 30, 2018**

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, 2018. 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 xiii through xvii of this report.

Financial Highlights

- The assets of the City exceeded its liabilities at the close of the most recent fiscal year by \$475,551,206 (*net position*).
- The City's total assets and deferred outflows decreased by \$1,173,392.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$72,065,593 an increase of \$13,428,689 in comparison with the prior year.
- Of the total governmental fund balances of \$72,065,593, less than 1% (\$338,278) is considered nonspendable and approximately 95% (\$69,141,235) is restricted, committed or assigned. At the end of the current fiscal year, the unassigned fund balance is \$2,586,080 and is available for spending at the City's discretion.
- The City's total long-term liabilities increased by \$32,390,604.

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).

CITY OF SANTA FE, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
JUNE 30, 2018

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 18 and 19 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 20 through 26 of this report.

**CITY OF SANTA FE, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
JUNE 30, 2018**

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 27 through 32 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 33 through 79 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 and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$475,551,206 at the close of the most recent fiscal year.

City of Santa Fe's
NET POSITION
June 30, 2018 & 2017

	Governmental Activities		Business-Type Activities		Total	
	2018	2017	2018	2017	2018	2017
Current and other assets	\$ 105,514,265	\$ 89,071,573	\$ 136,788,038	\$ 114,623,478	\$ 242,302,303	\$ 203,695,051
Capital Assets	323,565,170	326,541,777	421,180,811	432,923,009	744,745,981	759,464,786
Deferred outflows of resources	24,419,841	32,925,005	8,019,621	24,576,296	32,439,462	57,501,301
Total assets and deferred outflows of resources	453,499,276	448,538,355	565,988,470	572,122,783	1,019,487,746	1,020,661,138
Long-term liability	270,249,383	220,106,189	205,969,456	223,722,046	476,218,839	443,828,235
Other liabilities	20,381,135	19,385,535	15,429,060	6,780,114	35,810,195	26,165,649
Deferred inflows of resources	25,599,667	3,385,835	6,307,839	1,902,968	31,907,506	5,288,803
Total liabilities and deferred inflows of resources	316,230,185	242,877,559	227,706,355	232,405,128	543,936,540	475,282,687
Net Position:						
Net investment in capital assets	207,769,299	215,769,254	310,961,726	276,670,243	518,731,025	492,439,497
Restricted	48,386,499	39,890,519	1,290,606	1,271,918	49,677,105	41,162,437
Unrestricted	(118,886,707)	(49,998,975)	26,029,783	61,775,492	(92,856,924)	11,776,517
Total net position	137,269,091	205,660,798	338,282,115	339,717,653	475,551,206	545,378,451

**CITY OF SANTA FE, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
JUNE 30, 2018**

A portion of the City's net position 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.

An additional portion of the City's net position (8.4%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net position*, a negative \$92,856,924.

At the end of the current fiscal year, with the exception of the unrestricted net position, the City has maintained positive balances in the other 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 \$697,053. The governmental activities unrestricted deficit net position is due to the pension and OPEB liabilities. In addition, the debt service fund reported a deficit of \$3,024,867.

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.

**CITY OF SANTA FE, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
JUNE 30, 2018**

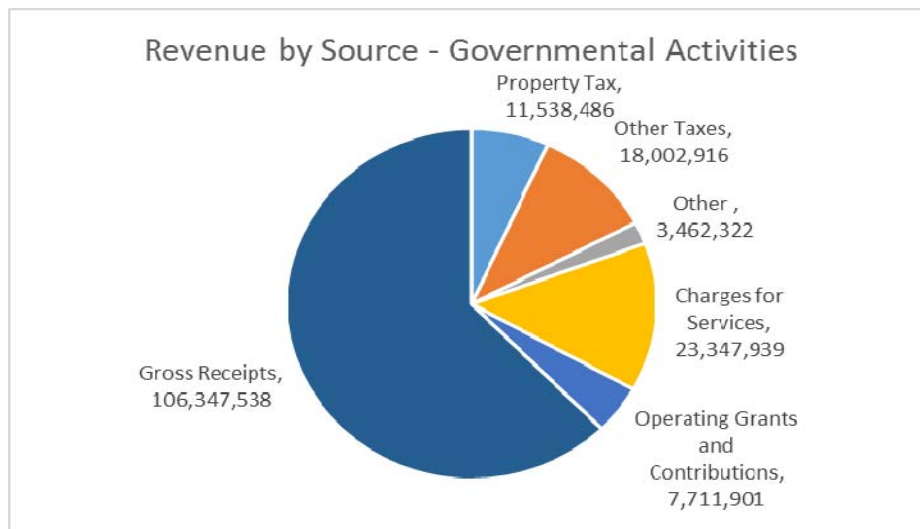
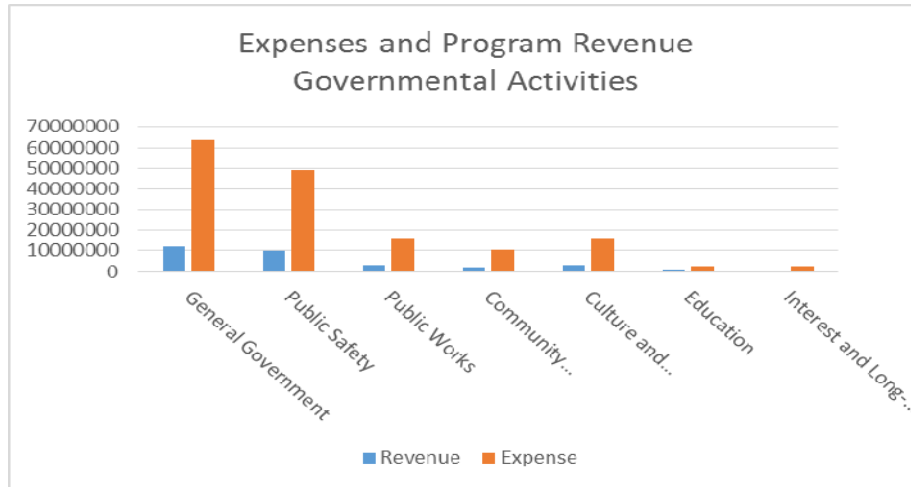
**City of Santa Fe
Changes in Net Position
For Fiscal Year Ending June 30, 2018 and 2017**

	Governmental Activities		Business-type Activities		Total	
	2018	2017	2018	2017	2018	2017
Revenues:						
Program revenues:						
Charges for services	\$ 23,347,939	\$ 17,903,722	\$ 80,289,885	\$ 77,731,503	\$ 103,637,824	\$ 95,635,225
Operating grants and contributions	7,711,901	13,314,598	4,287,522	3,002,342	11,999,423	16,316,940
Capital grants and contributions	-	50,000	-	90,198	-	140,198
General Revenues						
Sales taxes	106,347,538	94,225,673	4,463,728	8,921,338	110,811,266	103,147,011
Other taxes	29,541,402	28,313,762	-	-	29,541,402	28,313,762
Other	3,462,322	1,681,587	334,535	345,284	3,796,857	2,026,871
Total Revenues	<u>170,411,102</u>	<u>155,489,342</u>	<u>89,375,670</u>	<u>90,090,665</u>	<u>259,786,772</u>	<u>245,580,007</u>
Expenses:						
General Government	57,735,570	28,788,439	-	-	57,735,570	28,788,439
Public Safety	49,131,745	44,687,492	-	-	49,131,745	44,687,492
Public Works	15,966,239	15,333,620	-	-	15,966,239	15,333,620
Community Development	10,450,931	10,284,524	-	-	10,450,931	10,284,524
Culture and Recreation	16,393,918	13,081,552	-	-	16,393,918	13,081,552
Education	2,675,293	2,621,955	-	-	2,675,293	2,621,955
Interest on long-term debt	2,509,738	6,562,500	-	-	2,509,738	6,562,500
Wastewater Management	-	-	11,197,893	14,160,571	11,197,893	14,160,571
Water Management	-	-	33,237,009	45,173,505	33,237,009	45,173,505
Environmental Services	-	-	11,301,085	14,410,149	11,301,085	14,410,149
College of Santa Fe	-	-	3,327,243	3,149,944	3,327,243	3,149,944
Railyard Center	-	-	4,264,391	4,360,308	4,264,391	4,360,308
Santa Fe Convention Center	-	-	4,631,821	5,118,957	4,631,821	5,118,957
All other proprietary funds	-	-	23,511,483	31,710,624	23,511,483	31,710,624
Total Expenses	<u>154,863,434</u>	<u>121,360,082</u>	<u>91,470,925</u>	<u>118,084,058</u>	<u>246,334,359</u>	<u>239,444,140</u>
Increase (Decrease) in net position before transfers:	15,547,668	34,129,260	(2,095,255)	(27,993,393)	13,452,413	6,135,867
Transfers net	<u>(22,784,290)</u>	<u>(20,668,193)</u>	<u>22,784,290</u>	<u>20,668,193</u>	-	-
Increase (Decrease) in net position	<u>(7,236,622)</u>	<u>13,461,067</u>	<u>20,689,035</u>	<u>(7,325,200)</u>	<u>13,452,413</u>	<u>6,135,867</u>
Beginning balance	205,660,798	190,570,082	339,717,653	346,751,662	545,378,451	537,321,744
Restatement of net position	<u>(61,155,085)</u>	<u>1,629,649</u>	<u>(22,124,573)</u>	<u>291,191</u>	<u>(83,279,658)</u>	<u>1,920,840</u>
Ending balance	<u><u>137,269,091</u></u>	<u><u>205,660,798</u></u>	<u><u>338,282,115</u></u>	<u><u>339,717,653</u></u>	<u><u>475,551,206</u></u>	<u><u>545,378,451</u></u>

The City's net position increased by \$13,452,413 during the current fiscal year. This growth largely reflects increases in operating revenues and sales tax.

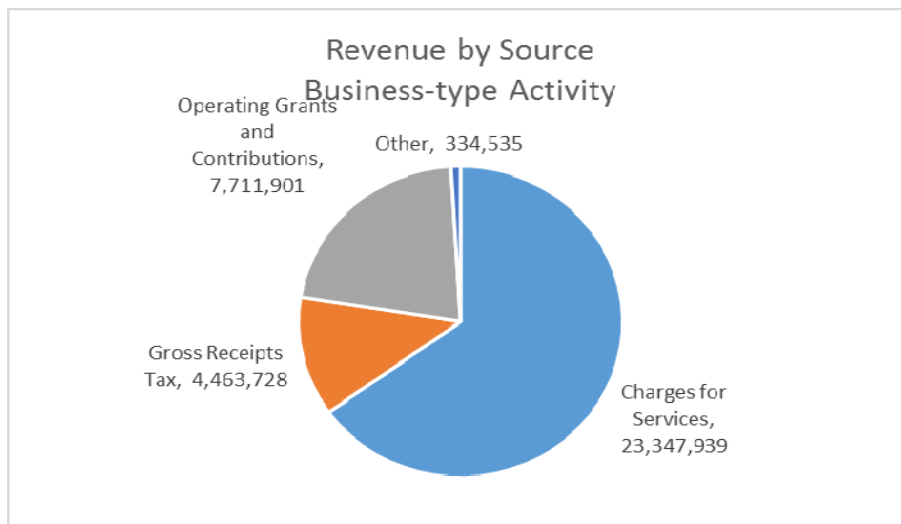
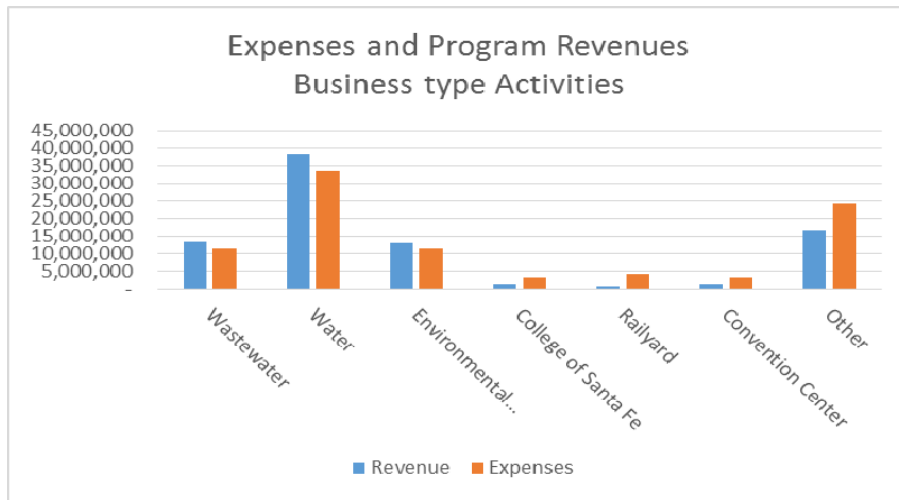
**CITY OF SANTA FE, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
JUNE 30, 2018**

Governmental activities. The governmental activities decreased the City's net position in total by \$7,236,622. This was primarily due to an increase in pension-related amounts. The majority of the taxes are provided by a gross receipts tax (GRT) levied on goods and services in the amount of \$106,347,538. This was a slight increase from the gross receipts tax revenues received in 2017 in the amount of \$4,225,673.



Business-type activities. Business-type activities increased in net position by \$20,689,035, primarily due to the net transfers from Governmental activities of \$22,784,290. 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, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
JUNE 30, 2018**



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 \$72,065,593, an increase of \$13,428,689 in comparison with the prior year. Most of the ending fund balance total amount (\$68,730,067) constitutes *restricted, assigned and committed fund balance*. Uses of these funds are limited to various degrees by legal, contractual and policy restrictions.

**CITY OF SANTA FE, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
JUNE 30, 2018**

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 \$5,631,930, while total fund balance was \$15,122,548. 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 78 percent of total expenditures and fund balance represents 17 percent of total expenditures.

The fund balance of the City's General Fund increased by \$881,908 during the current fiscal year, a key factor was an increase in revenues.

The Debt Service fund has a total fund balance of negative \$3,024,867.

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 \$26,029,783. Change in net position for enterprise funds was \$20,689,035.

General Fund Budgetary Highlights

Differences between the original budget and the final amended budget were relatively minor and can be briefly summarized as follows:

- \$ 156,928 increase in general government
- \$1,586,798 increase in public safety
- \$ 92,478 increase in public works
- \$ 52,773 increase in community development
- \$ 214,221 increase in culture and recreation
- \$ 208,314 increase in education

**CITY OF SANTA FE, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
JUNE 30, 2018**

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 \$2,753,690

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, 2018 amounts to \$518,731,025 (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 10%.

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

- Construction in progress in various City facilities totaled \$20,465,794 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 \$5.4 million.

**City of Santa Fe's Capital Assets
(Net of Depreciation)
For Fiscal Years Ending June 30, 2018 and 2017**

	Governmental Activities		Business-type Activities		Total	
	2018	2017	2018	2017	2018	2017
Land and Water Rights	\$ 169,939,946	\$ 169,939,946	\$ 41,585,737	\$ 41,488,837	\$ 211,525,683	\$ 211,428,783
Construction in Progress	5,472,985	20,199,232	4,992,254	12,695,831	10,465,239	32,895,063
Art	864,920	864,920	215,971	185,971	1,080,891	1,050,891
Buildings and Structures	39,221,726	39,109,441	245,254,581	252,699,564	284,476,307	291,809,005
Improvements	50,634,966	37,396,502	42,109,839	47,807,122	92,744,805	85,203,624
Sewerlines and Utility Systems	-	-	72,537,087	64,256,170.00	72,537,087.00	64,256,170.00
Equipment and Machinery	3,061,705	3,597,255	1,673,717	1,716,803	4,735,422	5,314,058
Furniture and Fixtures	52,597	79,487	5,269	7,224	57,866	86,711
Vehicles	7,163,802	6,756,358	12,596,355	11,801,806	19,760,157	18,558,164
Data Processing and Software	850,990	1,071,203	210,001	263,681	1,060,991	1,334,884
Traffic Signals	331,266	507,792	-	-	331,266	507,792
Streets and Bridges	45,970,267	47,019,641	-	-	45,970,267	47,019,641
Total	\$ 323,565,170	\$ 326,541,777	\$ 421,180,811	\$ 432,923,009	\$ 744,745,981	\$ 759,464,786

Additional information on the City's capital assets can be found in Note 5 on pages 50-53 of this report.

**CITY OF SANTA FE, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
JUNE 30, 2018**

Long-term debt at the end of the current fiscal year, the City had total outstanding debt of \$239,825,879. Of this amount, governmental activity related debt consisted of \$76,665,000 in debt backed by gross receipts tax revenues and lodgers tax, \$814,780 in outstanding revenue-backed loans, and \$22,425,000 in outstanding property tax supported general obligation debt. In addition, business type debt backed by specified operational revenue sources consisted of \$101,105,000 in bonds and \$38,816,099 in loans.

**CITY OF SANTA FE'S OUTSTANDING DEBT
Revenue Bonds, General Obligation Bonds, & Loans
For Fiscal Years Ending June 30, 2018 and 2017**

	Governmental Activities		Business-Type Activities		Total	
	2018	2017	2018	2017	2018	2017
Revenue Bonds	\$ 76,665,000	\$ 74,880,000	\$ 101,105,000	\$ 108,230,000	\$ 177,770,000	\$ 183,110,000
General Obligation	22,425,000	23,635,000	-	-	22,425,000	23,635,000
Loans	814,780	1,088,790	38,816,099	40,905,363	39,630,879	41,994,153
TOTAL	99,904,780	99,603,790	139,921,099	149,135,363	239,825,879	248,739,153

As of June 30, 2018, the City had no outstanding issues insured. Underlying ratings for the different types of debt issues by the City are:

Bond Type	S&P/Fitch	S&P/Fitch
	June 30, 2018	June 30, 2017
General Obligation	AA+/AA+	AA+/AA+
Senior Lien Gross Receipts Tax	AA+/AA+	AA+/AA+
Water System Revenues	AAA/AA+	AAA/AA+
Subordinate Lien Gross Receipts Tax	AA/AA+	AA/AA+

Source: S&P Global, Fitch Ratings

State statutes limit the amount of general obligation debt a governmental entity may issue to 4% of its total taxable assessed valuation. The current debt limitation for the City is approximately \$166 million, which is significantly in excess of the City's total outstanding general obligation bond debt of \$22,425,000 at June 30, 2018.

In February 2018, the City issued \$10,290,000 of new debt pledging Gas Tax Revenues with a Subordinate Lien Gross Receipts Tax pledge.

Additional information on the City's long-term debt can be found in note 8 on pages 55 through 61 of this report.

**CITY OF SANTA FE, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
JUNE 30, 2018**

Economic Factors and Next Year's Budgets and Rates

The City of Santa Fe is experiencing consistent growth in its economy, housing prices and jobs. Gross Receipts taxes grew at 7.43 percent year of year and taxable assessed value grew just over two percent year over year.

- The 2018 unemployment rate for Santa Fe as of June was 4.2 percent, down from 5.6 percent in June of 2017 and is lower than other Cities in New Mexico. The State's 2018 unemployment rate for the same period was 4.9 percent, down from 6.2 percent in June 2017 with the national rate of 4.0 percent. (source: Bureau of Labor Statistics)
- Median sales price for single-family homes, condominiums and townhomes combined in the City reached \$358,500 in June 2018, an 8.4 percent increase over the same period in 2017. The average sales price reached \$448,552, a five percent increase.
- Dollar value of construction permits grew \$75 million for the nine months in 2018 over the full year of 2017.
- Lodgers Tax collections increased for the fifth year in a row, 7.6 percent over Fiscal Year 2017. Hotel RevPAR increased by \$1.93, a 2.2 percent increase. Short-term rental availability increased by 30 percent to an estimated 1,200 keys.
- Gross Receipts Tax received by the City grew \$7,664,252 or 7.43 percent.

Department News

Public Utilities:

The Public Utilities Department continues to earn public trust by safeguarding Enterprise revenues. This has been accomplished by implementing technology to automate the delinquent notice process and automate the monthly transfer of past due closed accounts to the City's collection agency. Both these processes will improve timely collection and reporting of account receivables. The in depth analysis of accounts receivables that resulted in the development of an automated write off process. This statutory compliant process was established to produce accurate and transparent financial reporting of accounts receivables. The implementation of a new user friendly online payment system provides customers with a reliable and secure method of making payments which promotes the stability of utility revenue.

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, 2018

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash, Investments, and Cash Equivalents	\$ 70,261,776	\$ 110,504,388	\$ 180,766,164
Receivables, Net of Allowance for Uncollectibles	25,766,562	12,933,517	38,700,079
Internal Balances	(5,015,739)	5,015,739	-
Inventories	82,622	362,053	444,675
Prepaid Expenses	-	2,365,068	2,365,068
Temporarily Restricted Assets:			
Cash, Investments, and Cash Equivalents	9,087,981	1,290,606	10,378,587
Interest Receivable	117,308	272,137	389,445
Intergovernmental Receivable	5,213,755	4,044,530	9,258,285
Capital Assets, Net of Accumulated Depreciation:			
Land, Land Rights, and Water Rights	169,939,946	41,585,737	211,525,683
Construction in Progress	5,472,985	4,992,254	10,465,239
Depreciable Capital Assets:			
Buildings and Structures	62,073,917	328,306,799	390,380,716
Improvements	102,202,672	155,655,727	257,858,399
Sewerlines and Utility Systems	-	158,944,677	158,944,677
Equipment and Machinery	13,872,353	15,189,974	29,062,327
Furniture and Fixtures	421,572	617,785	1,039,357
Vehicles	25,290,838	34,052,971	59,343,809
Intangible Plant	-	57,625	57,625
Art	864,920	215,971	1,080,891
Data Processing Equipment/Software	7,991,680	2,419,506	10,411,186
Traffic Signals	23,517,339	-	23,517,339
Streets and Bridges	217,072,071	-	217,072,071
Accumulated Depreciation	(305,155,123)	(320,858,215)	(626,013,338)
Total Assets	429,079,435	557,968,849	987,048,284
DEFERRED OUTFLOWS OF RESOURCES			
Unamortized Loss on Refunding of Bonds	-	-	-
Deferred Outflow Related to OPEB Activity	1,008,229	367,448	1,375,677
Deferred Outflow Related to Pension Activity	23,411,612	7,652,173	31,063,785
Total Deferred Outflows of Resources	24,419,841	8,019,621	32,439,462
LIABILITIES			
Accounts Payable and Other Noncurrent Liabilities	19,619,530	14,413,993	34,033,523
Accrued Interest Payable	729,605	529,869	1,259,474
Unearned Revenue	32,000	485,198	517,198
Long-Term Liabilities:			
Net Pension Liability	103,385,789	33,792,028	137,177,817
Net OPEB Liability	51,107,098	18,625,874	69,732,972
Due Within One Year	12,658,892	12,041,890	24,700,782
Due in More Than One Year	103,097,604	141,509,664	244,607,268
Total Liabilities	290,630,518	221,398,516	512,029,034
DEFERRED INFLOWS OF RESOURCES			
Unamortized Gain on Refund of Bonds	39,375	(2,483,928)	(2,444,553)
Deferred Inflows Related to OPEB Activity	11,631,855	4,239,205	15,871,060
Deferred Inflows Related to Pension Activity	13,928,437	4,552,562	18,480,999
Total Deferred Inflows of Resources	25,599,667	6,307,839	31,907,506
NET POSITION			
Net Investment in Capital Assets	207,769,299	310,961,726	518,731,025
Restricted for:			
Endowment - Nonspendable	255,656	-	255,656
Debt Service	-	926,399	926,399
Compliance	-	364,207	364,207
General Fund State Mandated Cash Balance	7,791,216	-	7,791,216
General Government	20,012,946	-	20,012,946
Public Safety	3,557,278	-	3,557,278
Public Works	6,519,078	-	6,519,078
Community Development	3,153,370	-	3,153,370
Culture and Recreation	7,096,955	-	7,096,955
Unrestricted	(118,886,707)	26,029,783	(92,856,924)
Total Net Position	\$ 137,269,091	\$ 338,282,115	\$ 475,551,206

See accompanying Notes to Financial Statements.

**CITY OF SANTA FE, NEW MEXICO
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2018**

Functions/Programs	Expenses	Program Revenues			Net Revenue (Expense) and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Primary Government							
Governmental Activities:							
General Government	\$ 57,735,570	\$ 8,947,389	\$ 3,035,689	\$ -	\$ (45,752,492)	\$ -	\$ (45,752,492)
Public Safety	49,131,745	7,366,328	2,392,028	-	(39,373,389)	-	(39,373,389)
Public Works	15,966,239	2,557,839	830,593	-	(12,577,807)	-	(12,577,807)
Community Development	10,450,931	1,617,334	525,188	-	(8,308,409)	-	(8,308,409)
Culture and Recreation	16,393,918	2,457,942	798,154	-	(13,137,822)	-	(13,137,822)
Education	2,675,293	401,107	130,249	-	(2,143,937)	-	(2,143,937)
Interest on Long-Term Debt	2,509,738	-	-	-	(2,509,738)	-	(2,509,738)
Total Governmental Activities	154,863,434	23,347,939	7,711,901	-	(123,803,594)	-	(123,803,594)
Business-Type Activities:							
Wastewater Management	11,197,893	13,246,201	-	-	-	2,048,308	2,048,308
Water Management	33,237,009	38,288,412	4,365	-	-	5,055,768	5,055,768
Railyard Properties	4,264,391	759,581	106,625	-	-	(3,398,185)	(3,398,185)
Santa Fe Convention Center	4,631,821	949,407	5,820	-	-	(3,676,594)	(3,676,594)
Environmental Services	11,301,085	13,014,561	-	-	-	1,713,476	1,713,476
College of Santa Fe	3,327,243	1,504,309	-	-	-	(1,822,934)	(1,822,934)
Municipal Recreation Complex	1,807,943	1,245,505	47,985	-	-	(514,453)	(514,453)
Parking Fund	4,582,572	5,537,624	-	-	-	955,052	955,052
Transit System	9,035,547	1,576,708	1,809,723	-	-	(5,649,116)	(5,649,116)
Airport	4,239,806	2,270,281	2,313,004	-	-	343,479	343,479
Genoveva Chavez Community Center	3,845,615	1,897,296	-	-	-	(1,948,319)	(1,948,319)
Total Business-Type Activities	91,470,925	80,289,885	4,287,522	-	-	(6,893,518)	(6,893,518)
Total Primary Government	\$ 246,334,359	\$ 103,637,824	\$ 11,999,423	\$ -	(123,803,594)	(6,893,518)	(130,697,112)
General Revenues							
Property Taxes					11,538,486	-	11,538,486
Sales Taxes					106,347,538	4,463,728	110,811,266
Lodger Taxes					11,743,131	-	11,743,131
Franchise Taxes					4,397,468	-	4,397,468
Motor Fuel Taxes					1,862,317	-	1,862,317
Investment Earnings					1,286,140	334,535	1,620,675
Other Revenues					1,902,172	-	1,902,172
Gain on Sale of Capital Assets					274,010	-	274,010
Transfers					(22,784,290)	22,784,290	-
Total General Revenues and Transfers					116,566,972	27,582,553	144,149,525
Change in Net Position					(7,236,622)	20,689,035	13,452,413
Net Position - Beginning of Year					205,660,798	339,717,653	545,378,451
Restatement of Net Position					(61,155,085)	(22,124,573)	(83,279,658)
Net Position - Beginning of Year, as Restated					144,505,713	317,593,080	462,098,793
Net Position - End of Year					\$ 137,269,091	\$ 338,282,115	\$ 475,551,206

See accompanying Notes to Financial Statements.

CITY OF SANTA FE, NEW MEXICO
BALANCE SHEET – GOVERNMENTAL FUNDS
JUNE 30, 2018

	Major Funds			Other Nonmajor Funds	Total Governmental Funds
	General Fund	Debt Service	1/2% Gross Receipts Tax		
ASSETS					
Cash and Investments	\$ -	\$ 959,624	\$ 5,344,380	\$ 43,880,008	\$ 50,184,012
Cash Restricted for Debt Service Payments	-	1,041,109	-	-	1,041,109
Cash Restricted for State-Mandated					
Cash Balances	7,791,216	-	-	-	7,791,216
Cash Restricted for Endowment	-	-	-	255,656	255,656
Receivables:					
State-Shared Taxes	8,604,985	-	-	594,894	9,199,879
Local Taxes	4,586,401	-	4,247,900	3,494,879	12,329,180
Property Taxes	212,697	-	-	-	212,697
Motor	-	-	-	126,765	126,765
Interest	11,711	6,777	13,362	43,823	75,673
Ambulance, Net of Allowances	233,229	-	-	-	233,229
Grants, Restricted	433,667	-	-	4,780,088	5,213,755
Other Receivables, Net	66,324	-	-	3,593,115	3,659,439
Due from Other Funds	-	-	560,000	-	560,000
Supplies Inventory	82,622	-	-	-	82,622
Total Assets	<u>\$ 22,022,852</u>	<u>\$ 2,007,510</u>	<u>\$ 10,165,642</u>	<u>\$ 56,769,228</u>	<u>\$ 90,965,232</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE (DEFICIT)					
Liabilities:					
Accounts Payable	\$ 1,524,276	\$ 16,638	\$ 36,041	\$ 3,338,708	\$ 4,915,663
Gross Receipts Taxes Payable	1,980	-	-	-	1,980
Accrued Wages Payable	2,269,872	-	52,778	312,156	2,634,806
Compensated Absence Payable	105,398	-	-	-	105,398
Due to Other Funds	-	5,015,739	-	560,000	5,575,739
Due to Other Governments	17,969	-	-	-	17,969
Deposits and Escrow	2,491,573	-	-	432,032	2,923,605
Unearned Revenue	32,000	-	-	-	32,000
Pooled Cash - Cash Overdrawn	-	-	-	6,222	6,222
Other Current Liabilities	457,236	-	-	38,110	495,346
Total Liabilities	<u>6,900,304</u>	<u>5,032,377</u>	<u>88,819</u>	<u>4,687,228</u>	<u>16,708,728</u>
Deferred Inflows of Resources:					
Unavailable Revenue	-	-	-	2,190,911	2,190,911
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,190,911</u>	<u>2,190,911</u>
Fund Balance (Deficit):					
Nonspendable	82,622	-	-	255,656	338,278
Restricted	7,791,216	-	9,686,449	30,653,178	48,130,843
Committed	1,616,780	-	-	1,527,787	3,144,567
Assigned	-	-	390,374	17,475,451	17,865,825
Unassigned	5,631,930	(3,024,867)	-	(20,983)	2,586,080
Total Fund Balance (Deficit)	<u>15,122,548</u>	<u>(3,024,867)</u>	<u>10,076,823</u>	<u>49,891,089</u>	<u>72,065,593</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance (Deficit)	<u>\$ 22,022,852</u>	<u>\$ 2,007,510</u>	<u>\$ 10,165,642</u>	<u>\$ 56,769,228</u>	<u>\$ 90,965,232</u>

See accompanying Notes to Financial Statements.

**CITY OF SANTA FE, NEW MEXICO
RECONCILIATION OF THE BALANCE SHEET – GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2018**

Total Governmental Fund Balances	\$ 72,065,593
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	323,508,571
Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in funds:	
Deferred outflows of resources related to changes in experience in experience in governmental funds (excluding Internal Service Funds).	23,247,800
Deferred inflows of resources related to changes in assumptions in governmental funds (excluding Internal Service Funds).	(24,739,731)
The internal service fund is used by management to charge the costs of workers' 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.	5,922,552
Assets, deferred outflows, liabilities, and deferred inflows included in governmental activities.	2,190,911
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	(729,605)
Accrued Compensated Absences in Governmental Funds	(4,979,966)
Unamortized Gain on Refunding Bonds	(39,375)
Net Pension/OPEB Liability in Governmental Funds (Excluding Internal Service Funds)	(148,795,834)
Bonds and Notes Payable	<u>(110,381,825)</u>
Net Position of Governmental Activities	<u>\$ 137,269,091</u>

See accompanying Notes to Financial Statements.

CITY OF SANTA FE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE – GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2018

	Major Funds			Other Nonmajor Funds	Total Governmental Funds
	General Fund	Debt Service	1/2% Gross Receipts Tax		
REVENUES					
Gross Receipts Taxes	\$ 64,915,409	\$ -	\$ 21,208,931	\$ 20,223,198	\$ 106,347,538
Motor Taxes	416,819	-	-	1,445,498	1,862,317
Lodgers' Taxes	-	-	-	11,743,131	11,743,131
Property Taxes	9,044,751	2,426,665	-	67,070	11,538,486
Franchise	4,378,595	-	-	18,873	4,397,468
Licenses and Permits	4,180,409	-	-	43,985	4,224,394
Intergovernmental:					
Federal	-	-	-	1,324,929	1,324,929
State	819,036	-	-	5,567,936	6,386,972
Local	11,146	-	-	39,318	50,464
Fees and Charges for Services	11,029,389	-	-	4,894,623	15,924,012
Fines and Forfeitures	241,812	-	-	377,693	619,505
Rents, Royalties, and Concessions	24,117	-	-	314,536	338,653
Investment Income (Loss)	17,555	1,120,444	20,031	65,695	1,223,725
Other Revenues	196,673	16,967	-	1,688,532	1,902,172
Total Revenues	<u>95,275,711</u>	<u>3,564,076</u>	<u>21,228,962</u>	<u>47,815,017</u>	<u>167,883,766</u>
EXPENDITURES					
Current:					
Salaries, Wages, and Fringe Benefits	63,631,053	-	1,778,008	7,268,221	72,677,282
Contractual Services and Utilities	8,461,617	16,636	26,880	9,014,320	17,519,453
Repairs and Maintenance	626,908	-	-	222,845	849,753
Supplies	2,481,634	-	198,483	2,134,405	4,814,522
Capital Outlay - Inventory-Exempt Items	859,766	-	40,844	3,850,879	4,751,489
Insurance Premiums	3,097,678	-	272	58,307	3,156,257
Claims and Judgements	-	-	-	1,755	1,755
Other	9,126,687	-	107,903	4,911,855	14,146,445
Total Current Expenditures	<u>88,285,343</u>	<u>16,636</u>	<u>2,152,390</u>	<u>27,462,587</u>	<u>117,916,956</u>
Capital Outlay	1,026,742	-	18,876	10,216,259	11,261,877
Debt Service:					
Principal Payments	-	9,989,010	-	-	9,989,010
Interest	-	4,174,556	-	-	4,174,556
Bond Issuance Costs	-	-	-	215,345	215,345
Total Expenditures	<u>89,312,085</u>	<u>14,180,202</u>	<u>2,171,266</u>	<u>37,894,191</u>	<u>143,557,744</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	5,963,626	(10,616,126)	19,057,696	9,920,826	24,326,022
OTHER FINANCING SOURCES (USES)					
Transfers In	1,658,068	11,353,666	-	20,485,015	33,496,749
Transfers Out	(6,739,886)	-	(16,146,428)	(33,558,857)	(56,445,171)
Proceeds from Sale of Capital Assets	100	-	-	333,138	333,238
Bond Proceeds	-	-	-	10,290,000	10,290,000
Premiums on Bonds Issues	-	-	-	1,427,851	1,427,851
Total Other Financing Sources (Uses)	<u>(5,081,718)</u>	<u>11,353,666</u>	<u>(16,146,428)</u>	<u>(1,022,853)</u>	<u>(10,897,333)</u>
NET CHANGE IN FUND BALANCE	881,908	737,540	2,911,268	8,897,973	13,428,689
Fund Balances - Beginning of Year	14,240,640	(3,762,407)	7,165,555	40,993,116	58,636,904
FUND BALANCES - END OF YEAR	<u>\$ 15,122,548</u>	<u>\$ (3,024,867)</u>	<u>\$ 10,076,823</u>	<u>\$ 49,891,089</u>	<u>\$ 72,065,593</u>

See accompanying Notes to Financial Statements.

**CITY OF SANTA FE, NEW MEXICO
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE – GOVERNMENTAL FUNDS TO THE
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2018**

Net Change in Fund Balances - Total Government Funds **\$ 13,428,689**

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

Government 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 report as depreciation expense:

Capital Expenditures Recorded in Capital Outlay (excluding Internal Service Funds)	11,261,877
Depreciation Expense (excluding Internal Service Funds)	(14,235,855)
Gain on Disposal of Capital Assets	(59,228)

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. (3,360,979)

Funds transferred out of the internal service fund increase financial resources at the governmental fund level, but have not effect on the statement of activities as the internal service fund is included in governmental activities in the statement of activities. 164,132

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 the long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of 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	9,989,010
Proceeds from the Issuance of Bonds	(11,717,851)
Amortization of Bond Premiums and Discounts	1,445,980
Amortization of Gain on Refunding of Bonds	434,183

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.

Net Effect of Pension Entries on Statement of Activities	(16,856,748)
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Expenses in the statement of activities that do not require financial resources are not reported as expenditures in the fund:

Change in Revenue not Available for Current Resources	2,190,911
Decrease in Accrued Compensated Absences (excluding Internal Service Funds)	190,192
Increase in Accrued Interest	<u>(110,935)</u>

Net Change in Net Position - Governmental Activities **\$ (7,236,622)**

CITY OF SANTA FE, NEW MEXICO
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE – BUDGET AND ACTUAL (GAAP BUDGETARY BASIS)
YEAR ENDED JUNE 30, 2018

	General Fund			
	Budgeted Amounts		Actual	Variance From
	Original	Final	Amounts (Budgetary Basis)	Final Budget Positive (Negative)
REVENUES				
Taxes:				
State-Shared Taxes:				
Gross Receipts	\$ 24,228,214	\$ 24,578,214	\$ 22,291,780	\$ (2,286,434)
Motor	351,273	351,273	416,819	65,546
Gasoline	-	-	-	-
Total State-Shared Taxes	<u>24,579,487</u>	<u>24,929,487</u>	<u>22,708,599</u>	<u>(2,220,888)</u>
Local Taxes:				
Gross Receipts	40,466,309	41,116,309	42,623,629	1,507,320
Property	<u>8,208,139</u>	<u>8,208,139</u>	<u>9,044,751</u>	<u>836,612</u>
Total Local Taxes	48,674,448	49,324,448	51,668,380	2,343,932
Regulatory Fees:				
Franchise	<u>4,605,575</u>	<u>4,605,575</u>	<u>4,378,595</u>	<u>(226,980)</u>
Total Fees	4,605,575	4,605,575	4,378,595	(226,980)
Other Revenues:				
Licenses and Permits	4,289,598	4,289,598	4,180,409	(109,189)
Intergovernmental State	205,427	369,860	819,036	449,176
Intergovernmental Local	-	44,000	11,146	(32,854)
Fees and Charges for Services	7,732,854	7,732,854	11,029,389	3,296,535
Fines and Forfeitures	746,421	746,421	241,812	(504,609)
Rents, Royalties, and Concessions	77,848	77,848	24,117	(53,731)
Investment Income	1,613,272	1,613,272	17,555	(1,595,717)
Other Revenues	<u>221,300</u>	<u>269,193</u>	<u>196,673</u>	<u>(72,520)</u>
Total Other Revenue	<u>14,886,720</u>	<u>15,143,046</u>	<u>16,520,137</u>	<u>1,377,091</u>
Total Revenues	<u>92,746,230</u>	<u>94,002,556</u>	<u>95,275,711</u>	<u>1,273,155</u>
EXPENDITURES				
General Government:				
Current:				
General Government:	5,385,198	5,290,556	5,626,860	(336,304)
Municipal Court	1,719,448	1,579,446	1,504,613	74,833
City Clerk	1,457,092	1,560,292	1,271,332	288,960
Personnel	1,157,631	1,501,336	1,438,979	62,357
Finance	5,201,564	4,632,565	7,584,817	(2,952,252)
Planning	2,748,363	2,803,356	2,773,454	29,902
Facilities Maintenance	<u>4,156,065</u>	<u>3,687,724</u>	<u>3,604,347</u>	<u>83,377</u>
Total Current	21,825,361	21,055,275	23,804,402	(2,749,127)

See accompanying Notes to 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) (CONTINUED)
YEAR ENDED JUNE 30, 2018**

	General Fund			
	Budgeted Amounts		Actual Amounts	Variance From Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
EXPENDITURES (CONTINUED)				
General Government (Continued):				
Capital Outlay:				
General Government	\$ 39,403	\$ 50,480	\$ -	\$ 50,480
Municipal Court	-	-	-	-
City Clerk	39,500	45,300	-	45,300
Personnel	-	5,300	5,299	1
Finance	127,000	132,868	40,368	92,500
Planning	20,000	29,384	29,368	16
Facilities Maintenance	177,933	185,591	185,591	-
Total Capital Outlay	<u>403,836</u>	<u>448,923</u>	<u>260,626</u>	<u>188,297</u>
Total General Government	22,229,197	21,504,198	24,065,028	(2,560,830)
Public Safety:				
Current:				
Police	21,817,522	24,320,685	23,660,981	659,704
Fire	18,336,956	19,416,583	19,217,971	198,612
Total Current	<u>40,154,478</u>	<u>43,737,268</u>	<u>42,878,952</u>	<u>858,316</u>
Capital Outlay:				
Police	444,900	426,400	376,633	49,767
Fire	47,589	23,104	22,784	320
Total Capital Outlay	<u>492,489</u>	<u>449,504</u>	<u>399,417</u>	<u>50,087</u>
Total Public Safety	40,646,967	44,186,772	43,278,369	908,403
Public Works:				
Current:				
Administration	377,945	374,745	404,659	(29,914)
Highways, Streets, and Roads	2,412,576	2,102,393	1,998,016	104,377
Traffic Engineering	3,060,299	2,790,979	2,706,980	83,999
Public Works	-	-	-	-
Total Current	<u>5,850,820</u>	<u>5,268,117</u>	<u>5,109,655</u>	<u>158,462</u>
Capital Outlay:				
Administration	-	-	-	-
Highways, Streets, and Roads	-	-	-	-
Traffic Engineering	170,000	182,576	170,660	11,916
Public Works	-	-	-	-
Total Capital Outlay	<u>170,000</u>	<u>182,576</u>	<u>170,660</u>	<u>11,916</u>
Total Public Works	6,020,820	5,450,693	5,280,315	170,378

See accompanying Notes to 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) (CONTINUED)
YEAR ENDED JUNE 30, 2018**

	General Fund			
	Budgeted Amounts		Actual Amounts	Variance From Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
EXPENDITURES (CONTINUED)				
Community Development:				
Current:				
Senior Citizens	\$ 319,109	\$ 320,569	\$ 271,795	\$ 48,774
Community Services	1,946,309	1,852,625	1,678,146	174,479
Inspection	1,391,430	1,495,046	1,460,889	34,157
Permits & Review	1,029,695	1,035,195	1,024,366	10,829
Total Current	<u>4,686,543</u>	<u>4,703,435</u>	<u>4,435,196</u>	<u>268,239</u>
Capital Outlay:				
Senior Citizens	-	-	-	-
Community Services	-	-	-	-
Inspection	-	-	34,980	(34,980)
Total Capital Outlay	<u>-</u>	<u>-</u>	<u>34,980</u>	<u>(34,980)</u>
Total Community Development	<u>4,686,543</u>	<u>4,703,435</u>	<u>4,470,176</u>	<u>233,259</u>
Culture and Recreation:				
Current:				
Parks/Grounds Maintenance	6,907,741	7,317,106	7,388,337	(71,231)
Recreation	2,354,218	2,354,218	1,993,508	360,710
Total Current	<u>9,261,959</u>	<u>9,671,324</u>	<u>9,381,845</u>	<u>289,479</u>
Capital Outlay:				
Parks/Grounds Maintenance	55,630	79,860	161,059	(81,199)
Recreation	-	-	-	-
Total Capital Outlay	<u>55,630</u>	<u>79,860</u>	<u>161,059</u>	<u>-</u>
Total Culture and Recreation	<u>9,317,589</u>	<u>9,751,184</u>	<u>9,542,904</u>	<u>208,280</u>
Education:				
Current:				
Libraries	2,676,263	2,715,813	2,675,293	40,520
Total Current	<u>2,676,263</u>	<u>2,715,813</u>	<u>2,675,293</u>	<u>40,520</u>
Capital Outlay:				
Libraries	-	-	-	-
Total Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Education	<u>2,676,263</u>	<u>2,715,813</u>	<u>2,675,293</u>	<u>40,520</u>
Total Expenditures	<u>85,577,379</u>	<u>88,312,095</u>	<u>89,312,085</u>	<u>(999,990)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	7,168,851	5,690,461	5,963,626	273,165
OTHER FINANCING SOURCES (USES)				
Transfers In	692,860	1,512,613	1,658,068	145,455
Transfers Out	(4,980,509)	(6,739,886)	(6,739,886)	-
Sale of Capital Assets	-	-	100	100
Total Other Financing Sources (Uses)	<u>(4,287,649)</u>	<u>(5,227,273)</u>	<u>(5,081,718)</u>	<u>100</u>
NET CHANGE IN FUND BALANCE	2,881,202	463,188	881,908	418,720
Fund Balances - Beginning of Year	13,196,903	(4,704,563)	14,240,640	18,945,203
FUND BALANCES - END OF YEAR	<u>\$ 16,078,105</u>	<u>\$ (4,241,375)</u>	<u>\$ 15,122,548</u>	<u>\$ 19,363,923</u>

See accompanying Notes to Financial Statements.

CITY OF SANTA FE, NEW MEXICO
STATEMENT OF NET POSITION – ENTERPRISE FUNDS
JUNE 30, 2018

	Business-Type Activities - Enterprise Funds								Governmental Activities - Internal Service Funds
	Wastewater Management	Water Management	Environmental Services	Railyard Properties	Santa Fe Convention Center	College of Santa Fe	Nonmajor Enterprise Funds	Total	
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES									
Current Assets:									
Cash, Investments, and Cash Equivalents	\$ 31,064,973	\$ 44,208,479	\$ 14,102,918	\$ 1,562,774	\$ 6,828,443	\$ 1,024,934	\$ 11,711,867	\$ 110,504,388	\$ 20,083,986
Restricted Cash, Cash Equivalents, and Investments:									
Restricted for Debt Service Payments	216,720	373,522	111,801	29,628	82,362	454	111,912	926,399	-
Restricted for Compliance	185,300	-	176,364	-	-	2,543	-	364,207	-
Restricted for Customer Deposits Payable	-	-	-	-	-	-	-	-	-
Grants Receivable	8,206	81,228	9,491	97,600	-	-	3,848,005	4,044,530	-
Receivable, Net of Allowances:									
State-Shared Taxes	455,300	407,720	455,339	-	-	-	-	1,318,359	-
Accounts	2,469,487	6,619,903	1,633,451	-	-	-	220,990	10,943,831	5,373
Interest Receivable	74,407	129,160	30,642	-	17,179	3,068	17,681	272,137	41,635
Notes Receivable	190,132	-	-	-	247,843	-	-	437,975	-
Other Receivable	115	-	-	-	-	-	233,237	233,352	-
Prepaid Expense	190,136	1,889,943	-	33,975	250,853	-	161	2,365,068	-
Due from Other Funds	-	5,015,739	-	-	-	-	-	5,015,739	-
Inventory	-	362,053	-	-	-	-	-	362,053	-
Total Current Assets	<u>34,854,776</u>	<u>59,087,747</u>	<u>16,520,006</u>	<u>1,723,977</u>	<u>7,426,680</u>	<u>1,030,999</u>	<u>16,143,853</u>	<u>136,788,038</u>	<u>20,130,994</u>
Capital Assets:									
Land and Water Rights	25,498	5,797,839	-	20,145,837	-	11,164,785	4,451,778	41,585,737	-
Buildings and Structures	28,817,899	126,512,488	355,096	8,351,011	48,163,469	42,128,220	73,978,616	328,306,799	-
Sewerlines and Utility Systems	31,038,874	127,875,983	-	-	-	-	29,820	158,944,677	-
Improvements	31,359,635	44,912,800	1,133,395	31,241,586	336,738	-	46,671,573	155,655,727	-
Furniture and Fixtures	-	561,743	-	-	19,543	-	36,499	617,785	-
Equipment and Machinery	2,061,709	7,484,454	223,327	-	341,840	-	5,078,644	15,189,974	6,812
Vehicles	2,742,148	2,106,876	14,302,355	-	54,531	-	14,847,061	34,052,971	35,829
Intangible Plant	-	57,625	-	-	-	-	-	57,625	-
Data Processing Equipment/Software	175,597	1,282,297	-	-	94,117	-	867,495	2,419,506	60,279
Art	-	-	-	-	35,000	-	180,971	215,971	-
Construction in Progress	753,776	1,791,727	-	107,408	7,174	-	2,332,169	4,992,254	-
Less: Accumulated Depreciation	<u>(74,300,358)</u>	<u>(124,268,421)</u>	<u>(8,507,392)</u>	<u>(24,727,412)</u>	<u>(12,080,668)</u>	<u>(9,426,268)</u>	<u>(67,547,696)</u>	<u>(320,858,215)</u>	<u>(46,321)</u>
Total Capital Assets, Net Accumulated Depreciation	<u>22,674,778</u>	<u>194,115,411</u>	<u>7,506,781</u>	<u>35,118,430</u>	<u>36,971,744</u>	<u>43,866,737</u>	<u>80,926,930</u>	<u>421,180,811</u>	<u>56,599</u>
Deferred Outflows of Resources:									
Unamortized Loss on Refunding Bonds	-	-	-	-	-	-	-	-	-
Deferred Outflows Related to Pension/OPEB Activity	1,179,666	2,060,736	1,170,953	59,130	261,666	-	3,287,470	8,019,621	1,172,041
Total Deferred Outflows of Resources	<u>1,179,666</u>	<u>2,060,736</u>	<u>1,170,953</u>	<u>59,130</u>	<u>261,666</u>	<u>-</u>	<u>3,287,470</u>	<u>8,019,621</u>	<u>1,172,041</u>
Total Assets and Deferred Outflows of Resources	<u>\$ 58,709,220</u>	<u>\$ 255,263,894</u>	<u>\$ 25,197,740</u>	<u>\$ 36,901,537</u>	<u>\$ 44,660,090</u>	<u>\$ 44,897,736</u>	<u>\$ 100,358,253</u>	<u>\$ 565,988,470</u>	<u>\$ 21,359,634</u>

See accompanying Notes to Financial Statements.

CITY OF SANTA FE, NEW MEXICO
STATEMENT OF NET POSITION – ENTERPRISE FUNDS (CONTINUED)
JUNE 30, 2018

	Business-Type Activities - Enterprise Funds								Governmental Activities - Internal Service Funds
	Wastewater Management	Water Management	Environmental Services	Railyard Properties	Santa Fe Convention Center	College of Santa Fe	Nonmajor Enterprise Funds	Total	
LIABILITIES AND DEFERRED INFLOWS OF RESOURCES									
Current Liabilities:									
Accounts Payable	\$ 239,543	\$ 1,648,576	\$ 625,570	\$ 12,208	\$ 48,979	\$ 257	\$ 2,149,442	\$ 4,724,575	\$ 1,697,073
Gross Receipts Taxes Payable	35,266	155,589	44,851	-	-	-	34,800	270,506	-
Compensated Absence Payable	91,952	172,943	76,230	7,862	9,924	-	230,494	589,405	289,307
Accrued Wages Payable	147,855	251,533	143,276	6,725	29,818	-	454,993	1,034,200	149,505
Claims and Judgment Payable	-	-	-	-	-	-	-	-	6,783,583
Bonds Payable, Net of Amortized Discounts	2,476,512	1,107,689	1,068,639	1,082,342	1,889,330	-	1,692,528	9,317,040	-
Notes Payable	-	856,720	180,781	-	-	815,000	282,944	2,135,445	-
Accrued Interest Payable	38,749	208,283	23,926	35,219	63,613	117,455	42,624	529,869	-
Unearned Revenue	190,132	-	-	-	247,843	-	47,223	485,198	-
Other Liabilities	-	5,862,856	-	-	-	-	2,202	5,865,058	-
Customer Deposits Payable	30,400	2,242,343	-	-	212,882	-	34,029	2,519,654	-
Total Current Liabilities	<u>3,250,409</u>	<u>12,506,532</u>	<u>2,163,273</u>	<u>1,144,356</u>	<u>2,502,389</u>	<u>932,712</u>	<u>4,971,279</u>	<u>27,470,950</u>	<u>8,919,468</u>
Noncurrent Liabilities:									
Bonds Payable, Net of Unamortized Discounts	7,944,786	38,353,737	4,585,917	10,226,394	27,055,149	-	15,219,990	103,385,973	-
Notes Payable	-	10,292,849	909,000	-	-	23,325,000	2,153,805	36,680,654	-
Compensated Absences Payable	225,991	423,413	186,631	18,390	24,298	-	564,314	1,443,037	-
Net Pension Liability	4,964,530	8,679,440	4,946,531	249,390	1,103,826	-	13,848,311	33,792,028	5,125,989
Net OPEB Liability	2,810,847	4,829,905	2,575,916	134,647	593,349	-	7,681,210	18,625,874	571,064
Total Noncurrent Liabilities	<u>15,946,154</u>	<u>62,579,344</u>	<u>13,203,995</u>	<u>10,628,821</u>	<u>28,776,622</u>	<u>23,325,000</u>	<u>39,467,630</u>	<u>193,927,566</u>	<u>5,697,053</u>
Total Liabilities	<u>19,196,563</u>	<u>75,085,876</u>	<u>15,367,268</u>	<u>11,773,177</u>	<u>31,279,011</u>	<u>24,257,712</u>	<u>44,438,909</u>	<u>221,398,516</u>	<u>14,616,521</u>
Deferred Inflows of Resources:									
Unamortized Gain on Refunding of Bonds	85,447	(2,655,918)	-	20,841	-	-	65,702	(2,483,928)	-
Deferred Inflows Related to Pension/OPEB Activity	1,308,577	2,268,594	1,252,683	64,244	283,756	-	3,613,913	8,791,767	820,561
Total Deferred Inflows of Resources	<u>1,394,024</u>	<u>(387,324)</u>	<u>1,252,683</u>	<u>85,085</u>	<u>283,756</u>	<u>-</u>	<u>3,679,615</u>	<u>6,307,839</u>	<u>820,561</u>
Net Position:									
Net Investment in Capital Assets	12,168,033	157,309,903	1,852,225	23,788,853	8,027,265	43,866,737	63,948,710	310,961,726	-
Restricted for Debt Service	216,720	373,522	111,801	29,628	82,362	454	111,912	926,399	-
Restricted for Compliance	185,300	-	176,364	-	-	2,543	-	364,207	-
Unrestricted	25,548,580	22,881,917	6,437,399	1,224,794	4,987,696	(23,229,710)	(11,820,893)	26,029,783	5,922,552
Total Net Position	<u>38,118,633</u>	<u>180,565,342</u>	<u>8,577,789</u>	<u>25,043,275</u>	<u>13,097,323</u>	<u>20,640,024</u>	<u>52,239,729</u>	<u>338,282,115</u>	<u>5,922,552</u>
Total Liabilities, Deferred Inflows, and Net Position	<u>\$ 58,709,220</u>	<u>\$ 255,263,894</u>	<u>\$ 25,197,740</u>	<u>\$ 36,901,537</u>	<u>\$ 44,660,090</u>	<u>\$ 44,897,736</u>	<u>\$ 100,358,253</u>	<u>\$ 565,988,470</u>	<u>\$ 21,359,634</u>

See accompanying Notes to Financial Statements.

