

## City of Santa Fe, New Mexico

## Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2008

Prepared by:
Finance Department Financial Management Division

Mayor<br>David Coss

City Manager
Galen Buller

Director, Finance Department
David N. Millican

## CITY OF SANTA FE, NEW MEXICO COMPREHENSIVE ANNUAL FINANCIAL REPORT For the Fiscal Year Ended June 30, 2008

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## Introductory Section



April 13, 2009
Councilors:
Rebecca Wurzburger, Mayor Pro Tem, Dist. 2
Patti J. Bushee, Dist. 1
Chris Calvert, Dist. 1
Rosemary Romero, Dist. 2
Miguel M. Chavez, Dist. 3
Carmichael A. Dominguez, Dist. 3
Matthew E. Ortiz, Dist. 4
Ronald S. Trujillo, Dist. 4

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

State law requires the State Auditor to promulgate reasonable regulations necessary to carry out the duties of the office, which include regulations that require that all municipalities in the state of New Mexico to submit a