CITY OF SANTA FE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND NET POSITION – ENTERPRISE FUNDS
YEAR ENDED JUNE 30, 2018

	Business-Type Activities - Enterprise Funds								Governmental Activities - Internal Service Funds
	Wastewater Management	Water Management	Environmental Services	Railyard Properties	Santa Fe Convention Center	College of Santa Fe	Nonmajor Enterprise Funds	Total	
OPERATING REVENUES									
User Fees, Net of Allowance	\$ 13,218,945	\$ 38,145,294	\$ 12,607,486	\$ -	\$ 907,329	\$ -	\$ 10,856,813	\$ 75,735,867	\$ -
Facilities Rentals	13,597	64,759	276,800	5,250	19,782	1,504,309	671,350	2,555,847	-
Other Revenues/Premiums	13,659	78,359	130,275	754,331	22,296	-	999,251	1,998,171	135,724
Premiums	-	-	-	-	-	-	-	-	35,866,893
Total Operating Revenues	<u>13,246,201</u>	<u>38,288,412</u>	<u>13,014,561</u>	<u>759,581</u>	<u>949,407</u>	<u>1,504,309</u>	<u>12,527,414</u>	<u>80,289,885</u>	<u>36,002,617</u>
OPERATING EXPENSES									
Salaries, Wages, and Fringe Benefits	3,544,249	1,183,135	4,222,335	147,021	1,105,554	-	8,699,290	18,901,584	8,027,661
Contractual Services and Utilities	1,318,487	3,797,156	2,687,506	387,461	423,355	-	1,954,430	10,568,395	2,323,730
Repairs and Maintenance	931,887	781,520	650,711	3,739	88,818	1,031	791,830	3,249,536	463,162
Supplies	618,874	831,315	605,176	12,860	113,805	3,665	1,187,966	3,373,661	2,293,477
Capital Outlay - Inventory-Exempt Items	24,879	80,110	211,551	4,392	101,628	92	262,208	684,860	713,375
Depreciation Expense	2,875,717	11,980,690	1,281,841	3,291,179	1,021,806	1,685,129	5,689,143	27,825,505	3,680
Insurance	317,694	331,156	245,715	-	33,383	-	646,228	1,574,176	3,874,411
Claims and Judgments	-	-	-	-	-	-	1,224	1,224	21,520,495
BDD - Source of Supply	-	6,388,599	-	-	-	-	-	6,388,599	-
Other	1,280,115	3,843,585	1,294,053	32,358	287,484	195,044	3,640,419	10,573,058	206,020
Total Operating Expenses	<u>10,911,902</u>	<u>29,217,266</u>	<u>11,198,888</u>	<u>3,879,010</u>	<u>3,175,833</u>	<u>1,884,961</u>	<u>22,872,738</u>	<u>83,140,598</u>	<u>39,426,011</u>
Operating Income (Loss)	2,334,299	9,071,146	1,815,673	(3,119,429)	(2,226,426)	(380,652)	(10,345,324)	(2,850,713)	(3,423,394)
NONOPERATING REVENUES (EXPENSES)									
Investment Income	141,406	259,527	(124,658)	676	32,334	5,079	20,171	334,535	62,415
Intergovernmental:									
State-Shared Taxes	2,231,738	-	2,231,990	-	-	-	-	4,463,728	-
Federal	-	4,365	-	-	-	-	3,512,919	3,517,284	-
State	-	-	-	106,625	5,820	-	657,793	770,238	-
Gain (Loss) on Sale of Capital Assets	(5,946)	4,500	2,749	-	-	-	(6,085)	(4,782)	-
Interest Expense	(533,238)	(1,581,514)	(270,836)	(457,723)	(1,631,345)	(1,442,282)	(792,873)	(6,709,811)	-
Prem (Discount) Debt Service Expense	252,029	(2,438,229)	168,639	72,342	175,357	-	154,128	(1,615,734)	-
Other Nonoperating Revenue (Expense)	-	-	-	-	-	-	-	-	-
Total Nonoperating Revenues (Expenses)	<u>2,085,989</u>	<u>(3,751,351)</u>	<u>2,007,884</u>	<u>(278,080)</u>	<u>(1,417,834)</u>	<u>(1,437,203)</u>	<u>3,546,053</u>	<u>755,458</u>	<u>62,415</u>
Income (Loss) Before Transfers and Capital Contributions	4,420,288	5,319,795	3,823,557	(3,397,509)	(3,644,260)	(1,817,855)	(6,799,271)	(2,095,255)	(3,360,979)
Capital Grants:									
Transfers In	-	-	14,224	2,086,001	5,809,621	1,200,000	18,707,835	27,817,681	2,444,413
Transfers Out	(206)	(222,972)	(264,694)	-	(32,142)	-	(4,513,377)	(5,033,391)	(2,280,281)
Change in Net Position	4,420,082	5,096,823	3,573,087	(1,311,508)	2,133,219	(617,855)	7,395,187	20,689,035	(3,196,847)
Total Net Position - Beginning of Year	<u>37,037,390</u>	<u>181,205,677</u>	<u>8,064,480</u>	<u>26,514,722</u>	<u>11,668,908</u>	<u>21,257,879</u>	<u>53,968,597</u>	<u>339,717,653</u>	<u>9,797,732</u>
Restatement	(3,338,839)	(5,737,158)	(3,059,778)	(159,939)	(704,804)	-	(9,124,055)	(22,124,573)	(678,333)
Net Position - Beginning of Year, As Restated	<u>33,698,551</u>	<u>175,468,519</u>	<u>5,004,702</u>	<u>26,354,783</u>	<u>10,964,104</u>	<u>21,257,879</u>	<u>44,844,542</u>	<u>317,593,080</u>	<u>9,119,399</u>
TOTAL NET POSITION - END OF YEAR	<u>\$ 38,118,633</u>	<u>\$ 180,565,342</u>	<u>\$ 8,577,789</u>	<u>\$ 25,043,275</u>	<u>\$ 13,097,323</u>	<u>\$ 20,640,024</u>	<u>\$ 52,239,729</u>	<u>\$ 338,282,115</u>	<u>\$ 5,922,552</u>

See accompanying Notes to Financial Statements.

CITY OF SANTA FE, NEW MEXICO
STATEMENT OF CASH FLOWS – ENTERPRISE FUNDS
YEAR ENDED JUNE 30, 2018

	Business-Type Activities - Enterprise Funds								Governmental Activities - Internal Service Funds
	Wastewater Management	Water Management	Environmental Services	Railyard Properties	Santa Fe Convention Center	College of Santa Fe	Nonmajor Enterprise Funds	Total	
CASH FLOWS FROM OPERATING ACTIVITIES									
Cash Received from Customers	\$ 12,901,492	\$ 37,881,762	\$ 13,238,907	\$ 759,581	\$ 959,914	\$ 1,699,309	\$ 12,444,697	\$ 79,885,662	\$ 36,024,791
Cash Payments to Suppliers for Goods and Services	(1,932,271)	(8,811,613)	(4,518,691)	(440,458)	(1,123,208)	(199,575)	(4,477,494)	(21,503,310)	(30,203,278)
Cash Payments to Employees for Services	(4,453,492)	(7,899,900)	(4,463,361)	(214,868)	(916,096)	-	(12,586,802)	(30,534,519)	(4,255,925)
Cash Paid for Interfund Services Provided	(2,610,958)	(778,669)	(668,410)	-	(242,531)	-	(2,174,623)	(6,475,191)	-
Net Cash Provided (Used) by Operating Activities	3,904,771	20,391,580	3,588,445	104,255	(1,321,921)	1,499,734	(6,794,222)	21,372,642	1,565,588
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES									
Intergovernmental Taxes and Grants	2,132,636	(345,813)	2,131,594	9,791	5,820	-	2,859,955	6,793,983	-
Transfers In from Other Funds	-	-	14,224	2,086,001	5,809,621	1,200,000	18,707,835	27,817,681	2,444,413
Transfers Out to Other Funds	(206)	(222,972)	(264,694)	-	(32,142)	-	(4,513,377)	(5,033,391)	(2,280,281)
Interfund Loan	-	-	-	-	-	-	-	-	-
Net Cash Provided (Used) by Noncapital Financing Activities	2,132,430	(568,785)	1,881,124	2,095,792	5,783,299	1,200,000	17,054,413	29,578,273	164,132
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES									
Acquisition and Construction of Capital Assets	(1,709,358)	(8,532,642)	(3,032,419)	(106,642)	(169,824)	-	(2,566,074)	(16,116,959)	(60,279)
Proceeds from Sale of Capital Assets	10,047	4,498	6,931	-	-	-	7,390	28,866	-
Bond Proceeds	-	-	-	-	-	-	-	-	-
Premium on Refunding	-	-	-	-	-	-	-	-	-
Principal Paid on Revenue Bond Maturities and Notes Payable	(256,701)	(1,932,574)	(1,223,375)	(1,042,342)	(1,090,156)	(775,000)	(2,001,622)	(8,321,770)	-
Interest Paid on Revenue Bonds and Notes Payable	(2,175,138)	(1,366,683)	(144,445)	(389,846)	(1,027,540)	(1,445,266)	(655,264)	(7,204,182)	-
Other Uses - Bond Refunding	-	-	-	-	-	-	-	-	-
Net Cash Provided (Used) by Capital and Related Financing Activities	(4,131,150)	(11,827,401)	(4,393,308)	(1,538,830)	(2,287,520)	(2,220,266)	(5,215,570)	(31,614,045)	(60,279)
CASH FLOWS FROM INVESTING ACTIVITIES									
Interest and Dividends on Investments	104,471	197,742	(139,184)	676	19,525	2,011	9,603	194,844	44,926
Net Cash Provided (Used) by Investing Activities	104,471	197,742	(139,184)	676	19,525	2,011	9,603	194,844	44,926
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	2,010,522	8,193,136	937,077	661,893	2,193,383	481,479	5,054,224	19,531,714	1,714,367
Cash, Investments, and Cash Equivalents - Beginning of Year	29,456,467	36,388,865	13,454,006	930,509	4,717,422	546,452	6,769,555	92,263,276	18,369,619
CASH, INVESTMENTS, AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 31,466,989</u>	<u>\$ 44,582,001</u>	<u>\$ 14,391,083</u>	<u>\$ 1,592,402</u>	<u>\$ 6,910,805</u>	<u>\$ 1,027,931</u>	<u>\$ 11,823,779</u>	<u>\$ 111,794,990</u>	<u>\$ 20,083,986</u>

See accompanying Notes to Financial Statements.

CITY OF SANTA FE, NEW MEXICO
STATEMENT OF CASH FLOWS – ENTERPRISE FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2018

	Business-Type Activities - Enterprise Funds							Total	Governmental Activities - Internal Service Funds
	Wastewater Management	Water Management	Environmental Services	Railyard Properties	Santa Fe Convention Center	College of Santa Fe	Nonmajor Enterprise Funds		
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES									
Operating Income (Loss)	\$ 2,334,299	\$ 9,071,146	\$ 1,815,673	\$ (3,119,429)	\$ (2,226,426)	\$ (380,652)	\$ (10,345,324)	\$ (2,850,713)	\$ (3,423,394)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:									
Depreciation/Amortization/Bad Debt Expense	2,875,717	11,980,690	1,281,841	3,291,179	1,021,806	1,685,129	5,689,143	27,825,505	3,680
Difference between Deferred Outflows Related to Pensions and OPEB	1,232,362	4,423,664	932,086	73,832	106,984	-	4,044,000	10,812,928	(618,586)
Difference between Deferred Inflows Related to Pensions and OPEB	1,095,230	1,695,037	1,066,665	52,483	251,148	-	2,965,430	7,125,993	771,607
Difference Between Net Pension/OPEB Liability	(3,231,396)	(12,841,984)	(2,222,979)	(198,594)	(179,581)	-	(10,901,579)	(29,576,113)	3,259,264
Change in Assets and Liabilities:									
(Increase) Decrease in Accounts Receivable	(314,614)	(1,462,388)	224,346	-	-	-	(65,057)	(1,617,713)	22,174
(Increase) Decrease in Other Receivable	(115)	-	-	-	-	195,000	(19,209)	175,676	-
(Increase) Decrease in Prepaid Expenses	14,974	58,980	-	-	10,507	-	1,549	86,010	-
(Increase) Decrease in Due from Other Funds	-	997,500	-	-	-	-	-	997,500	-
Increase (Decrease) in Accounts Payable	(35,255)	415,062	516,717	352	1,244	257	1,776,187	2,674,564	1,316,118
Increase (Decrease) in Gross Receipts Tax Payable	(17,038)	(12,749)	(9,106)	-	-	-	2,298	(36,595)	-
Increase (Decrease) in Compensated Absences Payable	(14,220)	623	(22,302)	4,699	8,262	-	(37,905)	(60,843)	234,354
(Increase) Decrease in Accrued Wages Payable	8,781	5,895	5,504	(267)	2,645	-	42,542	65,100	125,097
Increase (Decrease) in Other Liabilities	-	5,862,856	-	-	-	-	837	5,863,693	-
Increase (Decrease) Customer Deposits	1,000	197,990	-	-	(318,510)	-	5,643	(113,877)	-
Increase (Decrease) Unearned Revenue	(44,954)	-	-	-	-	-	47,223	2,269	-
(Increase) Decrease in Inventory	-	(742)	-	-	-	-	-	(742)	-
Increase (Decrease) in Claims Payable	-	-	-	-	-	-	-	-	(124,726)
Increase (Decrease) in Due to Other Funds	-	-	-	-	-	-	-	-	-
Total Adjustments	<u>1,570,472</u>	<u>11,320,434</u>	<u>1,772,772</u>	<u>3,223,684</u>	<u>904,505</u>	<u>1,880,386</u>	<u>3,551,102</u>	<u>24,223,355</u>	<u>4,988,982</u>
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ 3,904,771</u>	<u>\$ 20,391,580</u>	<u>\$ 3,588,445</u>	<u>\$ 104,255</u>	<u>\$ (1,321,921)</u>	<u>\$ 1,499,734</u>	<u>\$ (6,794,222)</u>	<u>\$ 21,372,642</u>	<u>\$ 1,565,588</u>

See accompanying Notes to Financial Statements.

**CITY OF SANTA FE, NEW MEXICO
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES – FIDUCIARY FUNDS
JUNE 30, 2018**

	Agency Funds
ASSETS	
Cash:	
Santa Fe Solid Waste Management Agency	\$ 19,324,515
Sick Leave Bank	489,093
Receivable:	
Buckman Cash Overdraft	2,188,838
Total Assets	\$ 22,002,446
LIABILITIES	
Deposits Held for Others:	
Santa Fe Solid Waste Management Agency	\$ 19,324,515
Sick Leave Bank	489,093
Cash Overdraft:	
Buckman Direct Diversion Project	2,188,838
Total Liabilities	\$ 22,002,446

See accompanying Notes to Financial Statements.

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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.

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on the government. 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.

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. The City has three fiduciary funds, Buckman, SWAMA and a Union Sick Leave Bank. As the Fiscal Agent for both Buckman and SWAMA the City has Fiduciary responsibilities to these entities. As a convenience to Union City employees, the Finance Department tracks and communicates to Sick Leave Bank balances available for Union employee use.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation
(Continued)

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

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 *1/2% 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 $\frac{1}{2}$ 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 FINANCIAL STATEMENTS
JUNE 30, 2018**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**Measurement Focus, Basis of Accounting, and Financial Statement Presentation
(Continued)**

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 reimbursement 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.

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**Measurement Focus, Basis of Accounting, and Financial Statement Presentation
(Continued)**

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 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.

Assets, Liabilities, and Net Position or Equity

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 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 may be held to accommodate debt reserve requirements may have maturities of more than five years.

The Investment Policy provides for the following authorized investments:

- United States Treasury Securities (Bills, Notes and Bonds).
- 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.

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, and Net Position or Equity (Continued)

Deposits and Investments (Continued)

- 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.
- 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.
- 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.
- Investments in the New Mexico Local Government Investment Pool (NM LGIP)
 - The investments are valued at fair value based on quoted market prices as of the evaluation date;
 - 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;
 - 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
 - Participation in the Local Government Investment Pool is voluntary.
- 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 annually to participating funds with a balance greater than \$500,000 based on the average of quarter-end cash balances. Investments for the City are stated at fair value.

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, and Net Position or Equity (Continued)

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 are classified as nonspendable fund balance in the general fund 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. Taxes are considered delinquent and subject to lien, penalty and interest, 30 days after the date on which they are due. Interest at the rate of 1 percent 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.

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.

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, and Net Position or Equity (Continued)

Inventories and Prepaid Items (Continued)

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 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, 2018 was \$2,390,561.

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.

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. 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 acquisition 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.

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, and Net Position or Equity (Continued)

Capital Assets (Continued)

Property, plant, and equipment of the primary government are depreciated using the straight line method over the following estimated useful lives:

Item	Years	Item	Years
Buildings	50	Vehicles	8
Waste 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

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.

Pensions/Other Post Employment Benefits (OPEB)

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 New Mexico Public Employees Retirement Association (PERA) and additions to/deductions from PERA's fiduciary net position have been determined on the same basis as they are reported by PERA, 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.

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB and OPEB expense, information about the fiduciary net position of the New Mexico Retiree Health Care Authority (NMRHCA) and additions to/deductions from NMRHCA's fiduciary net position have been determined on the same basis as they are reported by NMRHCA, on the economic resources measurement focus and accrual basis of accounting. For this purpose, NMRHCA recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value.

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, and Net Position or Equity (Continued)

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.

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.

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:

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

Restricted - amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by 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 \$49,677,105 which represents all restricted net position reported on page 18.

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 nonspendable, 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
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, and Net Position or Equity (Continued)

Fund Balance (Continued)

<u>Fund Balance Purpose</u>	<u>General</u>	<u>Debt Service</u>	<u>1/2% Gross Receipts Tax</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
NONSPENDABLE					
Inventory	\$ 82,622	\$ -	\$ -	\$ -	\$ 82,622
Endowment	-	-	-	255,656	255,656
Restricted:					
Restricted General Government	7,791,216		9,686,449	10,326,497	27,804,162
Restricted Public Safety				3,557,278	3,557,278
Restricted Public Works				6,519,078	6,519,078
Restricted Community Development				3,153,370	3,153,370
Restricted Culture and Recreation				7,096,955	7,096,955
Committed:					
Committed General Government	1,616,780			862,789	2,479,569
Committed Culture and Recreation				664,998	664,998
Assigned:					
Assigned General Government			390,374	5,073,298	5,463,672
Assigned Public Safety				895,744	895,744
Assigned Public Works				10,848,028	10,848,028
Assigned Community Development				23,278	23,278
Assigned Culture and Recreation				635,103	635,103
Unassigned:					
Unassigned General Government	5,631,930	(3,024,867)		(9,683)	2,597,380
Unassigned Public Safety				-	-
Unassigned Public Works				(11,300)	(11,300)
Unassigned Community Development				-	-
Unassigned Culture and Recreation				-	-
Total	<u>\$ 15,122,548</u>	<u>\$ (3,024,867)</u>	<u>\$ 10,076,823</u>	<u>\$ 49,891,089</u>	<u>\$ 72,065,593</u>

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 capital assets, net of accumulated depreciation, less outstanding capital asset related debt.

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

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

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, and Net Position or Equity (Continued)

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.

NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

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 1, the Local Government Division approves and certifies an operating budget for use pending approval of the final budget. Prior to the first Monday in September, the Local Governmental Division must certify a final budget for the municipality.

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

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

- budget increases;
- transfers of budget between funds;
- transfers of cash, both permanent and temporary, between funds; and
- any combination of the above.

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)

Budgetary Information (Continued)

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 \$60,000. The Finance Director may approve budget amendment increases or decreases up to \$5,000. The amendments below the \$60,000 threshold are ratified by City Council at the end of each quarter. Budget amendments in excess of \$60,000 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.

Excess of Expenditures/Expenses over Budgeted Appropriations

For the year ended June 30, 2018, expenditures/expenses exceeded budgeted appropriations in the following funds:

The business-type College of Santa Fe Fund is reporting excess expenses over appropriations of \$137,621. This deficit was caused by the write off of \$195,000 receivable after the deadline for budget adjustments.

The special revenue Franchise Fee fund is reporting excess expenditures over appropriations of \$3,558. This deficit was caused by a journal entry that was posted after the deadline for budget adjustments.

The special revenue Law Enforcement Grants fund is reporting excess expenditures over appropriations of \$53,285. This deficit was caused by a journal entry that was posted after the deadline for budget adjustments.

The special revenue Historic Preservation fund is reporting excess expenditures over appropriations of \$80. This deficit was caused by a journal entry that was posted after the deadline for budget adjustments.

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)

Excess of Expenditures/Expenses over Budgeted Appropriations (Continued)

The special revenue NEA Grants fund is reporting excess expenditures over appropriations of \$2,586. This deficit was caused by a journal entry that was posted after the deadline for budget adjustments.

The special revenue Land Development fund is reporting excess expenditures over appropriations of \$102,616. This deficit was caused by a journal entry that was posted after the deadline for budget adjustments.

The Debt Service fund is reporting excess expenditures over appropriations of \$111,978. This deficit was caused by unbudgeted interest expenditures and unbudgeted bond counsel expenditures.

Deficit Fund Equity

The Debt Service Fund has a deficit fund balance of \$3,024,867. This deficit is primarily due to a deficit beginning fund balance of \$3,762,407 created by the net effect of the prior period pay off of the 2008 General Obligation Bond and receipt of internal loan proceeds from the Water Department. The current year deficit has been reduced primarily by the annual payment to the Water Management Fund internal loan.

The Franchise Fee fund has a deficit fund balance of \$9,683. This deficit in this special revenue fund is due to the accrual of accounts payable at the end of the year.

Two Internal Service funds have a combined deficit fund balance of \$5,497,050. The Risk Management internal service fund has a deficit net position of \$4,781,783. This deficit is primarily due to an increase in the Net Pension Liability. The Services to Other Funds fund has a deficit of \$715,267. This deficit is due to the accrual of accounts payable at the end of the year.

NOTE 3 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.

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

NOTE 3 CASH AND CASH EQUIVALENTS (CONTINUED)

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, 2018 none of the City’s deposits were exposed to custodial credit risk. The total of demand deposits and certificates of deposit were covered by FDIC, by collateral held by the City’s agent in the City’s name, by letters of credit from the Federal Home Loan Bank of Dallas purchased by the depository institution, or by collateral held at appropriate custodial banks as delivered by the depository institution for certificates of deposit, and investment accounts other than those held at the City’s fiscal agent bank.

NOTE 4 INVESTMENTS

As of June 30, 2018, 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	\$ 91,918,765	\$ 45,283,625	\$ 46,635,140	\$ -
NM Municipal Bonds	2,482,500	-	2,482,500	-
		<u>\$ 45,283,625</u>	<u>\$ 49,117,640</u>	<u>\$ -</u>
Money Market Funds*	98,101,530			
Total	<u>\$ 192,502,795</u>			

Interest Rate Risk

The primary risk the City faces in the management of the portfolio. The investment policy limits the City’s exposure to interest rate risk by limiting the maximum maturity of securities to five years and certificates of deposits to three years. The City uses duration as its measure of interest rate risk.

Credit Risk

With the adoption of the new investment policy in December 2016, the City incorporated provisions in New Mexico State Statute 6-10-10 (G) 1 and 2. The City makes direct investments in U.S. Government, U.S. Agency securities, or New Mexico issued municipal bonds rated AA or better. The City also invests in investment pools authorized in 6-10-10 (G) 1 and 2; which have credit exposure to Commercial Paper, Corporate Bonds and Asset Backed Securities.

Concentration of Credit Risk

The City’s investment policy specifies that the City shall diversify its investments to avoid a concentration of any one issuer, with the exception of the U.S. Treasury securities, in which the City may invest 100% of the Portfolio.

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

NOTE 4 INVESTMENTS (CONTINUED)

Concentration of Credit Risk (Continued)

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, 2018. It includes funds and investments of those external agencies for which the City acts as fiscal agent, but excludes the regular operating accounts.

Investment Type	Fair Value	% of Total	% Callable	WAMC/M (Days)	WAM (Days)	S&P Rating	Moody's Rating
Blackrock Prime Money Market	\$ 26,244,577	12.58 %		25	25	AAAm	Aaa-mf
Fidelity Prime Money Market	20,372,292	9.76		20	20	AAAm	Aaa-mf
JP Morgan Prime Money Market	40,122,797	19.23		18	18	AAAm	Aaa-mf
Wells Fargo Gov't Money Market	11,361,864	5.45		25	25	AAAm	Aaa-mf
Subtotal Pool/MM	98,101,530	47.01					
US Agencies:							
FFCB	24,953,050	11.96	- %	550	550	AA+	AAA
FHLB	46,548,190	22.31	-	339	399	AA+	AAA
FNMA	2,492,225	1.19	-	120	120	AA+	AAA
FHLMC	7,970,750	3.82	-	137	137	AA+	AAA
Fed AGRIC	9,954,550	4.77	-	683	683	AA+	AAA
Subtotal Fed. Agency	91,918,765	44.05	-				
NM Municipals - Tax Exempt	2,482,500	1.19	-	365	365	AA-	Aa2
Subtotal Securities	94,401,265	45.24	45.24				
Cash Accounts	13,414,091	6.43					
CDs	2,745,639	1.32		136	136		
Total Investment Portfolio	<u>\$ 208,662,525</u>	<u>100.00 %</u>	<u>100.00 %</u>	-	-		

The City's investment portfolio's effective duration at June 30, 2018 was .338 years and its modified duration was .358 years. Effective duration accounts for the changes to bond prices that include options, such as a call provision. Money Market Funds, savings accounts, NM LGIP and cash accounts have no duration and these funds represent 53 percent of the total portfolio. U.S. Government and US Agency, New Mexico municipal securities and certificates of deposits comprise 47 percent of the portfolio.

The City held uninsured deposits of \$95,043,552 at June 30, 2018, 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.

	Uninsured Cash Balance	%
Wells Fargo Bank	\$ 13,308,887	88.36 %
Sun Flower Bank	1,750,000	11.62
First National Bank of Santa Fe	2,543	0.02
Total Collateralized	<u>\$ 15,061,430</u>	<u>100.00 %</u>

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

NOTE 4 INVESTMENTS (CONTINUED)

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 following table sets forth by level within the fair value hierarchy, the City’s assets at fair value as of June 30, 2018:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
U.S. Government Agency	\$ 91,918,765	\$ -	\$ -	\$ 91,918,765
NM Municipal Bonds	2,482,500	-	-	2,482,500
Money Markets	98,101,530	-	-	98,101,530

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

NOTE 4 INVESTMENTS (CONTINUED)

Receivables

Receivables at June 30, 2018 for the City's individual major funds, non-major and internal service funds are separated into government and business type, including the applicable allowances for uncollectible accounts, are as follows:

Governmental Activities

	General Fund	Debt Service	1/2% Gross Receipts Tax	Other Nonmajor Funds	Total
RECEIVABLES					
Taxes	\$ 13,404,083	\$ -	\$ 4,247,900	\$ 4,216,538	\$ 21,868,521
Grants	433,667	-	-	4,780,088	5,213,755
Interest	11,711	6,777	13,362	43,823	75,673
Ambulance	3,579,795	-	-	-	3,579,795
Other Revenues	66,324	-	-	3,593,115	3,659,439
Gross Receivables	<u>17,495,580</u>	<u>6,777</u>	<u>4,261,262</u>	<u>12,633,564</u>	<u>34,397,183</u>
Less: Uncollectible Allowance	<u>(3,346,566)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,346,566)</u>
Total Primary Government	<u>\$ 14,149,014</u>	<u>\$ 6,777</u>	<u>\$ 4,261,262</u>	<u>\$ 12,633,564</u>	<u>\$ 31,050,617</u>

Business-type Activities

	Waste- Water Mgmt.	Water Mgmt.	Environmental Services	Railyard Properties	Santa Fe Convention Center	College of Santa Fe	All Other Enterprise Funds	Total
Receivables:								
Taxes	\$ 455,300	\$ 407,720	\$ 455,339	\$ -	\$ -	\$ -	\$ -	\$ 1,318,359
Grants	8,206	81,228	9,491	97,600	-	-	3,848,005	4,044,530
Accounts	3,154,662	8,024,979	2,144,407	-	-	-	220,990	13,545,038
Interest	74,407	129,160	30,642	-	17,179	3,068	17,681	272,137
Other Receivable	190,247	-	-	-	247,843	195,000	233,237	866,327
Gross Receivables	<u>3,882,822</u>	<u>8,643,087</u>	<u>2,639,879</u>	<u>97,600</u>	<u>265,022</u>	<u>198,068</u>	<u>4,319,913</u>	<u>20,046,391</u>
Less: Uncollectible Allowance	<u>(685,175)</u>	<u>(1,405,076)</u>	<u>(510,956)</u>	<u>-</u>	<u>-</u>	<u>(195,000)</u>	<u>-</u>	<u>(2,796,207)</u>
Total Business-Type	<u>\$ 3,197,647</u>	<u>\$ 7,238,011</u>	<u>\$ 2,128,923</u>	<u>\$ 97,600</u>	<u>\$ 265,022</u>	<u>\$ 3,068</u>	<u>\$ 4,319,913</u>	<u>\$ 17,250,184</u>

CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 5 CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2018 was as follows:

Governmental Activities	Beginning Balance	Increases	Decreases	Ending Balance
Capital Assets Not Being Depreciated:				
Land	\$ 169,939,946	\$ -	\$ -	\$ 169,939,946
Construction in Progress	20,199,232	8,848,430	(23,574,677)	5,472,985
Art	864,920	-	-	864,920
Total Capital Assets Not Being Depreciated	<u>191,004,098</u>	<u>8,848,430</u>	<u>(23,574,677)</u>	<u>176,277,851</u>
Capital Assets Being Depreciated:				
Buildings and Systems	60,469,656	1,666,651	(62,390)	62,073,917
Improvements	82,806,790	19,618,148	(222,266)	102,202,672
Equipment and Machinery	14,955,883	396,255	(1,479,785)	13,872,353
Furniture and Fixtures	597,274	6,973	(182,675)	421,572
Vehicles	24,038,358	2,007,783	(755,303)	25,290,838
Data Processing and Software	8,094,782	321,274	(424,376)	7,991,680
Traffic Signals	23,517,339	-	-	23,517,339
Streets	212,931,483	-	-	212,931,483
Bridges	2,109,269	2,031,319	-	4,140,588
Total Capital Assets Being Depreciated	<u>429,520,834</u>	<u>26,048,403</u>	<u>(3,126,795)</u>	<u>452,442,442</u>
Less: Accumulated Depreciation for:				
Buildings and Systems	(21,360,215)	(1,532,580)	40,604	(22,852,191)
Improvements	(45,410,288)	(6,377,091)	219,673	(51,567,706)
Equipment and Machinery	(11,358,628)	(915,900)	1,463,880	(10,810,648)
Furniture and Fixtures	(517,786)	(32,054)	180,865	(368,975)
Vehicles	(17,281,998)	(1,583,207)	738,169	(18,127,036)
Data Processing and Software	(7,023,581)	(541,485)	424,376	(7,140,690)
Traffic Signals	(23,009,547)	(176,526)	-	(23,186,073)
Streets	(167,162,121)	(2,989,643)	-	(170,151,764)
Bridges	(858,991)	(91,049)	-	(950,040)
Total Accumulated Depreciation	<u>(293,983,155)</u>	<u>(14,239,535)</u>	<u>3,067,567</u>	<u>(305,155,123)</u>
Total Capital Assets Being Depreciated	<u>135,537,679</u>	<u>11,808,868</u>	<u>(59,228)</u>	<u>147,287,319</u>
Governmental Activities Capital Assets	<u>\$ 326,541,777</u>	<u>\$ 20,657,298</u>	<u>\$ (23,633,905)</u>	<u>\$ 323,565,170</u>

CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 5 CAPITAL ASSETS (CONTINUED)

Business-Type Activities	Beginning Balance	Increases	Decreases	Ending Balance
Capital Assets Not Being Depreciated:				
Land	\$ 38,260,558	\$ -	\$ -	\$ 38,260,558
Water Rights	3,228,279	96,900	-	3,325,179
Construction in Progress	12,695,831	11,617,364	(19,320,941)	4,992,254
Art	185,971	30,000	-	215,971
Total Capital Assets Not Being Depreciated	<u>54,370,639</u>	<u>11,744,264</u>	<u>(19,320,941)</u>	<u>46,793,962</u>
Capital Assets Being Depreciated:				
Buildings and Structures	328,224,978	105,658	(23,837)	328,306,799
Improvements	150,708,232	5,428,045	(480,550)	155,655,727
Sewerlines and Utility Systems	144,902,634	14,118,042	(75,999)	158,944,677
Equipment and Machinery	21,173,523	381,827	(6,365,376)	15,189,974
Furniture and Fixtures	665,832	-	(48,047)	617,785
Vehicles	32,067,991	3,602,572	(1,617,592)	34,052,971
Intangible Plant	57,625	-	-	57,625
Data Processing and Software	3,184,688	57,490	(822,672)	2,419,506
Total Capital Assets Being Depreciated	<u>680,985,503</u>	<u>23,693,634</u>	<u>(9,434,073)</u>	<u>695,245,064</u>
Less: Accumulated Depreciation for:				
Buildings and Structures	(75,525,414)	(7,539,907)	13,103	(83,052,218)
Improvements	(102,901,110)	(11,125,328)	480,550	(113,545,888)
Sewerlines and Utility Systems	(80,646,464)	(5,821,132)	60,006	(86,407,590)
Equipment and Machinery	(19,456,721)	(418,174)	6,358,638	(13,516,257)
Furniture and Fixtures	(658,608)	(1,954)	48,046	(612,516)
Vehicles	(20,266,185)	(2,807,839)	1,617,408	(21,456,616)
Intangible Plant	(57,625)	-	-	(57,625)
Data Processing and Software	(2,921,006)	(111,171)	822,672	(2,209,505)
Total Accumulated Depreciation	<u>(302,433,133)</u>	<u>(27,825,505)</u>	<u>9,400,423</u>	<u>(320,858,215)</u>
Total Capital Assets Being Depreciated	<u>378,552,370</u>	<u>(4,131,871)</u>	<u>(33,650)</u>	<u>374,386,849</u>
Business-Type Activities Capital Assets	<u>\$ 432,923,009</u>	<u>\$ 7,612,393</u>	<u>\$ (19,354,591)</u>	<u>\$ 421,180,811</u>

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

NOTE 5 CAPITAL ASSETS (CONTINUED)

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

Governmental Activities:	
General Government	\$ 1,041,229
Public Safety	2,203,660
Public Works	6,744,062
Community Development	369,539
Culture and Recreation	3,881,045
Total Depreciation Expense - Governmental Activities	<u>\$ 14,239,535</u>
Business-Type Activities:	
Santa Fe Convention Center	\$ 1,021,806
Parking Operations	717,090
Environmental Services	1,281,841
Waste Water Management	2,875,717
Water Management	11,980,690
Municipal Recreation Center	256,579
Genoveva Chavez Community Center	794,814
Airport	2,247,079
Transit Operations	1,673,581
Railyard	3,291,179
College of Santa Fe	1,685,129
Total Depreciation Expense - Business-Type Activities	<u>\$ 27,825,505</u>

Construction Commitments

The City of Santa Fe has active construction projects as of June 30, 2018. The projects include streets and highway construction, parks and recreation, municipal facilities, airport construction, community development, wastewater management, water division construction, railyard infrastructure, and transit projects.

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

Project:	<u>Spent to Date</u>	<u>Remaining Commitments</u>
Street and Highway Construction	\$ 36,684,686	\$ 1,866,140
Parks and Recreation	9,159,027	456,998
Municipal Facilities	847,625	342,908
Airport Construction	12,080,754	4,703,372
Community Development	2,649,449	29,054
Waste Water Management	5,395,314	112,875
Water Division Construction	29,498,508	3,106,909
Railyard Infrastructure	2,235,230	110,000
Transit	-	81,090
Total	<u>\$ 98,550,593</u>	<u>\$ 10,809,346</u>

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

NOTE 5 CAPITAL ASSETS (CONTINUED)

Construction Commitments (Continued)

The commitment for streets and highways is being financed by grants from the Federal Highway Administration, State Highway and Transportation Department, Gross Receipts Tax (GRT) 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 tax 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, GRT bonds, 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 by gross receipts tax revenue bonds to be paid back from user fees, grants from federal agencies, and loans from the NM Finance Authority. Commitments for railyard infrastructure are financed by the U.S. Department of Housing and Development, GRT bonds, and the NM Department of Finance and Administration grants. Transit commitments are financed by NM Department of Finance and Administration grants, U.S. Department of Transportation grants, and GRT bonds.

NOTE 6 ENDOWMENT

The City of Santa Fe Library Endowment fund, of which the \$255,000 principal must remain intact in perpetuity, was invested in a one-year certificate of deposit that matured in April 2018, 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.

NOTE 7 INTER-FUND RECEIVABLES, PAYABLES, AND TRANSFERS

The composition of inter-fund balances as of June 30, 2018 is as follows:

Fund	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>
Business-Type Activities:		
Water Management	\$ 5,015,739	\$ -
Governmental Activities:		
Debt Service	-	5,015,739
1/2% Gross Receipts Tax	560,000	-
Land Development	-	560,000
Total	<u>\$ 5,575,739</u>	<u>\$ 5,575,739</u>

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

NOTE 7 INTER-FUND RECEIVABLES, PAYABLES, AND TRANSFERS (CONTINUED)

Inter-Fund Transfers

	Transfer In	Transfers Out						Total
		General Fund	Debt Service	1/2% Gross Receipts Tax	Other Nonmajor Funds	Enterprise Funds	Internal Service	
General Fund	\$ 1,658,068	\$ -	\$ -	\$ (415,755)	\$ (1,242,313)	\$ -	\$ -	\$ -
Debt Service	11,353,666	-	-	(7,850,450)	(3,503,216)	-	-	-
Other Nonmajor Funds	20,485,015	(6,739,886)	-	(7,880,223)	(2,184,156)	(3,680,750)	-	-
Enterprise Funds	27,817,681	-	-	-	(24,965,409)	(1,352,641)	(1,499,631)	-
Internal Service	2,444,413	-	-	-	(1,663,763)	-	(780,650)	-
Total	<u>\$ 63,758,843</u>	<u>\$ (6,739,886)</u>	<u>\$ -</u>	<u>\$ (16,146,428)</u>	<u>\$ (33,558,857)</u>	<u>\$ (5,033,391)</u>	<u>\$ (2,280,281)</u>	<u>\$ -</u>

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 (e.g. 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 percent 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.
4. Transfers from Utility Enterprise funds to support the centralized Utility Administration and Customer Service Functions.
5. Transfers from Utility Enterprise funds to the General Fund for the Utility Franchise Fees.

NOTE 8 LONG-TERM DEBT

Long-term debt of the City at June 30, 2018 consisted of revenue bonds payable solely from gross receipts tax revenues, revenue bonds payable solely from revenues of enterprise funds, general obligation bonds payable 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.

CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 8 LONG-TERM DEBT (CONTINUED)

Bonds Payable (Continued)

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

<u>Purpose</u>	<u>Interest Rates</u>	<u>Amount</u>
Governmental Activities	2.00% - 5.50%	\$ 76,665,000
Business - Enterprises	1.35% - 6.00%	101,105,000
		<u>\$ 177,770,000</u>

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

Years Ended June 30	<u>Governmental Activities</u>		<u>Enterprise Activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2019	\$ 8,553,000	\$ 3,503,188	\$ 8,137,000	\$ 4,375,333
2020	7,709,000	3,023,898	8,891,000	4,001,984
2021	7,367,500	2,690,698	9,642,500	3,572,824
2022	7,765,500	2,355,873	8,214,500	3,105,984
2023	5,522,000	2,006,985	5,043,000	2,710,458
2024-2028	28,127,500	6,027,000	18,712,500	10,597,651
2029-2033	8,188,500	1,337,085	22,516,500	6,613,709
2034-2038	3,432,000	234,045	17,253,000	2,310,360
2039-2043	-	-	2,695,000	107,800
	<u>\$ 76,665,000</u>	<u>\$ 21,178,770</u>	<u>\$ 101,105,000</u>	<u>\$ 37,396,102</u>

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

<u>Purpose</u>	<u>Interest Rates</u>	<u>Amount</u>
Governmental Activities	2.50% - 5.00%	\$ 22,425,000
		<u>\$ 22,425,000</u>

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

Years Ended June 30	<u>Governmental Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2019	\$ 1,250,000	\$ 758,506
2020	1,290,000	725,831
2021	1,335,000	692,031
2022	1,380,000	650,156
2023	1,420,000	600,081
2024-2028	7,855,000	2,181,372
2029-2033	7,090,000	730,798
2034-2038	805,000	27,175
	<u>\$ 22,425,000</u>	<u>\$ 6,365,951</u>

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

NOTE 8 LONG-TERM DEBT (CONTINUED)

Advance and Current Refundings

The City did not advance or current refund any outstanding debt in fiscal year 2018. In the 2018 tax law changes adopted by Congress and signed into law by President Trump, advanced refunding is no longer an option for the City.

Defeased Debt

The City did not defease any debt in fiscal year 2018.

The City has defeased certain revenue and other bonds in prior years 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, 2018, the City had \$16,819,505 in escrow accounts held at Bank of Albuquerque for the defeasement of the following bonds: 2008 General Obligation Bond and the 2012C Market Station bond.

Notes Payable

The City has the following Notes Payable outstanding at June 30, 2018:

	Outstanding June 30, 2017	Additions	Reductions	Outstanding June 30, 2018	Due Within One Year	Long-Term
Governmental Activities						
2008 Land Acquisition	\$ 170,975	\$ -	\$ (170,975)	\$ -	\$ -	\$ -
2017 Fire	917,815	-	(103,035)	814,780	112,417	702,363
	<u>\$ 1,088,790</u>	<u>\$ -</u>	<u>\$ (274,010)</u>	<u>\$ 814,780</u>	<u>\$ 112,417</u>	<u>\$ 702,363</u>
Business-Type Activities						
2009 College	\$ 24,915,000	\$ -	\$ (775,000)	\$ 24,140,000	\$ 815,000	\$ 23,325,000
2014 Fleet	2,716,393	-	(279,644)	2,436,749	282,944	2,153,805
Environmental Services	1,284,515	-	(194,734)	1,089,781	180,781	909,000
DW #4 2696	2,189,422	-	(109,405)	2,080,017	111,593	1,968,424
DW #2 Buckman	9,800,033	-	(730,481)	9,069,552	745,127	8,324,425
	<u>\$ 40,905,363</u>	<u>\$ -</u>	<u>\$ (2,089,264)</u>	<u>\$ 38,816,099</u>	<u>\$ 2,135,445</u>	<u>\$ 36,680,654</u>

Notes Payable – Governmental Activities

2008 Land Acquisition - 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.

In fiscal year 2017, the City refunded this note with a bond, 2016 D. The June 1, 2018 payment was the last payment on this note.

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

NOTE 8 LONG-TERM DEBT (CONTINUED)

Notes Payable – Governmental Activities (Continued)

2017 Fire - During fiscal year 2017, the City secured a loan from NMFA for the purchase of self-contained breathing apparatus and accessories for the Fire Department. The first interest payment is due November 1, 2017 and the term of the loan is for eight years, ending May 1, 2025. Interest rates for this loan range from 0.84 percent to 1.63 percent. Debt service will be paid from the annual Fire Protection Fund allocation from the New Mexico State Fire Marshall.

Notes Payable – Business-Type Activities

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

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

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

2014 Fleet - 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.

Environmental Services - In fiscal year 2017 the City secured a loan in the amount of \$1,300,582 for the purchase of recycle carts for the Environmental Services enterprise. The first loan payment is set for June 1, 2017 and the final payment is April 1, 2024. The pledge and payment of principal and interest under the loan agreements is provided solely from the net revenues of the City's Environmental Services Enterprise Fund.

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

NOTE 8 LONG-TERM DEBT (CONTINUED)

Notes Payable – Business-Type Activities (Continued)

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

DW #2 Buckman - 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.

DW # 4 2696 - 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 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, 2018 are as follows:

Years Ended June 30	Governmental Activities		Enterprise Activities	
	Principal	Interest	Principal	Interest
2019	\$ 112,417	\$ 10,744	\$ 2,135,445	\$ 1,682,636
2020	113,519	9,643	2,194,300	1,622,673
2021	114,733	8,428	2,264,841	1,554,318
2022	116,087	7,075	2,342,036	1,481,962
2023	117,620	5,541	2,420,946	1,404,933
2024-2028	240,404	5,918	11,926,675	5,722,933
2029-2033	-	-	9,446,665	3,347,272
2034-2038	-	-	6,085,190	737,098
	<u>\$ 814,780</u>	<u>\$ 47,349</u>	<u>\$ 38,816,099</u>	<u>\$ 17,553,824</u>

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

NOTE 8 LONG-TERM DEBT (CONTINUED)

Changes in Long-Term Liabilities

The changes in long-term debt during the year ended June 30, 2018 are as follows:

Compensated Absences						
	Outstanding June 30, 2017	Additions	Reductions	Outstanding June 30, 2018	Due Within One Year	Long-Term
Governmental Activities	\$ 5,337,292	\$ 3,015,861	\$ (2,978,482)	\$ 5,374,671	\$ 1,827,338	\$ 3,547,333
Business-Type Activities	\$ 2,093,285	\$ 1,610,010	\$ (1,670,853)	\$ 2,032,442	\$ 589,405	\$ 1,443,037
Unamortized Gains(Losses) on Refundings						
	Outstanding June 30, 2017	Additions	Reductions	Outstanding June 30, 2018	Due Within One Year	Long-Term
Governmental Activities	\$ 473,558	-	\$ (434,183)	\$ 39,375	\$ 39,375	-
Business-Type Activities	\$ (5,506,553)	\$ 3,087,829	\$ (65,204)	\$ (2,483,928)	\$ (2,629,238)	\$ 145,310

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.

NOTE 9 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, 2018; 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.

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

NOTE 9 RISK MANAGEMENT (CONTINUED)

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

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

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

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

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
2016 - 2017				
Risk Management Fund	\$ 1,805,162	\$ 2,195,482	\$ 1,912,955	\$ 2,087,689
Santa Fe Health/Dental Fund	2,779,383	15,677,789	17,350,102	1,107,070
Workers' Compensation Fund	4,182,533	496,154	965,137	3,713,550
Unemployment	-	148,591	148,591	-
	<u>\$ 8,767,078</u>	<u>\$ 18,518,016</u>	<u>\$ 20,376,785</u>	<u>\$ 6,908,309</u>
2017 - 2018				
Risk Management Fund	\$ 2,087,689	\$ 1,004,579	\$ 1,249,774	\$ 1,842,494
Santa Fe Health/Dental Fund	1,107,070	18,318,842	18,182,912	1,243,000
Workers' Compensation Fund	3,713,550	1,091,093	1,106,554	3,698,089
Unemployment	-	35,656	35,656	-
	<u>\$ 6,908,309</u>	<u>\$ 20,450,170</u>	<u>\$ 20,574,896</u>	<u>\$ 6,783,583</u>

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

NOTE 10 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, 2018.

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.

NOTE 11 JOINTLY GOVERNED ORGANIZATIONS

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

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 to the independent water systems of the City and County. The City and County each own 50 percent 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

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

NOTE 11 JOINTLY GOVERNED ORGANIZATIONS (CONTINUED)

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, and month to month thereafter until a new Fiscal Agent agreement is finalized or termination by either party. 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 from: City of Santa Fe, P.O Box 909, Santa Fe, NM 87504-0909.

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.

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

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**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

NOTE 12 PENSION PLAN - PUBLIC EMPLOYERS RETIREMENT ASSOCIATION

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 (10-2 IA-1 to 10-1-IA-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 I in the PERA audited financial statements for the fiscal year ended June 30, 2017, available at:

https://www.saonm.org/media/audits/366_Public_Employees_Retirement_Association_FY2017.pdf

Contributions

The contribution requirements of defined benefit plan members and the City of Santa Fe are established in state statute under Chapter 10, Article 11, NMSA 1978. The contribution requirements may be amended by acts of the legislature. For the employer and employee contribution rates in effect for FY17 for the various PERA coverage options, for both Tier I and Tier II, see the tables available in the note disclosures on page 40 of the PERA FY18 annual audit report at

https://www.saonm.org/media/audits/366_Public_Employees_Retirement_Association_FY2017.pdf

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

NOTE 12 PENSION PLAN - PUBLIC EMPLOYERS RETIREMENT ASSOCIATION (CONTINUED)

Contributions (Continued)

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 \$8,047,907 for the year ended June 30, 2018.

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, 2016. The PERA pension liability amounts for each division were rolled forward from the valuation date to the Plan year ending June 30, 2017, using generally accepted actuarial principles. Therefore, the employer's portion was established as of the measurement date June 30, 2017.

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, 2017. Only employer contributions for the pay period end dates that fell within the period of July 1, 2016 to June 30, 2017 were included in the total contributions for a specific employer. Regular and any adjustment contributions that applied to FY 2017 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.

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

NOTE 12 PENSION PLAN - PUBLIC EMPLOYERS RETIREMENT ASSOCIATION (CONTINUED)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

For PERA Fund Municipal General Division, at June 30, 2018, City of Santa Fe reported a liability of \$72,228,756 for its proportionate share of the net pension liability. At June 30, 2017, City of Santa Fe's proportion was 5.2565%, which decreased from the prior year percentage of 5.2761% as of June 30, 2016.

For the year ended June 30, 2018, City of Santa Fe recognized PERA Fund Municipal General Division pension expense of \$8,200,870. At June 30, 2018, 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:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Changes of Assumptions	\$ 3,330,818	\$ 746,386
Change in Proportion	-	1,178,788
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	5,925,934	-
Changes in Experience	2,838,103	3,699,346
City of Santa Fe's Contributions Subsequent to the Measurement Date	4,421,074	-
	<u>\$ 16,515,929</u>	<u>\$ 5,624,520</u>

\$4,421,074 reported as deferred outflows of resources related to pensions resulting from City of Santa Fe's contributions subsequent to the measurement date June 30, 2017 will be recognized as a reduction of the net pension liability in the year ended June 30, 2019. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Years Ended June 30,</u>	<u>Amount</u>
2019	\$ 1,509,516
2020	5,816,706
2021	875,935
2022	(1,731,822)

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

NOTE 12 PENSION PLAN - PUBLIC EMPLOYERS RETIREMENT ASSOCIATION (CONTINUED)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

For PERA Fund Municipal Police Division, at June 30, 2018, City of Santa Fe reported a liability of \$26,273,806 for its proportionate share of the net pension liability. At June 30, 2017, City of Santa Fe's proportion was 4.7292% percent, which increased from the prior year proportion of 4.4859% as of June 30, 2016.

For the year ended June 30, 2018, City of Santa Fe recognized PERA Fund Municipal Police Division pension expense of \$3,226,836. At June 30, 2018, City of Santa Fe reported PERA Fund Municipal Police Division deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of Assumptions	\$ 1,563,203	\$ 610,953
Change in Proportion	958,828	633,895
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	2,115,995	-
Changes in Experience	1,595,741	4,909,003
City of Santa Fe's Contributions Subsequent to the Measurement Date	1,799,071	-
	<u>\$ 8,032,838</u>	<u>\$ 6,153,851</u>

\$1,799,071 reported as deferred outflows of resources related to pensions resulting from City of Santa Fe's contributions subsequent to the measurement date June 30, 2017 will be recognized as a reduction of the net pension liability in the year ended June 30, 2019. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Years Ended June 30,	Amount
2019	\$ (104,177)
2020	1,318,843
2021	(516,061)
2022	(618,689)

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

NOTE 12 PENSION PLAN - PUBLIC EMPLOYERS RETIREMENT ASSOCIATION (CONTINUED)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

For PERA Fund Municipal Fire Division, at June 30, 2018, City of Santa Fe reported a liability of \$38,675,254 for its proportionate share of the net pension liability. At June 30, 2017, City of Santa Fe's proportion was 6.7597%, which decreased from the prior year proportion of 7.067% percent as of June 30, 2016.

For the year ended June 30, 2018, City of Santa Fe recognized PERA Fund Municipal Fire Division pension expense of \$3,855,996. At June 30, 2018, City of Santa Fe reported PERA Fund Municipal Fire Division deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of Assumptions	\$ 1,528,987	\$ 242,476
Change in Proportion	443,614	1,617,372
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	1,451,832	
Changes in Experience	1,262,823	4,842,779
City of Santa Fe's Contributions Subsequent to the Measurement Date	1,827,762	
	\$ 6,515,018	\$ 6,702,627

\$1,827,762 reported as deferred outflows of resources related to pensions resulting from City of Santa Fe's contributions subsequent to the measurement date June 30, 2017 will be recognized as a reduction of the net pension liability in the year ended June 30, 2019. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Years Ended June 30,	Amount
2019	\$ (447,312)
2020	195,838
2021	(1,345,603)
2022	(418,294)

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

NOTE 12 PENSION PLAN - PUBLIC EMPLOYERS RETIREMENT ASSOCIATION (CONTINUED)

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, 2016 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, 2017 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, 2017. These actuarial methods and assumptions were adopted by the Board for use in the June 30, 2017 actuarial valuation. The total pension liability in the June 30, 2017 actuarial valuations were determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial valuation date	June 30, 2017
Actuarial cost method	Entry age normal
Amortization method	Level Percentage of Pay
Amortization period	Solved for based on statutory rates
Asset valuation method	4 Year Smoothed Market Value
Actuarial assumptions:	
Investment rate of return	7.51% annual rate, net of investment expense
Projected benefit payment	100 years
Payroll growth	2.75% - 3.25%
Projected salary increases	2.75% to 14.00% annual rate
Includes inflation at	2.25%
Mortality assumptions	RP-2000 mortality tables

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

NOTE 12 PENSION PLAN - PUBLIC EMPLOYERS RETIREMENT ASSOCIATION (CONTINUED)

Rate of Return

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:

<u>All Funds - Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Global Equity	43.50 %	7.39 %
Risk Reduction and Mitigation	21.50	1.79
Credit Oriented Fixed Income	15.00	5.77
Real Assets	20.00	7.35
Total	<u>100.00 %</u>	

Discount Rate

The discount rate used to measure the total pension liability was 7.51 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 7.51% 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 FINANCIAL STATEMENTS
JUNE 30, 2018**

NOTE 12 PENSION PLAN - PUBLIC EMPLOYERS RETIREMENT ASSOCIATION (CONTINUED)

Rate of Return (Continued)

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 (6.51%) or one percentage point higher (8.51%) than the single discount rate.

PERA Fund Municipal General Division

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
City of Santa Fe's Proportionate Share of the Net Pension Liability	<u>\$113,206,316</u>	<u>\$ 72,228,756</u>	<u>\$ 38,150,217</u>

PERA Fund Municipal Police Division

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
City of Santa Fe's Proportionate Share of the Net Pension Liability	<u>\$ 41,899,432</u>	<u>\$ 26,273,806</u>	<u>\$ 13,450,668</u>

PERA Fund Municipal Fire Division

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
City of Santa Fe's Proportionate Share of the Net Pension Liability	<u>\$ 51,834,849</u>	<u>\$ 38,675,254</u>	<u>\$ 27,830,546</u>

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued FY18 PERA financial report. The report is available at [http://osanm.org/media/audits/366 Public Employees Retirement Association FY2016.pdf](http://osanm.org/media/audits/366%20Public%20Employees%20Retirement%20Association%20FY2016.pdf)

Payables to the Pension Plan

There were no amounts owed to PERA at June 30, 2018. 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, 2018 but paid in July 2018.

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

NOTE 13 POSTEMPLOYMENT BENEFITS – STATE RETIREE HEALTH CARE PLAN

Plan Description

Employees of the City are provided with OPEB through the Retiree Health Care Fund (the Fund)—a cost-sharing multiple-employer defined benefit OPEB plan administered by the New Mexico Retiree Health Care Authority (NMRHCA). NMRHCA was formed February 13, 1990, under the New Mexico Retiree Health Care Act (the Act) of New Mexico Statutes Annotated, as amended (NMSA 1978), to administer the Fund under Section 10-7C-1-19 NMSA 1978. The Fund was created to provide comprehensive group health insurance coverage for individuals (and their spouses, dependents and surviving spouses) who have retired or will retire from public service in New Mexico.

NMRHCA is an independent agency of the State of New Mexico. The funds administered by NMRHCA are considered part of the State of New Mexico financial reporting entity and are OPEB trust funds of the State of New Mexico. NMRHCA's financial information is included with the financial presentation of the State of New Mexico.

Benefits Provided

The Fund is a healthcare plan that provides eligible retirees (including terminated employees who have accumulated benefits but are not yet receiving them), their spouses, dependents, and surviving spouses and dependents with health insurance and prescription drug benefits consisting of a plan, or optional plans of benefits, that can be contributions to the Fund and by co-payments or out-of-pocket payments of eligible retirees.

Employees covered by benefit terms: At June 30, 2017, the Fund's measurement date, the following employees were covered by the benefit terms:

Contributions

Employer and employee contributions to the Fund total 3% for nonenhanced retirement plans and 3.75% of enhanced retirement plans of each participating employee's salary as required by Section 10-7C-15 NMSA 1978.

The contributions are established by statute and are not based on an actuarial calculation. All employer and employee contributions are non-refundable under any circumstance, including termination of the employer's participation in the Fund.

The Agency's contributions to the RHCA for the year ended June 30, 2018 was \$1,375,677, which equal the required contributions for the year.

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

**NOTE 13 POSTEMPLOYMENT BENEFITS – STATE RETIREE HEALTH CARE PLAN
(CONTINUED)**

OPEB Liability, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At June 30, 2018, the Agency reported a liability of \$69,732,971 or its proportionate share of the net OPEB liability. This is the first fiscal year that the government has reported a net OPEB obligation. In the coming years, this liability is expected to be liquidated by the governmental funds in which salary expenditures occur. The net OPEB liability was measured as of June 30, 2017, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of that date. The Agency's proportion of the net OPEB liability was based on actual contributions provided to the Fund for the year ending June 30, 2017.

At June 30, 2017, the Agency's proportion was 1.54336%. For the year ended June 30, 2018, the Agency recognized OPEB expense of \$2,772,359. On June 30, 2018, the Agency reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Change in Proportion	\$ -	\$ 12,191,922
Changes of Assumptions	-	2,675,981
Difference Between Expected and Actual Experience	-	
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	1,003,157
City's Contributions Subsequent to the Measurement Date	1,375,677	-
Total	<u>\$ 1,375,677</u>	<u>\$ 15,871,060</u>

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

**NOTE 13 POSTEMPLOYMENT BENEFITS – STATE RETIREE HEALTH CARE PLAN
(CONTINUED)**

OPEB Liability, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

\$1,375,637 reported as deferred outflows of resources related to OPEB resulting from the Agency’s contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending June 30,	Amount
2019	\$ (3,374,298)
2020	(3,374,298)
2021	(3,374,298)
2022	(3,374,298)
2023	(2,373,866)

Actuarial Assumptions

The total pension liability in the June 30, 2017 actuarial valuation was determined using the following significant actuarial assumptions, applied to all periods included in the measurement:

Valuation Date	June 30, 2017	Entry Age Normal
Actuarial cost method	Entry age normal, level percent of pay, calculated on individual employee basis	
Asset Valuation Method	Market value of assets	
Actuarial assumptions:		
Inflation	2.5% for ERB; 2.25% for PERA	
Projected payroll increases	3.50%	
Investment rate of return	7.25%, net of OPEB plan investment expense and margin for adverse deviation including inflation	
Health care cost trend rate	8% graded down to 4.5% over 14 years for Non-Medicare medical plan costs and 7.5% graded down to 4.5% over 12 years for Medicare medical plan costs	

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

**NOTE 13 POSTEMPLOYMENT BENEFITS – STATE RETIREE HEALTH CARE PLAN
(CONTINUED)**

Rate of Return

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which the expected future real rates of return (net of investment fees and inflation) are developed for each major asset class. These returns 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, adding expected inflation and subtracting expected investment expenses and a risk margin. The target allocation and projected arithmetic real rates of return for each major asset class, after deducting inflation, but before investment expenses, used in the derivation of the long-term expected investment rate of return assumptions.

Discount Rate

The discount rate used to measure the Fund’s total OPEB liability is 3.81% as of June 30, 2017. The projection of cash flows used to determine the discount rate assumed that employer contributions will be made at rates proportional to the actuary determined contribution rates. For this purpose, employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Projected employer contributions that are intended to fund the service costs for future plan members and their beneficiaries are not included. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all projected future benefit payments for current plan members through the fiscal year ending June 30, 2028. Thus, the 7.25% discount rate was used to calculate the net OPEB liability through 2029. Beyond 2029, the index rate for 20-year, tax exempt general obligation municipal bonds with an average rating of AA/Aa or higher. Thus, 3.81% is the blended discount rate.

Sensitivity of the County’s Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate

The following presents the net OPEB liability of the county, as well as what the county’s net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.81%) or 1-percentage-point higher (4.81%) than the current discount rate:

	1% Decrease (2.81%)	Current Trend Rate (3.81%)	1% Increase (4.81%)
City’s Proportionate Share of the OPEB Liability	\$ 84,585,007	\$ 69,732,971	\$ 58,080,214

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

**NOTE 13 POSTEMPLOYMENT BENEFITS – STATE RETIREE HEALTH CARE PLAN
(CONTINUED)**

Sensitivity of the City’s Proportionate Share of the Net OPEB Liability to Changes in the Health Cost Trend Rate

The following presents the net OPEB liability of the City, as well as what the City’s net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Current Trend Rate	1% Increase
City’s Proportionate Share of the OPEB Liability	\$ 59,312,694	\$ 69,732,971	\$ 77,858,210

OPEB Plan Fiduciary Net Position

Detailed information about the OPEB plan’s fiduciary net position is available on NMRHCA’s web site at www.nmrhca.org/financial_documents.aspx

Payable Changes in the Net OPEB Liability

At June 30, 2018, the City reported a payable of \$80,414 for outstanding contributions due to NMRHCA for the year ended June 30, 2018.

NOTE 14 TAX ABATEMENTS

The City has entered into several agreements with entities pursuant to the NMSA 3-32-1 through 3-32-16 Municipal Bond Act for the purpose of promoting industry and trade by inducing manufacturing, industrial, and commercial enterprises to locate or expand in the state. The City has abated certain taxes as terms of the agreements. As required by GASB Statement No. 77, *Tax Abatement Disclosure*, the City has provided the following disclosure of agreements and abated taxes, as well as agreement entered into by other governments and entities who abated taxes that affected Santa Fe County. In addition, as required by the New Mexico Office of the State Auditor, Audit Rule NMAC 2.2.2.10 BB. (1), disclosure information for tax abatement shall be provided individually and may not be aggregated.

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

NOTE 14 TAX ABATEMENTS (CONTINUED)

Agency Number	6160
Agency Name	City of Santa Fe, New Mexico
Agency Type	Municipality
Tax Abatement Agreement Name	Ridgetop Road, LLC IRB
Recipient(s) of tax abatement	Ridgetop Road, LLC
Parent company(ies) of recipient(s) of tax abatement	Thornburg Investment Management
Tax abatement program (name and brief description)	Industrial Revenue Bond for the construction of the Thornburg Campus
Specific Tax(es) Being Abated	Property Tax
Legal authority under which tax abatement agreement was entered into	NMSA 1978, Sections 3-32-1 to 3-32-16, Industrial Revenue Bond Act.
Criteria that make a recipient eligible to receive a tax abatement	Construction of a "new" non-speculative office building not engaged in the sale of goods or commodities.
How are the tax abatement recipient's taxes reduced? (For example: through a reduction of assessed value)	Title to the facility is held by the City of Santa Fe and therefore not on the County Assessors tax role, eliminating property tax.
How is the amount of the tax abatement determined? For example, this could be a specific dollar amount, a percentage of the tax liability, etc.	The property is held in the City name and not on the County's tax roll. Therefore, no property tax is levied on the facility.
Are there provisions for recapturing abated taxes? (Yes or No)	Yes
If there are provisions for recapturing abated taxes, describe them, including the conditions under which abated taxes become eligible for recapture.	Section 4.17 of the lease specifies, in the event the Lessee ceases operations of the facilities (other than a temporary cessation not exceeding 60 days, during holiday periods, for maintenance and retooling, or because of short-term slack demand or other similar circumstances, or for such reasonable periods as may be required for the repair of facilities destroyed or damaged by casualty or resulting from labor dispute) with five years after the issuance of the Bond, the Lessee will pay to the Issuer, within 90 days of such termination or such cessation, an amount equal to (i) that percentage of the ad valorem taxes on real and personal Project Property that the Lessee would have been required to pay if the Bond had not been issued by the Issuer and the Project Property had been subject to the ad valorem taxation, calculated using mill levies and actual property tax valuations and rates for each tax year, plus (ii) the Applicable Percentage of the amount of gross receipts tax that would have been payable by vendors of Project Property if the Bond had not been issued and receipts from sales or Project Property had not been deductible from gross receipts of the vendors, plus (iii) the Applicable Percentage of the amount of compensating tax that would have been payable by the Lessee with respect to Project Property if the bond had not been issued.
List each specific commitment made by the recipient of the abatement.	1. Will contribute not less than \$45,000 per year to SFPS and \$15,000 to SFCC. 2. Will acquire property, build facility and to the extent necessary, after all bonds proceeds have been exhausted, will finance the completion of the project with its own funds. 3. Will maintain a set of plans and specifications for the project during the construction and installation. 4. Obtain all permits, approvals for operation and maintenance of the property. 5. Will not permit or suffers others to commit a nuisance on or about the project. 6. Will pay when due all taxes, assessments, governmental and other charges of any kind. 7. All utility and other charges incurred in the operation, maintenance, use, occupancy and upkeep of the property. 8. That the property will be continuously insured. 9. Shall give access to the facilities during regular business hours. 10. Will not suffer any liens to the existing property. 11. Will pay a PILOT as amended in 2010. 12. Will use commercially reasonable efforts to identify local vendors within the City's boundary.
Gross dollar amount, on an accrual basis, by which the government's tax revenues were reduced during the reporting period as a result of the tax abatement agreement.	\$165,390
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency or another agency in association with the foregone tax revenue, list the authority for and describe the payment, including the agency that is supposed to receive the payment.	The authority is provided for in the lease agreement between the City and Ridgetop Road, LLC. Every four years, starting in 2009, Ridgetop Road, LLC will have an appraisal done on the subject property, which will be, use for the next four years as basis for the PILOT. Using the School district property tax rate stated on the County of Santa Fe Certificate of Property Tax Rates in Mills, the mill rate is multiplied by the appraised property value. Thornburg, in compliance with New Mexico statute methodology regarding business personal property provides the City with its valuation estimate annually. That valuation is the basis to calculate the property tax. Then the two taxes are added together and a check is sent to the City. In turn, the City transfers the exact payment on to the Santa Fe Public Schools.
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year.	\$67,069.87, which was paid to the Santa Fe Public Schools per lease amendment.
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by a different agency in association with the foregone tax revenue, list the name of the agency and the amount of payments received in the current fiscal year.	NA
List each specific commitment made by your agency or any other government, other than the tax abatement.	1. The Issuer has authorized the execution, delivery and performance of the Bond Documents and the issuance of the Bond all for the purpose of financing the project and paying certain costs related to the issuance of the Bond. 2. That the City will sell the property at the expiration or sooner termination of the agreement. 4. Assignment of Rights, the City will assign certain rights to RRLLC. 5. Will not sell, transfer, assign or convey its rights, title, or interests in this agreement or property.
Are any other governments affected by this tax abatement agreement? (Yes or No) If yes, list each affected agency and complete an intergovernmental disclosure for each such agency.	Yes. County of Santa Fe, Santa Fe Community College, State of New Mexico
If your agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission.	NA

**CITY OF SANTA FE, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

NOTE 15 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 nor 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 2017-2018. As of June 30, 2018, there were three series of Industrial Revenue Bonds authorized and outstanding.

NOTE 16 SUBSEQUENT EVENTS

The City issued \$20,000,000 par value of 2018 Senior Lien Gross Receipts tax Improvement Revenue Bonds on November 14, 2018. Total bond proceeds including premium was \$22,653,336.35.

The City is preparing to issue \$16,525,000 in Waste Water Revenue Bonds in order to build two new anaerobic digesters. The City will pursue certification of these bonds as “Green Bonds” by the Climate Bonds Initiative.

NOTE 17 NET POSITION RESTATEMENT

The City has recorded a prior period adjustment in the amount of \$82,831,675 as required by GASB statement No. 75. This was a decrease to beginning net position in the governmental activities in the amount of \$60,707,102 and beginning net position in the business-type activities in the amount of \$22,124,573.

Additionally, the City reclassified the sick leave bank activity from an internal service activity to a fiduciary activity, and resulted in a decrease in beginning net position in governmental activities in the amount of \$447,983.

	Governmental Activities	Business-Type Activities	Total
Beginning Fund Balance	\$205,660,798	\$ 339,717,653	\$ 545,378,451
Restatement - GASB 75	(60,707,102)	(22,124,573)	(82,831,675)
Restatement - Sick Leave Bank	(447,983)	-	(447,983)
Beginning Fund Balance - Restated	<u>\$ 144,505,713</u>	<u>\$ 317,593,080</u>	<u>\$ 462,098,793</u>

Overall, the beginning net position, at the government-wide level, of the governmental activities was decreased by \$61,155,085 and business type activities was decreased by \$22,124,573.

REQUIRED SUPPLEMENTARY INFORMATION

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**CITY OF SANTA FE, NEW MEXICO
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2018**

**Schedule of the City's Proportionate Share of the Net Pension Liability
PERA Municipal General Division
Last 10 Fiscal Years ***

	Measurement Date			
	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Proportion of the Net Pension Liability (Asset)	5.26 %	5.28 %	5.46 %	5.00 %
Proportionate Share of the Net Pension Liability	\$ 72,228,756	\$ 84,294,324	\$ 55,705,113	\$ 42,647,687
Covered Payroll	\$ 46,164,487	\$ 45,175,990	\$ 45,329,706	\$ 44,378,612
Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered- Payroll	156.46%	186.56 %	122.89 %	96.00 %
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	73.74 %	69.18 %	76.99 %	81.00 %

* This schedule is presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend is compiled, the District will continue to present information for the years the information is available.

**Schedule of the City's Proportionate Share of the Net Pension Liability
PERA Municipal Police Division
Last 10 Fiscal Years ***

	Measurement Date			
	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Proportion of the Net Pension Liability (Asset)	4.73 %	4.49 %	4.71 %	4.00 %
Proportionate Share of the Net Pension Liability	\$ 26,273,806	\$ 33,098,305	\$ 22,640,627	\$ 15,588,474
Covered Payroll	\$ 9,746,730	\$ 8,900,280	\$ 9,228,017	\$ 9,209,308
Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered- Payroll	269.57%	370.97 %	245.35 %	169.00 %
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	73.74 %	69.18 %	76.99 %	81.00 %

* This schedule is presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend is compiled, the District will continue to present information for the years the information is available.

**CITY OF SANTA FE, NEW MEXICO
REQUIRED SUPPLEMENTARY INFORMATION (CONTINUED)
JUNE 30, 2018**

**Schedule of the City's Proportionate Share of the Net Pension Liability
PERA Municipal Fire Division
Last 10 Fiscal Years ***

	Measurement Date			
	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Proportion of the Net Pension Liability (Asset)	6.76 %	7.07 %	6.89 %	7.17 %
Proportionate Share of the Net Pension Liability	\$ 38,675,254	\$ 47,146,743	\$ 35,553,318	\$ 29,910,003
Covered Payroll	\$ 7,848,810	\$ 7,848,810	\$ 7,848,819	\$ 7,981,492
Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered- Payroll	492.75%	572.29 %	452.98 %	374.74 %
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	73.74 %	69.18 %	76.99 %	81.29 %

* This schedule is presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend is compiled, the District will continue to present information for the years the information is available.

**CITY OF SANTA FE, NEW MEXICO
REQUIRED SUPPLEMENTARY INFORMATION (CONTINUED)
JUNE 30, 2018**

**Schedule of Employer Contributions
PERA Municipal General Division
Last 10 Fiscal Years ***

	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
Contractually Required Contributions	\$ 4,421,074	\$ 4,408,708	\$ 4,167,065	\$ 8,958,197
Contributions in Relation to the Contractually Required Contribution	<u>(4,421,074)</u>	<u>(4,408,708)</u>	<u>(4,167,065)</u>	<u>(8,958,197)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's Covered Payroll	\$ 46,293,968	\$ 46,164,487	\$ 45,175,990	\$ 45,329,706
Contributions as a Percentage of Covered Payroll	9.55 %	9.55 %	9.22 %	19.76 %

* This schedule is presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend is compiled, the District will continue to present information for the years the information is available.

**Schedule of Employer Contributions
PERA Municipal Police Division
Last 10 Fiscal Years ***

	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
Contractually Required Contributions	\$ 1,799,071	\$ 1,842,132	\$ 1,682,505	\$ 2,975,446
Contributions in Relation to the Contractually Required Contribution	<u>(1,799,071)</u>	<u>(1,842,132)</u>	<u>(1,682,505)</u>	<u>(2,975,446)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's Covered Payroll	\$ 7,518,896	\$ 9,746,730	\$ 8,900,280	\$ 9,228,017
Contributions as a Percentage of Covered Payroll	23.93 %	18.90 %	18.90 %	32.24 %

* This schedule is presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend is compiled, the District will continue to present information for the years the information is available.

**Schedule of Employer Contributions
PERA Municipal Fire Division
Last 10 Fiscal Years ***

	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
Contractually Required Contributions	\$ 1,827,762	\$ 1,773,462	\$ 1,682,505	\$ 2,975,446
Contributions in Relation to the Contractually Required Contribution	<u>(1,827,762)</u>	<u>(1,773,462)</u>	<u>(1,682,505)</u>	<u>(2,975,446)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's Covered Payroll	\$ 8,442,319	\$ 7,848,810	\$ 7,848,819	\$ 7,848,819
Contributions as a Percentage of Covered Payroll	21.65 %	22.60 %	21.44 %	37.91 %

* This schedule is presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend is compiled, the District will continue to present information for the years the information is available.

CITY OF SANTA FE, NEW MEXICO
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2018

Changes of Benefit Terms

The PERA and COLA and retirement eligibility benefits changes in recent years are described in Note 1 of the PERA FY 16 audit available at:

[http://www.nmpera.org/assets/uploads/downloads/comprehensive-annual-financial-reports/2016-CAFR 12.22.16 FINAL- with-corrections.pdf](http://www.nmpera.org/assets/uploads/downloads/comprehensive-annual-financial-reports/2016-CAFR%2012.22.16%20FINAL-with-corrections.pdf).

Changes of Assumptions

The Public Employees Retirement Association (PERA) of the New Mexico Annual Actuarial Valuation as of June 30, 2016 is available at:

[http://www.nmpera.org/assets/uploads/downloads/retirement-fund-valuation-reports/6-30-2016-PERA-Valuation-Report- FINAL.pdf](http://www.nmpera.org/assets/uploads/downloads/retirement-fund-valuation-reports/6-30-2016-PERA-Valuation-Report-FINAL.pdf).

The Summary of Key Findings for PERA Fund (on page 2 of the report) states “based on the current statutory rates and actuarial assumptions, the UAAL is projected to be fully amortized in 56 years.” For details about changes in the actuarial assumptions, see Appendix B on page 53 of the report.

**CITY OF SANTA FE, NEW MEXICO
 SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
 NM RETIREE HEALTH CARE AUTHORITY (NMRHCA) PLAN
 LAST 10 FISCAL YEARS***

		<u>Measurement Date</u> <u>June 30, 2017</u>
City's proportion of the net OPEB liability		1.54336%
City's proportionate share of the net OPEB liability	\$	69,732,971
City's covered-employee payroll	\$	61,850,783
City's proportionate share of the net OPEB liability as a percentage of its covered-employee payroll		113.00%
Plan fiduciary net position as a percentage of the total OPEB liability		11.34%

* This schedule is presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend is compiled, the City will continue to present information for the years the information is available.

**CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF THE CITY'S OPEB CONTRIBUTIONS
NM RETIREE HEALTH CARE AUTHORITY (NMRHCA) PLAN
LAST 10 FISCAL YEARS***

	<u>June 30, 2018</u>	<u>June 30, 2017</u>
Contractually required contribution	\$ 1,375,677	\$ 1,321,178
Contributions in relation to the contractually required contribution	<u>1,375,677</u>	<u>1,321,178</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
City's covered-employee payroll	\$ 64,392,990	\$ 61,850,783
Contributions as a percentage of covered-employee payroll	2.14%	2.14%

* This schedule is presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend is compiled, the City will continue to present information for the years the information is available.

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

Changes of benefit terms

The Retiree Health Care Authority (RHCA) COLA and age eligibility benefits changes in recent years are described in the Notes to the RHCA FY18 audit available at <http://saonm.org/> using the Audit Search function for agency 343.

Changes of assumptions

The Retiree Health Care Authority (RHCA) of New Mexico Biennial Actuarial Valuation as of June 30, 2017 report is available at <http://saonm.org/> using the Audit Search function for agency 343.

SUPPLEMENTARY INFORMATION

CITY OF SANTA FE, NEW MEXICO
COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2018

	Special Revenue	Capital Projects	Total
ASSETS			
Cash and Investments	\$ 22,415,074	\$ 21,464,934	\$ 43,880,008
Cash Restricted for Debt Service Payments	-	-	-
Cash Restricted for State-Mandated			
Cash Balances	-	-	-
Cash Restricted for Endowment	255,656	-	255,656
Receivables:			
State-Shared Taxes	594,894	-	594,894
Local Taxes	3,494,879	-	3,494,879
Property Taxes	-	-	-
Motor	-	126,765	126,765
Interest	25,000	18,823	43,823
Ambulance, Net of Allowances	-	-	-
Grants, Restricted	1,070,331	3,709,757	4,780,088
Other Receivables, Net	3,593,115	-	3,593,115
Due from Other Funds	-	-	-
Supplies Inventory	-	-	-
Total Assets	\$ 31,448,949	\$ 25,320,279	\$ 56,769,228
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE (DEFICIT)			
Liabilities:			
Accounts Payable	\$ 1,472,331	\$ 1,866,377	\$ 3,338,708
Gross Receipts Taxes Payable	-	-	-
Accrued Wages Payable	293,472	18,684	312,156
Compensated Absence Payable	-	-	-
Due to Other Funds	560,000	-	560,000
Due to Other Governments	-	-	-
Deposits and Escrow	332,032	100,000	432,032
Unearned Revenue	-	-	-
Pooled Cash - Cash Overdrawn	6,222	-	6,222
Other Current Liabilities	38,110	-	38,110
Total Liabilities	2,702,167	1,985,061	4,687,228
Deferred Inflows of Resources:			
Unavailable Revenue	2,190,911	-	2,190,911
Total Deferred Inflows of Resources	2,190,911	-	2,190,911
Fund Balance (Deficit):			
Nonspendable	255,656	-	255,656
Restricted	22,120,690	8,532,488	30,653,178
Committed	1,527,787	-	1,527,787
Assigned	2,661,421	14,814,030	17,475,451
Unassigned	(9,683)	(11,300)	(20,983)
Total Fund Balance (Deficit)	26,555,871	23,335,218	49,891,089
Total Liabilities, Deferred Inflows of Resources, and Fund Balance (Deficit)	\$ 31,448,949	\$ 25,320,279	\$ 56,769,228

CITY OF SANTA FE, NEW MEXICO
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2018

	Special Revenue	Capital Projects	Total
REVENUES			
Gross Receipts Taxes	\$ 20,223,198	\$ -	\$ 20,223,198
Motor Taxes	-	1,445,498	1,445,498
Lodgers' Taxes	11,743,131	-	11,743,131
Property Taxes	67,070	-	67,070
Franchise	18,873	-	18,873
Licenses and Permits	43,985	-	43,985
Intergovernmental:			
Federal	1,324,929	-	1,324,929
State	2,925,712	2,642,224	5,567,936
Local	39,318	-	39,318
Fees and Charges for Services	4,894,623	-	4,894,623
Fines and Forfeitures	323,691	54,002	377,693
Rents, Royalties, and Concessions	314,536	-	314,536
Investment Income (Loss)	37,474	28,221	65,695
Other Revenues	1,610,400	78,132	1,688,532
Total Revenues	43,566,940	4,248,077	47,815,017
EXPENDITURES			
Current:			
Salaries, Wages, and Fringe Benefits	6,595,179	673,042	7,268,221
Contractual Services and Utilities	7,628,782	1,385,538	9,014,320
Repairs and Maintenance	148,708	74,137	222,845
Supplies	1,915,770	218,635	2,134,405
Capital Outlay - Inventory-Exempt Items	915,116	2,935,763	3,850,879
Insurance Premiums	58,307	-	58,307
Claims and Judgements	1,755	-	1,755
Other	4,873,653	38,202	4,911,855
Total Current Expenditures	22,137,270	5,325,317	27,462,587
Capital Outlay	1,859,296	8,356,963	10,216,259
Debt Service:			
Bond Issuance Costs	-	215,345	215,345
Total Expenditures	23,996,566	13,897,625	37,894,191
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	19,570,374	(9,649,548)	9,920,826
OTHER FINANCING SOURCES (USES)			
Transfers In	13,842,240	6,642,775	20,485,015
Transfers Out	(29,763,547)	(3,795,310)	(33,558,857)
Proceeds from Sale of Capital Assets	333,138	-	333,138
Bond Proceeds	-	10,290,000	10,290,000
Premiums on Bonds Issues	-	1,427,851	1,427,851
Total Other Financing Sources (Uses)	(15,588,169)	14,565,316	(1,022,853)
NET CHANGE IN FUND BALANCE	3,982,205	4,915,768	8,897,973
Fund Balances - Beginning of Year	22,573,666	18,419,450	40,993,116
FUND BALANCES - END OF YEAR	\$ 26,555,871	\$ 23,335,218	\$ 49,891,089

**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

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 3-8-13 to 24 NMSA 1978

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

1/2% 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-IOA-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

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

**NONMAJOR GOVERNMENTAL FUNDS
SPECIAL REVENUE FUNDS**

Community Development Grants – to account for the 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 Grants – 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. 1 982-11. 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 .1 IA 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.

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CITY OF SANTA FE, NEW MEXICO
COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS –
SPECIAL REVENUE FUNDS
JUNE 30, 2018

	General Government				
	Capital Equipment Reserve	Franchise Fee	Economic Development	Lodger's Tax Fund	Public Campaign
ASSETS					
Cash and Investments	\$ 365,098	\$ -	\$ 606,443	\$ 2,439,074	\$ 507,531
Cash Restricted for Debt Service Payments	-	-	-	-	-
Cash Restricted for State-Mandated					
Cash Balances	-	-	-	-	-
Cash Restricted for Endowment	-	-	-	-	-
Receivables:					
State-Shared Taxes	-	-	92,294	-	-
Local Taxes	-	4,912	-	-	-
Interest	-	-	-	7,804	-
Grants, Restricted	-	-	75,000	80,000	-
Other Receivables, Net	-	-	58,198	1,196,678	-
Due from Other Funds	-	-	-	-	-
Total Assets	\$ 365,098	\$ 4,912	\$ 831,935	\$ 3,723,556	\$ 507,531
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE (DEFICIT)					
Liabilities:					
Accounts Payable	\$ 150	\$ 8,373	\$ 202,012	\$ 469,668	\$ 9,690
Accrued Wages Payable	-	-	-	63,803	-
Due to Other Funds	-	-	-	-	-
Deposits and Escrow	-	-	3,600	-	-
Pooled Cash - Cash Overdrawn	-	6,222	-	-	-
Other Current Liabilities	-	-	-	-	-
Total Liabilities	150	14,595	205,612	533,471	9,690
Deferred Inflows of Resources:					
Unavailable Revenue	-	-	60,762	10,000	-
Total Deferred Inflows of Resources	-	-	60,762	10,000	-
Fund Balance (Deficit):					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	3,180,085	-
Committed	364,948	-	-	-	497,841
Assigned	-	-	565,561	-	-
Unassigned	-	(9,683)	-	-	-
Total Fund Balance (Deficit)	364,948	(9,683)	565,561	3,180,085	497,841
Total Liabilities, Deferred Inflows of Resources, and Fund Balance (Deficit)	\$ 365,098	\$ 4,912	\$ 831,935	\$ 3,723,556	\$ 507,531

**CITY OF SANTA FE, NEW MEXICO
COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS –
SPECIAL REVENUE FUNDS (CONTINUED)
JUNE 30, 2018**

1/2% Gross Receipts Tax	Total General Government	Public Safety				Total Public Safety
		Animal Services	Emergency Service Grants	Environmental Services	Law Enforcement Grants	
\$ 4,395,533	\$ 8,313,679	\$ 139,566	\$ 984,320	\$ 825,795	\$ 2,075,863	\$ 4,025,544
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	92,294	-	-	-	-	-
3,034,628	3,039,540	-	-	-	455,339	455,339
8,084	15,888	-	-	-	-	-
-	155,000	-	207,450	36,326	13,183	256,959
-	1,254,876	-	-	-	112,940	112,940
-	-	-	-	-	-	-
<u>\$ 7,438,245</u>	<u>\$ 12,871,277</u>	<u>\$ 139,566</u>	<u>\$ 1,191,770</u>	<u>\$ 862,121</u>	<u>\$ 2,657,325</u>	<u>\$ 4,850,782</u>
\$ -	\$ 689,893	\$ 88	\$ 72,640	\$ 17,693	\$ 268,622	\$ 359,043
-	63,803	-	6,951	1,106	4,550	12,607
-	-	-	-	-	-	-
-	3,600	-	-	-	-	-
-	6,222	-	-	-	-	-
-	-	-	-	-	26,110	26,110
-	763,518	88	79,591	18,799	299,282	397,760
-	70,762	-	-	-	-	-
-	70,762	-	-	-	-	-
-	-	-	-	-	-	-
7,146,412	10,326,497	139,478	1,108,057	-	2,309,743	3,557,278
-	862,789	-	-	-	-	-
291,833	857,394	-	4,122	843,322	48,300	895,744
-	(9,683)	-	-	-	-	-
<u>7,438,245</u>	<u>12,036,997</u>	<u>139,478</u>	<u>1,112,179</u>	<u>843,322</u>	<u>2,358,043</u>	<u>4,453,022</u>
<u>\$ 7,438,245</u>	<u>\$ 12,871,277</u>	<u>\$ 139,566</u>	<u>\$ 1,191,770</u>	<u>\$ 862,121</u>	<u>\$ 2,657,325</u>	<u>\$ 4,850,782</u>

CITY OF SANTA FE, NEW MEXICO
COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS –
SPECIAL REVENUE FUNDS (CONTINUED)
JUNE 30, 2018

	Public Works			Total Public Works
	City Drainage Projects	Impact Fee Projects	Transportation Grants	
ASSETS				
Cash and Investments	\$ 464,955	\$ 3,519,727	\$ 26,452	\$ 4,011,134
Cash Restricted for Debt Service Payments	-	-	-	-
Cash Restricted for State-Mandated				
Cash Balances	-	-	-	-
Cash Restricted for Endowment	-	-	-	-
Receivables:				
State-Shared Taxes	-	-	-	-
Local Taxes	-	-	-	-
Interest	-	5,659	-	5,659
Grants, Restricted	-	-	239,712	239,712
Other Receivables, Net	105,150	-	-	105,150
Due from Other Funds	-	-	-	-
	<u>\$ 570,105</u>	<u>\$ 3,525,386</u>	<u>\$ 266,164</u>	<u>\$ 4,361,655</u>
Total Assets				
	<u>\$ 570,105</u>	<u>\$ 3,525,386</u>	<u>\$ 266,164</u>	<u>\$ 4,361,655</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE (DEFICIT)				
Liabilities:				
Accounts Payable	\$ 85,082	\$ -	\$ 2,245	\$ 87,327
Accrued Wages Payable	10,018	-	10,051	20,069
Due to Other Funds	-	-	-	-
Deposits and Escrow	-	-	-	-
Pooled Cash - Cash Overdrawn	-	-	-	-
Other Current Liabilities	-	12,000	-	12,000
Total Liabilities	<u>95,100</u>	<u>12,000</u>	<u>12,296</u>	<u>119,396</u>
Deferred Inflows of Resources:				
Unavailable Revenue	-	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance (Deficit):				
Nonspendable	-	-	-	-
Restricted	-	3,513,386	253,868	3,767,254
Committed	-	-	-	-
Assigned	475,005	-	-	475,005
Unassigned	-	-	-	-
Total Fund Balance (Deficit)	<u>475,005</u>	<u>3,513,386</u>	<u>253,868</u>	<u>4,242,259</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance (Deficit)	<u>\$ 570,105</u>	<u>\$ 3,525,386</u>	<u>\$ 266,164</u>	<u>\$ 4,361,655</u>

**CITY OF SANTA FE, NEW MEXICO
 COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS –
 SPECIAL REVENUE FUNDS (CONTINUED)
 JUNE 30, 2018**

Community Development		
Community Development Grants	Senior Citizen Grants	Total Community Development
\$ 1,585,682	\$ 443,364	\$ 2,029,046
-	-	-
-	-	-
204,095	-	204,095
-	-	-
1	-	1
111,532	298,223	409,755
-	-	-
-	-	-
<u>\$ 1,901,310</u>	<u>\$ 741,587</u>	<u>\$ 2,642,897</u>
\$ 211,124	\$ 7,645	\$ 218,769
2,940	81,283	84,223
-	-	-
328,432	-	328,432
-	-	-
-	-	-
542,496	88,928	631,424
-	-	-
-	-	-
-	-	-
1,337,234	652,659	1,989,893
-	-	-
21,580	-	21,580
-	-	-
<u>1,358,814</u>	<u>652,659</u>	<u>2,011,473</u>
<u>\$ 1,901,310</u>	<u>\$ 741,587</u>	<u>\$ 2,642,897</u>

CITY OF SANTA FE, NEW MEXICO
COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS –
SPECIAL REVENUE FUNDS (CONTINUED)
JUNE 30, 2018

	Historic Preservation Grants	Library Fund	NEA Grants	Plaza Use	Culture and Public Facilities Purchase
ASSETS					
Cash and Investments	\$ 193,987	\$ 458,752	\$ 16,560	\$ 146,719	\$ 56,902
Cash Restricted for Debt Service Payments	-	-	-	-	-
Cash Restricted for State-Mandated					
Cash Balances	-	-	-	-	-
Cash Restricted for Endowment	-	255,656	-	-	-
Receivables:					
State-Shared Taxes	-	-	-	-	-
Local Taxes	-	-	-	-	-
Interest	-	-	-	-	-
Grants, Restricted	-	-	-	-	-
Other Receivables, Net	-	-	-	-	-
Due from Other Funds	-	-	-	-	-
	<u>193,987</u>	<u>714,408</u>	<u>16,560</u>	<u>146,719</u>	<u>56,902</u>
Total Assets	<u>\$ 193,987</u>	<u>\$ 714,408</u>	<u>\$ 16,560</u>	<u>\$ 146,719</u>	<u>\$ 56,902</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE (DEFICIT)					
Liabilities:					
Accounts Payable	\$ -	\$ 34,064	\$ 7,517	\$ -	\$ -
Accrued Wages Payable	-	19,426	-	-	-
Due to Other Funds	-	-	-	-	-
Deposits and Escrow	-	-	-	-	-
Pooled Cash - Cash Overdrawn	-	-	-	-	-
Other Current Liabilities	-	-	-	-	-
Total Liabilities	<u>-</u>	<u>53,490</u>	<u>7,517</u>	<u>-</u>	<u>-</u>
Deferred Inflows of Resources:					
Unavailable Revenue	-	-	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance (Deficit):					
Nonspendable	-	255,656	-	-	-
Restricted	193,987	405,262	-	-	-
Committed	-	-	-	146,719	56,902
Assigned	-	-	9,043	-	-
Unassigned	-	-	-	-	-
Total Fund Balance (Deficit)	<u>193,987</u>	<u>660,918</u>	<u>9,043</u>	<u>146,719</u>	<u>56,902</u>
	<u>\$ 193,987</u>	<u>\$ 714,408</u>	<u>\$ 16,560</u>	<u>\$ 146,719</u>	<u>\$ 56,902</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance (Deficit)	<u>\$ 193,987</u>	<u>\$ 714,408</u>	<u>\$ 16,560</u>	<u>\$ 146,719</u>	<u>\$ 56,902</u>

**CITY OF SANTA FE, NEW MEXICO
COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS –
SPECIAL REVENUE FUNDS (CONTINUED)
JUNE 30, 2018**

Recreation					Total	Total
Quality of Life Project	Recreation Grants	Land Development	Special Recreation Leagues	Total Culture and Recreation	Nonmajor Special Revenue Funds	Total Nonmajor Special Revenue Funds
\$ 470,562	\$ 1,758,680	\$ 825,234	\$ 108,275	\$ 4,035,671	\$ 22,415,074	\$ 22,415,074
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	255,656	-	255,656
-	298,505	-	-	298,505	-	594,894
-	-	-	-	-	-	3,494,879
-	3,452	-	-	3,452	-	25,000
-	8,905	-	-	8,905	-	1,070,331
-	-	2,120,149	-	2,120,149	-	3,593,115
-	-	-	-	-	-	-
<u>\$ 470,562</u>	<u>\$ 2,069,542</u>	<u>\$ 2,945,383</u>	<u>\$ 108,275</u>	<u>\$ 6,722,338</u>	<u>\$ 31,448,949</u>	<u>\$ 31,448,949</u>
\$ 9,185	\$ 64,158	\$ -	\$ 2,375	\$ 117,299	\$ 1,472,331	\$ 1,472,331
-	93,344	-	-	112,770	-	293,472
-	-	560,000	-	560,000	-	560,000
-	-	-	-	-	-	332,032
-	-	-	-	-	-	6,222
-	-	-	-	-	-	38,110
9,185	157,502	560,000	2,375	790,069	-	2,702,167
-	-	2,120,149	-	2,120,149	-	2,190,911
-	-	2,120,149	-	2,120,149	-	2,190,911
-	-	-	-	255,656	-	255,656
-	1,880,519	-	-	2,479,768	-	22,120,690
461,377	-	-	-	664,998	-	1,527,787
-	31,521	265,234	105,900	411,698	-	2,661,421
-	-	-	-	-	-	(9,683)
<u>461,377</u>	<u>1,912,040</u>	<u>265,234</u>	<u>105,900</u>	<u>3,812,120</u>	<u>26,555,871</u>	<u>26,555,871</u>
<u>\$ 470,562</u>	<u>\$ 2,069,542</u>	<u>\$ 2,945,383</u>	<u>\$ 108,275</u>	<u>\$ 6,722,338</u>	<u>\$ 31,448,949</u>	<u>\$ 31,448,949</u>

**CITY OF SANTA FE, NEW MEXICO
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES – NONMAJOR GOVERNMENTAL
FUNDS – SPECIAL REVENUE FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2018**

	General Government				
	Capital Equipment Reserve	Franchise Fee	Economic Development	Lodger's Tax Fund	Public Campaign
REVENUES					
Gross Receipts Taxes	\$ -	\$ -	\$ 453,447	\$ -	\$ -
Motor Taxes	-	-	-	-	-
Lodgers' Taxes	-	-	-	11,743,131	-
Property Taxes	-	-	67,070	-	-
Franchise	-	18,873	-	-	-
Licenses and Permits	-	-	-	5,395	-
Intergovernmental:					
Federal	-	-	-	-	-
State	-	-	-	-	-
Local	-	-	-	-	-
Fees and Charges for Services	-	-	4,700	(267)	-
Fines and Forfeitures	-	-	-	-	-
Rents, Royalties, and Concessions	-	-	314,536	-	-
Investment Income (Loss)	-	-	-	11,698	-
Other Revenues	11,625	-	1,226,081	249,119	15,820
Total Revenues	<u>11,625</u>	<u>18,873</u>	<u>2,065,834</u>	<u>12,009,076</u>	<u>15,820</u>
EXPENDITURES					
Current:					
Salaries, Wages, and Fringe Benefits	-	-	55,866	1,940,369	-
Contractual Services and Utilities	-	16,891	1,638,329	927,779	155,012
Repairs and Maintenance	16,630	-	-	687	-
Supplies	587	-	6,160	82,933	-
Capital Outlay - Inventory-Exempt Items	(853)	-	-	9,921	-
Depreciation Expense	-	-	-	-	-
Insurance Premiums	-	-	11,860	43,319	-
Claims and Judgements	-	-	-	-	-
BDD - Source of Supply	-	-	-	-	-
Other	-	-	107,726	3,496,697	68,957
Total Current Expenditures	<u>16,364</u>	<u>16,891</u>	<u>1,819,941</u>	<u>6,501,705</u>	<u>223,969</u>
Capital Outlay	-	-	-	-	-
Total Expenditures	<u>16,364</u>	<u>16,891</u>	<u>1,819,941</u>	<u>6,501,705</u>	<u>223,969</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(4,739)	1,982	245,893	5,507,371	(208,149)
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	75,000	8,869,483	150,000
Transfers Out	-	(6,667)	(20,000)	(15,398,463)	(109,000)
Proceeds from Sale of Capital Assets	96,784	-	-	-	-
Total Other Financing Sources (Uses)	<u>96,784</u>	<u>(6,667)</u>	<u>55,000</u>	<u>(6,528,980)</u>	<u>41,000</u>
NET CHANGE IN FUND BALANCE	92,045	(4,685)	300,893	(1,021,609)	(167,149)
Fund Balances - Beginning of Year	<u>272,903</u>	<u>(4,998)</u>	<u>264,668</u>	<u>4,201,694</u>	<u>664,990</u>
FUND BALANCES - END OF YEAR	<u>\$ 364,948</u>	<u>\$ (9,683)</u>	<u>\$ 565,561</u>	<u>\$ 3,180,085</u>	<u>\$ 497,841</u>

**CITY OF SANTA FE, NEW MEXICO
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES – NONMAJOR GOVERNMENTAL
FUNDS – SPECIAL REVENUE FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2018**

1/2% Gross Receipts Tax	Total General Government	Public Safety				Total Public Safety
		Animal Services	Emergency Service Grants	Environmental Services	Law Enforcement Grants	
\$ 15,068,445	\$ 15,521,892	\$ -	\$ -	\$ -	\$ 2,231,990	\$ 2,231,990
-	-	-	-	-	-	-
-	11,743,131	-	-	-	-	-
-	67,070	-	-	-	-	-
-	18,873	-	-	-	-	-
-	5,395	17,920	-	-	1,650	19,570
-	-	-	334,077	36,326	-	370,403
-	-	-	1,004,584	65,018	294,053	1,363,655
-	-	-	-	-	-	-
-	4,433	-	18,600	22,525	1,209,217	1,250,342
-	-	37,040	-	-	255,832	292,872
-	314,536	-	-	-	-	-
12,120	23,818	-	-	-	-	-
-	1,502,645	565	2,145	-	76,183	78,893
15,080,565	29,201,793	55,525	1,359,406	123,869	4,068,925	5,607,725
-	1,996,235	-	149,701	28,295	135,875	313,871
-	2,738,011	-	49,349	23,813	1,052,856	1,126,018
-	17,317	-	54,814	2,176	22,793	79,783
-	89,680	3,802	67,992	12,661	753,062	837,517
-	9,068	-	54,997	2,496	719,539	777,032
-	-	-	-	-	-	-
-	55,179	-	-	-	-	-
-	-	-	-	-	1,755	1,755
-	-	-	-	-	-	-
-	3,673,380	12,466	191,450	19,145	690,096	913,157
-	8,578,870	16,268	568,303	88,586	3,375,976	4,049,133
-	-	-	318,827	-	567,093	885,920
-	8,578,870	16,268	887,130	88,586	3,943,069	4,935,053
15,080,565	20,622,923	39,257	472,276	35,283	125,856	672,672
-	9,094,483	-	152,014	-	110,000	262,014
(13,190,591)	(28,724,721)	-	(157,463)	-	(735,000)	(892,463)
-	96,784	-	-	-	226,354	226,354
(13,190,591)	(19,533,454)	-	(5,449)	-	(398,646)	(404,095)
1,889,974	1,089,469	39,257	466,827	35,283	(272,790)	268,577
5,548,271	10,947,528	100,221	645,352	808,039	2,630,833	4,184,445
<u>\$ 7,438,245</u>	<u>\$ 12,036,997</u>	<u>\$ 139,478</u>	<u>\$ 1,112,179</u>	<u>\$ 843,322</u>	<u>\$ 2,358,043</u>	<u>\$ 4,453,022</u>

**CITY OF SANTA FE, NEW MEXICO
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES – NONMAJOR GOVERNMENTAL
FUNDS – SPECIAL REVENUE FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2018**

	Public Works			Total Public Works
	City Drainage Projects	Impact Fee Projects	Transportation Grants	
REVENUES				
Gross Receipts Taxes	\$ -	\$ -	\$ -	\$ -
Motor Taxes	-	-	-	-
Lodgers' Taxes	-	-	-	-
Property Taxes	-	-	-	-
Franchise	-	-	-	-
Licenses and Permits	-	-	-	-
Intergovernmental:				
Federal	-	-	-	-
State	-	-	332,539	332,539
Local	-	-	14,318	14,318
Fees and Charges for Services	1,520,403	1,310,962	-	2,831,365
Fines and Forfeitures	-	-	-	-
Rents, Royalties, and Concessions	-	-	-	-
Investment Income (Loss)	-	8,482	-	8,482
Other Revenues	-	-	-	-
Total Revenues	<u>1,520,403</u>	<u>1,319,444</u>	<u>346,857</u>	<u>3,186,704</u>
EXPENDITURES				
Current:				
Salaries, Wages, and Fringe Benefits	300,550	-	292,421	592,971
Contractual Services and Utilities	161,169	-	73,923	235,092
Repairs and Maintenance	-	-	-	-
Supplies	932	-	941	1,873
Capital Outlay - Inventory-Exempt Items	15,118	-	-	15,118
Depreciation Expense	-	-	-	-
Insurance Premiums	-	-	-	-
Claims and Judgements	-	-	-	-
BDD - Source of Supply	-	-	-	-
Other	7,768	-	29,915	37,683
Total Current Expenditures	<u>485,537</u>	<u>-</u>	<u>397,200</u>	<u>882,737</u>
Capital Outlay	746,587	-	-	746,587
Total Expenditures	<u>1,232,124</u>	<u>-</u>	<u>397,200</u>	<u>1,629,324</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	288,279	1,319,444	(50,343)	1,557,380
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	89,458	89,458
Transfers Out	(451)	-	-	(451)
Proceeds from Sale of Capital Assets	-	-	-	-
Total Other Financing Sources (Uses)	<u>(451)</u>	<u>-</u>	<u>89,458</u>	<u>89,007</u>
NET CHANGE IN FUND BALANCE	287,828	1,319,444	39,115	1,646,387
Fund Balances - Beginning of Year	187,177	2,193,942	214,753	2,595,872
FUND BALANCES - END OF YEAR	<u>\$ 475,005</u>	<u>\$ 3,513,386</u>	<u>\$ 253,868</u>	<u>\$ 4,242,259</u>

**CITY OF SANTA FE, NEW MEXICO
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES – NONMAJOR GOVERNMENTAL
FUNDS – SPECIAL REVENUE FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2018**

Community Development Grants	Senior Citizen Grants	Total Community Development
\$ 1,002,736	\$ -	\$ 1,002,736
-	-	-
-	-	-
-	-	-
-	-	-
582,414	372,112	954,526
145,000	996,546	1,141,546
-	-	-
611,540	52,096	663,636
-	-	-
-	-	-
-	-	-
-	15,046	15,046
<u>2,341,690</u>	<u>1,435,800</u>	<u>3,777,490</u>
61,150	2,542,998	2,604,148
1,947,685	33,514	1,981,199
-	31,983	31,983
2,483	643,828	646,311
-	102,418	102,418
-	-	-
-	3,128	3,128
-	-	-
-	-	-
6,609	220,888	227,497
<u>2,017,927</u>	<u>3,578,757</u>	<u>5,596,684</u>
145,000	81,789	226,789
<u>2,162,927</u>	<u>3,660,546</u>	<u>5,823,473</u>
178,763	(2,224,746)	(2,045,983)
-	2,461,706	2,461,706
-	(70,552)	(70,552)
10,000	-	10,000
<u>10,000</u>	<u>2,391,154</u>	<u>2,401,154</u>
188,763	166,408	355,171
<u>1,170,051</u>	<u>486,251</u>	<u>1,656,302</u>
<u>\$ 1,358,814</u>	<u>\$ 652,659</u>	<u>\$ 2,011,473</u>

**CITY OF SANTA FE, NEW MEXICO
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES – NONMAJOR GOVERNMENTAL
FUNDS – SPECIAL REVENUE FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2018**

	Historic Preservation Grants	Library Fund	NEA Grants	Plaza Use	Culture and Public Facilities Purchase
REVENUES					
Gross Receipts Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Motor Taxes	-	-	-	-	-
Lodgers' Taxes	-	-	-	-	-
Property Taxes	-	-	-	-	-
Franchise	-	-	-	-	-
Licenses and Permits	19,020	-	-	-	-
Intergovernmental:					
Federal	-	-	-	-	-
State	-	66,460	-	-	-
Local	-	25,000	-	-	-
Fees and Charges for Services	-	-	-	8,850	-
Fines and Forfeitures	-	1,879	-	28,940	-
Rents, Royalties, and Concessions	-	-	-	-	-
Investment Income (Loss)	-	-	-	-	-
Other Revenues	-	-	10,316	-	-
Total Revenues	<u>19,020</u>	<u>93,339</u>	<u>10,316</u>	<u>37,790</u>	<u>-</u>
EXPENDITURES					
Current:					
Salaries, Wages, and Fringe Benefits	-	607,597	-	-	-
Contractual Services and Utilities	947	114,077	69,899	-	-
Repairs and Maintenance	-	4,266	-	900	-
Supplies	-	202,667	-	24,618	-
Capital Outlay - Inventory-Exempt Items	-	11,480	-	-	-
Depreciation Expense	-	-	-	-	-
Insurance Premiums	-	-	-	-	-
Claims and Judgements	-	-	-	-	-
BDD - Source of Supply	-	-	-	-	-
Other	83	-	3,321	-	-
Total Current Expenditures	<u>1,030</u>	<u>940,087</u>	<u>73,220</u>	<u>25,518</u>	<u>-</u>
Capital Outlay	-	-	-	-	-
Total Expenditures	<u>1,030</u>	<u>940,087</u>	<u>73,220</u>	<u>25,518</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	17,990	(846,748)	(62,904)	12,272	-
OTHER FINANCING SOURCES (USES)					
Transfers In	-	1,074,474	65,750	-	-
Transfers Out	-	-	-	-	-
Proceeds from Sale of Capital Assets	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>1,074,474</u>	<u>65,750</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	17,990	227,726	2,846	12,272	-
Fund Balances - Beginning of Year	<u>175,997</u>	<u>433,192</u>	<u>6,197</u>	<u>134,447</u>	<u>56,902</u>
FUND BALANCES - END OF YEAR	<u>\$ 193,987</u>	<u>\$ 660,918</u>	<u>\$ 9,043</u>	<u>\$ 146,719</u>	<u>\$ 56,902</u>

**CITY OF SANTA FE, NEW MEXICO
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES – NONMAJOR GOVERNMENTAL
 FUNDS – SPECIAL REVENUE FUNDS (CONTINUED)
 YEAR ENDED JUNE 30, 2018**

Recreation Quality of Life Project	Recreation Grants	Land Development	Special Recreation Leagues	Total Culture and Recreation	Total Nonmajor Special Revenue Funds
\$ -	\$ 1,466,580	\$ -	\$ -	\$ 1,466,580	\$ 20,223,198
-	-	-	-	-	-
-	-	-	-	-	11,743,131
-	-	-	-	-	67,070
-	-	-	-	-	18,873
-	-	-	-	19,020	43,985
-	-	-	-	-	1,324,929
-	21,512	-	-	87,972	2,925,712
-	-	-	-	25,000	39,318
-	93,381	-	42,616	144,847	4,894,623
-	-	-	-	30,819	323,691
-	-	-	-	-	314,536
-	5,174	-	-	5,174	37,474
3,500	-	-	-	13,816	1,610,400
<u>3,500</u>	<u>1,586,647</u>	<u>-</u>	<u>42,616</u>	<u>1,793,228</u>	<u>43,566,940</u>
-	480,357	-	-	1,087,954	6,595,179
99,135	1,128,149	102,616	33,639	1,548,462	7,628,782
11,106	3,144	-	209	19,625	148,708
27,057	71,691	-	14,356	340,389	1,915,770
-	-	-	-	11,480	915,116
-	-	-	-	-	-
-	-	-	-	-	58,307
-	-	-	-	-	1,755
-	-	-	-	-	-
8,894	9,540	-	98	21,936	4,873,653
<u>146,192</u>	<u>1,692,881</u>	<u>102,616</u>	<u>48,302</u>	<u>3,029,846</u>	<u>22,137,270</u>
-	-	-	-	-	1,859,296
<u>146,192</u>	<u>1,692,881</u>	<u>102,616</u>	<u>48,302</u>	<u>3,029,846</u>	<u>23,996,566</u>
(142,692)	(106,234)	(102,616)	(5,686)	(1,236,618)	19,570,374
273,470	520,885	-	-	1,934,579	13,842,240
-	-	(75,000)	(360)	(75,360)	(29,763,547)
-	-	-	-	-	333,138
<u>273,470</u>	<u>520,885</u>	<u>(75,000)</u>	<u>(360)</u>	<u>1,859,219</u>	<u>(15,588,169)</u>
130,778	414,651	(177,616)	(6,046)	622,601	3,982,205
<u>330,599</u>	<u>1,497,389</u>	<u>442,850</u>	<u>111,946</u>	<u>3,189,519</u>	<u>22,573,666</u>
<u>\$ 461,377</u>	<u>\$ 1,912,040</u>	<u>\$ 265,234</u>	<u>\$ 105,900</u>	<u>\$ 3,812,120</u>	<u>\$ 26,555,871</u>

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Fees and charges for services	-	-	-	-
Rents, royalties and concessions	-	-	-	-
Investment Income	497	497	-	(497)
Other Revenues/Premiums	-	-	11,625	11,625
Total Revenues	<u>497</u>	<u>497</u>	<u>11,625</u>	<u>11,128</u>
EXPENDITURES				
General Government:				
Current	17,250	17,250	16,364	886
Capital Outlay	126,000	126,000	-	126,000
Total Expenditures	<u>143,250</u>	<u>143,250</u>	<u>16,364</u>	<u>126,886</u>
Excess (Deficiency) of Revenues Over Expenditures	(142,753)	(142,753)	(4,739)	138,014
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Sale of Capital Assets/Land	30,000	30,000	96,784	66,784
Total Other Financing Sources (Uses)	<u>30,000</u>	<u>30,000</u>	<u>96,784</u>	<u>66,784</u>
NET CHANGE IN FUND BALANCE	<u>\$ (112,753)</u>	<u>\$ (112,753)</u>	92,045	204,798
Fund Balances - Beginning of Year			<u>272,903</u>	<u>272,903</u>
FUND BALANCES - END OF YEAR			<u>\$ 364,948</u>	<u>\$ 477,701</u>

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Fees and charges for services	20,000	20,000	18,873	(1,127)
Rents, royalties and concessions	-	-	-	-
Investment Income	-	-	-	-
Other Revenues/Premiums	-	-	-	-
Total Revenues	<u>20,000</u>	<u>20,000</u>	<u>18,873</u>	<u>(1,127)</u>
EXPENDITURES				
General Government:				
Current	13,333	13,333	16,891	(3,558)
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>13,333</u>	<u>13,333</u>	<u>16,891</u>	<u>(3,558)</u>
Excess (Deficiency) of Revenues Over Expenditures	6,667	6,667	1,982	(4,685)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	(6,667)	(6,667)	(6,667)	-
Sale of Capital Assets/Land	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(6,667)</u>	<u>(6,667)</u>	<u>(6,667)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	(4,685)	(4,685)
Fund Balances - Beginning of Year			<u>(4,998)</u>	<u>(4,998)</u>
FUND BALANCES - END OF YEAR			<u><u>\$ (9,683)</u></u>	<u><u>\$ (9,683)</u></u>

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ 487,434	\$ 487,434	\$ 520,517	\$ 33,083
Intergovernmental	-	-	-	-
Fees and charges for services	-	-	4,700	4,700
Rents, royalties and concessions	400,000	400,000	314,536	(85,464)
Investment Income	-	-	-	-
Other Revenues/Premiums	300,000	950,000	1,226,081	276,081
Total Revenues	<u>1,187,434</u>	<u>1,837,434</u>	<u>2,065,834</u>	<u>228,400</u>
EXPENDITURES				
General Government:				
Current	1,348,429	2,298,429	1,819,941	478,488
Capital Outlay	-	-	-	-
Total Expenditures	<u>1,348,429</u>	<u>2,298,429</u>	<u>1,819,941</u>	<u>478,488</u>
Excess (Deficiency) of Revenues Over Expenditures	(160,995)	(460,995)	245,893	706,888
OTHER FINANCING SOURCES (USES)				
Transfers In	75,000	75,000	75,000	-
Transfers Out	(20,000)	(20,000)	(20,000)	-
Sale of Capital Assets/Land	-	-	-	-
Total Other Financing Sources (Uses)	<u>55,000</u>	<u>55,000</u>	<u>55,000</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ (105,995)</u>	<u>\$ (405,995)</u>	300,893	706,888
Fund Balances - Beginning of Year			<u>264,668</u>	<u>264,668</u>
FUND BALANCES - END OF YEAR			<u>\$ 565,561</u>	<u>\$ 971,556</u>

**CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL –
SPECIAL REVENUE – LODGER’S TAX FUND
(GAAP BUDGETARY BASIS)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ 10,800,000	\$ 10,800,000	\$ 11,743,131	\$ 943,131
Intergovernmental	-	-	-	-
Fees and charges for services	2,500	2,500	5,128	2,628
Rents, royalties and concessions	-	-	-	-
Investment Income	6,964	6,964	11,698	4,734
Other Revenues/Premiums	294,500	294,500	249,119	(45,381)
Total Revenues	<u>11,103,964</u>	<u>11,103,964</u>	<u>12,009,076</u>	<u>905,112</u>
EXPENDITURES				
General Government:				
Current	6,666,881	6,802,443	6,501,705	300,738
Capital Outlay	-	-	-	-
Total Expenditures	<u>6,666,881</u>	<u>6,802,443</u>	<u>6,501,705</u>	<u>300,738</u>
Excess (Deficiency) of Revenues Over Expenditures	4,437,083	4,301,521	5,507,371	1,205,850
OTHER FINANCING SOURCES (USES)				
Transfers In	8,518,389	8,674,108	8,869,483	195,375
Transfers Out	(14,672,318)	(14,823,587)	(15,398,463)	(574,876)
Sale of Capital Assets/Land	-	-	-	-
Total Other Financing Sources (Uses)	<u>(6,153,929)</u>	<u>(6,149,479)</u>	<u>(6,528,980)</u>	<u>(379,501)</u>
NET CHANGE IN FUND BALANCE	<u><u>\$ (1,716,846)</u></u>	<u><u>\$ (1,847,958)</u></u>	(1,021,609)	826,349
Fund Balances - Beginning of Year			<u>4,201,694</u>	<u>4,201,694</u>
FUND BALANCES - END OF YEAR			<u><u>\$ 3,180,085</u></u>	<u><u>\$ 5,028,043</u></u>

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Fees and charges for services	-	-	-	-
Rents, royalties and concessions	-	-	-	-
Investment Income	2,106	2,106	-	(2,106)
Other Revenues/Premiums	-	-	15,820	15,820
Total Revenues	<u>2,106</u>	<u>2,106</u>	<u>15,820</u>	<u>13,714</u>
EXPENDITURES				
General Government:				
Current	-	226,000	223,969	2,031
Capital Outlay	-	-	-	-
Total Expenditures	<u>-</u>	<u>226,000</u>	<u>223,969</u>	<u>2,031</u>
Excess (Deficiency) of Revenues Over Expenditures	2,106	(223,894)	(208,149)	15,745
OTHER FINANCING SOURCES (USES)				
Transfers In	150,000	150,000	150,000	-
Transfers Out	-	(109,000)	(109,000)	-
Sale of Capital Assets/Land	-	-	-	-
Total Other Financing Sources (Uses)	<u>150,000</u>	<u>41,000</u>	<u>41,000</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ 152,106</u>	<u>\$ (182,894)</u>	(167,149)	15,745
Fund Balances - Beginning of Year			<u>664,990</u>	<u>664,990</u>
FUND BALANCES - END OF YEAR			<u>\$ 497,841</u>	<u>\$ 680,735</u>

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ 12,799,841	\$ 12,799,841	\$ 15,068,445	\$ 2,268,604
Intergovernmental	-	-	-	-
Fees and charges for services	-	-	-	-
Rents, royalties and concessions	-	-	-	-
Investment Income	12,880	12,880	12,120	(760)
Other Revenues/Premiums	-	-	-	-
Total Revenues	<u>12,812,721</u>	<u>12,812,721</u>	<u>15,080,565</u>	<u>2,267,844</u>
EXPENDITURES				
General Government:				
Current	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	12,812,721	12,812,721	15,080,565	2,267,844
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	(12,799,841)	(13,190,591)	(13,190,591)	-
Sale of Capital Assets/Land	-	-	-	-
Total Other Financing Sources (Uses)	<u>(12,799,841)</u>	<u>(13,190,591)</u>	<u>(13,190,591)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ 12,880</u>	<u>\$ (377,870)</u>	1,889,974	2,267,844
Fund Balances - Beginning of Year			<u>5,548,271</u>	<u>5,548,271</u>
FUND BALANCES - END OF YEAR			<u>\$ 7,438,245</u>	<u>\$ 7,816,115</u>

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Fees and charges for services	47,000	47,000	54,960	7,960
Rents, royalties and concessions	-	-	-	-
Investment Income	-	-	-	-
Other Revenues/Premiums	-	-	565	565
Total Revenues	<u>47,000</u>	<u>47,000</u>	<u>55,525</u>	<u>8,525</u>
EXPENDITURES				
General Government:				
Current	47,000	47,000	16,268	30,732
Capital Outlay	-	-	-	-
Total Expenditures	<u>47,000</u>	<u>47,000</u>	<u>16,268</u>	<u>30,732</u>
Excess (Deficiency) of Revenues Over Expenditures	-	-	39,257	39,257
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Sale of Capital Assets/Land	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	39,257	39,257
Fund Balances - Beginning of Year			<u>100,221</u>	<u>100,221</u>
FUND BALANCES - END OF YEAR			<u>\$ 139,478</u>	<u>\$ 139,478</u>

**CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL –
SPECIAL REVENUE – EMERGENCY SERVICES GRANTS
(GAAP BUDGETARY BASIS)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	888,459	2,329,312	1,338,661	(990,651)
Fees and charges for services	-	-	18,600	18,600
Rents, royalties and concessions	-	-	-	-
Investment Income	3,956	3,956	-	(3,956)
Other Revenues/Premiums	-	-	2,145	2,145
Total Revenues	<u>892,415</u>	<u>2,333,268</u>	<u>1,359,406</u>	<u>(973,862)</u>
EXPENDITURES				
General Government:				
Current	493,746	1,290,594	568,303	722,291
Capital Outlay	<u>504,298</u>	<u>1,266,350</u>	<u>318,827</u>	<u>947,523</u>
Total Expenditures	<u>998,044</u>	<u>2,556,944</u>	<u>887,130</u>	<u>1,669,814</u>
Excess (Deficiency) of Revenues Over Expenditures	(105,629)	(223,676)	472,276	695,952
OTHER FINANCING SOURCES (USES)				
Transfers In	147,569	152,014	152,014	-
Transfers Out	(123,076)	(157,463)	(157,463)	-
Sale of Capital Assets/Land	-	-	-	-
Total Other Financing Sources (Uses)	<u>24,493</u>	<u>(5,449)</u>	<u>(5,449)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ (81,136)</u>	<u>\$ (229,125)</u>	466,827	695,952
Fund Balances - Beginning of Year			<u>645,352</u>	<u>645,352</u>
FUND BALANCES - END OF YEAR			<u>\$ 1,112,179</u>	<u>\$ 1,341,304</u>

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	480,592	1,357,130	101,344	(1,255,786)
Fees and charges for services	29,000	29,000	22,525	(6,475)
Rents, royalties and concessions	-	-	-	-
Investment Income	-	-	-	-
Other Revenues/Premiums	-	-	-	-
Total Revenues	<u>509,592</u>	<u>1,386,130</u>	<u>123,869</u>	<u>(1,262,261)</u>
EXPENDITURES				
General Government:				
Current	29,000	539,260	88,586	450,674
Capital Outlay	-	366,278	-	366,278
Total Expenditures	<u>29,000</u>	<u>905,538</u>	<u>88,586</u>	<u>816,952</u>
Excess (Deficiency) of Revenues Over Expenditures	480,592	480,592	35,283	(445,309)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Sale of Capital Assets/Land	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u><u>\$ 480,592</u></u>	<u><u>\$ 480,592</u></u>	35,283	(445,309)
Fund Balances - Beginning of Year			<u>808,039</u>	<u>808,039</u>
FUND BALANCES - END OF YEAR			<u><u>\$ 843,322</u></u>	<u><u>\$ 362,730</u></u>

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ 2,294,116	\$ 2,294,116	\$ 2,231,990	\$ (62,126)
Intergovernmental	304,913	304,913	294,053	(10,860)
Fees and charges for services	914,420	914,420	1,466,699	552,279
Rents, royalties and concessions	-	-	-	-
Investment Income	761	761	-	(761)
Other Revenues/Premiums	63,000	63,000	76,183	13,183
Total Revenues	<u>3,577,210</u>	<u>3,577,210</u>	<u>4,068,925</u>	<u>491,715</u>
EXPENDITURES				
General Government:				
Current	3,174,318	3,322,065	3,375,976	(53,911)
Capital Outlay	<u>453,095</u>	<u>567,719</u>	<u>567,093</u>	<u>626</u>
Total Expenditures	<u>3,627,413</u>	<u>3,889,784</u>	<u>3,943,069</u>	<u>(53,285)</u>
Excess (Deficiency) of Revenues Over Expenditures	(50,203)	(312,574)	125,856	438,430
OTHER FINANCING SOURCES (USES)				
Transfers In	110,000	110,000	110,000	-
Transfers Out	(110,000)	(735,000)	(735,000)	-
Sale of Capital Assets/Land	<u>150,000</u>	<u>150,000</u>	<u>226,354</u>	<u>76,354</u>
Total Other Financing Sources (Uses)	<u>150,000</u>	<u>(475,000)</u>	<u>(398,646)</u>	<u>76,354</u>
NET CHANGE IN FUND BALANCE	<u>\$ 99,797</u>	<u>\$ (787,574)</u>	(272,790)	514,784
Fund Balances - Beginning of Year			<u>2,630,833</u>	<u>2,630,833</u>
FUND BALANCES - END OF YEAR			<u>\$ 2,358,043</u>	<u>\$ 3,145,617</u>

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Fees and charges for services	2,320,000	2,320,000	1,520,403	(799,597)
Rents, royalties and concessions	-	-	-	-
Investment Income	-	-	-	-
Other Revenues/Premiums	-	-	-	-
Total Revenues	<u>2,320,000</u>	<u>2,320,000</u>	<u>1,520,403</u>	<u>(799,597)</u>
EXPENDITURES				
General Government:				
Current	784,139	943,380	485,537	457,843
Capital Outlay	<u>1,286,500</u>	<u>1,334,785</u>	<u>746,587</u>	<u>588,198</u>
Total Expenditures	<u>2,070,639</u>	<u>2,278,165</u>	<u>1,232,124</u>	<u>1,046,041</u>
Excess (Deficiency) of Revenues Over Expenditures	249,361	41,835	288,279	246,444
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	(451)	(451)	-
Sale of Capital Assets/Land	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(451)</u>	<u>(451)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ 249,361</u>	<u>\$ 41,384</u>	287,828	246,444
Fund Balances - Beginning of Year			<u>187,177</u>	<u>187,177</u>
FUND BALANCES - END OF YEAR			<u>\$ 475,005</u>	<u>\$ 433,621</u>

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Fees and charges for services	1,548,122	1,548,122	1,310,962	(237,160)
Rents, royalties and concessions	-	-	-	-
Investment Income	8,289	8,289	8,482	193
Other Revenues/Premiums	-	-	-	-
Total Revenues	<u>1,556,411</u>	<u>1,556,411</u>	<u>1,319,444</u>	<u>(236,967)</u>
EXPENDITURES				
General Government:				
Current	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	1,556,411	1,556,411	1,319,444	(236,967)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Sale of Capital Assets/Land	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u><u>\$ 1,556,411</u></u>	<u><u>\$ 1,556,411</u></u>	1,319,444	(236,967)
Fund Balances - Beginning of Year			<u>2,193,942</u>	<u>2,193,942</u>
FUND BALANCES - END OF YEAR			<u><u>\$ 3,513,386</u></u>	<u><u>\$ 1,956,975</u></u>

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	439,899	716,124	346,857	(369,267)
Fees and charges for services	-	-	-	-
Rents, royalties and concessions	-	-	-	-
Investment Income	1,000	1,000	-	(1,000)
Other Revenues/Premiums	-	-	-	-
Total Revenues	<u>440,899</u>	<u>717,124</u>	<u>346,857</u>	<u>(370,267)</u>
EXPENDITURES				
General Government:				
Current	510,426	838,796	397,200	441,596
Capital Outlay	-	-	-	-
Total Expenditures	<u>510,426</u>	<u>838,796</u>	<u>397,200</u>	<u>441,596</u>
Excess (Deficiency) of Revenues Over Expenditures	(69,527)	(121,672)	(50,343)	71,329
OTHER FINANCING SOURCES (USES)				
Transfers In	89,458	89,458	89,458	-
Transfers Out	-	-	-	-
Sale of Capital Assets/Land	-	-	-	-
Total Other Financing Sources (Uses)	<u>89,458</u>	<u>89,458</u>	<u>89,458</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ 19,931</u>	<u>\$ (32,214)</u>	39,115	71,329
Fund Balances - Beginning of Year			<u>214,753</u>	<u>214,753</u>
FUND BALANCES - END OF YEAR			<u>\$ 253,868</u>	<u>\$ 286,082</u>

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ 940,404	\$ 940,404	\$ 1,002,736	\$ 62,332
Intergovernmental	1,046,669	1,226,783	727,414	(499,369)
Fees and charges for services	-	-	611,540	611,540
Rents, royalties and concessions	-	-	-	-
Investment Income	3,590	3,590	-	(3,590)
Other Revenues/Premiums	-	-	-	-
Total Revenues	<u>1,990,663</u>	<u>2,170,777</u>	<u>2,341,690</u>	<u>170,913</u>
EXPENDITURES				
General Government:				
Current	2,471,526	2,731,640	2,017,927	713,713
Capital Outlay	-	145,000	145,000	-
Total Expenditures	<u>2,471,526</u>	<u>2,876,640</u>	<u>2,162,927</u>	<u>713,713</u>
Excess (Deficiency) of Revenues Over Expenditures	(480,863)	(705,863)	178,763	884,626
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Sale of Capital Assets/Land	-	-	10,000	10,000
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>10,000</u>	<u>10,000</u>
NET CHANGE IN FUND BALANCE	<u><u>\$ (480,863)</u></u>	<u><u>\$ (705,863)</u></u>	188,763	894,626
Fund Balances - Beginning of Year			<u>1,170,051</u>	<u>1,170,051</u>
FUND BALANCES - END OF YEAR			<u><u>\$ 1,358,814</u></u>	<u><u>\$ 2,064,677</u></u>

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	1,369,786	2,105,997	1,368,658	(737,339)
Fees and charges for services	-	-	52,096	52,096
Rents, royalties and concessions	-	-	-	-
Investment Income	-	-	-	-
Other Revenues/Premiums	87,659	91,409	15,046	(76,363)
Total Revenues	<u>1,457,445</u>	<u>2,197,406</u>	<u>1,435,800</u>	<u>(761,606)</u>
EXPENDITURES				
General Government:				
Current	3,840,322	3,966,063	3,578,757	387,306
Capital Outlay	-	622,489	81,789	540,700
Total Expenditures	<u>3,840,322</u>	<u>4,588,552</u>	<u>3,660,546</u>	<u>928,006</u>
Excess (Deficiency) of Revenues Over Expenditures	(2,382,877)	(2,391,146)	(2,224,746)	166,400
OTHER FINANCING SOURCES (USES)				
Transfers In	2,382,877	2,461,706	2,461,706	-
Transfers Out	-	(70,552)	(70,552)	-
Sale of Capital Assets/Land	-	-	-	-
Total Other Financing Sources (Uses)	<u>2,382,877</u>	<u>2,391,154</u>	<u>2,391,154</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ 8</u>	166,408	166,400
Fund Balances - Beginning of Year			<u>486,251</u>	<u>486,251</u>
FUND BALANCES - END OF YEAR			<u>\$ 652,659</u>	<u>\$ 652,651</u>

**CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL –
SPECIAL REVENUE – HISTORIC PRESERVATION GRANTS
(GAAP BUDGETARY BASIS)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Fees and charges for services	-	-	19,020	19,020
Rents, royalties and concessions	-	-	-	-
Investment Income	-	-	-	-
Other Revenues/Premiums	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>19,020</u>	<u>19,020</u>
EXPENDITURES				
General Government:				
Current	-	950	1,030	(80)
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>950</u>	<u>1,030</u>	<u>(80)</u>
Excess (Deficiency) of Revenues Over Expenditures	-	(950)	17,990	18,940
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Sale of Capital Assets/Land	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u><u>\$ -</u></u>	<u><u>\$ (950)</u></u>	17,990	18,940
Fund Balances - Beginning of Year			<u>175,997</u>	<u>175,997</u>
FUND BALANCES - END OF YEAR			<u><u>\$ 193,987</u></u>	<u><u>\$ 194,937</u></u>

**CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL –
SPECIAL REVENUE – LIBRARY FUND
(GAAP BUDGETARY BASIS)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	104,769	263,367	91,460	(171,907)
Fees and charges for services	2,600	2,600	1,879	(721)
Rents, royalties and concessions	-	-	-	-
Investment Income	674	674	-	(674)
Other Revenues/Premiums	-	-	-	-
Total Revenues	<u>108,043</u>	<u>266,641</u>	<u>93,339</u>	<u>(173,302)</u>
EXPENDITURES				
General Government:				
Current	1,153,314	1,302,736	940,087	362,649
Capital Outlay	-	-	-	-
Total Expenditures	<u>1,153,314</u>	<u>1,302,736</u>	<u>940,087</u>	<u>362,649</u>
Excess (Deficiency) of Revenues Over Expenditures	(1,045,271)	(1,036,095)	(846,748)	189,347
OTHER FINANCING SOURCES (USES)				
Transfers In	1,074,474	1,074,474	1,074,474	-
Transfers Out	-	-	-	-
Sale of Capital Assets/Land	-	-	-	-
Total Other Financing Sources (Uses)	<u>1,074,474</u>	<u>1,074,474</u>	<u>1,074,474</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ 29,203</u>	<u>\$ 38,379</u>	227,726	189,347
Fund Balances - Beginning of Year			<u>433,192</u>	<u>433,192</u>
FUND BALANCES - END OF YEAR			<u>\$ 660,918</u>	<u>\$ 622,539</u>

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Fees and charges for services	-	-	-	-
Rents, royalties and concessions	-	-	-	-
Investment Income	-	-	-	-
Other Revenues/Premiums	-	-	10,316	10,316
Total Revenues	<u>-</u>	<u>-</u>	<u>10,316</u>	<u>10,316</u>
EXPENDITURES				
General Government:				
Current	65,570	70,634	73,220	(2,586)
Capital Outlay	-	-	-	-
Total Expenditures	<u>65,570</u>	<u>70,634</u>	<u>73,220</u>	<u>(2,586)</u>
Excess (Deficiency) of Revenues Over Expenditures	(65,570)	(70,634)	(62,904)	7,730
OTHER FINANCING SOURCES (USES)				
Transfers In	65,750	65,750	65,750	-
Transfers Out	-	-	-	-
Sale of Capital Assets/Land	-	-	-	-
Total Other Financing Sources (Uses)	<u>65,750</u>	<u>65,750</u>	<u>65,750</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ 180</u>	<u>\$ (4,884)</u>	2,846	7,730
Fund Balances - Beginning of Year			<u>6,197</u>	<u>6,197</u>
FUND BALANCES - END OF YEAR			<u>\$ 9,043</u>	<u>\$ 13,927</u>

**CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL –
SPECIAL REVENUE – PLAZA USE
(GAAP BUDGETARY BASIS)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Fees and charges for services	25,000	25,000	37,790	12,790
Rents, royalties and concessions	-	-	-	-
Investment Income	461	461	-	(461)
Other Revenues/Premiums	-	-	-	-
Total Revenues	<u>25,461</u>	<u>25,461</u>	<u>37,790</u>	<u>12,329</u>
EXPENDITURES				
General Government:				
Current	25,000	25,560	25,518	42
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>25,000</u>	<u>25,560</u>	<u>25,518</u>	<u>42</u>
Excess (Deficiency) of Revenues Over Expenditures	461	(99)	12,272	12,371
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Sale of Capital Assets/Land	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u><u>\$ 461</u></u>	<u><u>\$ (99)</u></u>	12,272	12,371
Fund Balances - Beginning of Year			<u>134,447</u>	<u>134,447</u>
FUND BALANCES - END OF YEAR			<u><u>\$ 146,719</u></u>	<u><u>\$ 146,818</u></u>

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Fees and charges for services	-	-	-	-
Rents, royalties and concessions	-	-	-	-
Investment Income	-	-	-	-
Other Revenues/Premiums	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
General Government:				
Current	-	-	-	-
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Sale of Capital Assets/Land	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u>-</u>	<u>-</u>
Fund Balances - Beginning of Year			<u>56,902</u>	<u>56,902</u>
FUND BALANCES - END OF YEAR			<u><u>\$ 56,902</u></u>	<u><u>\$ 56,902</u></u>

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Fees and charges for services	-	-	-	-
Rents, royalties and concessions	-	-	-	-
Investment Income	808	808	-	(808)
Other Revenues/Premiums	-	3,500	3,500	-
Total Revenues	<u>808</u>	<u>4,308</u>	<u>3,500</u>	<u>(808)</u>
EXPENDITURES				
General Government:				
Current	284,207	287,707	146,192	141,515
Capital Outlay	-	-	-	-
Total Expenditures	<u>284,207</u>	<u>287,707</u>	<u>146,192</u>	<u>141,515</u>
Excess (Deficiency) of Revenues Over Expenditures	(283,399)	(283,399)	(142,692)	140,707
OTHER FINANCING SOURCES (USES)				
Transfers In	273,470	273,470	273,470	-
Transfers Out	-	-	-	-
Sale of Capital Assets/Land	-	-	-	-
Total Other Financing Sources (Uses)	<u>273,470</u>	<u>273,470</u>	<u>273,470</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u><u>\$ (9,929)</u></u>	<u><u>\$ (9,929)</u></u>	130,778	140,707
Fund Balances - Beginning of Year			<u>330,599</u>	<u>330,599</u>
FUND BALANCES - END OF YEAR			<u><u>\$ 461,377</u></u>	<u><u>\$ 471,306</u></u>

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ 1,375,260	\$ 1,375,260	\$ 1,466,580	\$ 91,320
Intergovernmental	68,423	68,423	21,512	(46,911)
Fees and charges for services	100,000	100,000	93,381	(6,619)
Rents, royalties and concessions	-	-	-	-
Investment Income	3,336	3,336	5,174	1,838
Other Revenues/Premiums	-	-	-	-
Total Revenues	<u>1,547,019</u>	<u>1,547,019</u>	<u>1,586,647</u>	<u>39,628</u>
EXPENDITURES				
General Government:				
Current	1,901,362	1,901,362	1,692,881	208,481
Capital Outlay	-	-	-	-
Total Expenditures	<u>1,901,362</u>	<u>1,901,362</u>	<u>1,692,881</u>	<u>208,481</u>
Excess (Deficiency) of Revenues Over Expenditures	(354,343)	(354,343)	(106,234)	248,109
OTHER FINANCING SOURCES (USES)				
Transfers In	520,885	520,885	520,885	-
Transfers Out	-	-	-	-
Sale of Capital Assets/Land	-	-	-	-
Total Other Financing Sources (Uses)	<u>520,885</u>	<u>520,885</u>	<u>520,885</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ 166,542</u>	<u>\$ 166,542</u>	414,651	248,109
Fund Balances - Beginning of Year			<u>1,497,389</u>	<u>1,497,389</u>
FUND BALANCES - END OF YEAR			<u>\$ 1,912,040</u>	<u>\$ 1,745,498</u>

**CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL –
SPECIAL REVENUE – LAND DEVELOPMENT
(GAAP BUDGETARY BASIS)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Fees and charges for services	-	-	-	-
Rents, royalties and concessions	-	-	-	-
Investment Income	4,629	4,629	-	(4,629)
Other Revenues/Premiums	-	-	-	-
Total Revenues	<u>4,629</u>	<u>4,629</u>	<u>-</u>	<u>(4,629)</u>
EXPENDITURES				
General Government:				
Current	-	-	102,616	(102,616)
Capital Outlay	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>102,616</u>	<u>(102,616)</u>
Excess (Deficiency) of Revenues Over Expenditures	4,629	4,629	(102,616)	(107,245)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	(75,000)	(75,000)	(75,000)	-
Sale of Capital Assets/Land	-	-	-	-
Total Other Financing Sources (Uses)	<u>(75,000)</u>	<u>(75,000)</u>	<u>(75,000)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ (70,371)</u>	<u>\$ (70,371)</u>	(177,616)	(107,245)
Fund Balances - Beginning of Year			<u>442,850</u>	<u>442,850</u>
FUND BALANCES - END OF YEAR			<u>\$ 265,234</u>	<u>\$ 335,605</u>

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Fees and charges for services	74,406	80,216	42,616	(37,600)
Rents, royalties and concessions	-	-	-	-
Investment Income	436	436	-	(436)
Other Revenues/Premiums	-	-	-	-
Total Revenues	<u>74,842</u>	<u>80,652</u>	<u>42,616</u>	<u>(38,036)</u>
EXPENDITURES				
General Government:				
Current	68,579	74,029	48,302	25,727
Capital Outlay	-	-	-	-
Total Expenditures	<u>68,579</u>	<u>74,029</u>	<u>48,302</u>	<u>25,727</u>
Excess (Deficiency) of Revenues Over Expenditures	6,263	6,623	(5,686)	(12,309)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	(360)	(360)	-
Sale of Capital Assets/Land	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(360)</u>	<u>(360)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u><u>\$ 6,263</u></u>	<u><u>\$ 6,263</u></u>	(6,046)	(12,309)
Fund Balances - Beginning of Year			<u>111,946</u>	<u>111,946</u>
FUND BALANCES - END OF YEAR			<u><u>\$ 105,900</u></u>	<u><u>\$ 99,637</u></u>

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**NONMAJOR GOVERNMENTAL FUNDS
CAPITAL PROJECTS FUNDS**

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

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

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

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

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

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

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

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

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.

Kitchen Angels - to account for the purchase and installation of information technology and related infrastructure and to plan, design, construct, acquire, renovate, expand, furnish, and equip the facility.

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

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

**NONMAJOR GOVERNMENTAL FUNDS
CAPITAL PROJECTS FUNDS**

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.

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**CITY OF SANTA FE, NEW MEXICO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
CAPITAL PROJECTS
JUNE 30, 2018**

	General Government				Total General Government
	CIP Reallocation	Resource Conservation	Building Renovations	Special Projects	
ASSETS					
Cash and Investments	\$ 704,762	\$ 30,972	\$ 2,726,170	\$ 1,442,395	\$ 4,904,299
Cash Restricted for Debt Service Payments	-	-	-	-	-
Cash Restricted for State-Mandated					
Cash Balances	-	-	-	-	-
Cash Restricted for Endowment	-	-	-	-	-
Receivables:					
Motor	-	-	-	-	-
Interest	-	-	-	2,688	2,688
Grants, Restricted	-	-	545	54,786	55,331
Total Assets	<u>\$ 704,762</u>	<u>\$ 30,972</u>	<u>\$ 2,726,715</u>	<u>\$ 1,499,869</u>	<u>\$ 4,962,318</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE (DEFICIT)					
Liabilities:					
Accounts Payable	\$ -	\$ -	\$ 178,367	\$ 568,047	\$ 746,414
Gross Receipts Taxes Payable	-	-	-	-	-
Accrued Wages Payable	-	-	-	-	-
Compensated Absence Payable	-	-	-	-	-
Due to Other Funds	-	-	-	-	-
Due to Other Governments	-	-	-	-	-
Deposits and Escrow	-	-	-	-	-
Unearned Revenue	-	-	-	-	-
Other Current Liabilities	-	-	-	-	-
Total Liabilities	-	-	178,367	568,047	746,414
Deferred Inflows of Resources:					
Unavailable Revenue	-	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-	-
Fund Balance (Deficit):					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	-
Committed	-	-	-	-	-
Assigned	704,762	30,972	2,548,348	931,822	4,215,904
Unassigned	-	-	-	-	-
Total Fund Balance (Deficit)	<u>704,762</u>	<u>30,972</u>	<u>2,548,348</u>	<u>931,822</u>	<u>4,215,904</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance (Deficit)	<u>\$ 704,762</u>	<u>\$ 30,972</u>	<u>\$ 2,726,715</u>	<u>\$ 1,499,869</u>	<u>\$ 4,962,318</u>

**CITY OF SANTA FE, NEW MEXICO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
CAPITAL PROJECTS (CONTINUED)
JUNE 30, 2018**

	Beautification of Major Arterials	Bond Acquisition	City Drainage Projects	City Paving Projects	Public Works Santa Fe River Channel
ASSETS					
Cash and Investments	\$ 124,979	\$ 9,296,094	\$ 582,515	\$ 932,544	\$ 32,507
Cash Restricted for Debt Service Payments	-	-	-	-	-
Cash Restricted for State-Mandated					
Cash Balances	-	-	-	-	-
Cash Restricted for Endowment	-	-	-	-	-
Receivables:					
Motor	-	-	-	126,765	-
Interest	-	13,307	-	2,828	-
Grants, Restricted	-	-	-	13,710	-
	<u>124,979</u>	<u>9,309,401</u>	<u>582,515</u>	<u>1,075,847</u>	<u>32,507</u>
Total Assets	<u>\$ 124,979</u>	<u>\$ 9,309,401</u>	<u>\$ 582,515</u>	<u>\$ 1,075,847</u>	<u>\$ 32,507</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE (DEFICIT)					
Liabilities:					
Accounts Payable	\$ -	\$ 266,958	\$ -	\$ 79,370	\$ -
Gross Receipts Taxes Payable	-	-	-	-	-
Accrued Wages Payable	-	-	-	17,354	-
Compensated Absence Payable	-	-	-	-	-
Due to Other Funds	-	-	-	-	-
Due to Other Governments	-	-	-	-	-
Deposits and Escrow	-	-	-	-	-
Unearned Revenue	-	-	-	-	-
Other Current Liabilities	-	-	-	-	-
Total Liabilities	<u>-</u>	<u>266,958</u>	<u>-</u>	<u>96,724</u>	<u>-</u>
Deferred Inflows of Resources:					
Unavailable Revenue	-	-	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance (Deficit):					
Nonspendable	-	-	-	-	-
Restricted	124,979	-	-	979,123	-
Committed	-	-	-	-	-
Assigned	-	9,042,443	582,515	-	32,507
Unassigned	-	-	-	-	-
Total Fund Balance (Deficit)	<u>124,979</u>	<u>9,042,443</u>	<u>582,515</u>	<u>979,123</u>	<u>32,507</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance (Deficit)	<u>\$ 124,979</u>	<u>\$ 9,309,401</u>	<u>\$ 582,515</u>	<u>\$ 1,075,847</u>	<u>\$ 32,507</u>

**CITY OF SANTA FE, NEW MEXICO
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 CAPITAL PROJECTS (CONTINUED)
 JUNE 30, 2018**

City Signalization Projects	City Street Construction Projects	City Sidewalk Projects	Zia Road Street Lighting	Total Public Works
\$ 133,006	\$ 558,259	\$ 548,237	\$ 79,465	\$ 12,287,606
-	-	-	-	-
-	-	-	-	-
-	-	-	-	126,765
-	-	-	-	16,135
-	1,611,713	-	-	1,625,423
<u>\$ 133,006</u>	<u>\$ 2,169,972</u>	<u>\$ 548,237</u>	<u>\$ 79,465</u>	<u>\$ 14,055,929</u>
\$ -	\$ 433,550	\$ 45,150	\$ -	\$ 825,028
-	-	-	-	-
-	-	-	-	17,354
-	-	-	-	-
-	-	-	-	-
-	100,000	-	-	100,000
-	-	-	-	-
-	-	-	-	-
-	533,550	45,150	-	942,382
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	1,647,722	-	-	2,751,824
-	-	-	-	-
133,006	-	503,087	79,465	10,373,023
-	(11,300)	-	-	(11,300)
<u>133,006</u>	<u>1,636,422</u>	<u>503,087</u>	<u>79,465</u>	<u>13,113,547</u>
<u>\$ 133,006</u>	<u>\$ 2,169,972</u>	<u>\$ 548,237</u>	<u>\$ 79,465</u>	<u>\$ 14,055,929</u>

**CITY OF SANTA FE, NEW MEXICO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
CAPITAL PROJECTS (CONTINUED)
JUNE 30, 2018**

	Community Development			Total Community Development	Art for CIP Projects
	Affordable Housing Program	Public Care Facilities	Kitchen Angels		
ASSETS					
Cash and Investments	\$ 1,698	\$ 988,846	\$ -	\$ 990,544	\$ 211,430
Cash Restricted for Debt Service Payments	-	-	-	-	-
Cash Restricted for State-Mandated					
Cash Balances	-	-	-	-	-
Cash Restricted for Endowment	-	-	-	-	-
Receivables:					
Motor	-	-	-	-	-
Interest	-	-	-	-	-
Grants, Restricted	-	174,631	-	174,631	-
Total Assets	<u>\$ 1,698</u>	<u>\$ 1,163,477</u>	<u>\$ -</u>	<u>\$ 1,165,175</u>	<u>\$ 211,430</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE (DEFICIT)					
Liabilities:					
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -
Gross Receipts Taxes Payable	-	-	-	-	-
Accrued Wages Payable	-	-	-	-	1,330
Compensated Absence Payable	-	-	-	-	-
Due to Other Funds	-	-	-	-	-
Due to Other Governments	-	-	-	-	-
Deposits and Escrow	-	-	-	-	-
Unearned Revenue	-	-	-	-	-
Other Current Liabilities	-	-	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,330</u>
Deferred Inflows of Resources:					
Unavailable Revenue	-	-	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance (Deficit):					
Nonspendable	-	-	-	-	-
Restricted	-	1,163,477	-	1,163,477	-
Committed	-	-	-	-	-
Assigned	1,698	-	-	1,698	210,100
Unassigned	-	-	-	-	-
Total Fund Balance (Deficit)	<u>1,698</u>	<u>1,163,477</u>	<u>-</u>	<u>1,165,175</u>	<u>210,100</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance (Deficit)	<u>\$ 1,698</u>	<u>\$ 1,163,477</u>	<u>\$ -</u>	<u>\$ 1,165,175</u>	<u>\$ 211,430</u>

**CITY OF SANTA FE, NEW MEXICO
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 CAPITAL PROJECTS (CONTINUED)
 JUNE 30, 2018**

Culture and Recreation				Total Culture and Recreation	Total Nonmajor Capital Project Funds
Museums	City Parks Improvements	Open Space Acquisition	Library Improvements		
\$ -	\$ 3,046,189	\$ 11,561	\$ 13,305	\$ 3,282,485	\$ 21,464,934
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	126,765
-	-	-	-	-	18,823
-	1,854,372	-	-	1,854,372	3,709,757
<u>\$ -</u>	<u>\$ 4,900,561</u>	<u>\$ 11,561</u>	<u>\$ 13,305</u>	<u>\$ 5,136,857</u>	<u>\$ 25,320,279</u>
\$ -	\$ 294,935	\$ -	\$ -	\$ 294,935	\$ 1,866,377
-	-	-	-	-	-
-	-	-	-	1,330	18,684
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	100,000
-	-	-	-	-	-
-	294,935	-	-	296,265	1,985,061
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	4,605,626	11,561	-	4,617,187	8,532,488
-	-	-	-	-	-
-	-	-	13,305	223,405	14,814,030
-	-	-	-	-	(11,300)
-	4,605,626	11,561	13,305	4,840,592	23,335,218
<u>\$ -</u>	<u>\$ 4,900,561</u>	<u>\$ 11,561</u>	<u>\$ 13,305</u>	<u>\$ 5,136,857</u>	<u>\$ 25,320,279</u>

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**CITY OF SANTA FE, NEW MEXICO
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
CAPITAL PROJECTS
YEAR ENDED JUNE 30, 2018**

	General Government				Total General Government
	CIP Reallocation	Resource Conservation	Building Renovations	Special Projects	
REVENUES					
Motor Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Lodgers' Taxes	-	-	-	-	-
Property Taxes	-	-	-	-	-
Franchise	-	-	-	-	-
Licenses and Permits	-	-	-	-	-
Intergovernmental:					
Federal	-	-	-	-	-
State	-	-	41,033	156,928	197,961
Local	-	-	-	-	-
Fees and Charges for Services	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-
Rents, Royalties, and Concessions	-	-	-	-	-
Investment Income (Loss)	-	-	-	4,030	4,030
Other Revenues	-	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>41,033</u>	<u>160,958</u>	<u>201,991</u>
EXPENDITURES					
Current:					
Salaries, Wages, and Fringe Benefits	-	-	-	-	-
Contractual Services and Utilities	-	-	-	1,278,026	1,278,026
Repairs and Maintenance	-	-	-	6,512	6,512
Supplies	-	-	-	144,541	144,541
Capital Outlay - Inventory-Exempt Items	-	-	383,568	132,152	515,720
Depreciation Expense	-	-	-	-	-
Insurance Premiums	-	-	-	-	-
Claims and Judgements	-	-	-	-	-
BDD - Source of Supply	-	-	-	-	-
Other	-	-	-	39	39
Total Current Expenditures	<u>-</u>	<u>-</u>	<u>383,568</u>	<u>1,561,270</u>	<u>1,944,838</u>
Capital Outlay	-	-	753,596	183,671	937,267
Debt Service:					
Principal Payments	-	-	-	-	-
Interest	-	-	-	-	-
Bond Issuance Costs	-	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>1,137,164</u>	<u>1,744,941</u>	<u>2,882,105</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	(1,096,131)	(1,583,983)	(2,680,114)
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	1,801,982	1,347,138	3,149,120
Transfers Out	(201,363)	-	-	-	(201,363)
Proceeds from Sale of Capital Assets	-	-	-	-	-
Issuance of Note	-	-	-	-	-
Payments to Bond Escrow	-	-	-	-	-
Bond Proceeds	-	-	-	-	-
Premiums on Bonds Issues	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>(201,363)</u>	<u>-</u>	<u>1,801,982</u>	<u>1,347,138</u>	<u>2,947,757</u>
NET CHANGE IN FUND BALANCE	(201,363)	-	705,851	(236,845)	267,643
Fund Balances - Beginning of Year	<u>906,125</u>	<u>30,972</u>	<u>1,842,497</u>	<u>1,168,667</u>	<u>3,948,261</u>
FUND BALANCES - END OF YEAR	<u>\$ 704,762</u>	<u>\$ 30,972</u>	<u>\$ 2,548,348</u>	<u>\$ 931,822</u>	<u>\$ 4,215,904</u>

**CITY OF SANTA FE, NEW MEXICO
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
CAPITAL PROJECTS (CONTINUED)
YEAR ENDED JUNE 30, 2018**

	Public Works				
	Beautification of Major Arterials	Bond Acquisition	City Drainage Projects	City Paving Projects	Santa Fe River Channel
REVENUES					
Motor Taxes	\$ -	\$ -	\$ -	\$ 1,445,498	\$ -
Lodgers' Taxes	-	-	-	-	-
Property Taxes	-	-	-	-	-
Franchise	-	-	-	-	-
Licenses and Permits	-	-	-	-	-
Intergovernmental:					
Federal	-	-	-	-	-
State	-	-	-	-	-
Local	-	-	-	-	-
Fees and Charges for Services	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-
Rents, Royalties, and Concessions	-	-	-	-	-
Investment Income (Loss)	-	19,951	-	4,240	-
Other Revenues	-	-	-	2,644	-
Total Revenues	<u>-</u>	<u>19,951</u>	<u>-</u>	<u>1,452,382</u>	<u>-</u>
EXPENDITURES					
Current:					
Salaries, Wages, and Fringe Benefits	-	-	-	632,456	-
Contractual Services and Utilities	-	-	-	-	-
Repairs and Maintenance	-	-	-	67,625	-
Supplies	-	-	-	74,076	-
Capital Outlay - Inventory-Exempt Items	55,280	-	-	2,279,991	-
Depreciation Expense	-	-	-	-	-
Insurance Premiums	-	-	-	-	-
Claims and Judgements	-	-	-	-	-
BDD - Source of Supply	-	-	-	-	-
Other	-	538	-	41	-
Total Current Expenditures	<u>55,280</u>	<u>538</u>	<u>-</u>	<u>3,054,189</u>	<u>-</u>
Capital Outlay	-	2,558,970	-	-	-
Debt Service:					
Principal Payments	-	-	-	-	-
Interest	-	-	-	-	-
Bond Issuance Costs	-	215,345	-	-	-
Total Expenditures	<u>55,280</u>	<u>2,774,853</u>	<u>-</u>	<u>3,054,189</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(55,280)	(2,754,902)	-	(1,601,807)	-
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	-	2,470,665	-
Transfers Out	-	-	-	(2,470,665)	-
Proceeds from Sale of Capital Assets	-	-	-	-	-
Issuance of Note	-	-	-	-	-
Payments to Bond Escrow	-	-	-	-	-
Bond Proceeds	-	10,290,000	-	-	-
Premiums on Bonds Issues	-	1,427,851	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>11,717,851</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	(55,280)	8,962,949	-	(1,601,807)	-
Fund Balances - Beginning of Year	<u>180,259</u>	<u>79,494</u>	<u>582,515</u>	<u>2,580,930</u>	<u>32,507</u>
FUND BALANCES - END OF YEAR	<u>\$ 124,979</u>	<u>\$ 9,042,443</u>	<u>\$ 582,515</u>	<u>\$ 979,123</u>	<u>\$ 32,507</u>

**CITY OF SANTA FE, NEW MEXICO
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
CAPITAL PROJECTS (CONTINUED)
YEAR ENDED JUNE 30, 2018**

City Signalization Projects	City Street Construction Projects	City Sidewalk Projects	Zia Road Street Lighting	Total Public Works
\$ -	\$ -	\$ -	\$ -	\$ 1,445,498
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	276,595	-	-	276,595
-	-	-	-	-
-	54,002	-	-	54,002
-	-	-	-	-
-	-	-	-	24,191
-	-	-	-	2,644
-	<u>330,597</u>	-	-	<u>1,802,930</u>
-	-	-	-	632,456
-	-	45,150	-	45,150
-	-	-	-	67,625
-	-	-	-	74,076
-	33,683	-	40,945	2,409,899
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	579
-	<u>33,683</u>	<u>45,150</u>	<u>40,945</u>	<u>3,229,785</u>
-	667,725	11,589	-	3,238,284
-	-	-	-	-
-	-	-	-	-
-	-	-	-	215,345
-	<u>701,408</u>	<u>56,739</u>	<u>40,945</u>	<u>6,683,414</u>
-	(370,811)	(56,739)	(40,945)	(4,880,484)
-	-	6,614	-	2,477,279
(6,614)	(276,654)	-	-	(2,753,933)
-	-	-	-	-
-	-	-	-	-
-	-	-	-	10,290,000
-	-	-	-	1,427,851
<u>(6,614)</u>	<u>(276,654)</u>	<u>6,614</u>	<u>-</u>	<u>11,441,197</u>
(6,614)	(647,465)	(50,125)	(40,945)	6,560,713
<u>139,620</u>	<u>2,283,887</u>	<u>553,212</u>	<u>120,410</u>	<u>6,552,834</u>
<u>\$ 133,006</u>	<u>\$ 1,636,422</u>	<u>\$ 503,087</u>	<u>\$ 79,465</u>	<u>\$ 13,113,547</u>

**CITY OF SANTA FE, NEW MEXICO
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
CAPITAL PROJECTS (CONTINUED)
YEAR ENDED JUNE 30, 2018**

	Community Development			Total Community Development	Art for CIP Projects
	Affordable Housing Program	Public Care Facilities	Kitchen Angels		
REVENUES					
Motor Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Lodgers' Taxes	-	-	-	-	-
Property Taxes	-	-	-	-	-
Franchise	-	-	-	-	-
Licenses and Permits	-	-	-	-	-
Intergovernmental:					
Federal	-	-	-	-	-
State	-	174,631	475,921	650,552	-
Local	-	-	-	-	-
Fees and Charges for Services	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-
Rents, Royalties, and Concessions	-	-	-	-	-
Investment Income (Loss)	-	-	-	-	-
Other Revenues	-	-	-	-	-
Total Revenues	<u>-</u>	<u>174,631</u>	<u>475,921</u>	<u>650,552</u>	<u>-</u>
EXPENDITURES					
Current:					
Salaries, Wages, and Fringe Benefits	-	-	-	-	40,586
Contractual Services and Utilities	-	49,512	-	49,512	12,850
Repairs and Maintenance	-	-	-	-	-
Supplies	-	-	-	-	18
Capital Outlay - Inventory-Exempt Items	-	-	-	-	243
Depreciation Expense	-	-	-	-	-
Insurance Premiums	-	-	-	-	-
Claims and Judgements	-	-	-	-	-
BDD - Source of Supply	-	-	-	-	-
Other	-	-	-	-	-
Total Current Expenditures	<u>-</u>	<u>49,512</u>	<u>-</u>	<u>49,512</u>	<u>53,697</u>
Capital Outlay	-	174,631	475,921	650,552	122,598
Debt Service:					
Principal Payments	-	-	-	-	-
Interest	-	-	-	-	-
Bond Issuance Costs	-	-	-	-	-
Total Expenditures	<u>-</u>	<u>224,143</u>	<u>475,921</u>	<u>700,064</u>	<u>176,295</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	(49,512)	-	(49,512)	(176,295)
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	-	-	140,263
Transfers Out	-	-	-	-	-
Proceeds from Sale of Capital Assets	-	-	-	-	-
Issuance of Note	-	-	-	-	-
Payments to Bond Escrow	-	-	-	-	-
Bond Proceeds	-	-	-	-	-
Premiums on Bonds Issues	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>140,263</u>
NET CHANGE IN FUND BALANCE	-	(49,512)	-	(49,512)	(36,032)
Fund Balances - Beginning of Year	1,698	1,212,989	-	1,214,687	246,132
FUND BALANCES - END OF YEAR	<u>\$ 1,698</u>	<u>\$ 1,163,477</u>	<u>\$ -</u>	<u>\$ 1,165,175</u>	<u>\$ 210,100</u>

**CITY OF SANTA FE, NEW MEXICO
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
CAPITAL PROJECTS (CONTINUED)
YEAR ENDED JUNE 30, 2018**

Culture and Recreation				Total Culture and Recreation	Total Nonmajor Capital Project Funds
Museums	City Parks Improvements	Open Space Acquisition	Library Improvements		
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,445,498
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	1,517,116	-	-	1,517,116	2,642,224
-	-	-	-	-	-
-	-	-	-	-	54,002
-	-	-	-	-	-
-	-	-	-	-	28,221
-	75,488	-	-	75,488	78,132
-	1,592,604	-	-	1,592,604	4,248,077
-	-	-	-	40,586	673,042
-	-	-	-	12,850	1,385,538
-	-	-	-	-	74,137
-	-	-	-	18	218,635
-	9,901	-	-	10,144	2,935,763
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	37,584	-	-	37,584	38,202
-	47,485	-	-	101,182	5,325,317
-	3,215,593	-	192,669	3,530,860	8,356,963
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	215,345
-	3,263,078	-	192,669	3,632,042	13,897,625
-	(1,670,474)	-	(192,669)	(2,039,438)	(9,649,548)
-	876,113	-	-	1,016,376	6,642,775
-	(555,345)	(284,669)	-	(840,014)	(3,795,310)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	10,290,000
-	-	-	-	-	1,427,851
-	320,768	(284,669)	-	176,362	14,565,316
-	(1,349,706)	(284,669)	(192,669)	(1,863,076)	4,915,768
-	5,955,332	296,230	205,974	6,703,668	18,419,450
\$ -	\$ 4,605,626	\$ 11,561	\$ 13,305	\$ 4,840,592	\$ 23,335,218

**CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
CAPITAL PROJECTS – CIP REALLOCATION
(GAAP BUDGETARY BASIS)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Fees and charges for services	-	-	-	-
Investment Income	-	-	-	-
Other Revenues/Premiums	-	-	-	-
Total Revenues	-	-	-	-
EXPENDITURES				
General Government:				
Current	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues Over Expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	(201,363)	(201,363)	-
Sale of Capital Assets/Land	-	-	-	-
Total Other Financing Sources (Uses)	-	(201,363)	(201,363)	-
NET CHANGE IN FUND BALANCE	\$ -	\$ (201,363)	(201,363)	-
Fund Balances - Beginning of Year			906,125	906,125
FUND BALANCES - END OF YEAR			\$ 704,762	\$ 906,125

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Fees and charges for services	-	-	-	-
Investment Income	-	-	-	-
Other Revenues/Premiums	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
General Government:				
Current	-	-	-	-
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Sale of Capital Assets/Land	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u>-</u>	<u>-</u>
Fund Balances - Beginning of Year			<u>30,972</u>	<u>30,972</u>
FUND BALANCES - END OF YEAR			<u><u>\$ 30,972</u></u>	<u><u>\$ 30,972</u></u>

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	485,653	41,033	(444,620)
Fees and charges for services	-	-	-	-
Investment Income	-	-	-	-
Other Revenues/Premiums	-	-	-	-
Total Revenues	<u>-</u>	<u>485,653</u>	<u>41,033</u>	<u>(444,620)</u>
EXPENDITURES				
General Government:				
Current	658,916	724,736	383,568	341,168
Capital Outlay	<u>863,929</u>	<u>3,143,703</u>	<u>753,596</u>	<u>2,390,107</u>
Total Expenditures	<u>1,522,845</u>	<u>3,868,439</u>	<u>1,137,164</u>	<u>2,731,275</u>
Excess (Deficiency) of Revenues Over Expenditures	(1,522,845)	(3,382,786)	(1,096,131)	2,286,655
OTHER FINANCING SOURCES (USES)				
Transfers In	-	1,801,982	1,801,982	-
Transfers Out	-	-	-	-
Sale of Capital Assets/Land	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>1,801,982</u>	<u>1,801,982</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ (1,522,845)</u>	<u>\$ (1,580,804)</u>	705,851	2,286,655
Fund Balances - Beginning of Year			<u>1,842,497</u>	<u>1,842,497</u>
FUND BALANCES - END OF YEAR			<u>\$ 2,548,348</u>	<u>\$ 4,129,152</u>

**CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
CAPITAL PROJECTS – SPECIAL PROJECTS
(GAAP BUDGETARY BASIS)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	320,400	156,928	(163,472)
Fees and charges for services	-	-	-	-
Investment Income	-	-	4,030	4,030
Other Revenues/Premiums	-	-	-	-
Total Revenues	-	320,400	160,958	(159,442)
EXPENDITURES				
General Government:				
Current	457,681	2,007,818	1,561,270	446,548
Capital Outlay	-	829,137	183,671	645,466
Total Expenditures	457,681	2,836,955	1,744,941	1,092,014
Excess (Deficiency) of Revenues Over Expenditures	(457,681)	(2,516,555)	(1,583,983)	932,572
OTHER FINANCING SOURCES (USES)				
Transfers In	-	1,347,138	1,347,138	-
Transfers Out	-	-	-	-
Sale of Capital Assets/Land	-	-	-	-
Total Other Financing Sources (Uses)	-	1,347,138	1,347,138	-
NET CHANGE IN FUND BALANCE	\$ (457,681)	\$ (1,169,417)	(236,845)	932,572
Fund Balances - Beginning of Year			1,168,667	1,168,667
FUND BALANCES - END OF YEAR			\$ 931,822	\$ 2,101,239

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Fees and charges for services	-	-	-	-
Investment Income	-	-	-	-
Other Revenues/Premiums	-	-	-	-
Total Revenues	-	-	-	-
EXPENDITURES				
General Government:				
Current	-	55,281	55,280	1
Capital Outlay	-	106,127	-	106,127
Total Expenditures	-	161,408	55,280	106,128
Excess (Deficiency) of Revenues Over Expenditures	-	(161,408)	(55,280)	106,128
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Sale of Capital Assets/Land	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ (161,408)</u>	(55,280)	106,128
Fund Balances - Beginning of Year			180,259	180,259
FUND BALANCES - END OF YEAR			<u>\$ 124,979</u>	<u>\$ 286,387</u>

**CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
CAPITAL PROJECTS – BOND ACQUISITION
(GAAP BUDGETARY BASIS)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Fees and charges for services	-	-	-	-
Investment Income	-	-	19,951	19,951
Other Revenues/Premiums	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>19,951</u>	<u>19,951</u>
EXPENDITURES				
General Government:				
Current	-	8,119,118	538	8,118,580
Capital Outlay	-	8,000,000	2,558,970	5,441,030
Bond Issuance Costs	-	48,383	215,345	(166,962)
Total Expenditures	<u>-</u>	<u>16,167,501</u>	<u>2,774,853</u>	<u>13,392,648</u>
Excess (Deficiency) of Revenues Over Expenditures	-	(16,167,501)	(2,754,902)	13,412,599
OTHER FINANCING SOURCES (USES)				
Bond Proceeds	-	10,290,000	10,290,000	-
Premiums on Bond Issuance	-	1,427,851	1,427,851	-
Sale of Capital Assets/Land	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>11,717,851</u>	<u>11,717,851</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ (4,449,650)</u>	8,962,949	13,412,599
Fund Balances - Beginning of Year			<u>79,494</u>	<u>79,494</u>
FUND BALANCES - END OF YEAR			<u>\$ 9,042,443</u>	<u>\$ 13,492,093</u>

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Fees and charges for services	-	-	-	-
Investment Income	-	-	-	-
Other Revenues/Premiums	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
General Government:				
Current	-	-	-	-
Capital Outlay	-	4,815	-	4,815
Total Expenditures	<u>-</u>	<u>4,815</u>	<u>-</u>	<u>4,815</u>
Excess (Deficiency) of Revenues Over Expenditures	-	(4,815)	-	4,815
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Sale of Capital Assets/Land	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u><u>\$ -</u></u>	<u><u>\$ (4,815)</u></u>	-	4,815
Fund Balances - Beginning of Year			582,515	582,515
FUND BALANCES - END OF YEAR			<u><u>\$ 582,515</u></u>	<u><u>\$ 587,330</u></u>

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ 1,445,000	\$ 1,445,000	\$ 1,445,498	\$ 498
Intergovernmental	-	-	-	-
Fees and charges for services	-	-	-	-
Investment Income	-	-	4,240	4,240
Other Revenues/Premiums	-	2,644	2,644	-
Total Revenues	<u>1,445,000</u>	<u>1,447,644</u>	<u>1,452,382</u>	<u>4,738</u>
EXPENDITURES				
General Government:				
Current	868,559	3,878,091	3,054,189	823,902
Capital Outlay	<u>8,300</u>	<u>8,300</u>	<u>-</u>	<u>8,300</u>
Total Expenditures	<u>876,859</u>	<u>3,886,391</u>	<u>3,054,189</u>	<u>832,202</u>
Excess (Deficiency) of Revenues Over Expenditures	568,141	(2,438,747)	(1,601,807)	836,940
OTHER FINANCING SOURCES (USES)				
Transfers In	-	2,470,665	2,470,665	-
Transfers Out	-	(2,470,665)	(2,470,665)	-
Sale of Capital Assets/Land	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u><u>\$ 568,141</u></u>	<u><u>\$ (2,438,747)</u></u>	<u>(1,601,807)</u>	<u>836,940</u>
Fund Balances - Beginning of Year			<u>2,580,930</u>	<u>2,580,930</u>
FUND BALANCES - END OF YEAR			<u><u>\$ 979,123</u></u>	<u><u>\$ 3,417,870</u></u>

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Fees and charges for services	-	-	-	-
Investment Income	-	-	-	-
Other Revenues/Premiums	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
General Government:				
Current	-	-	-	-
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Sale of Capital Assets/Land	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u>-</u>	<u>-</u>
Fund Balances - Beginning of Year			<u>32,507</u>	<u>32,507</u>
FUND BALANCES - END OF YEAR			<u><u>\$ 32,507</u></u>	<u><u>\$ 32,507</u></u>

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Fees and charges for services	-	-	-	-
Investment Income	-	-	-	-
Other Revenues/Premiums	-	-	-	-
Total Revenues	-	-	-	-
EXPENDITURES				
General Government:				
Current	-	-	-	-
Capital Outlay	-	77,202	-	77,202
Total Expenditures	-	77,202	-	77,202
Excess (Deficiency) of Revenues Over Expenditures	-	(77,202)	-	77,202
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	(6,614)	(6,614)	-
Sale of Capital Assets/Land	-	-	-	-
Total Other Financing Sources (Uses)	-	(6,614)	(6,614)	-
NET CHANGE IN FUND BALANCE	\$ -	\$ (83,816)	(6,614)	77,202
Fund Balances - Beginning of Year			139,620	139,620
FUND BALANCES - END OF YEAR			\$ 133,006	\$ 216,822

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	29,886	-	(29,886)
Fees and charges for services	-	-	-	-
Investment Income	-	-	-	-
Other Revenues/Premiums	-	-	-	-
Total Revenues	-	29,886	-	(29,886)
EXPENDITURES				
General Government:				
Current	500,000	-	45,150	(45,150)
Capital Outlay	-	555,092	11,589	543,503
Total Expenditures	500,000	555,092	56,739	498,353
Excess (Deficiency) of Revenues Over Expenditures	(500,000)	(525,206)	(56,739)	468,467
OTHER FINANCING SOURCES (USES)				
Transfers In	-	6,614	6,614	-
Transfers Out	-	-	-	-
Sale of Capital Assets/Land	-	-	-	-
Total Other Financing Sources (Uses)	-	6,614	6,614	-
NET CHANGE IN FUND BALANCE	\$ (500,000)	\$ (518,592)	(50,125)	468,467
Fund Balances - Beginning of Year			553,212	553,212
FUND BALANCES - END OF YEAR			\$ 503,087	\$ 1,021,679

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	295,115	276,595	(18,520)
Fees and charges for services	-	-	54,002	54,002
Investment Income	-	-	-	-
Other Revenues/Premiums	-	-	-	-
Total Revenues	-	295,115	330,597	35,482
EXPENDITURES				
General Government:				
Current	-	115,337	33,683	81,654
Capital Outlay	-	1,271,139	667,725	603,414
Total Expenditures	-	1,386,476	701,408	685,068
Excess (Deficiency) of Revenues Over Expenditures	-	(1,091,361)	(370,811)	720,550
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	(63,750)	(276,654)	(276,654)	-
Sale of Capital Assets/Land	-	-	-	-
Total Other Financing Sources (Uses)	(63,750)	(276,654)	(276,654)	-
NET CHANGE IN FUND BALANCE	\$ (63,750)	\$ (1,368,015)	(647,465)	720,550
Fund Balances - Beginning of Year			2,283,887	2,283,887
FUND BALANCES - END OF YEAR			\$ 1,636,422	\$ 3,004,437

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Fees and charges for services	-	-	-	-
Investment Income	-	-	-	-
Other Revenues/Premiums	-	-	-	-
Total Revenues	-	-	-	-
EXPENDITURES				
General Government:				
Current	-	65,000	40,945	24,055
Capital Outlay	-	-	-	-
Total Expenditures	-	65,000	40,945	24,055
Excess (Deficiency) of Revenues Over Expenditures	-	(65,000)	(40,945)	24,055
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Sale of Capital Assets/Land	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ (65,000)</u>	(40,945)	24,055
Fund Balances - Beginning of Year			120,410	120,410
FUND BALANCES - END OF YEAR			<u>\$ 79,465</u>	<u>\$ 144,465</u>

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Fees and charges for services	-	-	-	-
Investment Income	-	-	-	-
Other Revenues/Premiums	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
General Government:				
Current	-	-	-	-
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Sale of Capital Assets/Land	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u>-</u>	<u>-</u>
Fund Balances - Beginning of Year			<u>1,698</u>	<u>1,698</u>
FUND BALANCES - END OF YEAR			<u><u>\$ 1,698</u></u>	<u><u>\$ 1,698</u></u>

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	797,825	174,631	(623,194)
Fees and charges for services	-	-	-	-
Investment Income	-	-	-	-
Other Revenues/Premiums	-	-	-	-
Total Revenues	-	797,825	174,631	(623,194)
EXPENDITURES				
General Government:				
Current	-	52,900	49,512	3,388
Capital Outlay	-	1,090,855	174,631	916,224
Total Expenditures	-	1,143,755	224,143	919,612
Excess (Deficiency) of Revenues Over Expenditures	-	(345,930)	(49,512)	296,418
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Sale of Capital Assets/Land	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
NET CHANGE IN FUND BALANCE	\$ -	\$ (345,930)	(49,512)	296,418
Fund Balances - Beginning of Year			1,212,989	1,212,989
FUND BALANCES - END OF YEAR			\$ 1,163,477	\$ 1,509,407

**CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
CAPITAL PROJECTS – KITCHEN ANGELS
(GAAP BUDGETARY BASIS)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	475,921	475,921	-
Fees and charges for services	-	-	-	-
Investment Income	-	-	-	-
Other Revenues/Premiums	-	-	-	-
Total Revenues	<u>-</u>	<u>475,921</u>	<u>475,921</u>	<u>-</u>
EXPENDITURES				
General Government:				
Current	-	-	-	-
Capital Outlay	-	475,921	475,921	-
Total Expenditures	<u>-</u>	<u>475,921</u>	<u>475,921</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Sale of Capital Assets/Land	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>-</u>
Fund Balances - Beginning of Year			<u>-</u>	<u>-</u>
FUND BALANCES - END OF YEAR			<u>\$ -</u>	<u>\$ -</u>

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Fees and charges for services	-	-	-	-
Investment Income	-	-	-	-
Other Revenues/Premiums	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
General Government:				
Current	-	46,244	53,697	(7,453)
Capital Outlay	7,030	331,049	122,598	208,451
Total Expenditures	<u>7,030</u>	<u>377,293</u>	<u>176,295</u>	<u>200,998</u>
Excess (Deficiency) of Revenues Over Expenditures	(7,030)	(377,293)	(176,295)	200,998
OTHER FINANCING SOURCES (USES)				
Transfers In	-	140,263	140,263	-
Transfers Out	-	-	-	-
Sale of Capital Assets/Land	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>140,263</u>	<u>140,263</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ (7,030)</u>	<u>\$ (237,030)</u>	(36,032)	200,998
Fund Balances - Beginning of Year			<u>246,132</u>	<u>246,132</u>
FUND BALANCES - END OF YEAR			<u>\$ 210,100</u>	<u>\$ 447,130</u>

**CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
CAPITAL PROJECTS –MUSEUMS
(GAAP BUDGETARY BASIS)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	40,000	-	(40,000)
Fees and charges for services	-	-	-	-
Investment Income	-	-	-	-
Other Revenues/Premiums	-	-	-	-
Total Revenues	<u>-</u>	<u>40,000</u>	<u>-</u>	<u>(40,000)</u>
EXPENDITURES				
General Government:				
Current	-	-	-	-
Capital Outlay	-	40,000	-	40,000
Total Expenditures	<u>-</u>	<u>40,000</u>	<u>-</u>	<u>40,000</u>
Excess (Deficiency) of Revenues Over Expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Sale of Capital Assets/Land	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>-</u>
Fund Balances - Beginning of Year			<u>-</u>	<u>-</u>
FUND BALANCES - END OF YEAR			<u>\$ -</u>	<u>\$ -</u>

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	442,933	1,517,116	1,074,183
Fees and charges for services	-	-	-	-
Investment Income	-	-	-	-
Other Revenues/Premiums	-	11,143	75,488	64,345
Total Revenues	-	454,076	1,592,604	1,138,528
EXPENDITURES				
General Government:				
Current	-	19,500	47,485	(27,985)
Capital Outlay	-	6,291,855	3,215,593	3,076,262
Total Expenditures	-	6,311,355	3,263,078	3,048,277
Excess (Deficiency) of Revenues Over Expenditures	-	(5,857,279)	(1,670,474)	4,186,805
OTHER FINANCING SOURCES (USES)				
Transfers In	-	875,760	876,113	353
Transfers Out	-	(554,991)	(555,345)	(354)
Sale of Capital Assets/Land	-	-	-	-
Total Other Financing Sources (Uses)	-	320,769	320,768	(1)
NET CHANGE IN FUND BALANCE	\$ -	\$ (5,536,510)	(1,349,706)	4,186,804
Fund Balances - Beginning of Year			5,955,332	5,955,332
FUND BALANCES - END OF YEAR			\$ 4,605,626	\$ 10,142,136

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Fees and charges for services	-	-	-	-
Investment Income	-	-	-	-
Other Revenues/Premiums	-	-	-	-
Total Revenues	-	-	-	-
EXPENDITURES				
General Government:				
Current	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues Over Expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	(284,669)	(284,669)	-
Sale of Capital Assets/Land	-	-	-	-
Total Other Financing Sources (Uses)	-	(284,669)	(284,669)	-
NET CHANGE IN FUND BALANCE	\$ -	\$ (284,669)	(284,669)	-
Fund Balances - Beginning of Year			296,230	296,230
FUND BALANCES - END OF YEAR			\$ 11,561	\$ 296,230

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Fees and charges for services	-	-	-	-
Investment Income	-	-	-	-
Other Revenues/Premiums	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
General Government:				
Current	-	-	-	-
Capital Outlay	-	203,656	192,669	10,987
Total Expenditures	<u>-</u>	<u>203,656</u>	<u>192,669</u>	<u>10,987</u>
Excess (Deficiency) of Revenues Over Expenditures	-	(203,656)	(192,669)	10,987
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Sale of Capital Assets/Land	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ (203,656)</u>	(192,669)	10,987
Fund Balances - Beginning of Year			<u>205,974</u>	<u>205,974</u>
FUND BALANCES - END OF YEAR			<u>\$ 13,305</u>	<u>\$ 216,961</u>

**MAJOR GOVERNMENTAL FUNDS
DEBT SERVICE FUND
BUDGET VS ACTUAL REPORT**

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
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
MAJOR GOVERNMENTAL FUND – DEBT SERVICE FUNDS
(NON-GAAP BUDGETARY BASIS)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Investment Income (Loss)	\$ 14,173	\$ 14,173	\$ 1,120,445	\$ 1,106,272
Property	1,999,280	1,999,280	2,443,632	444,352
Other Misc Rev	-	717,010	-	(717,010)
Total Revenues	<u>2,013,453</u>	<u>2,730,463</u>	<u>3,564,077</u>	<u>1,550,624</u>
EXPENDITURES				
Debt Service				
Principal Payments	9,989,010	9,989,010	9,989,010	-
Bond Issuance Costs	-	-	-	-
Interest	3,363,005	4,079,215	4,174,556	(95,341)
Professional Services	-	-	16,637	(16,637)
Other Operating Expense	1,856	5,092	-	5,092
Total Expenditures	<u>13,353,871</u>	<u>14,073,317</u>	<u>14,180,203</u>	<u>(106,886)</u>
Excess (Deficiency) of Revenues Over Expenditures	(11,340,418)	(11,342,854)	(10,616,126)	726,728
OTHER FINANCING SOURCES (USES)				
Transfers In	11,353,666	11,353,666	11,353,666	-
Transfers Out	-	-	-	-
Payments to Bond Escrow	-	-	-	-
Proceeds of Refunding Bonds	-	-	-	-
Premiums on Bonds Issued	-	-	-	-
Total Other Financing Sources (Uses)	<u>11,353,666</u>	<u>11,353,666</u>	<u>11,353,666</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	13,248	10,812	737,540	726,728
Fund Balances - Beginning of Year	<u>73,697,949</u>	<u>13,587,289</u>	<u>(3,762,407)</u>	<u>(17,349,696)</u>
FUND BALANCES - END OF YEAR	<u>\$ 73,711,197</u>	<u>\$ 13,598,101</u>	<u>\$ (3,024,867)</u>	<u>\$ (16,622,968)</u>

**CITY OF SANTA FE, NEW MEXICO
COMBINING BALANCE SHEET
MAJOR GOVERNMENTAL FUND
DEBT SERVICE FUNDS
YEAR ENDED JUNE 30, 2018**

	<u>General Obligation 2010 Debt Service</u>	<u>General Obligation 2013 Debt Service</u>	<u>General Obligation 2014 Debt Service</u>	<u>General Obligation 2018 Gas Tax Debt Service</u>	<u>GRT 2008 CIP Debt Service</u>
ASSETS					
Cash and Investments	\$ 464,816	\$ 543,634	\$ 230,102	\$ -	\$ (509,467)
Restricted Cash, Cash Equivalents, and Investments:					
Restricted for Debt Service Payments	331	27,645	-	-	119,658
Receivables:					
Interest Receivable	-	-	-	-	-
Other Receivable	-	-	-	-	-
Total Assets	<u>\$ 465,147</u>	<u>\$ 571,279</u>	<u>\$ 230,102</u>	<u>\$ -</u>	<u>\$ (389,809)</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts Payable	\$ 16,638	\$ -	\$ -	\$ -	\$ -
Due to Other Funds	5,015,739	-	-	-	-
Total Current Liabilities	<u>5,032,377</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance					
Unassigned	(4,567,230)	571,279	230,102	-	(389,809)
Total Fund Balance	<u>(4,567,230)</u>	<u>571,279</u>	<u>230,102</u>	<u>-</u>	<u>(389,809)</u>
Total Liabilities and Fund Balances and Fund Balances	<u>\$ 465,147</u>	<u>\$ 571,279</u>	<u>\$ 230,102</u>	<u>\$ -</u>	<u>\$ (389,809)</u>

**CITY OF SANTA FE, NEW MEXICO
 COMBINING BALANCE SHEET
 MAJOR GOVERNMENTAL FUND
 DEBT SERVICE FUNDS (CONTINUED)
 YEAR ENDED JUNE 30, 2018**

GRT CIP & Ref. 2012A Debt Service	GRT Refunding 2013A Debt Service	GRT Refunding 2013B Debt Service	GRT 2014 Debt Service	NMFA - Land Acquisition Debt Service	NMFA Fire Department Debt Service	Total
\$ 80,713	\$ 20,057	\$ 12,519	\$ 99,907	\$ 23,711	\$ (6,368)	\$ 959,624
490,716	283,353	57,139	62,267	-	-	1,041,109
6,777	-	-	-	-	-	6,777
<u>\$ 578,206</u>	<u>\$ 303,410</u>	<u>\$ 69,658</u>	<u>\$ 162,174</u>	<u>\$ 23,711</u>	<u>\$ (6,368)</u>	<u>\$ 2,007,510</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	16,638
-	-	-	-	-	-	5,015,739
-	-	-	-	-	-	5,032,377
578,206	303,410	69,658	162,174	23,711	(6,368)	(3,024,867)
<u>578,206</u>	<u>303,410</u>	<u>69,658</u>	<u>162,174</u>	<u>23,711</u>	<u>(6,368)</u>	<u>(3,024,867)</u>
<u>\$ 578,206</u>	<u>\$ 303,410</u>	<u>\$ 69,658</u>	<u>\$ 162,174</u>	<u>\$ 23,711</u>	<u>\$ (6,368)</u>	<u>\$ 2,007,510</u>

**CITY OF SANTA FE, NEW MEXICO
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
MAJOR GOVERNMENTAL FUND
DEBT SERVICE FUNDS
YEAR ENDED JUNE 30, 2018**

	General Obligation 2010 Debt Service	General Obligation 2013 Debt Service	General Obligation 2014 Debt Service	General Obligation 2018 Gas Tax Debt Service	GRT 2008 CIP Debt Service
REVENUES					
Taxes:					
Property	\$ 1,136,460	\$ 939,489	\$ 367,566	\$ -	\$ 17
Investment Income (Loss)	1,087,495	600	-	-	2,561
Total Revenues	<u>2,223,955</u>	<u>940,089</u>	<u>367,566</u>	<u>-</u>	<u>2,578</u>
EXPENDITURES					
Debt Service:					
Principal Payments	480,000	520,000	210,000	-	1,560,000
Interest	362,138	342,676	176,511	-	779,594
Bond Issuance Costs	-	-	-	-	-
Professional Services	16,637	-	-	-	-
Total Expenditures	<u>858,775</u>	<u>862,676</u>	<u>386,511</u>	<u>-</u>	<u>2,339,594</u>
Excess (Deficiency) of Revenues Over Expenditures	1,365,180	77,413	(18,945)	-	(2,337,016)
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	-	-	1,622,569
Transfers Out	-	-	-	-	-
Payments to Bond Escrow	-	-	-	-	-
Proceeds of Refunding Bonds	-	-	-	-	-
Premiums on Bonds Issues	-	-	-	-	-
Issuance of Note	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,622,569</u>
NET CHANGE IN FUND BALANCES	1,365,180	77,413	(18,945)	-	(714,447)
Fund Balances - Beginning of Year	<u>(5,932,410)</u>	<u>493,866</u>	<u>249,047</u>	<u>-</u>	<u>324,638</u>
FUND BALANCES - END OF YEAR	<u>\$ (4,567,230)</u>	<u>\$ 571,279</u>	<u>\$ 230,102</u>	<u>\$ -</u>	<u>\$ (389,809)</u>

**CITY OF SANTA FE, NEW MEXICO
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
MAJOR GOVERNMENTAL FUND
DEBT SERVICE FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2018**

GRT Refunding/ CIP 2012A Debt Service	GRT Refunding 2013A Debt Service	GRT Refunding 2013B Debt Service	GRT 2014 CIP Debt Service	NMFA - Land Acquisition Debt Service	NMFA Fire Department Debt Service	Total
\$ 25	\$ 25	\$ 25	\$ 25	\$ -	\$ -	\$ 2,443,632
20,629	6,046	1,217	1,340	53	504	1,120,445
<u>20,654</u>	<u>6,071</u>	<u>1,242</u>	<u>1,365</u>	<u>53</u>	<u>504</u>	<u>3,564,077</u>
6,490,000	260,000	195,000	-	170,975	103,035	9,989,010
1,008,250	187,348	474,388	728,789	94,821	20,041	4,174,556
-	-	-	-	-	-	-
-	-	-	-	-	-	16,637
<u>7,498,250</u>	<u>447,348</u>	<u>669,388</u>	<u>728,789</u>	<u>265,796</u>	<u>123,076</u>	<u>14,180,203</u>
(7,477,596)	(441,277)	(668,146)	(727,424)	(265,743)	(122,572)	(10,616,126)
7,497,966	447,241	669,366	728,754	264,694	123,076	11,353,666
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>7,497,966</u>	<u>447,241</u>	<u>669,366</u>	<u>728,754</u>	<u>264,694</u>	<u>123,076</u>	<u>11,353,666</u>
20,370	5,964	1,220	1,330	(1,049)	504	737,540
<u>557,836</u>	<u>297,446</u>	<u>68,438</u>	<u>160,844</u>	<u>24,760</u>	<u>(6,872)</u>	<u>(3,762,407)</u>
<u>\$ 578,206</u>	<u>\$ 303,410</u>	<u>\$ 69,658</u>	<u>\$ 162,174</u>	<u>\$ 23,711</u>	<u>\$ (6,368)</u>	<u>\$ (3,024,867)</u>

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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)

Wastewater 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.

**CITY OF SANTA FE, NEW MEXICO
COMBINING STATEMENT OF NET POSITION
NONMAJOR ENTERPRISE FUNDS
JUNE 30, 2018**

	Municipal Recreation Complex	Parking Enterprise Fund	Transit Bus System	Airport	GCCC	Total
Current Assets:						
Cash and Investments	\$ 782,895	\$ 448,184	\$ 6,621,671	\$ 1,098,701	\$ 2,760,416	\$ 11,711,867
Restricted Cash, Cash Equivalents, and Investments:						
Restricted for Debt Service	111,912	-	-	-	-	111,912
Restricted for Compliance	-	-	-	-	-	-
Restricted for Customer Deposits	-	-	-	-	-	-
Grants Receivable	28,059	-	1,579,808	2,240,138	-	3,848,005
Receivables, Net of Allowances						
Accounts	147,762	73,228	-	-	-	220,990
Interest	-	-	13,935	-	3,746	17,681
Other Receivable	3,290	-	-	229,947	-	233,237
Prepaid Expense	-	-	-	161	-	161
Total Current Assets	1,073,918	521,412	8,215,414	3,568,947	2,764,162	16,143,853
Capital Assets:						
Land and Water Rights	2,250,000	-	-	129,711	2,072,067	4,451,778
Buildings and Structures	2,310,217	35,260,112	7,716,720	5,384,799	23,306,768	73,978,616
Sewerlines and Utility Systems	-	-	-	-	29,820	29,820
Improvements	15,181,314	63,620	1,883,375	26,510,525	3,032,739	46,671,573
Furniture and Fixtures	-	-	-	-	36,499	36,499
Equipment and Machinery	1,248,415	752,697	1,469,695	1,172,072	435,765	5,078,644
Vehicles	44,154	409,349	13,645,297	596,733	151,528	14,847,061
Intangible Plant	-	-	-	-	-	-
Data Processing Equipment/Software	-	518,009	334,285	7,893	7,308	867,495
Art	-	-	180,971	-	-	180,971
Construction in Progress	-	-	-	2,255,764	76,405	2,332,169
Less: Accumulated Depreciation	<u>(15,939,803)</u>	<u>(7,287,763)</u>	<u>(13,357,510)</u>	<u>(21,015,275)</u>	<u>(9,947,345)</u>	<u>(67,547,696)</u>
Total Capital Assets,						
Net Accumulated Depreciation	5,094,297	29,716,024	11,872,833	15,042,222	19,201,554	80,926,930
Deferred Outflows of Resources:						
Unamortized Loss on Refunding Bonds	-	-	-	-	-	-
Deferred Outflows Related to Pension/OPEB Activity	119,292	702,481	1,572,721	331,187	561,789	3,287,470
Total Deferred Outflows of Resources	119,292	702,481	1,572,721	331,187	561,789	3,287,470
Total Assets and Deferred Outflows	\$ 6,287,507	\$ 30,939,917	\$ 21,660,968	\$ 18,942,356	\$ 22,527,505	\$ 100,358,253

**CITY OF SANTA FE, NEW MEXICO
COMBINING STATEMENT OF NET POSITION
NONMAJOR ENTERPRISE FUNDS (CONTINUED)
JUNE 30, 2018**

	Municipal Recreation Complex	Parking Enterprise Fund	Transit Bus System	Airport	GCCC	Total
Current Liabilities:						
Accounts Payable	\$ 30,033	\$ 93,080	\$ 52,243	\$ 1,834,919	\$ 139,167	\$ 2,149,442
Gross Receipts Taxes Payable	5,222	21,641	-	380	7,557	34,800
Compensated Absences Payable	23,224	178,697	395,338	79,797	117,752	794,808
Accrued Wages Payable	20,602	96,571	209,571	40,817	87,432	454,993
Claims and Judgment Payable	-	-	-	-	-	-
Bonds Payable, Net of Amortized Discounts	1,177,637	514,891	-	-	-	1,692,528
Notes Payable	-	-	-	-	-	-
Accrued Interest Payable	15,542	22,089	4,993	-	-	42,624
Unearned Revenue	-	-	-	47,223	-	47,223
Other Liabilities	-	2,196	-	-	6	2,202
Deposits and Escrow	-	15,494	14	-	18,521	34,029
Total Current Liabilities	<u>1,272,260</u>	<u>944,659</u>	<u>662,159</u>	<u>2,003,136</u>	<u>370,435</u>	<u>5,252,649</u>
Noncurrent Liabilities:						
Bonds Payable, Net of Unamortized Discounts	3,174,025	12,045,965	-	-	-	15,219,990
Compensated Absences Payable	-	-	-	-	-	-
Net Pension Liability	499,412	2,956,088	6,630,291	1,412,748	2,349,772	13,848,311
Net OPEB Liability	314,325	1,676,705	3,614,071	571,336	1,504,773	7,681,210
Total Noncurrent Liabilities	<u>3,987,762</u>	<u>16,678,758</u>	<u>12,681,111</u>	<u>1,984,084</u>	<u>3,854,545</u>	<u>39,186,260</u>
Total Liabilities	<u>5,260,022</u>	<u>17,623,417</u>	<u>13,343,270</u>	<u>3,987,220</u>	<u>4,224,980</u>	<u>44,438,909</u>
Deferred Inflows of Resources:						
Unamortized Gain on Refunding of Bonds	65,702	-	-	-	-	65,702
Deferred Inflows Related to Pension/OPEB Activity	138,822	779,867	1,715,807	320,365	659,052	3,613,913
Total Deferred Inflows of Resources	<u>204,524</u>	<u>779,867</u>	<u>1,715,807</u>	<u>320,365</u>	<u>659,052</u>	<u>3,679,615</u>
Net Position:						
Net Investment in Capital Assets	676,933	17,155,168	11,872,833	15,042,222	19,201,554	63,948,710
Restricted for Debt Service	111,912	-	-	-	-	111,912
Restricted for Compliance	-	-	-	-	-	-
Unrestricted	34,116	(4,618,535)	(5,270,942)	(407,451)	(1,558,081)	(11,820,893)
Total Net Position	<u>822,961</u>	<u>12,536,633</u>	<u>6,601,891</u>	<u>14,634,771</u>	<u>17,643,473</u>	<u>52,239,729</u>
Total Liabilities, Inflows of Resources, and Net Position	<u>\$ 6,287,507</u>	<u>\$ 30,939,917</u>	<u>\$ 21,660,968</u>	<u>\$ 18,942,356</u>	<u>\$ 22,527,505</u>	<u>\$ 100,358,253</u>

**CITY OF SANTA FE, NEW MEXICO
COMBINING STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION
NONMAJOR ENTERPRISE FUNDS
YEAR ENDED JUNE 30, 2018**

	Municipal Recreation Complex	Parking Enterprise Fund	Transit Bus System
OPERATING REVENUES			
User Fees, Net of Allowance	\$ 1,138,450	\$ 4,833,601	\$ 1,330,212
Facilities Rentals	47,902	-	74,977
Other Revenues	59,153	704,023	171,519
Total Operating Revenues	<u>1,245,505</u>	<u>5,537,624</u>	<u>1,576,708</u>
OPERATING EXPENSES			
Salaries, Wages, and Fringe Benefits	410,679	1,502,267	4,539,931
Contractual Services and Utilities	391,319	176,976	172,333
Repairs and Maintenance	136,149	123,783	348,737
Supplies	161,534	115,284	736,642
Capital Outlay - Inventory-Exempt Items	6,903	51,811	73,509
Depreciation Expense	256,579	717,090	1,673,581
Insurance Premiums	23,524	134,611	322,079
Claims and Judgments	-	-	1,224
Other	286,957	1,316,577	1,107,238
Total Operating Expenses	<u>1,673,644</u>	<u>4,138,399</u>	<u>8,975,274</u>
Operating Income (Loss)	<u>(428,139)</u>	<u>1,399,225</u>	<u>(7,398,566)</u>
NONOPERATING REVENUES (EXPENSES)			
Investment Income (Loss)	2,400	561	11,595
Intergovernmental:			
Federal	-	-	1,570,887
State	47,985	-	238,836
Gain (Loss) on Sale of Capital Assets	(1,263)	(2,373)	(2,328)
Interest Expense	(223,086)	(509,514)	(60,273)
Premium (Discount) Debt Service Interest	88,787	65,341	-
Other Nonoperating Revenue (Expense)	-	-	-
Total Nonoperating Revenues (Expenses)	<u>(85,177)</u>	<u>(445,985)</u>	<u>1,758,717</u>
Income (Loss) Before Transfers and Capital Contributions	(513,316)	953,240	(5,639,849)
Transfers In	2,101,011	928,277	10,975,728
Transfers Out	<u>(67,681)</u>	<u>(994,906)</u>	<u>(1,858,573)</u>
CHANGE IN NET POSITION	1,520,014	886,611	3,477,306
Net Position - Beginning of Year	<u>(323,685)</u>	<u>13,641,681</u>	<u>7,417,526</u>
Restatement	(373,368)	(1,991,659)	(4,292,941)
Net Position - Beginning of Year, As Restated	<u>(697,053)</u>	<u>11,650,022</u>	<u>3,124,585</u>
NET POSITION - END OF YEAR	<u>\$ 822,961</u>	<u>\$ 12,536,633</u>	<u>\$ 6,601,891</u>

**CITY OF SANTA FE, NEW MEXICO
COMBINING STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION
NONMAJOR ENTERPRISE FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2018**

<u>Airport</u>	<u>GCCC</u>	<u>Total</u>
\$ 1,937,550	\$ 1,617,000	\$ 10,856,813
272,537	275,934	671,350
60,194	4,362	999,251
<u>2,270,281</u>	<u>1,897,296</u>	<u>12,527,414</u>
983,042	1,263,371	8,699,290
402,071	811,731	1,954,430
70,677	112,484	791,830
26,671	147,835	1,187,966
51,062	78,923	262,208
2,247,079	794,814	5,689,143
45,313	120,701	646,228
-	-	1,224
413,891	515,756	3,640,419
<u>4,239,806</u>	<u>3,845,615</u>	<u>22,872,738</u>
(1,969,525)	(1,948,319)	(10,345,324)
-	5,615	20,171
1,942,032	-	3,512,919
370,972	-	657,793
-	(121)	(6,085)
-	-	(792,873)
-	-	154,128
-	-	-
<u>2,313,004</u>	<u>5,494</u>	<u>3,546,053</u>
343,479	(1,942,825)	(6,799,271)
1,080,201	3,622,618	18,707,835
<u>(742,217)</u>	<u>(850,000)</u>	<u>(4,513,377)</u>
681,463	829,793	7,395,187
<u>14,631,964</u>	<u>18,601,111</u>	<u>53,968,597</u>
(678,656)	(1,787,431)	(9,124,055)
<u>13,953,308</u>	<u>16,813,680</u>	<u>44,844,542</u>
<u>\$ 14,634,771</u>	<u>\$ 17,643,473</u>	<u>\$ 52,239,729</u>

**CITY OF SANTA FE, NEW MEXICO
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
YEAR ENDED JUNE 30, 2018**

	Municipal Recreation Complex	Parking Enterprise Fund	Transit Bus System	Airport	GCCC	Total
CASH FLOWS FROM OPERATING ACTIVITIES						
Cash Received from Customers	\$ 1,230,756	\$ 5,484,026	\$ 1,576,708	\$ 2,255,911	\$ 1,897,296	\$ 12,444,697
Cash Payments to Suppliers for Goods and Services	(931,045)	(1,218,610)	(1,721,862)	889,100	(1,495,077)	(4,477,494)
Cash Payments to Employees for Services	(553,025)	(2,508,906)	(6,276,209)	(1,098,852)	(2,149,810)	(12,586,802)
Cash Paid for Interfund Services Provided	(71,078)	(676,289)	(999,795)	(139,480)	(287,981)	(2,174,623)
Net Cash Provided (Used) by Operating Activities	(324,392)	1,080,221	(7,421,158)	1,906,679	(2,035,572)	(6,794,222)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES						
Intergovernmental Taxes and Grants	47,253	-	2,156,220	651,145	5,337	2,859,955
Transfers In from Other Funds	2,101,011	928,277	10,975,728	1,080,201	3,622,618	18,707,835
Transfers Out to Other Funds	(67,681)	(994,906)	(1,858,573)	(742,217)	(850,000)	(4,513,377)
Net Cash Provided (Used) by Noncapital Financing Activities	2,080,583	(66,629)	11,273,375	989,129	2,777,955	17,054,413
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Acquisition and Construction of Capital Assets	(123,615)	(400)	(360,480)	(1,958,126)	(123,453)	(2,566,074)
Proceeds from Sale of Capital Assets	2,440	3,014	1,936	-	-	7,390
Bond Proceeds	-	-	-	-	-	-
Premium on Refunding	-	-	-	-	-	-
Interest Paid on Revenue Bonds and Notes Payable	(149,570)	(445,146)	(60,548)	-	-	(655,264)
Principal Paid on Revenue Bond Maturities and Notes Payable	(1,166,437)	(555,541)	(279,644)	-	-	(2,001,622)
Net Cash Used by Capital and Related Financing Activities	(1,437,182)	(998,073)	(698,736)	(1,958,126)	(123,453)	(5,215,570)
CASH FLOWS FROM INVESTING ACTIVITIES						
Interest and Dividends on Investments	2,400	561	3,058	-	3,584	9,603
Net Cash Provided (Used) by Investing Activities	2,400	561	3,058	-	3,584	9,603
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	321,409	16,080	3,156,539	937,682	622,514	5,054,224
Cash, Investments, and Cash Equivalents - Beginning of Year	573,398	432,104	3,465,132	161,019	2,137,902	6,769,555
CASH, INVESTMENTS, AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 894,807</u>	<u>\$ 448,184</u>	<u>\$ 6,621,671</u>	<u>\$ 1,098,701</u>	<u>\$ 2,760,416</u>	<u>\$ 11,823,779</u>

**CITY OF SANTA FE, NEW MEXICO
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2018**

	Municipal Recreation Complex	Parking Enterprise Fund	Transit Bus System	Airport	GCCC	Total
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES						
Operating Income (Loss)	\$ (428,139)	\$ 1,399,225	\$ (7,398,566)	\$ (1,969,525)	\$ (1,948,319)	\$ (10,345,324)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:						
Depreciation/Amortization/Bad Debt Expense	256,579	717,090	1,673,581	2,247,079	794,814	5,689,143
Difference between Deferred Outflows Related to Pensions and OPEB	147,871	927,728	1,895,896	292,597	779,908	4,044,000
Difference between Deferred Inflows Related to Pensions and OPEB	115,191	635,672	1,409,001	265,190	540,376	2,965,430
Difference Between Net Pension/OPEB Liability	(408,953)	(2,541,368)	(5,075,455)	(677,607)	(2,198,196)	(10,901,579)
Change in Assets and Liabilities:						
(Increase) Decrease in Accounts Receivable	(11,459)	(53,598)	-	-	-	(65,057)
(Increase) Decrease in Other Receivable	(3,290)	-	-	(15,919)	-	(19,209)
(Increase) Decrease in Prepaid Expenses	-	-	-	1,549	-	1,549
(Increase) Decrease in Accounts Payable	3,267	15,851	40,105	1,711,848	5,116	1,776,187
(Increase) Decrease in Gross Receipts Taxes Payable	996	2,018	-	234	(950)	2,298
(Increase) Decrease in Compensated Absences Payable	1,586	(48,407)	21,561	(2,683)	(9,962)	(37,905)
(Increase) Decrease in Accrued Wages Payable	1,959	19,736	12,719	6,693	1,435	42,542
(Increase) Decrease in Other Liabilities	-	831	-	-	6	837
(Increase) Decrease in Customer Deposits	-	5,443	-	-	200	5,643
(Increase) Decrease in Unearned Revenue	-	-	-	47,223	-	47,223

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
OPERATING REVENUES/TRANSFERS IN				
User Fees, Net of Allowance	\$ 1,006,237	\$ 1,006,237	\$ 1,138,450	\$ 132,213
Investment Income (Loss)	1,665	1,665	2,400	735
Intergovernmental Revenues	300,580	49,335	47,985	(1,350)
Other Revenues/Premiums	-	-	59,153	59,153
Facilities Rentals	48,200	48,200	47,902	(298)
Transfers In	2,040,518	2,069,299	2,101,011	31,712
Total Operating Revenues/ Transfers In	3,397,200	3,174,736	3,396,901	222,165
OPERATING EXPENSES/TRANSFERS OUT				
Salaries, Wages, and Fringe Benefits	833,810	833,810	410,679	423,131
Contractual Services and Utilities	332,347	346,821	391,319	(44,498)
Repairs and Maintenance	55,695	159,465	136,149	23,316
Supplies	170,869	166,009	161,534	4,475
Capital Outlay	131,292	131,292	6,903	124,389
Insurance Premiums	23,524	23,524	23,524	-
Interest Expense	239,500	239,500	223,086	16,414
Claims and Judgements	-	-	-	-
BDD- Source of Supply	296,163	296,163	-	296,163
Other	292,809	292,809	286,957	5,852
Transfers Out	3,713	35,969	67,681	(31,712)
Debt Service - Principal Payments	995,000	1,023,781	1,023,781	-
Other Nonoperating Revenue (Expense)	64,655	69,594	-	69,594
Total Operating Expenses/ Transfers Out	3,439,377	3,618,737	2,731,613	887,124
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (42,177)	\$ (444,001)	665,288	\$ 1,109,289
REVENUE (EXPENSES) NOT BUDGETED				
Depreciation Expense			(256,579)	
Prem (Discount) Debt Service Interest			88,787	
Gain (Loss) on Sale of Capital Assets			(1,263)	
CHANGES TO CONFORM TO GAAP				
Debt Service - Principal Payments	995,000	1,023,781	1,023,781	
Capital Outlay			-	
CHANGE IN NET POSITION			\$ 1,520,014	

**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)
YEAR ENDED JUNE 30, 2018**

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance From Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
OPERATING REVENUES/TRANSFERS IN				
User Fees, Net of Allowance	\$ 4,967,697	\$ 4,967,697	\$ 4,833,601	\$ (134,096)
Investment Income (Loss)	30,924	30,924	561	(30,363)
Intergovernmental Revenues	-	-	-	-
Other Revenues/Premiums	620,940	620,940	704,023	83,083
Facilities Rentals	-	-	-	-
Transfers In	<u>928,277</u>	<u>928,277</u>	<u>928,277</u>	<u>-</u>
Total Operating Revenues/ Transfers In	6,547,838	6,547,838	6,466,462	(81,376)
OPERATING EXPENSES/TRANSFERS OUT				
Salaries, Wages, and Fringe Benefits	2,232,606	2,232,606	1,502,267	730,339
Contractual Services and Utilities	293,517	281,637	176,976	104,661
Repairs and Maintenance	243,250	258,250	123,783	134,467
Supplies	232,770	231,750	115,284	116,466
Capital Outlay	175,603	227,145	51,811	175,334
Insurance Premiums	134,611	134,611	134,611	-
Interest Expense	513,108	513,108	509,514	3,594
Claims and Judgements	-	-	-	-
BDD- Source of Supply	-	-	-	-
Other	1,315,309	1,313,309	1,316,577	(3,268)
Transfers Out	994,906	994,906	994,906	-
Debt Service - Principal Payments	431,404	431,404	431,404	-
Other Nonoperating Revenue (Expense)	<u>217,029</u>	<u>217,029</u>	<u>-</u>	<u>217,029</u>
Total Operating Expenses/ Transfers Out	<u>6,784,113</u>	<u>6,835,755</u>	<u>5,357,133</u>	<u>1,478,622</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ (236,275)</u>	<u>\$ (287,917)</u>	1,109,329	<u>\$ 1,397,246</u>
REVENUE (EXPENSES) NOT BUDGETED				
Depreciation Expense			(717,090)	
Prem (Discount) Debt Service Interest			65,341	
Gain (Loss) on Sale of Capital Assets			(2,373)	
CHANGES TO CONFORM TO GAAP				
Debt Service - Principal Payments	431,404	431,404	431,404	
Capital Outlay			<u>-</u>	
CHANGE IN NET POSITION			<u>\$ 886,611</u>	

**CITY OF SANTA FE, NEW MEXICO
NONMAJOR ENTERPRISE FUND
SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN NET POSITION – BUDGET AND ACTUAL
TRANSIT BUS SYSTEM
(NON-GAAP BUDGETARY BASIS)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
OPERATING REVENUES/TRANSFERS IN				
User Fees, Net of Allowance	\$ 1,320,000	\$ 1,320,000	\$ 1,330,212	\$ 10,212
Investment Income (Loss)	-	-	11,595	11,595
Intergovernmental Revenues	1,771,771	2,240,834	1,809,723	(431,111)
Other Revenues/Premiums	-	-	171,519	171,519
Facilities Rentals	-	-	74,977	74,977
Transfers In	9,459,078	9,462,178	10,975,728	1,513,550
Total Operating Revenues/ Transfers In	12,550,849	13,023,012	14,373,754	1,350,742
OPERATING EXPENSES/TRANSFERS OUT				
Salaries, Wages, and Fringe Benefits	7,246,825	7,246,825	4,539,931	2,706,894
Contractual Services and Utilities	332,180	251,843	172,333	79,510
Repairs and Maintenance	421,000	401,330	348,737	52,593
Supplies	770,950	847,772	736,642	111,130
Capital Outlay	1,252,575	3,632,315	73,509	3,558,806
Insurance Premiums	327,079	327,079	322,079	5,000
Interest Expense	60,548	60,548	60,273	275
Claims and Judgements	-	-	1,224	(1,224)
BDD- Source of Supply	-	-	-	-
Other	1,140,514	1,274,604	1,107,238	167,366
Transfers Out	345,023	345,023	1,858,573	(1,513,550)
Debt Service - Principal Payments	279,644	279,644	279,644	-
Other Nonoperating Revenue (Expense)	(111,395)	(114,695)	-	(114,695)
Total Operating Expenses/ Transfers Out	12,064,943	14,552,288	9,500,183	5,052,105
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES				
	\$ 485,906	\$ (1,529,276)	4,873,571	\$ 6,402,847
REVENUE (EXPENSES) NOT BUDGETED				
Depreciation Expense			(1,673,581)	
Prem (Discount) Debt Service Interest			-	
Gain (Loss) on Sale of Capital Assets			(2,328)	
CHANGES TO CONFORM TO GAAP				
Debt Service - Principal Payments	279,644	279,644	279,644	-
Capital Outlay			-	
CHANGE IN NET POSITION			<u>\$ 3,477,306</u>	

**CITY OF SANTA FE, NEW MEXICO
NONMAJOR ENTERPRISE FUND
SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN NET POSITION – BUDGET AND ACTUAL
AIRPORT
(NON-GAAP BUDGETARY BASIS)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
OPERATING REVENUES/TRANSFERS IN				
User Fees, Net of Allowance	\$ 1,363,379	\$ 1,363,379	\$ 1,937,550	\$ 574,171
Investment Income (Loss)	1,693	1,693	-	(1,693)
Intergovernmental Revenues	1,471,250	7,699,428	2,313,004	(5,386,424)
Other Revenues/Premiums	-	-	60,194	60,194
Facilities Rentals	616,712	616,712	272,537	(344,175)
Transfers In	737,424	971,828	1,080,201	108,373
Total Operating Revenues/ Transfers In	4,190,458	10,653,040	5,663,486	(4,989,554)
OPERATING EXPENSES/TRANSFERS OUT				
Salaries, Wages, and Fringe Benefits	1,302,284	1,302,284	983,042	319,242
Contractual Services and Utilities	327,366	597,733	402,071	195,662
Repairs and Maintenance	337,500	165,956	70,677	95,279
Supplies	47,500	47,500	26,671	20,829
Capital Outlay	1,020,000	7,140,122	51,062	7,089,060
Insurance Premiums	58,535	58,535	45,313	13,222
Interest Expense	-	-	-	-
Claims and Judgements	-	-	-	-
BDD- Source of Supply	-	-	-	-
Other	386,851	499,356	413,891	85,465
Transfers Out	612,345	633,845	742,217	(108,372)
Other Nonoperating Revenue (Expense)	16,900	16,900	-	16,900
Total Operating Expenses/ Transfers Out	4,109,281	10,462,231	2,734,944	7,727,287
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 81,177	\$ 190,809	2,928,542	\$ 2,737,733
REVENUE (EXPENSES) NOT BUDGETED				
Depreciation Expense			(2,247,079)	
Prem (Discount) Debt Service Interest			-	
Gain (Loss) on Sale of Capital Assets			-	
CHANGES TO CONFORM TO GAAP				
Capital Outlay			-	
CHANGE IN NET POSITION			\$ 681,463	

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
OPERATING REVENUES/TRANSFERS IN				
User Fees, Net of Allowance	\$ 1,725,500	\$ 1,725,500	\$ 1,617,000	\$ (108,500)
Investment Income (Loss)	4,333	4,333	5,615	1,282
Intergovernmental Revenues	-	-	-	-
Other Revenues/Premiums	-	-	4,362	4,362
Facilities Rentals	281,000	281,000	275,934	(5,066)
Transfers In	<u>2,769,143</u>	<u>3,622,618</u>	<u>3,622,618</u>	<u>-</u>
Total Operating Revenues/ Transfers In	4,779,976	5,633,451	5,525,529	(107,922)
OPERATING EXPENSES/TRANSFERS OUT				
Salaries, Wages, and Fringe Benefits	2,614,559	2,614,559	1,263,371	1,351,188
Contractual Services and Utilities	761,395	804,205	811,731	(7,526)
Repairs and Maintenance	188,438	161,233	112,484	48,749
Supplies	206,797	192,944	147,835	45,109
Capital Outlay	44,753	1,028,374	78,923	949,451
Insurance Premiums	128,201	128,201	120,701	7,500
Interest Expense	-	-	-	-
Claims and Judgements	-	-	-	-
BDD- Source of Supply	-	-	-	-
Other	625,761	845,952	515,756	330,196
Transfers Out	-	850,000	850,000	-
Other Nonoperating Revenue (Expense)	<u>9,816</u>	<u>9,816</u>	<u>-</u>	<u>9,816</u>
Total Operating Expenses/ Transfers Out	<u>4,579,720</u>	<u>6,635,284</u>	<u>3,900,801</u>	<u>2,734,483</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ 200,256</u>	<u>\$ (1,001,833)</u>	1,624,728	<u>\$ 2,626,561</u>
REVENUE (EXPENSES) NOT BUDGETED				
Depreciation Expense			(794,814)	
Prem (Discount) Debt Service Interest			-	
Gain (Loss) on Sale of Capital Assets			(121)	
CHANGES TO CONFORM TO GAAP				
Capital Outlay			<u>-</u>	
CHANGE IN NET POSITION			<u>\$ 829,793</u>	

**CITY OF SANTA FE, NEW MEXICO
MAJOR ENTERPRISE FUND
SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN NET POSITION – BUDGET AND ACTUAL
WASTEWATER MANAGEMENT
(NON-GAAP BUDGETARY BASIS)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
OPERATING REVENUES/TRANSFERS IN				
User Fees, Net of Allowance	\$ 11,767,594	\$ 11,767,594	\$ 13,218,945	\$ 1,451,351
Investment Income (Loss)	59,978	59,978	141,406	81,428
Intergovernmental Revenues	2,080,947	2,080,947	2,231,738	150,791
Other Revenues/Premiums	-	-	13,659	13,659
Facilities Rentals	120,000	120,000	13,597	(106,403)
Transfers In	-	3,439,179	-	(3,439,179)
Total Operating Revenues/ Transfers In	<u>14,028,519</u>	<u>17,467,698</u>	<u>15,619,345</u>	<u>(1,848,353)</u>
OPERATING EXPENSES/TRANSFERS OUT				
Salaries, Wages, and Fringe Benefits	4,847,305	4,847,305	3,544,249	1,303,056
Contractual Services and Utilities	1,384,387	1,660,787	1,318,487	342,300
Repairs and Maintenance	976,574	1,150,170	931,887	218,283
Supplies	744,189	738,081	618,874	119,207
Capital Outlay	198,835	8,845,766	24,879	8,820,887
Insurance Premiums	304,851	304,851	317,694	(12,843)
Interest Expense	538,300	538,300	533,238	5,062
Claims and Judgements	-	-	-	-
BDD- Source of Supply	-	-	-	-
Other	857,019	869,227	1,280,115	(410,888)
Transfers Out	1,128,050	4,567,229	206	4,567,023
Debt Service - Principal Payments	2,020,000	2,020,000	2,020,000	-
Other Nonoperating Revenue (Expense)	13,056	13,056	-	13,056
Total Operating Expenses/ Transfers Out	<u>13,012,566</u>	<u>25,554,772</u>	<u>10,589,629</u>	<u>14,965,143</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES				
	<u>\$ 1,015,953</u>	<u>\$ (8,087,074)</u>	5,029,716	<u>\$ 13,116,790</u>
REVENUE (EXPENSES) NOT BUDGETED				
Depreciation Expense			(2,875,717)	
Prem (Discount) Debt Service Interest			252,029	
Gain (Loss) on Sale of Capital Assets			(5,946)	
CHANGES TO CONFORM TO GAAP				
Debt Service - Principal Payments	2,020,000	2,020,000	2,020,000	
Capital Outlay	-	-	-	
CHANGE IN NET POSITION			<u>\$ 4,420,082</u>	

**CITY OF SANTA FE, NEW MEXICO
MAJOR ENTERPRISE FUND
SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN NET POSITION – BUDGET AND ACTUAL
WATER MANAGEMENT
(NON-GAAP BUDGETARY BASIS)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
OPERATING REVENUES/TRANSFERS IN				
User Fees, Net of Allowance	\$ 34,206,559	\$ 34,206,559	\$ 38,145,294	\$ 3,938,735
Investment Income (Loss)	76,313	76,313	259,527	183,214
Intergovernmental Revenues	-	-	4,365	4,365
Other Revenues/Premiums	6,000	6,000	78,359	72,359
Facilities Rentals	300,000	300,000	64,759	(235,241)
Transfers In	223,300	17,728,246	-	(17,728,246)
Total Operating Revenues/ Transfers In	34,812,172	52,317,118	38,552,304	(13,764,814)
OPERATING EXPENSES/TRANSFERS OUT				
Salaries, Wages, and Fringe Benefits	6,970,082	7,000,337	7,906,418	(906,081)
Contractual Services and Utilities	4,541,301	7,469,387	3,797,156	3,672,231
Repairs and Maintenance	1,510,136	1,418,683	781,520	637,163
Supplies	1,079,942	1,027,781	831,315	196,466
Capital Outlay	401,929	24,196,006	80,110	24,115,896
Insurance Premiums	286,967	286,967	331,156	(44,189)
Interest Expense	1,614,815	1,614,815	1,581,514	33,301
Claims and Judgements	-	-	-	-
BDD- Source of Supply	6,263,075	6,263,075	6,388,599	(125,524)
Other	10,004,750	10,086,813	3,843,585	6,243,228
Transfers Out	4,194,140	21,699,086	222,972	21,476,114
Other Nonoperating Revenue (Expense)	8,581	12,281	-	12,281
Total Operating Expenses/ Transfers Out	36,875,718	81,075,231	25,764,345	55,310,886
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES				
	<u>\$ (2,063,546)</u>	<u>\$ (28,758,113)</u>	12,787,959	<u>\$ 41,546,072</u>
REVENUE (EXPENSES) NOT BUDGETED				
Depreciation Expense			(11,980,690)	
Prem (Discount) Debt Service Interest			(2,438,229)	
Gain (Loss) on Sale of Capital Assets			4,500	
GASB 68/75 Adjustment			6,723,283	
CHANGE IN NET POSITION				
			<u>\$ 5,096,823</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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
OPERATING REVENUES/TRANSFERS IN				
User Fees, Net of Allowance	\$ 12,715,218	\$ 12,715,218	\$ 12,607,486	\$ (107,732)
Investment Income (Loss)	29,521	29,521	(124,658)	(154,179)
Intergovernmental Revenues	2,083,243	2,083,243	2,231,990	148,747
Other Revenues/Premiums	-	-	130,275	130,275
Facilities Rentals	266,000	266,000	276,800	10,800
Transfers In	14,000	14,000	14,224	224
Total Operating Revenues/ Transfers In	15,107,982	15,107,982	15,136,117	28,135
OPERATING EXPENSES/TRANSFERS OUT				
Salaries, Wages, and Fringe Benefits	4,158,306	4,158,306	4,222,335	(64,029)
Contractual Services and Utilities	3,314,360	3,296,660	2,687,506	609,154
Repairs and Maintenance	816,091	816,091	650,711	165,380
Supplies	922,030	914,430	605,176	309,254
Capital Outlay	3,616,172	3,616,172	211,551	3,404,621
Insurance Premiums	233,777	233,777	245,715	(11,938)
Interest Expense	314,441	314,441	270,836	43,605
Claims and Judgements	-	-	-	-
BDD- Source of Supply	-	-	-	-
Other	1,662,314	1,656,314	1,294,053	362,261
Transfers Out	1,312,967	1,312,967	264,694	1,048,273
Other Nonoperating Revenue (Expense)	145,700	171,000	-	171,000
Total Operating Expenses/ Transfers Out	16,496,158	16,490,158	10,452,577	6,037,581
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES				
	<u>\$ (1,388,176)</u>	<u>\$ (1,382,176)</u>	4,683,540	<u>\$ 6,065,716</u>
REVENUE (EXPENSES) NOT BUDGETED				
Depreciation Expense			(1,281,841)	
Prem (Discount) Debt Service Interest			168,639	
Gain (Loss) on Sale of Capital Assets			2,749	
CHANGE IN NET POSITION			<u>\$ 3,573,087</u>	

**CITY OF SANTA FE, NEW MEXICO
MAJOR ENTERPRISE FUND
SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN NET POSITION – BUDGET AND ACTUAL
RAILYARD PROPERTIES
(NON-GAAP BUDGETARY BASIS)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
OPERATING REVENUES/TRANSFERS IN				
User Fees, Net of Allowance	\$ -	\$ -	\$ -	\$ -
Investment Income (Loss)	1,406	1,406	676	(730)
Intergovernmental Revenues	-	135,000	106,625	(28,375)
Other Revenues/Premiums	-	-	754,331	754,331
Facilities Rentals	-	-	5,250	5,250
Transfers In	<u>1,761,001</u>	<u>2,086,001</u>	<u>2,086,001</u>	<u>-</u>
Total Operating Revenues/ Transfers In	1,762,407	2,222,407	2,952,883	730,476
OPERATING EXPENSES/TRANSFERS OUT				
Salaries, Wages, and Fringe Benefits	202,705	219,705	147,021	72,684
Contractual Services and Utilities	196,728	521,728	387,461	134,267
Repairs and Maintenance	10,650	10,650	3,739	6,911
Supplies	13,864	13,864	12,860	1,004
Capital Outlay	5,000	110,000	4,392	105,608
Insurance Premiums	-	-	-	-
Interest Expense	462,187	462,187	457,723	4,464
Claims and Judgements	-	-	-	-
BDD- Source of Supply	-	-	-	-
Other	135,477	160,477	32,358	128,119
Transfers Out	-	-	-	-
Debt Service - Principal Payments	970,000	970,000	970,000	-
Other Nonoperating Revenue (Expense)	<u>(566,068)</u>	<u>(566,068)</u>	<u>-</u>	<u>(566,068)</u>
Total Operating Expenses/ Transfers Out	<u>1,430,543</u>	<u>1,902,543</u>	<u>2,015,554</u>	<u>(113,011)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES				
	<u>\$ 331,864</u>	<u>\$ 319,864</u>	937,329	<u>\$ 617,465</u>
REVENUE (EXPENSES) NOT BUDGETED				
Depreciation Expense			(3,291,179)	
Prem (Discount) Debt Service Interest			72,342	
Gain (Loss) on Sale of Capital Assets			-	
CHANGES TO CONFORM TO GAAP				
Debt Service - Principal Payments			970,000	
Capital Outlay			<u>-</u>	
CHANGE IN NET POSITION				
			<u>\$ (1,311,508)</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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
OPERATING REVENUES/TRANSFERS IN				
User Fees, Net of Allowance	\$ 506,500	\$ 506,500	\$ 907,329	\$ 400,829
Investment Income (Loss)	3,215	3,215	32,334	29,119
Intergovernmental Revenues	7,200	57,200	5,820	(51,380)
Other Revenues/Premiums	16,700	21,688	22,296	608
Facilities Rentals	-	-	19,782	19,782
Transfers In	5,349,179	5,410,479	5,809,621	399,142
Total Operating Revenues/ Transfers In	5,882,794	5,999,082	6,797,182	798,100
OPERATING EXPENSES/TRANSFERS OUT				
Salaries, Wages, and Fringe Benefits	997,829	1,045,717	1,105,554	(59,837)
Contractual Services and Utilities	533,015	597,753	423,355	174,398
Repairs and Maintenance	185,000	183,000	88,818	94,182
Supplies	112,450	115,321	113,805	1,516
Capital Outlay	813,000	776,660	101,628	675,032
Insurance Premiums	33,383	33,383	33,383	-
Interest Expense	1,916,414	1,916,414	1,631,345	285,069
Claims and Judgements	-	-	-	-
BDD- Source of Supply	-	-	-	-
Other	341,450	382,681	287,484	95,197
Transfers Out	-	-	32,142	(32,142)
Debt Service - Principal Payments	973,596	973,596	973,596	-
Other Nonoperating Revenue (Expense)	(14,200)	(19,188)	-	(19,188)
Total Operating Expenses/ Transfers Out	5,891,937	6,005,337	4,791,110	1,214,227
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (9,143)	\$ (6,255)	2,006,072	\$ 2,012,327
REVENUE (EXPENSES) NOT BUDGETED				
Depreciation Expense			(1,021,806)	
Prem (Discount) Debt Service Interest			175,357	
Gain (Loss) on Sale of Capital Assets			-	
CHANGES TO CONFORM TO GAAP				
Debt Service - Principal Payments	973,596	973,596	973,596	
Capital Outlay			-	
CHANGE IN NET POSITION			\$ 2,133,219	

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
OPERATING REVENUES/TRANSFERS IN				
User Fees, Net of Allowance	\$ -	\$ -	\$ -	\$ -
Investment Income (Loss)	3,409	3,409	5,079	1,670
Intergovernmental Revenues	-	-	-	-
Other Revenues/Premiums	-	-	-	-
Facilities Rentals	2,350,000	2,409,227	1,504,309	(904,918)
Transfers In	<u>75,227</u>	<u>1,200,000</u>	<u>1,200,000</u>	<u>-</u>
Total Operating Revenues/ Transfers In	2,428,636	3,612,636	2,709,388	(903,248)
OPERATING EXPENSES/TRANSFERS OUT				
Salaries, Wages, and Fringe Benefits	-	-	-	-
Contractual Services and Utilities	-	10,000	-	10,000
Repairs and Maintenance	-	2,000	1,031	969
Supplies	-	3,665	3,665	-
Capital Outlay	-	43,562	92	43,470
Insurance Premiums	-	-	-	-
Interest Expense	1,445,265	1,445,266	1,442,282	2,984
Claims and Judgements	-	-	-	-
BDD- Source of Supply	-	-	-	-
Other	-	-	195,044	(195,044)
Transfers Out	75,227	-	-	-
Debt Service - Principal Payments	775,000	775,000	775,000	-
Other Nonoperating Revenue (Expense)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating Expenses/ Transfers Out	<u>2,295,492</u>	<u>2,279,493</u>	<u>2,417,114</u>	<u>(137,621)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ 133,144</u>	<u>\$ 1,333,143</u>	292,274	<u>\$ (1,040,869)</u>
REVENUE (EXPENSES) NOT BUDGETED				
Depreciation Expense			(1,685,129)	
Prem (Discount) Debt Service Interest			-	
Gain (Loss) on Sale of Capital Assets			-	
CHANGES TO CONFORM TO GAAP				
Debt Service - Principal Payments	775,000	775,000	775,000	
Capital Outlay	-	-	<u>-</u>	
CHANGE IN NET POSITION			<u>\$ (617,855)</u>	

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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.

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

Services to Other Funds – to account for fleet management goods and services and technology goods and services provided by those departments to other department.

**CITY OF SANTA FE, NEW MEXICO
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
JUNE 30, 2018**

	<u>Risk Management</u>	<u>Health/ Dental</u>	<u>Workers Compensation</u>
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES			
Current Assets:			
Cash, Investments, and Cash Equivalents	\$ 2,640,359	\$ 9,613,276	\$ 7,055,852
Accounts	-	5,373	-
Interest Receivable	-	24,271	17,364
Total Current Assets	<u>2,640,359</u>	<u>9,642,920</u>	<u>7,073,216</u>
Capital Assets:			
Equipment and Machinery	6,812	-	-
Vehicles	35,829	-	-
Intangible Plant	-	-	-
Data Processing Equipment/Software	-	-	-
Less: Accumulated Depreciation	<u>(42,641)</u>	<u>-</u>	<u>-</u>
Total Noncurrent Assets, Net Accumulated Depreciation	-	-	-
Deferred Outflows of Resources:			
Unamortized Loss on Refunding Bonds	-	-	-
Deferred Outflows Related to Pension Activity	<u>1,172,041</u>	<u>-</u>	<u>-</u>
Total Deferred Outflows of Resources	<u>1,172,041</u>	<u>-</u>	<u>-</u>
 Total Assets and Deferred Outflows of Resources	 <u>\$ 3,812,400</u>	 <u>\$ 9,642,920</u>	 <u>\$ 7,073,216</u>
LIABILITIES AND DEFERRED INFLOWS OF RESOURCES			
Current Liabilities			
Accounts Payable	\$ 135,035	\$ 466,092	\$ 3,652
Compensated Absence Payable	69,270	-	-
Accrued Wages Payable	29,770	-	-
Claims and Judgement Payable	<u>1,842,494</u>	<u>1,243,000</u>	<u>3,698,089</u>
Total Current Liabilities	<u>2,076,569</u>	<u>1,709,092</u>	<u>3,701,741</u>
Noncurrent Liabilities:			
Net Pension Liability	5,125,989	-	-
Net OPEB Liability	<u>571,064</u>	<u>-</u>	<u>-</u>
Total Noncurrent Liabilities	<u>5,697,053</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u>7,773,622</u>	<u>1,709,092</u>	<u>3,701,741</u>
Deferred Inflows of Resources:			
Deferred Inflows Related to Pension Activity	<u>820,561</u>	<u>-</u>	<u>-</u>
Total Deferred Inflows of Resources	<u>820,561</u>	<u>-</u>	<u>-</u>
Net Position:			
Net Investment in Capital Assets	-	-	-
Restricted for Debt Service	-	-	-
Restricted for Compliance	-	-	-
Unrestricted	<u>(4,781,783)</u>	<u>7,933,828</u>	<u>3,371,475</u>
Total Net Position	<u>(4,781,783)</u>	<u>7,933,828</u>	<u>3,371,475</u>
 Total Assets, Deferred Inflows, and Net Position	 <u>\$ 3,812,400</u>	 <u>\$ 9,642,920</u>	 <u>\$ 7,073,216</u>

**CITY OF SANTA FE, NEW MEXICO
 COMBINING STATEMENT OF NET POSITION
 INTERNAL SERVICE FUNDS (CONTINUED)
 JUNE 30, 2018**

Unemployment Fund	Services to Other Funds	Total
\$ 115,735	\$ 658,764	\$ 20,083,986
-	-	5,373
-	-	41,635
<u>115,735</u>	<u>658,764</u>	<u>20,130,994</u>
-	-	6,812
-	-	35,829
-	-	-
-	60,279	60,279
-	(3,680)	(46,321)
<u>-</u>	<u>56,599</u>	<u>56,599</u>
-	-	-
-	-	1,172,041
<u>-</u>	<u>-</u>	<u>1,172,041</u>
<u>\$ 115,735</u>	<u>\$ 715,363</u>	<u>\$ 21,359,634</u>
\$ 1,436	\$ 1,090,858	\$ 1,697,073
-	220,037	289,307
-	119,735	149,505
-	-	6,783,583
<u>1,436</u>	<u>1,430,630</u>	<u>8,919,468</u>
-	-	5,125,989
-	-	571,064
<u>-</u>	<u>-</u>	<u>5,697,053</u>
<u>1,436</u>	<u>1,430,630</u>	<u>14,616,521</u>
<u>-</u>	<u>-</u>	<u>820,561</u>
<u>-</u>	<u>-</u>	<u>820,561</u>
-	-	-
-	-	-
-	-	-
114,299	(715,267)	5,922,552
<u>114,299</u>	<u>(715,267)</u>	<u>5,922,552</u>
<u>\$ 115,735</u>	<u>\$ 715,363</u>	<u>\$ 21,359,634</u>

**CITY OF SANTA FE, NEW MEXICO
COMBINING STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2018**

	<u>Risk Management</u>	<u>Health/ Dental</u>	<u>Workers Compensation</u>
OPERATING REVENUES			
Other Revenues	\$ 67,124	\$ 28,905	\$ 39,695
Premiums	<u>4,969,274</u>	<u>21,296,376</u>	<u>1,797,763</u>
Total Operating Revenues	5,036,398	21,325,281	1,837,458
OPERATING EXPENSES			
Salaries, Wages, and Fringe Benefits	4,311,304	-	-
Contractual Services and Utilities	265,423	624,255	42,558
Repairs and Maintenance	-	-	-
Supplies	47,938	-	-
Capital Outlay - Inventory-Exempt Items	300	-	-
Depreciation Expense	-	-	-
Insurance Premiums	2,022,501	1,609,068	115,783
Claims and Judgments	1,249,774	19,128,511	1,106,554
BDD - Source of Supply	-	-	-
Other	29,926	610	(542)
Total Operating Expenses	<u>7,927,166</u>	<u>21,362,444</u>	<u>1,264,353</u>
Operating Income (Loss)	(2,890,768)	(37,163)	573,105
NONOPERATING REVENUES (EXPENSES)			
Investment Income (Loss)	-	36,384	26,031
Intergovernmental:			
Shared Taxes	-	-	-
Federal	-	-	-
State	-	-	-
Gain (Loss) on Sale of Capital Assets	-	-	-
Interest Expense	-	-	-
Premium (Discount) Debt Service Interest	-	-	-
Other Nonoperating Revenue (Expense)	-	-	-
Total Nonoperating Revenues (Expenses)	<u>-</u>	<u>36,384</u>	<u>26,031</u>
Income (Loss) Before Transfers and Capital Contributions	(2,890,768)	(779)	599,136
Transfers In	2,001,433	127,962	-
Transfers Out	<u>(2,077,319)</u>	<u>(202,962)</u>	<u>-</u>
CHANGE IN NET POSITION	(2,966,654)	(75,779)	599,136
Net Position - Beginning of Year	<u>(1,136,796)</u>	<u>8,009,607</u>	<u>2,772,339</u>
Restatement	<u>(678,333)</u>	<u>-</u>	<u>-</u>
Net Position - Beginning of Year, As Restated	<u>(1,815,129)</u>	<u>8,009,607</u>	<u>2,772,339</u>
NET POSITION - END OF YEAR	<u><u>\$ (4,781,783)</u></u>	<u><u>\$ 7,933,828</u></u>	<u><u>\$ 3,371,475</u></u>

**CITY OF SANTA FE, NEW MEXICO
 COMBINING STATEMENT OF REVENUES, EXPENSES,
 AND CHANGES IN NET POSITION
 INTERNAL SERVICE FUNDS (CONTINUED)
 YEAR ENDED JUNE 30, 2018**

Unemployment Fund	Services to Other Funds	Total
\$ -	\$ -	\$ 135,724
-	7,803,480	35,866,893
-	7,803,480	36,002,617
-	3,716,357	8,027,661
2,627	1,388,867	2,323,730
-	463,162	463,162
-	2,245,539	2,293,477
-	713,075	713,375
-	3,680	3,680
-	127,059	3,874,411
35,656	-	21,520,495
-	-	-
-	176,026	206,020
<u>38,283</u>	<u>8,833,765</u>	<u>39,426,011</u>
(38,283)	(1,030,285)	(3,423,394)
-	-	62,415
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	62,415
(38,283)	(1,030,285)	(3,360,979)
-	315,018	2,444,413
-	-	(2,280,281)
(38,283)	(715,267)	(3,196,847)
<u>152,582</u>	<u>-</u>	<u>9,797,732</u>
-	-	(678,333)
<u>152,582</u>	<u>-</u>	<u>9,119,399</u>
<u>\$ 114,299</u>	<u>\$ (715,267)</u>	<u>\$ 5,922,552</u>

**CITY OF SANTA FE, NEW MEXICO
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2018**

	<u>Risk Management</u>	<u>Health/ Dental</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Received from Customers	\$ 5,036,398	\$ 21,347,455
Cash Payments to Suppliers for Goods and Services	(3,766,092)	(21,085,769)
Cash Payments to Employees for Services	(879,340)	-
Net Cash Provided (Used) by Operating Activities	<u>390,966</u>	<u>261,686</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Transfers In from Other Funds	2,001,433	127,962
Transfers Out to Other Funds	(2,077,319)	(202,962)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>(75,886)</u>	<u>(75,000)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition and Construction of Capital Assets	-	-
Net Cash Used by Capital and Related Financing Activities	<u>-</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest and Dividends on Investments	2,069	24,925
Net Cash Provided (Used) by Investing Activities	<u>2,069</u>	<u>24,925</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	317,149	211,611
Cash, Investments, and Cash Equivalents - Beginning of Year	<u>2,323,210</u>	<u>9,401,665</u>
CASH, INVESTMENTS, AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 2,640,359</u>	<u>\$ 9,613,276</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income (Loss)	\$ (2,890,768)	\$ (37,163)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:		
Depreciation	-	-
Difference between Deferred Outflows Related to Pensions and OPEB	(618,586)	-
Difference between Deferred Inflows Related to Pensions and OPEB	771,607	-
Difference Between Net Pension/OPEB Liability	3,259,264	-
Change in Assets and Liabilities:		
(Increase) Decrease in Accounts Receivable	-	22,174
(Increase) Decrease in Accounts Payable	94,965	140,745
(Increase) Decrease in Compensated Absences Payable	14,317	-
(Increase) Decrease in Accrued Wages Payable	5,362	-
(Increase) Decrease in Claims Payable	(245,195)	135,930
Total Adjustments	<u>3,281,734</u>	<u>298,849</u>
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ 390,966</u>	<u>\$ 261,686</u>

**CITY OF SANTA FE, NEW MEXICO
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2018**

Workers Compensation	Unemployment Fund	Services to Other Funds	Total
\$ 1,837,458	\$ -	\$ 7,803,480	\$ 36,024,791
(1,279,431)	(49,116)	(4,022,870)	(30,203,278)
<u>-</u>	<u>-</u>	<u>(3,376,585)</u>	<u>(4,255,925)</u>
558,027	(49,116)	404,025	1,565,588
-	-	315,018	2,444,413
<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,280,281)</u>
-	-	315,018	164,132
-	-	(60,279)	(60,279)
<u>-</u>	<u>-</u>	<u>(60,279)</u>	<u>(60,279)</u>
17,932	-	-	44,926
<u>17,932</u>	<u>-</u>	<u>-</u>	<u>44,926</u>
575,959	(49,116)	658,764	1,714,367
<u>6,479,893</u>	<u>164,851</u>	<u>-</u>	<u>18,369,619</u>
<u>\$ 7,055,852</u>	<u>\$ 115,735</u>	<u>\$ 658,764</u>	<u>\$ 20,083,986</u>
\$ 573,105	\$ (38,283)	\$ (1,030,285)	\$ (3,423,394)
-	-	3,680	3,680
-	-	-	(618,586)
-	-	-	771,607
-	-	-	3,259,264
-	-	-	22,174
383	(10,833)	1,090,858	1,316,118
-	-	220,037	234,354
-	-	119,735	125,097
<u>(15,461)</u>	<u>-</u>	<u>-</u>	<u>(124,726)</u>
<u>(15,078)</u>	<u>(10,833)</u>	<u>1,434,310</u>	<u>4,988,982</u>
<u>\$ 558,027</u>	<u>\$ (49,116)</u>	<u>\$ 404,025</u>	<u>\$ 1,565,588</u>

**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)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
OPERATING REVENUES/TRANSFERS IN				
User Fees, Net of Allowance	\$ -	\$ -	\$ -	\$ -
Investment Income (Loss)	44,257	44,257	-	(44,257)
Intergovernmental Revenues	-	-	-	-
Other Revenues/Premiums	4,969,274	4,969,274	5,036,398	67,124
Facilities Rentals	-	-	-	-
Transfers In	2,001,433	2,001,433	2,001,433	-
Total Operating Revenues/ Transfers In	7,014,964	7,014,964	7,037,831	22,867
OPERATING EXPENSES/TRANSFERS OUT				
Salaries, Wages, and Fringe Benefits	810,559	810,559	899,019	(88,460)
Contractual Services and Utilities	481,215	426,215	265,423	160,792
Repairs and Maintenance	4,000	4,000	-	4,000
Supplies	67,297	67,297	47,938	19,359
Capital Outlay	-	-	300	(300)
Insurance Premiums	2,350,605	2,347,105	2,022,501	324,604
Interest Expense	-	-	-	-
Claims and Judgements	1,385,963	1,385,963	1,249,774	136,189
BDD- Source of Supply	-	-	-	-
Other	75,428	78,928	29,926	49,002
Transfers Out	2,022,319	2,077,319	2,077,319	-
Other Nonoperating Revenue (Expense)	(40,000)	(40,000)	-	(40,000)
Total Operating Expenses/ Transfers Out	7,157,386	7,157,386	6,592,200	565,186
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES				
	<u>\$ (142,422)</u>	<u>\$ (142,422)</u>	445,631	<u>\$ 588,053</u>
REVENUE (EXPENSES) NOT BUDGETED				
Depreciation Expense			-	
Prem (Discount) Debt Service Interest			-	
Gain (Loss) on Sale of Capital Assets			-	
GASB 68/75 Adjustment			3,412,285	
CHANGES TO CONFORM TO GAAP				
Capital Outlay			-	
CHANGE IN NET POSITION				
			<u>\$ (2,966,654)</u>	

**CITY OF SANTA FE, NEW MEXICO
INTERNAL SERVICE FUND
SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN NET POSITION – BUDGET AND ACTUAL
HEALTH/DENTAL
(NON-GAAP BUDGETARY BASIS)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
OPERATING REVENUES/TRANSFERS IN				
User Fees, Net of Allowance	\$ 21,944,485	\$ 21,944,485	\$ -	\$ (21,944,485)
Investment Income (Loss)	34,000	34,000	36,384	2,384
Intergovernmental Revenues	-	-	-	-
Other Revenues/Premiums	-	50,000	21,325,281	21,275,281
Facilities Rentals	-	-	-	-
Transfers In	-	127,962	127,962	-
Total Operating Revenues/ Transfers In	21,978,485	22,156,447	21,489,627	(666,820)
OPERATING EXPENSES/TRANSFERS OUT				
Salaries, Wages, and Fringe Benefits	-	-	-	-
Contractual Services and Utilities	652,203	702,203	624,255	77,948
Repairs and Maintenance	-	-	-	-
Supplies	299	299	-	299
Capital Outlay	-	-	-	-
Insurance Premiums	1,608,187	1,614,351	1,609,068	5,283
Interest Expense	-	-	-	-
Claims and Judgements	18,714,298	19,510,119	19,128,511	381,608
BDD- Source of Supply	-	-	-	-
Other	300	300	610	(310)
Transfers Out	75,000	228,493	202,962	25,531
Other Nonoperating Revenue (Expense)	-	(50,000)	-	(50,000)
Total Operating Expenses/ Transfers Out	21,050,287	22,005,765	21,565,406	25,221
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 928,198	\$ 150,682	(75,779)	\$ (226,461)
REVENUE (EXPENSES) NOT BUDGETED				
Depreciation Expense			-	
Prem (Discount) Debt Service Interest			-	
Gain (Loss) on Sale of Capital Assets			-	
CHANGES TO CONFORM TO GAAP				
Capital Outlay			-	
CHANGE IN NET POSITION			\$ (75,779)	

**CITY OF SANTA FE, NEW MEXICO
INTERNAL SERVICE FUND
SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN NET POSITION – BUDGET AND ACTUAL
WORKERS COMPENSATION
(NON-GAAP BUDGETARY BASIS)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
OPERATING REVENUES/TRANSFERS IN				
User Fees, Net of Allowance	\$ -	\$ -	\$ -	\$ -
Investment Income (Loss)	21,392	21,392	26,031	4,639
Intergovernmental Revenues	-	-	-	-
Other Revenues/Premiums	1,741,011	1,741,011	1,837,458	96,447
Facilities Rentals	-	-	-	-
Transfers In	-	-	-	-
Total Operating Revenues/ Transfers In	1,762,403	1,762,403	1,863,489	101,086
OPERATING EXPENSES/TRANSFERS OUT				
Salaries, Wages, and Fringe Benefits	-	-	-	-
Contractual Services and Utilities	60,000	60,000	42,558	17,442
Repairs and Maintenance	-	-	-	-
Supplies	-	-	-	-
Capital Outlay	-	-	-	-
Insurance Premiums	158,004	158,004	115,783	42,221
Interest Expense	-	-	-	-
Claims and Judgements	1,150,000	1,150,000	1,106,554	43,446
BDD- Source of Supply	-	-	-	-
Other	390	390	(542)	932
Transfers Out	-	-	-	-
Other Nonoperating Revenue (Expense)	(20,000)	(20,000)	-	(20,000)
Total Operating Expenses/ Transfers Out	1,348,394	1,348,394	1,264,353	84,041
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES				
	\$ 414,009	\$ 414,009	599,136	\$ 185,127
REVENUE (EXPENSES) NOT BUDGETED				
Depreciation Expense			-	
Prem (Discount) Debt Service Interest			-	
Gain (Loss) on Sale of Capital Assets			-	
CHANGES TO CONFORM TO GAAP				
Capital Outlay			-	
CHANGE IN NET POSITION				
			\$ 599,136	

**CITY OF SANTA FE, NEW MEXICO
INTERNAL SERVICE FUND
SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN NET POSITION – BUDGET AND ACTUAL
UNEMPLOYMENT FUND
(NON-GAAP BUDGETARY BASIS)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
OPERATING REVENUES/TRANSFERS IN				
User Fees, Net of Allowance	\$ 120,078	\$ 120,078	\$ -	\$ (120,078)
Investment Income (Loss)	-	-	-	-
Intergovernmental Revenues	-	-	-	-
Other Revenues/Premiums	-	-	-	-
Facilities Rentals	-	-	-	-
Transfers In	-	-	-	-
Total Operating Revenues/ Transfers In	120,078	120,078	-	(120,078)
OPERATING EXPENSES/TRANSFERS OUT				
Salaries, Wages, and Fringe Benefits	-	-	-	-
Contractual Services and Utilities	5,752	5,752	2,627	3,125
Repairs and Maintenance	-	-	-	-
Supplies	-	-	-	-
Capital Outlay	-	-	-	-
Insurance Premiums	-	-	-	-
Interest Expense	-	-	-	-
Claims and Judgements	200,000	200,000	35,656	164,344
BDD- Source of Supply	-	-	-	-
Other	-	-	-	-
Transfers Out	-	-	-	-
Other Nonoperating Revenue (Expense)	-	-	-	-
Total Operating Expenses/ Transfers Out	205,752	205,752	38,283	167,469
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ (85,674)</u>	<u>\$ (85,674)</u>	(38,283)	<u>\$ 47,391</u>
REVENUE (EXPENSES) NOT BUDGETED				
Depreciation Expense			-	
Prem (Discount) Debt Service Interest			-	
Gain (Loss) on Sale of Capital Assets			-	
CHANGES TO CONFORM TO GAAP				
Capital Outlay			-	
CHANGE IN NET POSITION			<u>\$ (38,283)</u>	

**CITY OF SANTA FE, NEW MEXICO
INTERNAL SERVICE FUND
SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN NET POSITION – BUDGET AND ACTUAL
SERVICES TO OTHER FUNDS FUND
(NON-GAAP BUDGETARY BASIS)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance From Final Budget Positive (Negative)
	Original	Final		
OPERATING REVENUES/TRANSFERS IN				
User Fees, Net of Allowance	\$ 9,496,776	\$ 10,084,694	\$ -	\$ (10,084,694)
Investment Income (Loss)	-	-	-	-
Intergovernmental Revenues	-	-	7,803,480	7,803,480
Other Revenues/Premiums	-	-	-	-
Facilities Rentals	-	-	-	-
Transfers In	-	315,018	315,018	-
Total Operating Revenues/ Transfers In	9,496,776	10,399,712	8,118,498	(2,281,214)
OPERATING EXPENSES/TRANSFERS OUT				
Salaries, Wages, and Fringe Benefits	3,690,196	3,690,196	3,716,357	(26,161)
Contractual Services and Utilities	653,044	793,295	1,388,867	(595,572)
Repairs and Maintenance	496,465	1,111,444	463,162	648,282
Supplies	2,573,330	2,923,533	2,245,539	677,994
Capital Outlay	762,807	738,972	713,075	25,897
Insurance Premiums	127,059	127,059	127,059	-
Interest Expense	-	-	-	-
Claims and Judgements	-	-	-	-
BDD- Source of Supply	-	-	-	-
Other	1,130,056	1,449,577	176,026	1,273,551
Transfers Out	-	-	-	-
Other Nonoperating Revenue (Expense)	63,820	65,657	-	65,657
Total Operating Expenses/ Transfers Out	9,496,777	10,899,733	8,830,085	2,069,648
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES				
	<u>\$ (1)</u>	<u>\$ (500,021)</u>	(711,587)	<u>\$ (211,566)</u>
REVENUE (EXPENSES) NOT BUDGETED				
Depreciation Expense			(3,680)	
Prem (Discount) Debt Service Interest			-	
Gain (Loss) on Sale of Capital Assets			-	
CHANGES TO CONFORM TO GAAP				
Capital Outlay			-	
CHANGE IN NET POSITION				
			<u>\$ (715,267)</u>	

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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
YEAR ENDED JUNE 30, 2018**

GOVERNMENTAL FUNDS CAPITAL ASSETS	<u>2018</u>
Land	\$ 169,939,946
Buildings	62,073,917
Improvements	102,202,670
Equipment and Machinery	13,865,538
Vehicles	421,572
Furniture and Fixtures	25,255,008
Data Processing and Software	7,931,403
Construction in Progress	5,472,985
Art	864,920
Traffic Signals	23,517,339
Streets	212,931,483
Bridges	<u>4,140,587</u>
Total Governmental Funds Capital Assets	<u><u>\$ 628,617,368</u></u>

INVESTMENT IN GOVERNMENTAL FUNDS CAPITAL ASSETS BY SOURCES	
General Fund	\$ 329,926,606
Special Revenue Funds	26,022,198
Capital Projects Funds	265,576,155
Other Sources	6,368,286
Donations	<u>724,123</u>
Total Governmental Funds Capital Assets	<u><u>\$ 628,617,368</u></u>

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

CITY OF SANTA FE, NEW MEXICO
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY FUNCTION AND ACTIVITY
YEAR ENDED JUNE 30, 2018

Function and Activity	Land	Buildings	Improvements	Equipment and Machinery	Furniture and Fixtures	Vehicles	Data Processing Equipment and Software
GENERAL GOVERNMENT							
City Manager	\$25,668,000	\$29,358,091	\$5,403,907	\$329,291	\$ -	\$29,746	\$21,198
City Clerk	-	-	-	248,456	-	44,916	36,021
Administrative Department	-	165,703	3,454,796	175,726	-	4,518,781	5,648,603
Planning and Land Use	-	-	-	28,103	122,789	368,121	285,671
City Services	<u>137,847,376</u>	<u>7,221,775</u>	<u>1,071,903</u>	<u>1,226,252</u>	<u>-</u>	<u>728,092</u>	<u>1,061,466</u>
Total General Government	<u>163,515,376</u>	<u>36,745,569</u>	<u>9,930,606</u>	<u>2,007,828</u>	<u>122,789</u>	<u>5,689,656</u>	<u>7,052,959</u>
PUBLIC SAFETY							
Police	-	5,567,501	4,559,152	217,131	250,917	8,500,875	255,212
Fire	-	11,771,574	100,012	2,671,088	47,866	4,078,120	410,479
Total Public Safety	<u>-</u>	<u>17,339,075</u>	<u>4,659,164</u>	<u>2,888,219</u>	<u>298,783</u>	<u>12,578,995</u>	<u>665,691</u>
PUBLIC WORKS							
Administration	-	251,535	27,493,640	4,687,634	-	2,673,793	167,991
Total Public Works	<u>-</u>	<u>251,535</u>	<u>27,493,640</u>	<u>4,687,634</u>	<u>-</u>	<u>2,673,793</u>	<u>167,991</u>
COMMUNITY WELFARE							
Community Development	204,218	1,808,553	392,840	187,588	-	-	-
Affordable Housing Program	840,000	30,627	574,390	-	-	-	-
Human Services	<u>178,225</u>	<u>3,859,243</u>	<u>819,916</u>	<u>1,881,402</u>	<u>-</u>	<u>1,049,111</u>	<u>-</u>
Total Community Welfare	<u>1,222,443</u>	<u>5,698,423</u>	<u>1,787,146</u>	<u>2,068,990</u>	<u>-</u>	<u>1,049,111</u>	<u>-</u>
CULTURE AND RECREATION							
Parks and Grounds Maintenance	5,202,127	1,316,914	58,325,251	2,256,459	-	3,223,275	-
Arts Commission	-	-	-	-	-	40,178	40,634
Museums and Libraries	<u>-</u>	<u>722,401</u>	<u>6,863</u>	<u>(43,592)</u>	<u>-</u>	<u>-</u>	<u>4,128</u>
Total Culture and Recreation	<u>5,202,127</u>	<u>2,039,315</u>	<u>58,332,114</u>	<u>2,212,867</u>	<u>-</u>	<u>3,263,453</u>	<u>44,762</u>
Total Governmental Funds							
Capital Assets	<u>\$ 169,939,946</u>	<u>\$ 44,734,842</u>	<u>\$ 97,543,506</u>	<u>\$ 10,977,319</u>	<u>\$ 122,789</u>	<u>\$ 12,676,013</u>	<u>\$ 7,265,712</u>

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

CITY OF SANTA FE, NEW MEXICO
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY FUNCTION AND ACTIVITY (CONTINUED)
YEAR ENDED JUNE 30, 2018

Function and Activity	Construction in Progress	Art	Traffic Signals	Streets	Bridges	Total
GENERAL GOVERNMENT						
City Manager	\$ -	\$ -	\$ -	\$ -	\$ -	\$60,810,233
City Clerk	-	-	-	-	-	329,393
Administrative Department	-	-	-	-	-	13,963,609
Planning and Land Use	-	-	-	-	-	804,684
City Services	-	-	-	-	-	149,156,864
Total General Government	-	-	-	-	-	225,064,783
PUBLIC SAFETY						
Police	-	-	-	-	-	19,350,788
Fire	23,164	-	-	-	-	19,102,303
Total Public Safety	23,164	-	-	-	-	38,453,091
PUBLIC WORKS						
Administration	3,780,166	-	23,259,854	212,931,483	3,529,444	278,775,540
Total Public Works	3,780,166	-	23,259,854	212,931,483	3,529,444	278,775,540
COMMUNITY WELFARE						
Community Development	-	-	-	-	-	2,593,199
Affordable Housing Program	-	-	-	-	-	1,445,017
Human Services	195,645	-	-	-	-	7,983,542
Total Community Welfare	195,645	-	-	-	-	12,021,758
CULTURE AND RECREATION						
Parks and Grounds Maintenance	1,474,010	-	257,515	-	611,143	72,666,694
Arts Commission	-	864,920	-	-	-	945,732
Museums and Libraries	-	-	-	-	-	689,800
Total Culture and Recreation	1,474,010	864,920	257,515	-	611,143	74,302,226
Total Governmental Funds Capital Assets	<u>\$ 5,449,821</u>	<u>\$ 864,920</u>	<u>\$ 23,517,369</u>	<u>\$ 212,931,483</u>	<u>\$ 4,140,587</u>	<u>\$ 628,617,398</u>

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

CITY OF SANTA FE, NEW MEXICO
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY
YEAR ENDED JUNE 30, 2018

Function and Activity	Governmental Funds Capital Assets July 01, 2017	Additions	Deletions	Governmental Funds Capital Assets June 30, 2018
GENERAL GOVERNMENT				
City Manager	\$ 60,786,367	\$ 51,972	\$ (28,106)	\$ 60,810,233
City Clerk	394,780		(65,387)	329,393
Administrative Department	15,154,887	64,543	(1,255,821)	13,963,609
Planning and Land Use	863,548		(58,864)	804,684
City Services	149,607,884		(451,020)	149,156,864
Total General Government	<u>226,807,466</u>	<u>116,515</u>	<u>(1,859,198)</u>	<u>225,064,783</u>
PUBLIC SAFETY				
Police	19,044,194	978,706	(672,112)	19,350,788
Fire	19,007,742	369,529	(274,968)	19,102,303
Total Public Safety	<u>38,051,936</u>	<u>1,348,235</u>	<u>(947,080)</u>	<u>38,453,091</u>
PUBLIC WORKS				
Administration	275,188,580	4,108,884	(521,954)	278,775,510
Total Public Works	<u>275,188,580</u>	<u>4,108,884</u>	<u>(521,954)</u>	<u>278,775,510</u>
COMMUNITY WELFARE				
Community Development	2,296,042	464,883	(167,726)	2,593,199
Affordable Housing Program	1,836,764	-	(391,747)	1,445,017
Human Services	7,373,909	629,216	(19,583)	7,983,542
Total Community Welfare	<u>11,506,715</u>	<u>1,094,099</u>	<u>(579,056)</u>	<u>12,021,758</u>
CULTURE AND RECREATION				
Parks and Grounds Maintenance	67,482,898	5,516,621	(332,825)	72,666,694
Arts Commission	956,795	-	(11,063)	945,732
Museums and Libraries	487,900	206,809	(4,909)	689,800
Total Culture and Recreation	<u>68,927,593</u>	<u>5,723,430</u>	<u>(348,797)</u>	<u>74,302,226</u>
Total Governmental Funds Capital Assets	<u>\$ 620,482,290</u>	<u>\$ 12,391,163</u>	<u>\$ (4,256,085)</u>	<u>\$ 628,617,368</u>

STATISTICAL SECTION

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**CITY OF SANTA FE, NEW MEXICO
STATISTICAL SECTION
YEAR ENDED JUNE 30, 2018**

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	215 - 221
These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	
Revenue Capacity	222 – 229
These schedules contain information to help the reader assess the factors effecting the city's ability to generate its gross tax.	
Debt Capacity	230 – 238
These schedules present information to help the reader the affordability of the city's current levels of outstanding debt and city's ability to issue additional debt in the future.	
Demographic and Economic Information	239
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.	
Operating Information	240 – 244
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 city provides and the activities it performs.	

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

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

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
EXPENSES										
Governmental Activities:										
General Government	\$ 29,566,386	\$ 27,660,875	\$ 26,391,068	\$ 29,053,871	\$ 24,755,660	\$ 27,489,494	\$ 26,419,310	\$ 31,479,026	\$ 28,788,439	\$ 57,735,570
Public Safety	38,118,398	38,313,141	38,015,879	38,164,145	42,282,708	43,895,286	43,657,854	44,790,073	44,687,492	49,131,745
Public Works	15,718,517	15,869,603	16,653,193	13,982,704	16,759,696	16,598,017	16,028,819	14,578,275	15,333,620	15,966,239
Community Development	12,974,275	15,145,394	12,191,952	10,636,985	11,340,371	10,748,946	11,583,239	11,898,080	10,284,524	10,450,931
Culture and Recreation	13,417,927	13,580,296	12,218,375	11,365,828	13,767,279	13,264,424	12,681,701	12,460,924	13,081,552	16,393,918
Education	2,899,570	2,988,945	2,846,887	2,673,364	2,711,183	2,547,259	2,620,019	2,606,639	2,621,955	2,675,293
Interest in Long Term Debt	5,456,528	5,485,953	4,952,563	5,847,128	5,768,231	5,591,088	4,580,529	4,543,956	6,550,160	2,509,738
Total Governmental Activities Expenses	<u>\$ 118,151,601</u>	<u>\$ 119,044,207</u>	<u>\$ 113,269,917</u>	<u>\$ 111,724,025</u>	<u>\$ 117,385,128</u>	<u>\$ 120,134,514</u>	<u>\$ 117,571,471</u>	<u>\$ 122,356,973</u>	<u>\$ 121,347,742</u>	<u>\$ 154,863,434</u>
Business-Type Activities:										
Wastewater Management	\$ 12,475,625	\$ 12,312,850	\$ 14,705,132	\$ 14,878,988	\$ 13,100,203	\$ 12,991,007	\$ 14,235,723	\$ 13,482,949	\$ 14,160,571	\$ 11,197,893
Water Management	22,882,185	22,369,231	28,452,091	37,026,382	39,530,468	46,776,694	40,302,996	45,088,256	45,173,505	33,237,009
Municipal Recreation Complex	2,408,341	1,803,235	1,336,520	1,781,075	1,825,927	1,641,924	1,742,817	1,881,876	1,994,350	1,807,943
Railyard Center	1,373,796	1,741,983	1,748,903	3,065,480	4,134,223	5,234,566	5,307,405	4,351,666	4,360,308	4,264,391
Genoveva Chavez Community Center	5,570,172	4,886,084	4,725,388	4,551,692	5,034,066	4,641,275	5,048,065	4,845,955	5,402,686	3,845,615
Santa Fe Convention Center	4,763,646	5,280,908	2,950,521	4,993,798	5,193,941	4,930,009	6,195,823	3,423,469	5,118,957	4,631,821
Environmental Services	9,576,135	9,942,609	10,992,656	11,607,054	11,147,965	11,763,404	11,378,753	11,876,462	14,410,149	11,301,085
College of Santa Fe	-	2,436,088	1,946,703	1,062,183	922,854	2,516,891	1,546,029	3,763,512	3,149,944	3,327,243
Transit and Airport Systems	11,275,507	12,366,693	10,984,607	11,686,081	11,668,835	12,527,385	14,903,229	15,132,089	17,899,172	13,275,353
Parking Enterprise Fund	5,128,803	5,271,354	5,147,411	4,923,577	5,308,766	5,285,568	4,763,607	5,409,773	6,414,416	4,582,572
Total Business-Type Expenses	<u>75,454,210</u>	<u>78,411,035</u>	<u>82,989,932</u>	<u>95,576,310</u>	<u>97,867,248</u>	<u>108,308,723</u>	<u>105,424,447</u>	<u>109,256,007</u>	<u>118,084,058</u>	<u>91,470,925</u>
Total Primary Government Expenses	<u>\$ 193,605,811</u>	<u>\$ 197,455,242</u>	<u>\$ 196,259,849</u>	<u>\$ 207,300,335</u>	<u>\$ 215,252,376</u>	<u>\$ 228,443,237</u>	<u>\$ 222,995,918</u>	<u>\$ 231,612,980</u>	<u>\$ 239,431,800</u>	<u>\$ 246,334,359</u>
PROGRAM REVENUES										
Governmental Activities:										
Charges for Services:										
General Government	\$ 2,093,097	\$ 478,959	\$ 1,548,813	\$ 7,595,705	\$ 9,077,668	\$ 3,334,437	\$ 8,641,240	\$ 10,547,589	\$ 9,649,498	\$ 8,947,389
Public Safety	3,451,045	4,192,344	5,837,000	1,474,567	1,595,823	5,434,696	5,478,431	5,441,078	5,450,534	7,366,328
Public Works	2,094,381	2,379,542	2,782,439	1,807,757	1,927,320	2,190,194	2,137,267	2,294,848	2,311,660	2,557,839
Community Development	350,718	373,009	427,889	84,441	59,194	267,268	218,086	256,151	312,984	1,617,334
Culture and Recreation	578,429	685,743	790,664	133,659	146,037	164,353	683,842	208,492	179,046	2,457,942
Operating Grants and Contributions:										
General Government	292,957	660,242	292,957	173,174	175,302	210,828	65,092	824,576	620,607	3,035,689
Public Safety	832,402	1,268,866	731,000	1,010,879	1,358,585	1,630,783	1,974,169	2,279,749	1,905,300	2,392,028
Public Works	214,293	286,133	214,293	501,864	1,982,166	397,789	563,125	468,872	6,010,315	830,593
Community Development	3,718,589	5,989,952	3,400,765	2,658,918	309,510	3,179,112	3,288,624	3,840,985	2,226,503	525,188
Culture and Recreation	340,742	182,907	340,742	30,389	221,901	189,265	105,568	783,359	2,537,039	798,154
Education	-	-	-	-	-	-	-	-	14,834	130,249

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

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
PROGRAM REVENUES (CONT.)										
Capital Grants and Contributions:										
General Government	\$ 1,706,164	\$ 406,830	\$ 1,700,235	\$ 81,519	\$ 267,360	\$ 1,253,844	\$ -	\$ -	\$ -	\$ -
Public Safety	529,270	340,853	529,270	1,206,912	-	-	-	-	-	-
Public Works	6,022,474	3,732,453	1,604,050	5,896,998	1,035,823	756,833	611,554	4,196,814	-	-
Community Development	673,023	386,267	673,023	92,838	184,162	403,159	-	-	50,000	-
Culture and Recreation	2,536,154	2,193,295	2,535,154	429,170	291,047	203,120	26,357	-	-	-
Total Governmental Activities										
Program Revenues	25,433,738	23,557,395	23,408,294	23,178,790	20,629,007	19,615,681	23,793,355	31,142,513	31,268,320	30,658,733
Business-Type Activities:										
Charges for Services:										
Wastewater Management	9,286,246	10,299,371	12,524,483	12,382,263	12,335,788	12,017,340	12,337,206	14,146,430	13,473,205	13,246,201
Water Management	27,086,239	30,236,761	35,478,027	37,709,064	41,424,382	38,157,206	35,429,865	42,499,151	37,298,329	38,288,412
Municipal Recreation Complex	1,076,776	1,100,296	1,159,308	1,118,569	1,078,252	1,089,457	1,114,221	1,163,244	1,177,657	1,245,505
Railyard Center	565,324	561,147	712,325	574,930	432,332	448,776	405,576	728,852	515,558	759,581
Genoveva Chavez Community Center	1,512,964	1,637,933	1,970,167	1,869,036	1,899,221	1,950,872	1,996,390	1,941,290	2,038,086	1,897,296
Santa Fe Convention Center	300,448	408,746	494,117	1,020,386	294,257	231,276	408,129	488,109	478,637	949,407
Environmental Services	9,195,553	9,178,089	10,030,316	10,144,062	10,572,918	11,574,429	11,687,609	12,932,405	13,394,451	13,014,561
College of Santa Fe	-	2,092,884	2,374,914	2,350,000	2,350,086	2,350,000	2,350,000	2,350,000	1,080,000	1,504,309
Transit and Airport Systems	888,259	1,918,748	2,312,176	2,424,594	2,519,902	2,380,611	3,079,345	3,171,468	3,252,018	3,846,989
Parking Enterprise Fund	3,715,155	4,498,969	4,419,714	4,627,583	5,075,348	4,722,434	4,472,618	4,596,479	5,023,562	5,537,624
Operating Grants and Contributions:										
Water Management	-	-	-	-	-	-	-	1,212,418	14,069	4,365
Municipal Recreation Complex	-	-	-	-	-	-	-	112,741	251,245	47,985
Genoveva Chavez Community Center	-	-	-	-	-	-	-	19,663	5,337	-
Santa Fe Convention Center	-	-	-	-	-	-	-	6,323	7,216	5,820
Transit and Airport Systems	1,120,734	1,021,037	-	1,134,570	2,510,011	2,568,477	4,810,403	2,723,625	2,724,475	4,122,727
Capital Grants and Contributions:										
Wastewater Management	55,899	180,749	184,019	-	-	-	-	-	-	-
Water Management	1,372,315	8,812,197	3,150,751	487,250	1,542,771	4,162,171	960,062	135,000	-	-
Municipal Recreation Complex	96,986	464,581	-	-	-	-	44,378	-	-	-
Railyard Center	536,692	50,154	668,500	-	-	-	-	-	-	-
Genoveva Chavez Community Center	293,548	17,029	-	75,367	140,600	-	-	-	-	-
Santa Fe Convention Center	-	55,532	3,500	11,234	6,167	6,613	6,826	-	-	-
Environmental Services	-	-	-	-	-	114,670	75,623	-	-	-
Transit and Airport Systems	4,012,989	6,620,886	4,276,281	3,787,053	2,858,565	1,566,216	318,722	413,384	90,198	-
Parking Enterprise Fund	-	-	-	-	-	-	22	-	-	-
All Other Proprietary Funds	69,953	-	-	40,000	68,274	-	-	-	-	-
Total Business-Type Activities										
Program Revenues	61,186,080	79,155,109	79,758,598	79,755,961	85,108,874	83,340,548	79,496,995	88,640,582	80,824,043	84,470,782
Total Government Program Expenses	\$ 86,619,818	\$ 102,712,504	\$ 103,166,892	\$ 102,934,751	\$ 105,737,881	\$ 102,956,229	\$ 103,290,350	\$ 119,783,095	\$ 112,092,363	\$ 115,129,515

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

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
NET EXPENSES (REVENUE)										
Governmental Activities:										
General Government	\$ (25,474,168)	\$ (26,114,844)	\$ (22,849,063)	\$ (21,203,473)	\$ (15,235,330)	\$ (22,690,385)	\$ (17,712,978)	\$ (20,106,861)	\$ (18,518,334)	\$ (45,752,492)
Public Safety	(33,305,681)	(32,511,078)	(30,918,609)	(34,471,787)	(39,328,300)	(36,829,807)	(36,205,254)	(37,069,246)	(37,331,658)	(39,373,389)
Public Works	(7,387,369)	(9,471,475)	(12,052,411)	(5,776,085)	(11,814,387)	(13,253,201)	(12,716,873)	(7,617,741)	(7,011,645)	(12,577,807)
Community Development	(8,231,945)	(8,396,166)	(7,690,275)	(7,800,788)	(10,787,505)	(6,899,407)	(8,076,529)	(7,800,944)	(7,695,037)	(8,308,409)
Culture and Recreation	(9,962,602)	(10,518,351)	(8,551,815)	(10,772,610)	(11,111,185)	(12,707,686)	(11,865,934)	(11,469,073)	(10,365,467)	(13,137,822)
Education	(2,899,570)	(2,988,945)	(2,846,887)	(2,673,364)	(2,711,183)	(2,547,259)	(2,620,019)	(2,606,639)	(2,607,121)	(2,143,937)
Interest on Long-Term Debt	(5,456,528)	(5,485,953)	(4,952,563)	(5,847,128)	(5,768,231)	(5,591,088)	(4,580,529)	(4,543,956)	(6,550,160)	(2,509,738)
Business-Type Activities:										
Wastewater Management	(3,133,480)	(1,832,730)	(1,996,630)	(2,496,725)	(764,415)	(973,667)	(1,898,517)	663,481	(687,366)	2,048,308
Water Management	5,576,369	16,679,727	10,176,687	1,169,932	3,436,685	(4,457,317)	(3,913,069)	(1,241,687)	(7,861,107)	5,055,768
College of Santa Fe	-	(343,204)	428,211	1,287,817	1,427,232	(166,891)	803,971	(1,413,512)	(2,069,944)	(1,822,934)
Municipal Recreation Complex	(1,234,579)	(238,358)	(177,212)	(662,506)	(747,675)	(552,467)	(584,218)	(605,891)	(565,448)	(514,453)
Railyard Center	(271,780)	(1,130,682)	(368,078)	(2,490,550)	(3,701,891)	(4,785,790)	(4,901,829)	(3,622,814)	(3,844,750)	(3,398,185)
Genoveva Chavez Community Center	(3,763,660)	(3,231,122)	(2,755,221)	(2,607,289)	(2,994,245)	(2,690,403)	(3,051,675)	(2,885,002)	(3,359,263)	(1,948,319)
Santa Fe Convention Center	(4,463,198)	(4,816,630)	(2,452,904)	(3,962,178)	(4,893,517)	(4,692,120)	(5,780,868)	(2,929,037)	(4,633,104)	(3,676,594)
Environmental Services	(380,582)	(764,520)	(962,340)	(1,462,992)	(575,047)	(74,305)	384,479	1,055,943	(1,015,698)	1,713,476
Transit and Airport Systems	(5,253,525)	(2,806,022)	(4,396,150)	(4,339,864)	(3,780,357)	(6,012,081)	(6,694,759)	(8,823,612)	(11,832,481)	(5,305,637)
Parking Enterprise Fund	(1,413,648)	(772,385)	(727,697)	(295,994)	(233,418)	(563,134)	(290,967)	(813,294)	(1,390,854)	955,052
All Other Proprietary Funds	69,953	-	-	40,000	68,274	-	-	-	-	-
	<u>\$ (106,985,993)</u>	<u>\$ (94,742,738)</u>	<u>\$ (93,092,957)</u>	<u>\$ (104,365,584)</u>	<u>\$ (109,514,495)</u>	<u>\$ (125,487,008)</u>	<u>\$ (119,705,568)</u>	<u>\$ (111,829,885)</u>	<u>\$ (127,339,437)</u>	<u>\$ (130,697,112)</u>
GOVERNMENTAL REVENUES AND OTHER CHANGES IN NET POSITION										
Governmental Activities:										
Taxes:										
Property Taxes	\$ 3,773,701	\$ 6,658,311	\$ 7,763,486	\$8,317,569	\$8,082,970	\$9,251,086	\$9,636,160	\$10,610,845	\$11,442,774	\$11,538,486
Sales Taxes	82,800,905	76,345,768	77,533,815	80,000,069	79,927,194	83,633,041	85,911,545	88,954,804	94,225,671	106,347,538
Lodgers Taxes	7,872,311	7,238,114	8,350,150	7,881,259	8,009,032	8,376,475	9,251,039	9,664,653	10,809,464	11,743,131
Franchise Taxes	2,646,539	2,589,218	2,226,689	2,535,193	2,992,353	2,892,235	2,821,230	3,669,517	4,104,877	4,397,468
Motor Fuel Taxes	1,696,868	1,739,763	1,792,433	1,772,322	1,703,819	1,895,938	1,859,045	1,684,034	1,956,647	1,862,317
Cigarette Taxes	65,597	96,502	8,940	91	1,246,517	-	-	-	-	-
Unrestricted Investment Earnings	3,264,549	664,354	492,319	515,681	235,245	591,813	450,301	360,613	1,015,860	1,286,140
Miscellaneous Revenues	1,684,015	1,538,546	1,993,112	1,176,732	1,374,606	1,555,925	1,001,298	933,386	521,773	1,902,172
Gain on Sale of Capital Assets	-	215,508	-	73,295	-	3,300	-	-	143,956	274,010
Transfers	(20,489,446)	(15,734,696)	(11,714,456)	(16,463,102)	(9,149,210)	(13,794,268)	(18,049,329)	(11,979,824)	(20,668,193)	(22,784,290)
Special Item - Transfer of Capital Asset	-	-	-	-	-	-	-	-	-	-
Total Governmental Activities	<u>83,315,039</u>	<u>81,351,388</u>	<u>88,446,488</u>	<u>85,809,109</u>	<u>94,422,526</u>	<u>94,405,545</u>	<u>92,881,289</u>	<u>103,898,028</u>	<u>103,552,829</u>	<u>116,566,972</u>

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

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
GOVERNMENTAL REVENUES AND										
OTHER CHANGES IN NET POSITION (CONT.)										
Business-Type Activities:										
Property Taxes	\$ 11,055,714	\$ 10,451,588	\$ 10,615,795	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales Taxes	-	-	-	10,955,392	11,138,547	11,462,992	11,762,071	12,218,907	8,921,338	4,463,728
Unrestricted Investment Earnings	3,291,660	1,110,329	775,571	840,509	177,928	1,152,797	838,062	647,384	208,987	334,535
Miscellaneous Revenues	1,997,611	-	-	(57,111)	276,287	-	-	-	-	-
Donated Land	-	16,683,838	-	-	-	-	-	-	-	-
Gain (Loss) on Sale of Capital Assets	35,658	12,621	4,317,366	40,705	33,941	(6,888)	2,900	29,610	136,297	-
Transfers	20,489,446	15,734,696	11,714,456	16,463,102	9,149,210	13,794,268	18,049,329	11,979,824	20,668,193	22,784,290
Total Business-Type Activities	<u>36,870,089</u>	<u>43,993,072</u>	<u>27,423,188</u>	<u>28,242,597</u>	<u>20,775,913</u>	<u>26,403,169</u>	<u>30,652,362</u>	<u>24,875,725</u>	<u>29,934,815</u>	<u>27,582,553</u>
Total Government	<u>\$ 120,185,128</u>	<u>\$ 125,344,460</u>	<u>\$ 115,869,676</u>	<u>\$ 114,051,706</u>	<u>\$ 115,198,439</u>	<u>\$ 120,808,714</u>	<u>\$ 123,533,651</u>	<u>\$ 128,773,753</u>	<u>\$ 133,487,644</u>	<u>\$ 144,149,525</u>
CHANGE IN NET POSITION										
Governmental Activities	\$ (9,402,824)	\$ (14,135,424)	\$ (1,415,135)	\$ (2,736,126)	\$ (2,333,595)	\$ (6,113,288)	\$ (896,827)	\$ 12,683,568	\$ 13,473,407	\$ 116,566,972
Business-Type Activities	<u>22,601,959</u>	<u>44,737,146</u>	<u>24,191,854</u>	<u>12,422,248</u>	<u>8,017,539</u>	<u>1,434,994</u>	<u>4,724,910</u>	<u>4,260,300</u>	<u>(7,325,200)</u>	<u>27,582,553</u>
Total Government	<u>\$ 13,199,135</u>	<u>\$ 30,601,722</u>	<u>\$ 22,776,719</u>	<u>\$ 9,686,122</u>	<u>\$ 5,683,944</u>	<u>\$ (4,678,294)</u>	<u>\$ 3,828,083</u>	<u>\$ 16,943,868</u>	<u>\$ 6,148,207</u>	<u>\$ 144,149,525</u>

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

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
General Fund:										
Nonspendable	\$ -	\$ -	\$ 440,752	\$ 145,699	\$ 105,822	\$ 84,269	\$ 92,436	\$ 101,015	\$ 88,693	\$ 82,622
Restricted	6,843,676	6,533,816	6,071,202	5,458,379	6,378,383	6,136,549	6,532,724	6,649,878	7,456,833	7,791,216
Committed	2,063,939	1,823,960	1,243,499	1,310,811	1,306,416	1,256,819	1,340,604	1,362,023	1,557,795	1,616,780
Unassigned	12,059,216	7,314,057	8,269,206	10,845,524	8,804,906	8,292,215	7,108,052	12,835,273	5,137,319	5,631,930
Total General Fund	<u>\$ 20,966,831</u>	<u>\$ 15,671,833</u>	<u>\$ 16,024,659</u>	<u>\$ 17,760,413</u>	<u>\$ 16,595,527</u>	<u>\$ 15,769,852</u>	<u>\$ 15,073,816</u>	<u>\$ 20,948,189</u>	<u>\$ 14,240,640</u>	<u>\$ 15,122,548</u>
All Other Governmental Funds:										
Nonspendable	\$ -	\$ -	\$ 11,184,545	\$ 11,443,717	\$ 11,326,634	\$ 4,334,545	\$ 250,000	\$ 250,000	\$ 255,000	\$ 255,656
Restricted	19,063,112	16,558,006	41,744,396	44,110,480	36,373,892	42,781,711	53,978,741	47,058,413	37,934,570	40,339,627
Committed	-	-	2,007,489	5,211,699	2,886,735	863,689	1,098,113	1,311,953	1,459,841	1,527,787
Assigned	4,738,444	4,802,848	3,375,086	6,064,720	4,147,913	6,609,152	7,912,322	6,240,251	7,278,855	17,865,825
Unassigned	56,203,130	37,176,386	(413,391)	(382,397)	(48,666)	(908,779)	(1,375,770)	(194,252)	(2,532,002)	(3,045,850)
Total All Other Governmental Funds	<u>\$ 80,004,686</u>	<u>\$ 58,537,240</u>	<u>\$ 57,898,125</u>	<u>\$ 66,448,219</u>	<u>\$ 54,686,508</u>	<u>\$ 53,680,318</u>	<u>\$ 61,863,406</u>	<u>\$ 54,666,365</u>	<u>\$ 44,396,264</u>	<u>\$ 56,943,045</u>

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

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
REVENUES										
Taxes	\$ 98,855,921	\$ 94,667,676	\$ 97,675,513	\$ 100,506,503	\$ 101,961,885	\$ 106,048,775	\$ 109,389,019	\$ 114,583,853	\$ 122,539,435	\$ 135,888,940
Licenses and Permits	2,262,507	1,571,947	1,855,363	2,341,436	2,856,179	2,346,669	2,461,998	2,760,196	3,533,969	4,224,394
Intergovernmental Revenues	16,866,068	15,447,798	12,021,489	12,082,661	7,816,549	8,221,733	6,724,489	12,394,355	13,364,598	7,762,365
Fees and Charges for Services	6,305,163	6,537,650	9,531,442	8,754,693	9,949,863	9,044,279	13,927,167	15,307,074	13,729,500	15,924,012
Sale of Capital Assets	42,204	215,508	35,552	-	-	3,300	-	-	-	333,238
Fines and Forfeitures	518,267	526,845	448,621	370,072	412,236	506,527	429,736	373,917	304,712	619,505
Rents, Royalties, and Concessions	130,047	126,043	219,850	205,990	156,741	180,538	339,965	306,971	335,542	338,653
Investment Income	2,784,697	507,687	378,878	408,800	213,794	478,747	372,628	286,471	967,673	1,223,725
Land Sales	-	-	-	90,939	260,328	253,445	173,500	419,439	198,277	-
Other Revenues	993,497	885,658	1,288,904	589,225	545,301	615,415	827,798	513,947	521,772	1,902,172
Total Revenues	128,758,371	120,486,812	123,455,612	125,350,319	124,172,876	127,699,428	134,646,300	146,946,223	155,495,478	168,217,004
EXPENDITURES										
General Government	27,641,394	25,807,820	23,115,451	22,986,525	24,072,339	21,224,217	27,191,995	28,875,061	29,120,290	35,931,504
Public Safety	35,979,160	36,856,996	36,797,749	36,273,737	40,060,495	41,461,515	41,931,574	42,050,323	42,005,888	46,151,053
Public Works	6,442,473	6,533,194	9,198,763	6,222,086	6,283,527	6,247,484	6,850,449	6,463,090	5,883,784	6,797,160
Community Development	12,785,076	14,766,993	12,093,940	10,154,155	11,086,013	10,469,220	11,339,034	11,378,061	9,707,249	9,978,974
Culture and Recreation	12,559,894	11,690,820	11,709,686	10,545,655	12,473,946	11,524,049	11,268,209	11,658,586	11,268,292	12,491,249
Education	2,892,938	2,983,168	2,841,615	2,670,215	2,710,895	2,545,991	2,620,019	2,600,930	2,619,374	2,675,293
Capital Outlay	24,938,573	16,150,454	13,392,473	18,196,279	17,228,467	16,317,789	16,566,429	17,510,589	23,825,930	11,261,877
Capital Outlay/Inventory Exempt	6,963,610	4,871,841	-	-	-	-	-	-	-	3,891,723
Debt Service:										
Principal	30,193,446	7,673,026	23,509,213	23,538,688	33,489,819	8,681,450	9,677,468	10,113,885	42,759,006	9,989,010
Interest and Fiscal Agent Fees	6,301,926	5,784,564	6,562,034	6,202,697	6,727,493	5,238,130	5,623,865	5,539,428	5,356,836	4,174,556
Bond Issuance Costs	-	-	420,600	401,987	399,940	187,572	466,645	-	-	215,345
Total Expenditures	166,698,490	133,118,876	139,641,524	137,192,024	154,532,934	123,897,417	133,535,687	136,189,953	172,546,649	143,557,744
Excess of Revenues Over (Under)	(37,940,119)	(12,632,064)	(16,185,912)	(11,841,705)	(30,360,058)	3,802,011	1,110,613	10,756,270	(17,051,171)	24,659,260
OTHER FINANCING SOURCES (USES)										
Transfers In	85,030,926	32,228,023	53,075,463	77,138,478	59,160,811	39,572,832	45,645,545	28,172,546	45,402,483	33,496,749
Transfers Out	(104,721,290)	(46,365,517)	(64,789,919)	(92,759,737)	(68,301,293)	(53,257,903)	(63,598,829)	(40,251,484)	(65,974,790)	(56,445,171)
HUD Loan Payments (Flow Through)	58,866	7,113	31,815	30,973	30,095	29,192	-	-	-	-
Issuance of Bonds:										
Face Value of Bonds Issued	26,370,000	-	25,305,000	32,725,000	24,900,000	11,760,000	21,260,000	-	19,941,836	10,290,000
Premium on Issuance of Bond	672,959	-	2,027,264	4,992,779	1,643,848	262,003	3,069,723	-	917,815	1,427,851
Other Nonoperating Revenue (Expense)	-	-	-	-	-	-	-	-	(1,843,472)	-
Total Other Financing Sources (Uses)	7,411,461	(14,130,381)	15,649,623	22,127,493	17,433,461	(1,633,876)	6,376,439	(12,078,938)	(1,556,128)	(11,230,571)
Net Change in Fund Balances	\$ (30,528,658)	\$ (26,762,445)	\$ (536,289)	\$ 10,285,788	\$ (12,926,597)	\$ 2,168,135	\$ 7,487,052	\$ (1,322,668)	\$ (18,607,299)	\$ 13,428,689
Debt Service as a Percentage of Noncapital Expenditures	25.7%	11.5%	23.8%	25.0%	29.3%	12.9%	13.1%	13.2%	33.4%	10.9%

CITY OF SANTA FE, NEW MEXICO
TABLE V - 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
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%
2017	4,111,133	12,345,745	62,236	186,895	116,678	4,057,690	12,185,255	33.3%
2018	4,593,036	13,792,901	58,105	174,489	482,166	4,139,262	12,430,216	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

CITY OF SANTA FE, NEW MEXICO
TABLE VI - BOTH RESIDENTIAL AND NONRESIDENTIAL
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
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
2017	2.419	1.360	7.924	9.292	3.690	24.685
2018	2.199	1.360	7.945	9.389	3.690	24.583

NON-RESIDENTIAL

Tax Year Ended June 30	City	State	County	School District	Santa Fe Community College	Total Non-Residential Tax Levy
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
2017	3.977	1.360	13.973	9.807	4.000	33.117
2018	3.766	1.360	13.973	9.807	3.994	32.900

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

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

<u>Taxpayer</u>	<u>2018</u>			<u>2008</u>		
	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total City Taxable Assessed Value</u>	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total City Taxable Assessed Value</u>
Public Service New Mexico	\$ 64,942,347	1	1.67%	\$ 32,998,854	2	1.85%
Truzaf Ltd. Partnership	41,532,171	2	1.07%	-	-	-
C & Z LLC	33,532,950	3	0.86%	-	0	-
Guadalupe Hotel Investment LLC & TFS	33,109,716	4	0.85%	58,983,497	1	3.30%
La Fonda Hotel	30,226,113	5	0.78%	15,479,800	6	0.87%
Devargas Center Associates	23,520,993	6	0.61%	-	-	-
La Posada	23,284,239	7	0.60%	-	-	-
New Mexico Gas Co	22,503,141	8	0.58%	-	-	-
DSW Santa Fe	21,392,838	9	0.55%	-	-	-
Santa Fe Mall Property	21,177,504	10	0.55%	-	-	-
San Cristobal Ranch	-	-	-	-	0	-
La Fonda Hotel	-	-	-	12,714,390	8	0.71%
St. Vincent Hospital	-	-	-	20,000,000	3	1.12%
In of Loretto	-	-	-	-	-	-
IBM Credit Corporation	-	-	-	13,274,887	7	0.74%
Burlington Santa Fe Railway	-	-	-	-	0	-
Meadows Apartments	-	-	-	11,840,024	9	0.66%
El Dorado Partnership	-	-	-	18,294,500	5	1.02%
Showridge Apartments	-	-	-	11,534,078	10	0.65%
Villa Linda Mall	-	-	-	19,339,678	4	1.08%
Total	\$ 315,222,012		8.62%	\$ 214,459,708		12.00%

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

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Agriculture, Forestry, Hunting, Fishing	\$ 15,377,597	\$ 12,204,888	\$ 9,879,744	\$ 7,055,650	\$ 5,847,839	\$ 4,220,241	\$ 4,257,127	\$ 4,538,877	\$ 6,088,690	\$ 8,763,303
Mining	272,856	-	45,695	34,881	105,254	137,738	484,092	467,021	143,357	142,181
Transportation, Comm., Utilities	94,502,403	76,608,504	96,542,131	99,708,882	93,074,119	98,216,273	84,950,190	111,692,127	115,417,629	268,319,198
Construction	404,777,586	274,052,776	255,458,962	302,263,940	278,676,381	305,323,749	248,761,976	304,185,739	359,454,251	501,882,802
Manufacturing	54,959,608	49,920,425	54,372,037	51,923,598	50,973,424	53,958,423	49,204,771	52,870,906	57,377,739	63,818,417
Wholesale	50,164,427	48,175,711	48,886,043	52,366,170	43,776,255	43,008,303	49,402,224	58,327,532	62,416,707	77,572,554
Retail	948,902,960	891,484,336	884,291,670	899,263,874	876,175,072	910,890,987	854,421,956	958,505,682	962,858,945	1,049,687,835
Finance, Insurance & Real Estate	89,564,306	80,082,754	81,396,496	88,446,087	100,856,362	117,264,939	104,978,861	128,633,960	145,628,165	194,705,440
Services	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	569,760,878	1,467,636,416
Government	-	-	-	15,356	48,326	4,625	-	291,295	286,171.00	805,119
Unclassified/Misc. Other	13,466,097	19,867,134	7,983,405	10,460,937	7,737,771	32,777,051	57,749,481	42,440,209	21,328,619	18,332,285
Total	\$ 1,795,062,288	\$ 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	\$ 2,300,761,151	\$ 3,651,665,550

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
TABLE IX - TOTAL GROSS RECEIPTS TAX BY CATEGORY
(UNAUDITED)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Agriculture, forestry, hunting	\$ 462,067	\$ 360,973	\$ 299,657	\$ 209,901	\$ 174,895	\$ 113,496	\$ 135,883	\$ 142,052	\$ 172,129	\$ 260,760
Mining	8,238	272	3,100	1,043	3,965	4,135	14,464	16,642	5,385	4,306
Utilities	2,244,517	2,283,430	2,126,983	2,511,000	2,617,159	2,737,141	2,536,313	2,614,292	2,540,181	2,682,928
Construction	11,981,369	8,218,948	7,479,285	8,853,011	8,253,074	9,022,065	8,012,200	8,486,214	9,772,948	13,161,848
Manufacturing	1,655,709	1,461,937	1,581,150	1,581,810	1,444,404	1,573,931	1,432,140	1,646,538	1,645,300	1,742,616
Wholesale	1,483,543	1,342,178	1,451,394	1,584,445	1,330,238	1,296,013	1,600,730	1,710,745	1,825,300	2,150,572
Retail	28,306,999	26,456,316	26,589,033	26,790,310	26,460,409	27,141,343	27,539,185	28,098,236	28,221,459	28,905,888
Transportation & warehousing	532,132	514,611	481,208	482,659	206,613	192,881	197,431	251,988	383,109	376,628
Information & Cultural Indust.	1,704,690	2,755,004	3,267,602	3,441,276	3,466,394	3,753,200	3,628,773	3,789,409	3,871,700	4,479,650
Finance & insurance	982,546	881,891	940,872	944,034	1,173,133	1,254,730	1,241,265	1,318,442	1,413,572	2,619,983
Real estate, rental & leasing	1,639,091	1,474,704	1,442,114	1,673,830	1,848,496	2,206,097	2,036,824	2,615,837	2,668,573	2,891,406
Prof. Scientific, Technical	6,226,754	6,352,059	6,648,110	7,003,279	7,298,655	7,712,636	7,992,389	8,300,049	8,464,267	8,801,254
Management of companies	300,802	228,036	232,026	208,563	215,286	176,058	146,638	135,737	120,427	83,906
Admin & Support, Waste Mgt	445,420	539,050	794,833	885,692	703,779	703,450	889,009	917,524	1,173,203	1,526,499
Educational Services	258,390	319,473	491,982	545,237	538,566	669,685	739,097	799,095	749,620	466,604
Health Care & Social Assist	4,364,551	4,302,733	4,533,433	4,425,757	4,275,389	4,418,919	4,459,242	5,031,110	4,753,793	4,601,365
Arts, Entertainment & Recr	364,818	398,593	458,067	422,002	437,735	447,258	604,312	674,028	952,210	1,212,485
Accommodation & Food	9,950,881	9,424,398	9,700,468	9,925,719	10,470,734	11,349,744	12,373,247	13,396,242	13,900,556	14,502,320
Other Services	9,540,958	8,583,369	8,291,869	8,593,209	9,273,288	9,615,669	9,550,973	9,471,551	8,587,227	9,042,351
Public Administration	-	-	-	1,168	1,444	881	-	164	78,760	23,872
Unclassified	402,126	381,402	374,213	209,789	288,399	586,410	1,378,242	843,924	1,199,995	551,142
State Reimb-Food/Med Tax-Exempt	10,195,332	10,411,415	9,963,290	10,374,852	10,842,817	10,437,191	10,426,042	10,651,860	8,909,057	8,252,939
Municipal Equivalent Distribution	115,947	302,556	318,208	357,337	307,349	312,915	482,468	296,914	302,092	307,214
Total GRT Revenue Distribution	\$ 93,166,880	\$ 86,993,348	\$ 87,468,897	\$ 91,025,923	\$ 91,632,221	\$ 95,725,848	\$ 97,416,867	\$ 101,208,594	\$ 101,710,863	\$ 108,648,536
City direct Gross Receipts Tax rate	7.94%	8.06%	8.19%	8.19%	8.19%	8.19%	8.19%	8.31%	8.31%	8.44%

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.

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

<u>Fiscal Year</u>	<u>City Direct Rate</u>	<u>Santa Fe County</u>
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%
2017	8.31%	7.00%
2018	8.44%	7.13%

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

CITY OF SANTA FE, NEW MEXICO
TABLE XI - SCHEDULE OF PLEDGED REVENUES
FISCAL YEARS 2017 AND 2018
(UNAUDITED)

	Fiscal Year	
	<u>2017</u>	<u>2018</u>
0.05% Municipal Gross Receipts Tax (GRT) revenues	\$ 18,222,207	\$ 21,208,930
MGRT Infrastructure revenues	1,886,279	2,231,989
MGRT Environmental revenues	1,886,129	2,231,737
State shared GRT revenues	<u>38,420,828</u>	<u>42,286,241</u>
TOTAL	<u><u>\$ 60,415,443</u></u>	<u><u>\$ 67,958,897</u></u>

Source: City of Santa Fe Cash Management and Investment Officer

CITY OF SANTA FE, NEW MEXICO
TABLE XII - SCHEDULE OF GROSS RECEIPTS TAX REVENUES
FISCAL YEARS 2017 AND 2018
(UNAUDITED)

	Fiscal Year	
	2017	2018
Municipal general GRT (Including Capital Improvements)	\$ 36,444,413	\$ 42,417,861
Infrastructure revenues	8,304,856	8,927,958
MGRT revenues	9,111,103	10,604,465
Environmental revenues	2,076,064	2,231,737
State-shared GRT revenues	42,143,548	45,209,003
Water Capital Outlay	4,769,060	1,082,850
Municipal Equivalent Distribution	297,965	337,387
TOTAL	\$ 103,147,009	\$ 110,811,261

Source: City of Santa Fe Cash Management and Investment Officer

CITY OF SANTA FE, NEW MEXICO
TABLE XIII - RATIO OF NET GENERAL BONDED DEBT TO
ASSESSED VALUE AND NET BONDED DEBT PER CAPITAL
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
2009	73,979	\$ 3,505,357,810	\$ 20,000,000	\$ 1,538,960	\$ 18,461,040	0.57%	250
2010	81,030	\$ 3,627,507,187	\$ 19,400,000	\$ 2,003,936	\$ 17,396,064	0.53%	215
2011	81,621	\$ 3,647,208,573	\$ 28,950,000	\$ 3,063,476	\$ 25,886,524	0.79%	317
2012	82,022	\$ 3,656,120,170	\$ 27,710,000	\$ 3,431,635	\$ 24,278,365	0.76%	296
2013	82,339	\$ 3,669,453,816	\$ 26,510,000	\$ 3,210,845	\$ 23,299,155	0.72%	283
2014 ⁽⁴⁾	82,594	\$ 3,666,700,895	\$ 37,265,000	\$ 4,057,286	\$ 33,207,714	1.02%	402
2015	82,880	\$ 3,774,855,457	\$ 41,305,000	\$ 4,054,334	\$ 37,250,666	1.09%	449
2016	83,287	\$ 3,878,365,023	\$ 39,270,000	\$ 4,469,142	\$ 34,800,858	1.01%	418
2017	83,776	\$ 4,057,690,611	\$ 23,635,000	\$ 823,742	\$ 22,811,258	0.58%	272
2018	83,776	\$ 4,139,262,870	\$ 22,425,000	\$ 1,266,528	\$ 21,158,472	0.54%	253

¹ Source: US Census Bureau

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.

CITY OF SANTA FE, NEW MEXICO
TABLE XIV - RATIO OF ANNUAL DEBT SERVICE EXPENDITURES
FOR GENERAL OBLIGATION BONDED DEBT
TO TOTAL GENERAL FUND EXPENDITURES
LAST TEN 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
2017	\$ 15,635,000	\$ 2,054,579	\$ 17,689,579	\$ 79,044,226	0.2238
2018	\$ 1,210,000	\$ 789,481	\$ 1,999,481	\$ 89,312,085	0.0224

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

Source: City of Santa Fe Cash Management and Investment Officer

CITY OF SANTA FE, NEW MEXICO
TABLE XV - COMPUTATION OF DIRECT AND OVERLAPPING DEBT
GENERAL OBLIGATION DEBT
JUNE 30, 2018
(UNAUDITED)

	General Obligation as of June 30, 2016 ¹ (Par Value)	Percentage Applicable to City of Santa Fe	City of Santa Fe Share of Debt
City of Santa Fe	\$ 22,425,000	100.00%	\$ 22,425,000
Subtotal Direct Debt			<u>22,425,000</u>
State of New Mexico	\$ 260,760,000	4.03%	\$ 10,508,628
Santa Fe County	\$ 129,420,000	56.50%	73,122,300
Santa Fe Public Schools	\$ 202,050,000	70.58%	142,606,890
Santa Fe Community College	\$ 18,215,000	70.58%	12,856,147
Subtotal Overlapping Debt			<u>239,093,965</u>
Total Direct and Overlapping Debt			<u><u>\$ 261,518,965</u></u>

Ratios:

Total direct and overlapping debt to assessed valuation for tax year 2018 \$4,139,262,870	6.27%
Direct and overlapping debt to actual valuation of \$12,430,216,216	2.09%
Direct and overlapping debt per capita of 83,875	\$ 3,118

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

² Does not include \$ NMFA Loan to City of Santa Fe, \$ Santa Fe Public Schools Education Technology notes of \$ or \$ County of Santa Fe Correctional System notes.

Source: City of Santa Fe Cash Management and Investment Officer

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

	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Debt Limit	\$ 140,214,312	\$ 145,100,287	\$ 145,888,343	\$ 146,244,807	\$ 148,439,172	\$ 148,959,429	\$ 152,108,584	\$ 156,571,714	\$ 162,307,624	\$ 165,570,515
Total net debt applicable to limit	(20,000,000)	(19,400,000)	(28,950,000)	(27,710,000)	(26,510,000)	(37,265,000)	(41,305,000)	(39,270,000)	(23,635,000)	(22,425,000)
Legal debt margin	\$ 120,214,312	\$ 125,700,287	\$ 116,938,343	\$ 118,534,807	\$ 121,929,172	\$ 111,694,429	\$ 110,803,584	\$ 117,301,714	\$ 138,672,624	\$ 143,145,515
Total net debt applicable to the limit as a percentage of debt limit	14.26%	13.37%	19.84%	18.95%	17.86%	25.02%	27.15%	25.08%	14.56%	13.54%

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.

Source: City of Santa Fe Cash Management and Investment Officer

**CITY OF SANTA FE, NEW MEXICO
TABLE XVII - PLEDGE-REVENUE COVERAGE
LAST TEN FISCAL YEARS
(UNAUDITED)**

Environmental Services ⁽¹⁾							
Fiscal Year End	Gross Revenues	Less: Operating Expenses	Net Revenue Available for		Debt Service		Coverage
			Debt Service		Principal	Interest	
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
2017	13,394,451	13,279,596	114,855		876,067	293,800	0.10
2018	13,014,561	10,206,397	2,808,164		1,054,734	313,560	2.05

⁽¹⁾ In FY 2017, the City refunded Environmental enterprise debt with a Senior Lien GRT Bond, 2016A

⁽²⁾ In FY 2017, the City borrowed \$1.3 Million for recycle carts.

Water Management Bonds ⁽¹⁾							
Fiscal Year End	Gross Revenues	Less: Operating Expenses	Net Revenue Available for		Debt Service		Coverage
			Debt Service		Principal	Interest	
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
2017	37,298,329	30,268,109	7,030,220		1,723,382	1,604,514	2.11
2018	38,288,412	17,744,286	20,544,126		1,746,720	1,614,815	6.11

⁽¹⁾ Debt includes bonds and loans.

CITY OF SANTA FE, NEW MEXICO
TABLE XVII - PLEDGE-REVENUE COVERAGE (CONTINUED)
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year End	Gross Revenues	Less: Operating Expenses	Railyard Bonds ⁽¹⁾ Net Revenue Available for		Debt Service Principal	Debt Service Interest	Coverage
			Debt Service	Debt Service Principal			
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	
2017	515,558	568,128	-52,570	970,000	1,432,187	(0.02)	
2018	759,581	602,419	157,162	970,000	461,838	0.11	

⁽¹⁾ In FY 2017 the City refunded 2012C from Tax Exempt to Taxable

⁽²⁾ The City of Santa Fe subordinate lien Gross Receipts Tax Refunding Revenue Bonds, 2010B

Fiscal Year End	Gross Revenues	Less: Operating Expenses	Municipal Recreation Complex Bonds ⁽¹⁾ Net Revenue Available for		Debt Service Principal	Debt Service Interest	Coverage
			Debt Service	Debt Service Principal			
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	
2017	1,177,657	1,563,065	-385,408	1,015,650	1,271,057	(0.17)	
2018	1,245,505	1,446,278	-200,773	1,088,850	238,358	(0.15)	

⁽¹⁾ Revenues pledged include Municipal Recreation Complex revenues and gross receipts tax revenues of \$1,486,298.

CITY OF SANTA FE, NEW MEXICO
TABLE XVII - PLEDGE-REVENUE COVERAGE (CONTINUED)
LAST TEN FISCAL YEARS
(UNAUDITED)

Convention Center Bonds ⁽¹⁾							
Fiscal Year End	Gross Revenues	Less: Operating Expenses	Net Revenue Available for		Debt Service		Coverage
			Debt Service	Principal	Interest		
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)	
2017	478,637	2,499,483	-2,020,846	958,000	1,569,323	(0.80)	
2018	949,407	2,218,596	-1,269,189	765,450	869,238	(0.78)	

⁽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		Coverage
			Debt Service	Principal	Interest		
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	
2017	13,473,205	10,859,168	2,615,407	1,884,350	575,043	1.06	
2018	13,246,201	8,326,589	4,919,612	1,500,000	387,050	2.61	

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

⁽²⁾ In FY 2017, City refunded Wastewater debt with 2016 C, eliminating system Revenue pledge.

CITY OF SANTA FE, NEW MEXICO
TABLE XVII - PLEDGE-REVENUE COVERAGE (CONTINUED)
LAST TEN FISCAL YEARS
(UNAUDITED)

College of Santa Fe Loan (1)

Fiscal Year End	Gross Revenues	Less: Operating Expenses	Net Revenue Available for		Debt Service		Coverage
			Debt Service	Debt 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	
2017	1,090,976	0	1,090,976	745,000	1,478,567	0.49	
2018	1,504,309	199,832	1,304,477	775,000	1,445,266	0.59	

⁽¹⁾ Laureate and the City ended the lease in June 2018. GRT Revenues will be used to meet this debt obligation

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

Parking Loan (1)

Fiscal Year End	Gross Revenues	Less: Operating Expenses	Net Revenue Available for		Debt Service		Coverage
			Debt Service	Debt Principal	Interest		
2016	4,596,479	4,414,701	181,778	-	287,038	0.63	
2017	5,023,562	5,336,699	-313,137	407,000	530,855	(0.33)	
2018	5,537,624	3,594,227	1,943,397	449,550	510,505	2.02	

⁽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		Coverage
			Debt Service	Debt Principal	Interest		
2016(3)	1,395,699	9,473,601	(8,077,902)	273,320	63,284	(24.00)	
2017	1,639,901	11,350,564	(9,710,663)	277,480	62,385	(28.57)	
2018	1,576,708	7,689,536	(6,112,828)	279,644	60,498	(17.97)	

⁽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
TABLE XVIII - RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year	Government Activities						Business-Type Activities						Total Primary Government	Percent of Personal Income ¹	Per Capita ¹		
	GRT Bonds	General Oblig. Bonds	NMFA Loans	HUD 108 Loan	SFPS ¹ Loan	Capital Lease	MRC Bonds	Convention ² Center Bonds	Parking ² Bonds	Water Bonds	Wastewater Bonds	Environmental Bonds				Railyard Bonds	NMFA Loans
2009	89,114,582	20,151,577	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	15.89%	4,689
2010	81,822,335	19,543,599	18,834,504	261,000	560,000	-	11,866,997	50,834,118	-	107,841,528	24,884,267	12,688,915	-	59,086,891	388,224,154	18.45%	5,679
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	17.52%	5,551
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	11,032,788	46,015,124	387,885,943	17.04%	5,544
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	15,856,786	44,603,487	374,844,933	16.14%	5,305
2014	89,223,139	38,011,079	2,817,334	189,000	-	383,800	8,437,853	46,051,658	-	95,169,578	18,752,735	9,521,475	15,067,127	42,605,655	366,230,433	18.11%	5,390
2015	98,729,591	42,244,953	2,663,866	-	-	191,900	7,500,567	32,447,704	13,656,229	92,373,649	16,811,786	8,638,365	14,162,468	43,603,387	373,024,465	18.08%	5,434
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	13,232,809	42,428,833	302,706,952	14.56%	4,419
2017	99,603,790	23,635,000	1,088,790	-	-	-	5,518,099	30,034,635	13,116,397	40,554,114	12,596,436	7,967,712	12,351,078	39,620,848	286,086,899	13.43%	4,158
2018	76,637,000	22,425,000	815,340	-	-	-	3,730,150	26,053,350	11,449,650	34,890,000	9,299,850	4,980,000	10,730,000	38,816,099	239,826,439	8.85%	2,795

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

See the Table XV Economic and Demographic Information for personal income and population data.

GRT/revenue debt for solid waste, convention center and wastewater was reclassified FY 2007-2008 to respective enterprise funds.

¹ SFPS is Santa Fe Public Schools for land purchase.

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

³ This table reflects par value only for the City's outstanding debt exclusive of unamortized premium and discount.

Resources: City of Santa Fe's Investment Officer and the Planning Department Staff.

Source: City of Santa Fe Cash Management and Investment Officer

CITY OF SANTA FE, NEW MEXICO
TABLE XIX - DEMOGRAPHIC AND ECONOMIC INFORMATION
(UNAUDITED)

Year	Population			Employment		Unemployment Rate
	City	County	NM State	Labor Force	Employed	
2008	72,833	141,704	2,010,662	80,019	76,794	4.00%
2009	73,979	143,205	2,036,802	77,885	72,142	7.40%
2010	81,030	144,523	2,064,607	74,939	69,400	7.40%
2011	81,621	145,442	2,077,744	73,468	68,604	6.60%
2012	82,022	146,169	2,083,590	73,485	68,862	6.30%
2013	82,339	146,616	2,085,161	72,830	68,317	6.20%
2014	82,594	146,983	2,083,207	72,947	68,576	6.00%
2015	82,880	147,276	2,082,264	73,445	69,210	5.80%
2016	83,287	147,943	2,085,432	73,283	69,051	5.80%
2017	83,776	148,750	2,088,070	73,136	68,055	5.60%
2018	not available	not available	not available	75,049	71,863	4.2%

Source: Population provided by the US Census, 2016 & 2017
 Unemployment Rates provided by Bureau of Labor Statistics

AGE PROFILE:

Age	City	County	United States
0-19	22.05%	26.56%	25.62%
20-44	30.60%	32.26%	33.40%
45-64	27.25%	25.41%	26.12%
65+	20.11%	15.77%	14.87%
	100.00%	100.00%	100.00%

Source: Age profile provided by the US Census, 2017

INCOME PROFILE:

HOUSEHOLD INCOME DISTRIBUTION, CITY OF SANTA FE , 2016

Income \$	Number of Households	Percent of Households
Under 10,000	3,100	8.9%
10,000 to 20,000	2,323	6.6%
20,000 to 30,000	3,616	10.3%
30,000 to 40,000	3,076	8.8%
40,000 to 50,000	4,712	13.5%
50,000 to 60,000	3,131	9.0%
60,000 to 75,000	3,183	9.1%
75,000 to 100,000	4,116	11.8%
100,000-125,000	2,425	6.9%
125,000-150,000	2,110	6.0%
150,000-200,000	1,529	4.4%
200,000 and more	1,654	4.7%
Total Households	34,975	100%

PER CAPITA INCOME

Year	City of Santa Fe	New Mexico	United States	Inflation Adjusted Median Family Income
2008	35,939	25,749	30,755	74,767
2009	32,734	24,796	29,542	76,729
2010	32,885	24,384	28,687	64,255
2011	33,530	24,356	28,494	66,998
2012	32,378	23,912	28,558	61,966
2013	31,860	24,043	29,041	64,825
2014	32,493	24,010	29,288	61,147
2015	35,191	24,696	30,358	69,174
2016	36,316	25,146	31,128	68,835
2017	not available	not available	not available	not available
2018	not available	not available	not available	not available

Source: Per Capita and Income provided by the US Census, 2016 & 2017

CITY OF SANTA FE, NEW MEXICO
TABLE XX - PROPERTY VALUE, CONSTRUCTION PERMITS, AND UTILITY CONNECTIONS
LAST TEN CALENDAR YEARS
(UNAUDITED)

CALENDAR YEAR	PROPERTY VALUE ¹	CONSTRUCTION PERMITS ²	
		ISSUED	VALUE
2009	3,505,357,810	3,864	136,960,866
2010	3,627,507,187	3,870	125,204,260
2011	3,647,208,573	4,161	105,449,986
2012	3,656,120,170	4,751	179,671,299
2013	3,669,453,816	5,068	125,419,309
2014	3,666,700,895	4,688	113,830,876
2015	3,774,855,457	4,771	106,656,654
2016	3,878,365,023	4,955	162,954,112
2017	4,057,690,611	4,904	150,608,250
2018	4,139,262,870	6,337	245,227,939

Utility Connections

CALENDAR YEAR	WATER METERS ³	ELECTRIC METERS ⁴	GAS METERS ⁵
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
2017	40,898	Unavailable	Unavailable

Source:

¹ Santa Fe County Assessor: Value of property on which taxes are assessed.

² City of Santa Fe Building Inspectors Office, estimated.

³ Sangre De Cristo Water Division

⁴ Public Service Company of New Mexico

⁵ New Mexico Gas Company

**CITY OF SANTA FE, NEW MEXICO
TABLE XXI - TEN LARGEST EMPLOYERS
SANTA FE METROPOLITAN AREA
JUNE 30, 2018
(UNAUDITED)**

EMPLOYER	TYPE OF BUSINESS	APPROXIMATE NUMBER OF EMPLOYEES
State of New Mexico	Government	20,000+
Christus St. Vincent	Healthcare	2000-3000
City of Santa Fe	Government	1000-2000
County of Santa Fe	Government	1000-2000
City Of Gold Casino	Tribal	500-999
Buffalo Thunder Resort and Casino	Tribal	500-999
Santa Fe Community College	Education	500-999
Wal-Mart	Retail	500-999
Eldorado Hotel and Spa	Tourism	250-499
Presbyterian Medical Services	Healthcare	250-499

Data from Santa Fe County Open Public Records and the New Mexico Department of Labor for 2016

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

Function	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
General Government	325	307	309	311	316	249	249	242	248	272
Public safety										
Police										
Officers	162	160	160	160	201	202	202	196	200	203
Civilians	45	42	42	52	36	29	29	28	30	30
Fire										
Firefighters and officers	140	145	145	153	151	157	157	151	154	178
Civilians	19	8	8	9	10	9	9	10	12	44
Highways and streets										
Engineering	83	75	75	75		56	56	55	59	66
Maintenance	78	78	78	78	51	50	50	53	54	58
Sanitation	132	132	133	133	136	130	130	126	131	137
Culture and recreation	585	570	572	573	486	486	486	467	474	519
Water	105	95	97	99	148	128	96	83	90	91
Transit	117	116	116	116	123	131	131	115	131	131
Parking	70	64	64	64	62	55	55	53	56	56
Total	1766	1861	1792	1799	1823	1720	1650	1579	1639	1785

Source: City of Santa Fe Budget Office

CITY OF SANTA FE, NEW MEXICO
TABLE XXIII - SCHEDULE OF INSURANCE IN FORCE
JUNE 30, 2018
(UNAUDITED)

Insurance Carrier/Description	Policy #	Term	Limits	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	3338881		Unlimited	\$19,535,522		
II. Safety National Casualty Company						
Excess Worker's Compensation	SP 4055437	July 1 - June 30	Statutory limit	\$122,252	\$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	\$1,260,666	\$50,000	Self-Insured Retention
B. Automobile Liability	810-2C410241	July 1 - June 30	Various	\$444,126	\$50,000	
C. Property Damage	H-630-2C41023A	July 1 - June 30	\$363,096,262	\$241,482	\$100,000	
D. Umbrella	15N80235	July 1 - June 30	\$3,000,000	\$70,749	\$10,000	
IV. National Union Fire Insurance Company						
Fiduciary	01-593-43-84	July 1 - June 30	\$2,000,000 Aggregate	\$12,500	\$25,000	Self-Insured Retention
V. Starr Indemnity and Liability						
Airport General Liability	1000223840-3	July 1 - June 30	\$20,000,000	\$12,059	\$2,500	
VI. Cigna Health Care Insurance Company						
A. Specific Stop Loss	26001-1	Aug 31 - Aug 31	Medical in excess of \$250,000	\$1,104,663		Stoploss
B. Aggregate Stop Loss			\$2,000,000	\$73,234		
C. Supplemental Life			2x annual salary-Natural death,	\$435,393		
VII. Ace American Insurance Company						
Underground Storage Tank Liability	UST G27064231-007	July 1 - June 30	\$1,000,000/2,000,000 Aggregate	\$8,159	\$10,000	
VIII. Evanston Insurance Company						
SWAMA Pollution Liability	MKLV5ENV101016	July 1 - June 30	\$1,000,000/2,000,000 aggregate	\$35,416	\$25,000	
IX. Ironshore Indemnity Inc.						
Fine Arts	HTB-000069-002	July 1 - June 30	\$1,000,000	\$4,950	\$1,000	
X. Indian Harbor Insurance Company						
B. Cyber Liability	MTP9035303-01	July 1 - June 30	\$1,000,000	\$10,810	\$15,000	

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

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)	53.0
Fire Protection	
Number of stations (Manned and Unmanned)	10
Total employees (Includes 6 Civilians)	175
Police Protection	
Number of stations	3
Total employees (Includes 54 Civilians)	231
Parks	
Acreage (developed, not open space or trails)	923
Number of parks	68
Community centers and recreational buildings	3
Swimming pools	4
Tennis courts	19
Libraries	
Holdings	282,221 items
Circulation	748,561 per year
Municipal Sewer	
Number of sewer accounts	37,822
Miles of sanitary lines	364

Notes:

Data as of June 30, 2018

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OTHER SUPPLEMENTARY INFORMATION

CITY OF SANTA FE, NEW MEXICO
COMBINED SCHEDULE OF DEPOSITS AND INVESTMENTS
(RECONCILIATION OF BANK BALANCE TO CARRYING BALANCE)
ALL FUNDS
JUNE 30, 2018

	Type of Account	Bank or Cash Balance	Outstanding Checks	Deposits in Transit	Carrying Balance	Fair Value
Change, Imprest Funds	Petty Cash	\$ 10,550	\$ -	\$ -	\$ 10,550	\$ 10,550
Deposits with Financial Institutions:						
Wells Fargo Bank - General Liability	Checking	-	70,884	-	(70,884)	(70,883)
Wells Fargo Bank - Workers Compensation	Checking	-	82,356	-	(82,356)	(82,356)
Wells Fargo Bank - Common	Checking	13,558,887	1,672,815	928,820	12,814,893	12,814,893
Wells Fargo Bank - Credit Card	Checking	105,408	-	-	105,408	105,408
Wells Fargo Bank - Payroll	Checking	-	38,319	4,799	(33,520)	(33,520)
Citibank - Santa Fe Health	Checking	102,761	-	513,239	616,000	616,000
Public Safety Corp. - Santa Fe Alarm Reduction	Checking	81,450	6,636	-	74,814	74,814
Wells Fargo Bank - NMFA #20 DS Reserve	Savings	2,543	-	-	2,543	2,543
State Employees Credit Union - Southside Library	Trust	255,768	-	-	255,768	258,013
New Mexico Finance Authority - Railyard Market Station	Trust	2,771	-	-	2,771	2,771
New Mexico Finance Authority - College of Santa Fe	Trust	454	-	-	454	454
New Mexico Finance Authority - Environmental Services	Trust	35,345	-	-	35,345	35,345
New Mexico Finance Authority - 2008 CGR CIP Bond	Trust	1,019	-	-	1,019	1,019
New Mexico Finance Authority - Land Acquisition	Trust	87	-	-	87	87
New Mexico Finance Authority - Convention Center	Trust	911	-	-	911	911
New Mexico Finance Authority - Parking	Trust	535	-	-	535	535
New Mexico Finance Authority - Water Division	Trust	263	-	-	263	263
New Mexico Finance Authority - Transit Project Fund	Trust	94	-	-	94	94
New Mexico Finance Authority - Wastewater Management	Trust	642	-	-	642	642
New Mexico Finance Authority - MRC	Trust	1,005	-	-	1,005	1,005
New Mexico Finance Authority - Fire Department	Trust	1,735	-	-	1,735	1,735
New Mexico Finance Authority - Railyard Reserve Taxable	Trust	12	-	-	12	12
Guadalupe Credit Union - CD	Time Deposit	247,301	-	-	247,301	248,342
State Employees Credit Union - CD	Time Deposit	242,625	-	-	242,625	244,527
First National Bank of Santa Fe	Time Deposit	2,000,000	-	-	2,000,000	2,000,000
Total Bank and Carrying Balances		16,652,166	1,871,010	1,446,858	16,228,014	16,233,204
Cash	Investment	11,361,864	-	-	11,361,864	11,361,864
Wells Fargo Government Money Market - Restricted Cash	Investment	165	-	-	165	165
Blackrock Prime Inst. #24	Investment	26,244,472	-	-	26,244,472	26,244,472
Fidelity Prime MM Port #2014	Investment	20,372,211	-	-	20,372,211	20,372,211
JP Morgan Prime MM #3605	Investment	35,653,653	-	-	35,653,653	35,648,394
JP Morgan Prime MM #3605 - Restricted Cash	Investment	4,469,072	-	-	4,469,072	4,468,633
U.S. Government Agency Securities	Investment	92,541,010	-	-	92,541,010	91,918,765
New Mexico Municipal Securities	Investment	2,555,425	-	-	2,555,425	2,482,500
		<u>2,555,425</u>	<u>-</u>	<u>-</u>	<u>2,555,425</u>	<u>2,482,500</u>
Total Investment Balances		193,197,872	-	-	193,197,872	192,497,004
Total Accounts		\$ 209,850,038	\$ 1,871,010	\$ 1,446,858	\$ 209,425,886	\$ 208,730,208

**CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF PLEDGED COLLATERAL
(MARKET VALUE)
JUNE 30, 2018**

	<u>Bank Balance</u>	<u>Total Unsecured Public Funds</u>	<u>Pledge Securities Market Value</u>	<u>Maturity Date</u>
WELLS FARGO BANK				
<u>Noninterest Bearing Accounts</u>				
General Liability Checking	\$ -			
Workers' Compensation Checking	-			
Common Checking	13,558,887			
Credit Card	-			
Payroll	-			
Total Checking Requiring Collateral	<u>13,558,887</u>			
Federal Depository Insurance - \$250,000 on NIB*	<u>(250,000)</u>			
Total Unsecured Public Funds (Checking)		\$ 13,308,887		
<u>Interest Bearing Accounts</u>				
NMFA #20 DS Reserve	2,543			
Restricted Cash				
Total Requiring Collateral	<u>2,543</u>			
Total Unsecured Public Funds (Savings, CDs)		<u>2,543</u>		
Total Unsecured Public Funds (Checking)		13,311,430		
<u>Collateral Held by Bank of New York Mellon</u>				
3138MKPU4 FNMA FNMS 3.000% 11/01/42			\$ 14,537,675	11/01/42
3138W5GJ1 FNMA FNMS 3.000% 6/1/43			<u>3,677,650</u>	06/01/43
Total Pledged Collateral			<u>18,215,325</u>	
Difference Between Pledged Collateral and Unsecured Funds			4,903,895	
50% Pledged Collateral Requirement			6,655,715	
Total Pledged Collateral			<u>18,215,325</u>	
Pledged Collateral (Over) Under 50% Requirement			<u><u>\$ (11,559,610)</u></u>	
FIRST NATIONAL BANK OF SANTA FE				
Certificate of Deposit	<u>2,000,000</u>			
Total Requiring Collateral	2,000,000			
Federal Deposit Insurance	<u>(250,000)</u>			
Total Unsecured Public Funds		1,750,000		

**CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF PLEDGED COLLATERAL
(MARKET VALUE) (CONTINUED)
JUNE 30, 2018**

	Bank Balance	Total Unsecured Public Funds	Pledge Securities Market Value	Maturity Date
<u>Collateral Held by Federal Reserve Bank of Boston</u>				
3136AGJV5 FNR 2013-94CA 3.50% 8/25/38			1,849,715	08/25/38
Total Pledged Collateral			1,849,715	
Difference Between Pledged Collateral and Unsecured Funds			3,599,715	
50% Pledged Collateral Requirement			875,000	
Total Pledged Collateral			1,849,715	
Pledged Collateral (Over) Under 50% Requirement			\$ (974,715)	

The collateral requirements are based on the City of Santa Fe Investment Policy revised December 5, 2016.

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AGENCY FUNDS DESCRIPTION

Santa Fe Solid Waste Management Agency – To account for funds held by the City as a fiscal agent for Santa Fe Solid Waste Management Agency.

Buckman Direct Diversion Project – To account for funds held by the City as fiscal agent for the Buckman Direct Diversion final project close out of expenditures of on-going work effects and tasks pursuant to regulatory mandates with the National Environmental Policy Act, Environmental Impact Statements, and the Endangered Species Act.

Sick Leave Bank - To account for funds held by the city as a fiscal agent for the benefit of union employees. Employees can donate unused sick time to the bank for use by other employees as necessary.

**CITY OF SANTA FE, NEW MEXICO
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
JUNE 30, 2018**

	<u>Balance June 30, 2017</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2018</u>
SANTA FE SOLID WASTE MANAGEMENT AGENCY				
Assets:				
Cash	<u>\$ 18,315,735</u>	<u>\$ 13,445,665</u>	<u>\$(12,436,885)</u>	<u>\$ 19,324,515</u>
Liabilities:				
Deposits Held for Others	<u>\$ 18,315,735</u>	<u>\$ 13,445,665</u>	<u>\$(12,436,885)</u>	<u>\$ 19,324,515</u>
BUCKMAN DIRECT DIVERSION PROJECT				
Assets:				
Cash	\$ 4,176,447	\$ 2,452,277	\$ (6,628,724)	\$ -
Receivable - Buckman Direct Diversion Cash Overdraft	<u>-</u>	<u>2,188,838</u>	<u>-</u>	<u>2,188,838</u>
Liabilities:				
Deposits Held for Others	\$ 4,176,447	\$ 2,452,277	\$ (6,628,724)	\$ -
Cash Overdraft - Buckman Direct Diversion	<u>-</u>	<u>2,188,838</u>	<u>-</u>	<u>2,188,838</u>
SICK LEAVE BANK				
Assets:				
Cash	<u>\$ 447,983</u>	<u>\$ 91,822</u>	<u>\$ (50,712)</u>	<u>\$ 489,093</u>
Liabilities:				
Deposits Held for Others	<u>\$ 447,983</u>	<u>\$ 91,822</u>	<u>\$ (50,712)</u>	<u>\$ 489,093</u>
COMBINED AGENCY FUNDS				
Assets:				
Total Cash	<u>\$ 22,940,165</u>	<u>\$ 18,178,602</u>	<u>\$(19,116,321)</u>	<u>\$ 22,002,446</u>
Liabilities:				
Total Deposits Held for Others	<u>\$ 22,940,165</u>	<u>\$ 18,178,602</u>	<u>\$(19,116,321)</u>	<u>\$ 22,002,446</u>

OTHER SUPPLEMENTARY FINANCIAL INFORMATION

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**CITY OF SANTA FE, NEW MEXICO
 SCHEDULE OF INDUSTRIAL REVENUE BONDS
 AUTHORIZED AND OUTSTANDING
 JUNE 30, 2018
 (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 Issued 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 PURPOSES
JUNE 30, 2018
(UNAUDITED)

Fund and Purpose	Interest Rate	Date of Issue	Amount of Issue	Date of Final Maturity	Outstanding June 30, 2018	
					Issue Remaining	Total
Revenue Bonds Payable Solely from						
State-Shared Taxes:						
Series 2008	3.25% - 5.50%	4/7/2008	\$ 20,135,000	6/1/2022	\$ -	
Series 2012A	3.00% - 5.00%	3/1/2012	37,725,000	6/1/2026	16,200,000	
Series 2013A	2.00% - 4.00%	6/18/2013	10,880,000	6/1/2020	4,545,000	
Series 2013B	2.00% - 5.00%	6/18/2013	13,780,000	6/1/2036	12,820,000	
Series 2014	2.25% - 5.00%	9/30/2014	15,460,000	6/1/2029	15,460,000	
Series 2016D	.89% - 2.19%	7/13/2016	2,020,000	6/1/2029	2,020,000	
Series 2016B	.76% - 2.50%	7/13/2016	15,330,000	6/1/2035	15,330,000	
Series 2018	3.00% - 5.00%	2/27/2018	10,290,000	6/1/2028	10,290,000	
Total Bonds Payable Solely from State-Shared Taxes					76,665,000	
General Obligation Bonds Payable Solely from Property Tax:						
Property Tax - Series 2010	2.00% - 4.00%	4/8/2015	10,300,000	8/1/2029	7,215,000	
Property Tax - Series 2013	1.75% - 4.00%	7/23/2013	12,000,000	8/1/2032	10,025,000	
Property Tax - Series 2014	3.00% - 4.00%	8/14/2014	5,800,000	8/1/2034	5,185,000	
Total Bonds Payable Solely from Property Tax					22,425,000	
Total Bonds Payable from Tax Revenue (Governmental)						\$ 99,090,000
Revenue Bonds Payable from Enterprise Funds (Primary Government):						
Convention Center NMFA Series 2015	1.35% - 5.10%	4/8/2015	21,382,500	6/15/2035	19,495,350	
Series 2016B	.76% - 2.50%	7/13/2016	6,570,000	6/1/2035	6,530,000	
Total Bonds Payable from Convention Center Fund					26,025,350	
Convention Center Parking Garage - NMFA Series 2015	1.35% - 5.10%	4/8/2015	12,407,500	6/15/2035	11,449,650	
Total Bonds Payable from Parking Fund					11,449,650	
Environmental (Solid Waste) Series 2016A	.76% - 1.38%	7/13/2016	6,700,000	6/1/2023	4,980,000	
Total Bonds Payable from Environmental Fund					4,980,000	
Municipal Recreation Complex - Series 2016C	.76% - 1.50%	7/13/2016	5,782,800	6/1/2024	3,730,150	
Total Bonds Payable from Municipal Recreation Complex Fund					3,730,150	
Water Revenue Bonds - Series 2016	3.25% - 5.00%	8/9/2006	49,790,000	6/1/2027	34,890,000	
Total Bonds Payable from Water Fund					34,890,000	
Wastewater Bonds - Series 2016C	.76% - 1.50%	7/13/2016	3,697,200	6/1/2024	2,384,850	
Series 2012B	2.00% - 5.00%	3/1/2012	14,280,000	6/1/2022	6,915,000	
Total Bonds Payable from Wastewater Fund					9,299,850	
Railyard Center Refunding Bonds - Series 2010B	3.00% - 5.00%	12/14/2010	10,490,000	6/1/2026	6,440,000	
Total Revenue Bonds Payable from Railyard Fund					6,440,000	
Total Revenue Bonds Payable from Enterprise Funds (Business-Type)						96,815,000
Total Long-Term Bond Indebtedness						195,905,000

CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF BONDS AND LOANS PAYABLE
CLASSIFIED BY FUND AND PURPOSES (CONTINUED)
JUNE 30, 2018
(UNAUDITED)

Fund and Purpose	Interest Rate	Date of Issue	Amount of Issue	Date of Final Maturity	Outstanding June 30, 2018	
					Issue Remaining	Total
Loans Payable:						
Loans Payable from 1/2% Municipal GRT:						
NMFA SANTAFE#18 - Land Acquisition	2.20% - 5.04%	8/1/2008	3,610,000	6/1/2028	\$ -	
Total Loans Payable from 1/2% Municipal GRT					-	
Total Loans Payable from Tax Revenue (Governmental)						\$ -
Loans Payable from Environmental Services:						
NMFA Environmental (Solid Waste) Recycle Carts	1.53% - 2.34%	5/5/2017	1,300,582	5/5/2023	1,089,781	
Total Loans Payable from Environmental Services					1,089,781	
Loans Payable from Water Enterprise Fund:						
NMFA SANTAFE#DW-2-Buckman	2.00%	5/16/2008	15,150,000	6/1/2029	9,069,552	
NMFA SANTAFE#DW-4-Buckman	2.00%	5/13/2013	2,525,000	6/1/2035	2,080,017	
Total Loans Payable from Water Fund					11,149,569	
Loans Payable from Transit Enterprise Fund:						
NMFA SANTAFE#26-Equipment	.24% - 3.22%	8/1/2014	3,500,000	6/1/2026	2,436,749	
Total Loans Payable from Transit Fund					2,436,749	
Total Loans Payable from Enterprise Funds						14,676,099
Loans Payable from Third Parties:						
Laureate Education, Inc. Facility Lease:						
NMFA SANTAFE#20-College of Santa Fe	1.81% - 6.07%	9/14/2009	29,615,000	6/1/2036	24,140,000	
NMFA Fire Equipment	.84% - 1.63%	8/5/2016	917,815	5/1/2025	814,780	
Total Loans Payable from Third Parties					24,954,780	
Total Loans Payable from Special Sources						24,954,780
Total Long-Term Loan Indebtedness						39,630,879
Total Outstanding Indebtedness						\$ 235,535,879

**CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF JOINT POWER AGREEMENTS
YEAR ENDED JUNE 30, 2018**

<u>Participants</u>	<u>Responsible Party</u>	<u>Description</u>	<u>Dates of Agreement</u>	<u>Total Amount/ City Share</u>	<u>FYE 6/30/2018 Amount</u>	<u>Reporting Party</u>	<u>Audit Responsibility</u>
Joint Agreement with County of Santa Fe							
City of Santa Fe and County of Santa Fe	Both, BDD Board	To operate and Manage the Buckman Direct Diversion Water Project	Date of Approval by DFA to Termination by Either Party's Governing Body	50%	\$ 4,001,995	BDD Board	
Joint Agreement with Other Participants							
City of Santa Fe and New Mexico Taxation and Revenue Department		City to Issue CRS Numbers Necessary for the Purpose of Registering a Business in New Mexico	7/1/2016 to 6/30/2026				

**CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF OTHER FINANCIAL ASSISTANCE
YEAR ENDED JUNE 30, 2018
(UNAUDITED)**

Grantor Program Name Grant Number	State Program or Award Amount	Cash/Accrued or (Deferred) Revenue at July 01, 2017	Cash or Receipts Recognized	Disbursements/ Expenditures	Cash/Accrued or (Deferred) Revenue at June 30, 2018
New Mexico Highway and Transportation Department:					
Cerrillos Road Reconstruction	\$ 9,859,715	\$ 1,579,122			\$ 1,579,122
Small Sidewalks	328,944	-			-
Signal Maintenance	300,000	-			-
Paved Street Resurfacing	50,205	-			-
Botolph Road Improvements	600,000	13,710			13,710
Bridge Rehabilitation - Defouri St. Bridge	80,000	-			-
Intersection Safety Project	20,000	3,854			3,854
Airport Terminal Upgrade	233,300	-			-
Airport Improvements	13,241	-			-
Airport Improvements	56,926	-			-
Airfield Striping	144,000	18,190			18,190
New Airport Snow Plow Vehicle	31,250	-			-
RW 2-20 Resurfacing Design	8,765	5,220			5,220
Taxiway D Reconstruction Project	5,715	1,761			1,761
Airport Drainage Master Plan	6,018	1,880			1,880
Airport Maintenance Grant	10,000	-			-
Air Service Assistance Program (ASAP)	200,000	-			-
Total Highway and Transportation Department	11,948,079	1,623,737	-	-	1,623,737
New Mexico Department of Tourism:					
Air Service Assistance Program (ASAP)	56,500	17,454			17,454
Total New Mexico Department of Tourism	56,500	17,454	-	-	17,454
New Mexico Department of Cultural Affairs:					
Historical Preservation	10,000	-	-	-	-
Total New Mexico Department of Cultural Affairs	10,000	-	-	-	-
New Mexico Energy, Minerals, Natural Resources					
Fire Hazard Reduction Grant	372,400	92,046			92,046
Wildland Urban Interface - TCCG 2233	103,609	-			-
Total New Mexico Energy, Minerals, Nat. Res.	476,009	92,046	-	-	92,046

CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF OTHER FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED JUNE 30, 2018
(UNAUDITED)

Grantor Program Name Grant Number	State Program or Award Amount	Cash/Accrued or (Deferred) Revenue at June 30, 2017	Cash or Receipts Recognized	Disbursements/ Expenditures	Cash/Accrued or (Deferred) Revenue at June 30, 2018
State Agency on Aging:					
Senior Companion Program	\$ 161,461	\$ 23,502			\$ 23,502
Senior Employment Program	32,954	6,494			6,494
Foster Grandparent Program	98,539	8,438			8,438
Retired Senior Volunteer Program	44,000	4,441			4,441
HB-2 Nutrition	211,416	35,227			35,227
HB-2 In Home Support	184,772	27,533			27,533
HB2 - Assisted Transportation	97,352	15,665			15,665
State Area on Aging Capital Improvements	229,050	-			-
Senior Center - Luisa	185,690	-			-
Senior Center - Luisa	146,940	-			-
Senior Center - Luisa	197,500	1,016			1,016
Senior Center - Villa Consuelo	110,890	-			-
Senior Center - Villa Consuelo	147,900	-			-
Senior Center - Villa Consuelo	38,300	-			-
Mary Ester Gonzales Senior Center	200,000	1,869			1,869
Mary Ester Gonzales Senior Center	134,880	-			-
Mary Ester Gonzales Senior Center	300,000	-			-
Mary Ester Gonzales Senior Center	178,100	-			-
Mary Ester Gonzales Senior Center	-	-			-
Total State Agency on Aging	2,699,744	124,185	-	-	124,185
County of Santa Fe:					
M.P.O. Section 112	13,065	2,812			2,812
M.P.O. Section 5303	7,742	698			698
Municipal Recreational Complex	5,000	-			-
Boys' Club - Zona Del Sol	50,000	-			-
Santa Fe County Community DWI	10,000	-			-
Total County of Santa Fe	85,807	3,510	-	-	3,510
New Mexico Department of Finance and Administration:					
Medians and Sidewalks	35,000	-			-
La Familia Medical Center	50,000	-			-
Comunidad De Los Ninos	50,000	-			-
Sal Perez Park	70,000	-			-
El Museo	50,000	6,774			6,774
Parks and Recreation	320,000	-			-
Kitchen Angels	195,000	195,000			195,000
Kitchen Angels	280,000	25,048			25,048
Transit Facility Center Building	440,000	16,228			16,228
Santa Fe Water Historical Park/Museum	150,000	-			-
Municipal Recreational Complex	225,000	569			569
Municipal Recreational Complex	227,700	10,472			10,472
Genoveva Chavez Community Center	25,000	5,337			5,337
Santa Fe Municipal Airport - Terminal Upgrade	846,450	121,197			121,197
Santa Fe Municipal Airport - Terminal Upgrade	881,100	-			-
Total Dept. of Finance and Administration	3,845,250	380,625	-	-	380,625

**CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF OTHER FINANCIAL ASSISTANCE (CONTINUED)
YEAR ENDED JUNE 30, 2018
(UNAUDITED)**

Grantor Program Name Grant Number	State Program or Award Amount	Cash/Accrued or (Deferred) Revenue at June 30, 2017	Cash or Receipts Recognized	Disbursements/ Expenditures	Cash/Accrued or (Deferred) Revenue at June 30, 2018
New Mexico Finance Authority:					
0349-WTB Watershed Restoration and Source Water Protection	\$ 135,000	\$ -	\$ -		\$ -
Total New Mexico Finance Authority	<u>135,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
New Mexico Arts Commission:					
Community Gallery FY 15-16	7,216	-			-
Total New Mexico Arts Commission	<u>7,216</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Grand Total	 <u>\$ 19,263,605</u>	 <u>\$ 2,241,557</u>	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ 2,241,557</u>

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SINGLE AUDIT SECTION

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CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2018

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Federal CFDA Number	Pass-Through Grantor's Number	Federal Program or Award Amount	Amount Passed Through to Subrecipients
Department of Housing and Urban Development				
Direct Programs:				
CDBG-Entitlement and (HUD-Administered) Small Cities Cluster:				
Community Development Block Grant	14.218		\$ 48,961	\$ -
Community Development Block Grant	14.218		<u>409,904</u>	<u>379,201</u>
Total CDBG-Entitlement and (HUD Administered) Small Cities Cluster			458,865	379,201
Shelter Plus Care Grants:				
Shelter Plus	14.238		98,278	-
Shelter Plus	14.239		<u>25,271</u>	<u>-</u>
Total Shelter Plus Care Grants			<u>123,549</u>	<u>-</u>
Total Department of Housing and Urban Development			582,414	379,201
U.S. Department of Justice:				
Department of Justice Direct Programs:				
Comprehensive Opioid Abuse Site-Based Program	16.838		29,089	-
Total Department of Justice Direct Program			<u>29,089</u>	<u>-</u>
Passed-Through NM Children, Youth and Families:				
Juvenile Accountability Block Grants	16.523	18-690-14484	129,345	-
Total Passed-Through NM Children Youth and Families			<u>129,345</u>	<u>-</u>
Total U.S. Department of Justice			158,434	-
U.S. Department of Transportation:				
Federal Aviation Administration Direct Program:				
Airport Improvement Grant #41	20.106		19,953	-
Airport Improvement Grant #44	20.106		10,230	-
Airport Improvement Grant #45	20.106		16,407	-
Airport Improvement Grant #46	20.106		37,108	-
Airport Improvement Grant #47	20.106		680,737	-
Airport Improvement Grant #48	20.106		<u>941,606</u>	<u>-</u>
Total Airport Improvement Grants			1,706,041	-
Small Community Air Service Development (SCASD)	20.930		235,991	-
Total Small Community Air Service Development Grant			<u>235,991</u>	<u>-</u>
Total Federal Aviation Administration Direct Program			1,942,032	-
Department of Transportation Direct Program:				
Interagency Hazardous Materials Public-Sector Training and Planning	20.703		11,251	-
Total Department of Transportation Direct Program:			<u>11,251</u>	<u>-</u>
Passed-Through NM Department of Transportation:				
Highway and Planning Cluster:				
Intersection Safety Improvement Projects	20.205	S100370	84,630	-
Highway Planning and Construction	20.205	S100390	1,517,116	-
Highway Planning and Construction	20.205	S100280	-	-
Section 112	20.205	CA:D14792	<u>220,085</u>	<u>-</u>
Total Highway and Planning Cluster			1,821,831	-
Section 5303	20.505	MOA No. M01378	40,682	-
			<u>40,682</u>	<u>-</u>
New Mexico Highway and Transportation Department				
Federal Transit Formula Grants				
Federal Transit Cluster				
Ridefinders 16/17	20.507	M01223 FY2018	71,773	-
Section 5307 - Main Operating	20.507	N.M.D.O.T. 5307	<u>1,570,887</u>	<u>-</u>
Total Federal Transit Cluster			1,642,660	-
Transit Services Programs Cluster				
Section 5309 - Capital Outlay	20.521	N.M.D.O.T. 5339	164,687	-
Section 5309 - Capital Outlay	20.521	N.M.D.O.T. 5339	57,129	-
Section 5309 - Capital Outlay	20.521	N.M.D.O.T. 5339	8,920	-
Total Transit Services Programs Cluster			<u>230,736</u>	<u>-</u>
Total Federal Transit Formula Grants			<u>1,873,396</u>	<u>-</u>
Total Department of Transportation Passed-Through			<u>3,735,909</u>	<u>-</u>
Total Department of Transportation			5,689,192	-

CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2018

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Federal CFDA Number	Pass-Through Grantor's Number	Federal Program or Award Amount	Amount Passed Through to Subrecipients
U.S. Department of Health and Human Services:				
Passed-Through NM State Agency on Aging/NCNMEDD:				
Title III-B	93.044	2017-18-60026	\$ 38,079	\$ -
Total NM State Agency on Aging/NCNMEDD			<u>38,079</u>	<u>-</u>
NM State Agency on Aging/NCNMEDD:				
Title III-C-1	93.045	2017-18-60026	59,482	-
Title III-C-2	93.045	2017-18-60026	17,046	-
Total NM State Agency on Aging/NCNMEDD			<u>76,528</u>	<u>-</u>
NM State Agency on Aging/NCNMEDD:				
NSIP	93.053	2017-18-60026	152,354	-
Total NM State Agency on Aging/NCNMEDD			<u>152,354</u>	<u>-</u>
Total Aging Cluster			<u>266,961</u>	<u>-</u>
Title III-E/Grandparents	93.052	2016-17-60026	43,670	-
Total U.S. Department of Health and Human Services			<u>310,631</u>	<u>-</u>
Corporation for National and Community Service:				
Passed-Through NM State Agency on Aging/NCNMEDD:				
Foster Grandparent/Senior Companion Cluster Program	94.011	18-624-4000-0024	24,833	-
Total Foster Grandparent/Senior Companion Cluster Program			<u>24,833</u>	<u>-</u>
Retired Senior Volunteer Program	94.002	18-624-4000-0024	36,648	-
Total Retired Senior Volunteer Program			<u>36,648</u>	<u>-</u>
Total Passed-Through NM State Agency on Aging			<u>61,481</u>	<u>-</u>
Total Corporation for National and Community Service			<u>61,481</u>	<u>-</u>
U.S. Department of Interior:				
Title XVI Water Reclamation and Reuse	15.504		4,365	-
Total Corporation for National and Community Service			<u>4,365</u>	<u>-</u>
U.S. Department of Homeland Security:				
Emergency Management Performance Grant	97.042		52,930	-
Total Emergency Management Performance Grants			<u>52,930</u>	<u>-</u>
Homeland Security Grant Program	97.067		93,389	-
Homeland Security Grant Program	97.067		77,957	-
Homeland Security Grant Program	97.067		42,546	-
Homeland Security Grant Program	97.067		26,915	-
Total Homeland Security Grant Program			<u>240,807</u>	<u>-</u>
Total U.S. Department of Homeland Security			<u>293,737</u>	<u>-</u>
U.S. Department of Agriculture:				
Watershed Restoration and Enhancement	10.693		36,326	-
Total Corporation for National and Community Service			<u>36,326</u>	<u>-</u>
Total Expenditures of Federal Awards			<u>\$ 7,136,580</u>	<u>\$ 379,201</u>

CITY OF SANTA FE, NEW MEXICO
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2018

General

The following is a reconciliation of the total Federal Awards of the City of Santa Fe for the year ended June 30, 2018:

City of Santa Fe Federal Expenditures as Reported on Previous Page	\$ 7,136,580
Total Federal Expenditures of the Primary Government	<u>\$ 7,136,580</u>

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.

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**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

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

We have audited, in accordance with the 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, and the aggregate remaining fund information and the budgetary comparison of the general fund of the City of Santa Fe, as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the City of Santa Fe's basic financial statements, and have issued our report thereon dated December 17, 2018.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Santa Fe'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 of Santa Fe's internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Santa Fe's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph 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 have not been identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

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 entity's financial statements will not be prevented, or detected and corrected, on a timely basis. We consider the deficiencies described in the accompanying schedule of findings and questioned costs to be material weaknesses. Refer to finding numbers 2018-001 and 2018-002.

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

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. We consider the deficiencies described in the accompanying schedule of findings and questioned costs to be significant deficiencies. Refer to finding number 2018-003.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Santa Fe's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as items 2018-005, 2018-006, 2018-007, 2018-008, 2018-009, and 2018-010.

City of Santa Fe's Response to Findings

The City of Santa Fe's response to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The City of Santa Fe's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

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 entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



CliftonLarsonAllen LLP

Albuquerque, New Mexico
December 17, 2018

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

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

Report on Compliance for Each Major Federal Program

We have audited City of Santa Fe's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of City of Santa Fe's major federal programs for the year ended June 30, 2018. City of Santa Fe's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the City of Santa Fe's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and 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 of Santa Fe'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 of Santa Fe's compliance.

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

Opinion on Each Major Federal Program

In our opinion, the City of Santa Fe complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2018.

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance, which is required to be reported in accordance with the Uniform Guidance and which is described in the accompanying schedule of findings and questioned costs as item 2018-004. Our opinion on each major federal program is not modified with respect to these matters.

The City of Santa Fe's response to the noncompliance finding identified in our audit is described in the accompanying schedule of findings and questioned costs. The City of Santa Fe's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

Management of the City of Santa Fe 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 of Santa Fe's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with 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 of Santa Fe'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 a 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 and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified a deficiency in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as item 2018-004, which we consider to be a significant deficiency.

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

The City of Santa Fe's response to the internal control over the compliance finding identified in our audit is described in the accompanying schedule of findings and questioned costs. The City of Santa Fe's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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.

A handwritten signature in black ink that reads "CliftonLarsonAllen LLP". The signature is written in a cursive, flowing style.

CliftonLarsonAllen LLP

Albuquerque, New Mexico
December 17, 2018

**CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2018**

Section I – Summary of Auditors’ Results

Financial Statements

1. Type of auditors’ report issued: Unmodified
2. Internal control over financial reporting:
- Material weakness(es) identified? x yes no
 - Significant deficiency(ies) identified that are not considered to be material weakness(es)? x yes none reported
3. Noncompliance material to financial statements noted? yes x no

Federal Awards

1. Internal control over major federal programs:
- Material weakness(es) identified? yes x no
 - Significant deficiency(ies) identified that are not considered to be material weakness(es)? x yes none reported
2. Type of auditors’ report issued on compliance for major federal programs: Unmodified
3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? x yes no

Identification of Major Federal Programs

CFDA Number(s)	Name of Federal Program or Cluster
20.106	Airport Improvement Program
20.507	Federal Transit Formula Grant

Dollar threshold used to distinguish between Type A and Type B programs: \$ 750,000

Auditee qualified as low-risk auditee? yes x no

**CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2018**

Section II – Financial Statement Findings

2018-001 [Previously 2017-001] Internal Controls over Financial Close and Reporting (Material Weakness)

Condition: This City lacks an effective internal control structure over the financial close and reporting process to allow for timely and accurate financial reporting. During our audit, we encountered numerous issues related to subsidiary and underlying records that were provided to us to substantiate account balances in the City's trial balance and financial statements.

- a. Multiple adjusting entries were recorded after the audit trial balance was provided. Several adjusting entries were incorrect and subsequently voided and corrected by new adjusting entries.
- b. Interest Revenue and Receivable are allocated to the funds based on the quarterly average balances of pooled cash held by each fund. Due to a grouping error in the calculation, Buckman Direct Diversion received interest in excess of what it was due.
- c. Cash: Schedule of Investments and Deposits (Schedule) did not agree to the trial balance provided by the client. The schedule did not include all of the accounts that the City owns.
- d. Debt: audit entry after final TB was received. In order to get PBC debt rollforward to agree to PBC TB.
- e. Fund Identification: The Sick Leave Bank was incorrectly identified as a special revenue account in prior years, when the balances are held on behalf of union employees. The fund was reclassified as a fiduciary activity during the audit and a restatement to net position was required.

Management's Progress on Repeat Findings: The newly hired City Controller will design and implement period close processes that include reconciliation and analysis for all Balance Sheet, revenue and expenditure accounts including proper evaluation of account balances and proper period close adjustments

Criteria: NMAC 2.20.5.8 requires entities to ensure that all reporting of financial information be timely, complete, and accurate. To ensure the adequacy of financial reporting, account balances should be reviewed and reconciled on a regular basis.

Cause: Lack of adequate processes and procedures in place to properly review and reconcile account balances.

Effect: The City's financial statements contained material misstatements which required adjustments, including an adjustment to the opening net position.

**CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2018**

Section II – Financial Statement Findings (Continued)

2018-001 [Previously 2017-001] Internal Controls over Financial Close and Reporting (Material Weakness) (Continued)

Recommendation: We recommend the City implement strong internal controls, reconciliations, and review process of all accounting relating transactions. Additionally, the City needs to ensure the Accounting and Reporting Department is staffed with individuals who fully understand the CAFR and accounting process.

Management Response: The City concurs with these findings. The City of Santa Fe has hired a Controller who will lead staff training and implement period close and financial reporting processes. The City expects this finding to be resolved in fiscal year 2019.

- a. City concurs with this finding. For the fiscal period under, the city had not created or implemented proper internal control procedures for period close. These procedures will be created and implemented in the next future fiscal year.
- b. City concurs with this finding. The new ERP chart of accounts will included a “Company” code” that will prevent this error from happening in the future. Staff is now aware of the error, and will take necessary steps to properly allocate investment income by grouping all company fund balances.
- c. City concurs with this finding. The Finance Department closed a number of accounts during the fiscal year and changed the several accounts to Zero Balance Checking accounts. By definition, those accounts have no balance and therefore staff deleted them, along with the closed accounts. Those accounts were subsequently added to the Schedule of Investments and Deposits.
- d. City concurs with this finding Debt journal entries will be reviewed by the Controller in the future to insure that the proper steps are taken.
- e. City concurs with this finding and has reclassified Sick Leave Bank to the correct classification as a fiduciary fund.

**CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2018**

Section II – Financial Statement Findings (Continued)

2018-002 [Previously 2017-003] Accounts Receivable (Material Weakness)

Condition: During audit testing of accounts receivable, we noted the following:

- a. College of Santa Fe:
 - i. The receivable relates to an escrow agreement to perform environmental remediation. The receivable was established in prior years.
 - ii. City had not evaluated the collectability of the receivable.
 - iii. Allowance for accounts receivable in the amount of \$195k was not recorded until audit inquiry made.
- b. Utility Finance Charges
 - i. City had not evaluated the collectability of the receivable.
 - ii. Allowance for accounts receivable in the amount of \$1.2 mil was not recorded until audit inquiry made.
- c. Unbilled Utility
 - i. City had not evaluated the unbilled utilities receivable.
 - ii. Entry for unbilled utilities was not recorded for \$2.1 million until our audit inquire was made. Then this entry was posted backwards, had to be corrected and re-posted.

Condition (Continued):

Management's Progress on Repeat Findings: The newly hired City Controller will design and implement period close processes that include reconciliation and analysis for all Balance Sheet, revenue and expenditure accounts including proper evaluation of validity and uncollectability of receivables and proper period close adjustments.

Criteria: NMAC 2.20.5.8 requires entities to ensure that all reporting of financial information be timely, complete, and accurate. To ensure the adequacy of financial reporting, account balances should be reviewed and reconciled on a regular basis. This would include a reconciliation of subsidiary accounts receivable ledgers to ensure they agree to the general ledger and evaluation of accounts receivable to assess for collectability and record necessary allowance adjustments.

Cause: Lack of adequate processes and procedures in place to properly review and reconcile account balances.

Effect: The City's financial statements contained material misstatements which required adjustments.

Recommendation: We recommend the City implement strong internal controls, reconciliations, and review process of all accounting relating transactions. Additionally, the City needs to ensure the Accounting and Reporting Department is staffed with individuals who fully understand the CAFR and accounting process.

**CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2018**

Section II – Financial Statement Findings (Continued)

2018-002 [Previously 2017-003] Accounts Receivable (Material Weakness) (Continued)

Management Response: The City agrees with the recommendation. The City of Santa Fe has hired a Controller who will lead staff training and implement period close and financial reporting processes. In addition, the City will emphasize additional training through Continuing Professional Education (CPE) hours, seminars and other training resources to strengthen staff's understanding of the CAFR and accounting process for GAAP and GASB compliance. The Finance Department expects this finding to be resolved in Fiscal Year 2019.

- a. City concurs that a finding for College of Santa Fe is warranted, but the City disagrees to the type. Due to the College receivable amount not being material, the City disagrees to a Material Weakness finding per PCAOB Auditing Standard No. 5 regarding Material Weakness as a "reasonable possibility that a material misstatement of the company's annual or interim financial statements will not be prevented or detected on a timely basis". The City believes and respectfully submits that the finding for College of Santa Fe is a Significant Deficiency in internal controls regarding to "controls over period-end close and financial reporting process."
- b. City concurs that a finding for Utility Finance Charges is warranted, but the City disagrees to the type. Due to the amount not being material, the City disagrees to a Material Weakness finding per PCAOB Auditing Standard No. 5 regarding Material Weakness as a "reasonable possibility that a material misstatement of the company's annual or interim financial statements will not be prevented or detected on a timely basis". The City believes and respectfully submits that the finding for Utility Finance Charges is a Significant Deficiency in internal controls regarding to "controls over period-end close and financial reporting process."
- c. City concurs with this finding for Unbilled Utility. For the fiscal period under, the City had not created or implemented proper internal control procedures for period close. These procedures will be created and implemented in the next future fiscal year.

**CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2018**

Section II – Financial Statement Findings (Continued)

2018-003 [Previously 2017-004] Internal Controls over Information Technology (Significant Deficiency)

Condition: During our audit over the City's information technology controls and structure, we noted the following:

- a. The City developed a disaster recovery plan. However, since the creation of the plan, there have been changes to the IT environment, vendors, and personnel that makes the plan outdated.
- b. Audits of user accounts and their access level are not performed on a regular basis for critical applications.

Management's Progress on Repeat Findings:

- a. ITT management has ensured specific mitigating processes are in place today to avert a crisis. The City of Santa Fe has a robust back up system for all major systems and applications.
- b. There is a distinction between Network vs. Applications access. All users who have access to the City of Santa Fe domain, are closely monitored regarding specific roles and responsibilities. Further security enhancements will be addressed by April 2019, when the City of Santa Fe's IT Department will move to the latest version of the Microsoft Active Directory and Domain Controllers.

Criteria: In accordance with ISACA's Control Objectives for Information and related Technology (COBIT) 4.1, framework (DS4, Ensure Continuous Service), a Disaster Recovery Plan needs to be developed and tested to reduce the impact of a major disruption on key business functions and processes. ISACA's Control Objectives for Information and related Technology (COBIT) 4.1, Framework DS5 (Ensure System Security) provides that the need to maintain integrity of information and protect IT assets requires a security management process. This process includes establishing and maintaining vendor relationship and vendor management. Additionally, the City needs to maintain integrity of information and protect IT assets requires a security management process. This process includes measures to remove access for terminated users.

Cause: Lack of adequate management oversight related to information technology controls and functions.

Effect: Possible loss of City data without an adequate disaster recovery plan and greater risk of unauthorized access to the City's IT environment.

**CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2018**

Section II – Financial Statement Findings (Continued)

2018-003 [Previously 2017-004] Internal Controls over Information Technology (Significant Deficiency) (Continued)

Recommendation: The City should review and update its disaster recovery/business continuity plan so that it can be referenced in the event of a disaster situation and reflects the current operating environment. The plan should be tested in its entirety on a periodic basis. At a minimum, restore testing and/or table top testing should be performed annually.

Also, the City should conduct a formal review of all user accounts and their access level every year. The review process should be documented, and sign-off should be obtained from business units completing the review. The review should ensure that all user accounts are assigned to current employees by comparing a system account listing to a current employee list from Human Resources. In addition, a review of access levels should be performed by comparing the user's current access rights listed on the system to those listed on their access form, and by confirming the user's access rights with their departmental manager.

Management Response:

- a. The City concurs with this finding. A long-term solution is currently in the process of being addressed with a redundant disaster recovery site to be fully deployed and operational in the spring of 2019, coupled with an updated disaster recovery policy and procedure. Once the new disaster recovery site is established, testing backup exercises will be much more streamlined and feasible on a regular basis, but more importantly, it will offer a redundant hot site if a system catastrophe were to occur.
- b. The City concurs with this finding. IT is working with both the Finance and Human Resources Departments to assess needs of in-process, out-processing, and transitions within the City for personnel. The Network Security posture will begin to see a major improvement starting in 2019 with the implementation of the latest Microsoft Active Directory, Domain Controllers, and will be in the process of deploying Windows 10. All of the above activity will allow the City's IT network/system administrators to track roles and responsibilities in real time and will provide the capability for more granular user roles and responsibilities. With the transition to the Enterprise Resource Planning systems, proper roles and responsibilities have been identified and are currently being addressed and built in to the various modules of the ERP system; Munis, HCM, and EnerGov. Along with addressing the roles and responsibilities in the ERP system, more robust auditing and reporting will be a major improvement allowing for proper tracking and timely review of user activities. Additionally, the IT Department is in the process of deploying a new Information Technology System Management (ITSM) tool, or the central system for all help desk tracking functions. One of the key functionalities/capabilities of the ITMS tool will be the capability to create streamlined business processes for addressing new employees, outgoing employees, and movement among staff internally.

**CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2018**

Section III – Findings and Questioned Costs – Major Federal Programs

2018-004 Period of Performance (Significant Deficiency and Other Matter)

Federal agency: U.S. Department Transportation

Federal program: Formula Transit Formula Grants

CFDA Number: 20.507

Pass-Through Agency: NM Department of Transportation

Pass-Through Number(s): 5307

Award Period: July 1, 2017 – June 30, 2018

Criteria or specific requirement: 2 CFR part 200 requires that all program expenditures should occur within period available as specified on the grant award.

Condition: During our testing, we noted the City did not have adequate internal controls designed to ensure costs which were being requested reimbursement for were incurred after the award was made available to the City.

Questioned costs: \$38,407

Context: During our testing, it was noted that the City requested reimbursement for services provided by a vendor prior to the award date.

Cause: Lack of adequate oversight of this process.

Effect: Costs may be reimbursed which were not incurred in accordance with grant specifications.

Recommendation: We recommend the City design controls to ensure an adequate process is in place to review which costs are being requested reimbursement to ensure in alignment with the grant.

Management Response: The City concurs with the finding. The City of Santa Fe Finance Department is currently restructuring the process through which grants and associated payments are processed from initial grant determination through completion and is updating the policies and procedures manual. In order to prevent expenses from being incurred outside of the grant start and end dates, the Finance Department will implement different checkpoints. Dates will be checked by the grants management team and matched up against the grant award notifications to ensure accuracy. City of Santa Fe will establish a network of grant managers that will receive periodic communication throughout the life of their grants. For example, grant managers will receive timely communication from the Finance Department staff around grant start and end dates and their responsibilities regarding procurement. The Finance Department expects this finding to be resolved in Fiscal Year 2019.

**CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2018**

Section IV – Other Matters

2018-005 [Previously 2017-010] Cash Management (Other Noncompliance)

Condition: During bank reconciliations, we noted the following:

- i. The Wells Fargo Common account was not reconciled timely. The 6/30/2018 statement was not reconciled until 8/15/2018, after the 30 day period the reconciliation should be completed.
- ii. The city identified and self-reported checks that were discovered in the desk of the purchasing officer that totaled approximately \$35k from July, August, and September 2017. These amounts were deposited in October.

Management's Progress on Repeat Findings: The City continues to develop internal control systems and will begin implementing month-end close processes that ensure timely bank reconciliations. The City's Controller, Treasury Officer, and Procurement Officer will work collaboratively to develop and implement internal controls.

Criteria: The City has internal policies that require cash reconciliations to be performed on a monthly basis. Accounting supervisors provide reports to the financial analyst to prepare the monthly reconciliations. In accordance with NMSA 6-10-3, cash receipts are required to be deposited by the next business day.

Cause: Lack of adequate processes and procedures in place to properly review and reconcile account balances.

Effect: The City could be susceptible to mishandling of cash receipts or cash balances could be misstated throughout the year.

Recommendation: We recommend the City implement strong internal controls, reconciliations, and review process of cash operations and related transactions. Additionally, the City needs to ensure the Accounting and Reporting Department is staffed with individuals who fully understand the CAFR and accounting process.

Management Response: The City agrees with this recommendation. The Controller, Treasury Officer, and Procurement Officer will collaboratively review current internal controls and processes for deficiencies, and this team will develop and implement required controls and period close processes. The Finance Department expects this finding to be resolved in Fiscal Year 2019.

**CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2018**

Section IV – Other Matters

2018-006 [Previously 2017-010] Internal Controls over Cash Disbursements (Other Noncompliance)

Condition: For 1 out of 22 samples tested, The City procurement officer did not give approval for the disbursement, which is required for disbursements \$50,000 and over. The disbursement was in the amount of 89,622.75.

Criteria: The City has internal policies that require cash disbursements to be approved by department heads and procurement officers.

Cause: The city implemented new procedures in FY18 for cash management, however, CLA noted policies not followed for full FY18.

Effect: The City could be susceptible to mishandling of cash disbursements or accounts payable balances could be misstated throughout the year.

Recommendation: We recommend the City implement strong internal controls and review process of cash disbursement operations and related transactions. Additionally, the City needs to ensure the Accounting and Reporting Department is staffed with individuals that fully understand the CAFR and accounting process.

Management Response: The City concurs with this finding. The Accounts Payable office continues to refine the stringent processes performed by this office. The Accounts Payable office will review and enhance as necessary the Accounts Payable procedures and continue to emphasize the consistent and thorough oversight of processing all payments in a timely and appropriate manner. Additionally, Accounts Payable staff will augment training materials and will provide targeted training sessions. The Finance Department expects this finding to be resolved in Fiscal Year 2019.

**CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2018**

Section IV – Other Matters (Continued)

2018-007 [Previously 2017-008] PERA-Census Data Testing (Noncompliance)

Condition: For 1 out of 25 active employees tested, The City did not have an employee fill out the “Application for PERA Membership” form when hired.

Management’s Progress on Repeat Findings: The Human Resources Department initiated process improvements to ensure that all newly-hired employees, whether classified, term, exempt or temporary, have all the required on-boarding documents in their personnel file. This includes, but is not limited, to PERA enrollment forms. The most basic process improvement is the initiation of an on-boarding checklist for required documents, including the PERA enrollment form for all classified, term and exempt employees as well as the “Employee Exclusion of PERA Membership Form” for seasonal or temporary employees. The use of the Employee Exclusion of PERA Membership Form assists the Human Resourced Department in coordination with the City’s PERA Liaison to identify temporary employees who become eligible for PERA benefits because they have extended employment beyond six (6) consecutive months (the PERA eligibility period pursuant to the City’s Personnel Rules). ITT staff also assisted Human Resources to develop a query from the finance and HR information technology system which is run each pay period to identify temporary employees who have actually continued to work beyond six (6) months.

Criteria: In accordance with the Public Employees Retirement Act (Chapter 10, Article 11, NMSA 1978), all employees must complete the enrollment form to document participation in the plan.

Cause: Lack of adequate oversight of this process.

Effect: Employee contributions may not accurate.

Recommendation: We recommend the City maintain required payroll records.

Management Response: The City concurs with this finding. In an effort to ensure that PERA benefits are accurately provided to temporary employees and in the correct timeframe, the Human Resources Department developed new codes to help differentiate the duration of employment for temporary employees. The new temporary codes are “temporary less than three months”, “temporary three to five months” and “temporary six to twelve months”. By including the duration of employment at the beginning of employment provides for an organized plan to begin the benefit if the duration is six months or more. In addition to adding the new codes, a new personnel action form has been developed to help facilitate the new process at the beginning of employment. Lastly, HR staff will be running biweekly reports on temporary employees to ensure that the benefit is being provided in accordance with our policy. Additionally, beginning in 2019, HR staff will coordinate with ITT staff to develop a report, for monthly review, which will include every employee and the PERA code associated with the employee to ensure the system reflects the correct code.

**CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2018**

Section IV – Other Matters (Continued)

2018-008 State Audit Rule Compliance (Other Noncompliance)

Condition: During audit testing over procurement, we noted the City did not follow the State Audit Rule for 1 contract and subsequent amendment related to a fraud prevention engagement.

Criteria: Per NMAC 2.2.2.15, “An agency or an IPA shall not enter into a professional services contract for a special audit or agreed-upon procedures relating to financial fraud, waste or abuse in government without the prior written approval of the state auditor. “

Cause: The City entered into a professional services contract that would fall under the scope of the State Audit Rule, but was not aware of the requirements related to these types of services.

Effect: The City is out of compliance with the audit rule.

Recommendation: We recommend the City review procurement procedures to ensure compliance with State Statutes.

Management Response: Management would like to clarify that the City entered into a professional services contract for a fraud prevention engagement. The engagement resulted in an assessment of the City’s fraud risk, along with a discussion of issues and recommendations for performance improvement. The Office of the State Auditor was informed by the Finance Department of the engagement. This engagement was not an audit, but an external review of potential fraud risk.

CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2018

Section IV – Other Matters (Continued)

2018-009 [Previously 2017-009] Lack of Adequate Cash Collection Procedures for Parking Garage (Compliance and Other Matters)

Condition: On three, occasions we were not required to pay for parking upon exiting the City-operated parking garage, Santa Fe Community Convention Center Municipal Garage, during standard business hours.

Management's Progress on Repeat Findings: In July 2018 a Request for Proposals was issued by the Parking Division of the City of Santa Fe, soliciting proposals from qualified Proposers to provide Parking Access and Revenue Control System services (PARCS). After an evaluation, the City selected Mountain Parking Equipment for the PARCS implementation. The City will implement the Parking Access and Revenue Control System (PARCS) services in 2019.

Criteria: As identified on the City's website pertaining to parking garages, this garage is open from 7 am to 12 midnight and costs \$1 for the first hour, \$2 for the second hour and each hour after, with a \$12 maximum.

Cause: On three occasions there was not a parking attendant at the exit of the garage. As a result, the arm which lets cars in and out was raised and we were not required to pay.

Effect: The City is not collecting parking revenue that is it owed.

Recommendation: We recommend the City remind employees of the responsibilities related to the parking garage and ensure they are collecting all applicable parking revenues.

Management Response: Due to attrition, the Parking Division staffing levels are not sufficient to cover all hours of parking in the garages. As the City transitions to a modern parking system that will automate pay-on-exit functions in garages, there will not be a need to have employees actively staffing booths to ensure parking revenues are collected. To maximize revenue collection, given current staffing levels, the Parking Division created a staffing schedule so attendants are at the lots during peak revenue generation and customer demand times of the day. Public information about pay to park times and free times will be distributed in FY19.

**CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2018**

Section IV – Other Matters (Continued)

2018-010 [Previously 2006-006] Budgetary Noncompliance (Compliance and Other Matters)

Condition: During our testwork over budgetary compliance for the year ended June 30, 2018, we noted the following budget overages for the City:

Reporting Level	Budgetary Level of Control	Final Budget		Actual Amount	Overage
College of Santa Fe	Fund	2,279,493	-	2,417,114	(137,621)
Franchise Fee	Fund	13,333	-	16,891	(3,558)
Law Enforcement Grants	Fund	3,889,784	-	3,943,069	(53,285)
Historic Preservation	Fund	950	-	1,030	(80)
NEA Grants	Fund	70,634	-	73,220	(2,586)
Land Development	Fund	-	-	102,616	(102,616)
Debt Service	Fund	14,073,317	-	14,180,203	(106,886)

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 in violation of New Mexico Statute 6-6-6, 1978. In addition, NMAC 2.2.2.10 (R) (1) requires an audit finding if actual expenditures exceed budget expenditures at the legal level of budgetary control.

Cause: Necessary budget adjustments were not completed during the year.

Effect: Non-compliance with statutes regarding budgetary control.

Recommendation: We recommend the City regularly review expenditures to ensure there is the appropriate amount of budget in the respective fund.

**CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2018**

Section IV – Other Matters (Continued)

**2018-010 [Previously 2006-006] Budgetary Noncompliance (Compliance and Other Matters)
(Continued)**

Management Response: The City concurs with this finding. The City of Santa Fe has hired a Controller who will implement period close and financial reporting processes. In coordination with period close implementation, Finance staff has begun preparing budget projections for distribution to all City Departments and quarterly financial status reports for the Governing Body as a means to identify potential budget issues throughout the year and develop appropriate solutions. At fiscal year-end, however, unanticipated expenditures or transfers may arise for which the need for budget availability was not previously identified. Because of State imposed year-end deadlines (July 31) and the timing of the July Council and City committee meeting schedules, budgetary compliance issues may result. The City's Budget Office will continue to work to anticipate such issues in the future, and as procedures are tightened up the Department anticipates the number of such overages will be steadily reduced. The City's Budget Office will also draft a procedure to address this long-standing finding for fiscal year end 2019.

**CITY OF SANTA FE, NEW MEXICO
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
JUNE 30, 2018**

Section II – Financial Statement Findings

2017-001 Internal Control Over Financial Close and Reporting Process (Material Weakness) – Repeated and Modified

2017-002 Controls and Reporting of Capital Assets (Material Weakness and Basis for Modified Opinion) – Resolved

2017-003 Accounts Receivable (Material Weakness) – Repeated and Modified

2017-004 Internal Controls over Information Technology (Significant Deficiency) – Repeated and Modified

Section III – Findings and Questioned Costs – Major Federal Programs

2017-005 Cash Management (Significant Deficiency in Internal Controls and Other Matter) – Resolved

2017-006 Allowable Costs - General and Payroll Disbursements (Significant Deficiency in Internal Controls and Other Matter) – Resolved

Section IV – Other

2017-007 Late Submission of Audit Report (Compliance and Other Matters) - Resolved

2017-008 PERA – Census Data Testing (Compliance and Other Matters) – Repeated and Modified

2017-009 Lack of Adequate Cash Collection Procedures for Parking Garage (Compliance and Other Matters) – Repeated and Modified

2017-010 Cash Management Operations (Compliance and Other Matters) – Repeated and Modified

2017-011 Untimely Completion of Lodger’s Tax Audit (Compliance and Other Matters) – Resolved

2017-012 Lack of Adherence to City’s Purchasing Manual (Compliance and Other Matters) – Resolved

2016-004 Lack of Documented Review of Payroll Timesheet (Compliance and Other Matters) - Resolved

2006-006 Budgetary Noncompliance (Compliance and Other Matters) – Repeated and Modified

**CITY OF SANTA FE, NEW MEXICO
EXIT CONFERENCE
YEAR ENDED JUNE 30, 2018**

An exit conference was held with the City on December 17, 2018. The conference was held at the City's offices in Santa Fe, New Mexico. The conference was held in a closed meeting to preserve the confidentiality of the audit information prior to the official release of the financial statements by the State Auditor. In attendance were:

CITY OF SANTA FE

Alan Webber, Mayor, City of Santa Fe
Erik Litzenberg, City Manager
Mary McCoy, Finance Director
Brad Fluetsch, Financial Planning and Reporting
Debra Harris-Garmendia, Controller
Christina Vayes, Treasury Officer
Shirley Rodriguez, Purchasing Officer
Al Castillo, Audit Committee Member
Angela Anderson, Principal, A. Anderson Consulting

CLIFTONLARSONALLEN LLP

Georgie Ortiz, CPA, CGFM, Managing Principal

PREPARATION OF FINANCIAL STATEMENTS

The financial statements presented in this report have been prepared by the independent auditor. However, they are the responsibility of management, as addressed in the Independent Auditors' Report. Management reviewed and approved the financial statements.

The City of Santa Fe
FINANCE DEPARTMENT

P.O. Box 909, Santa Fe, New Mexico 87504-0909 -- (505) 955-6531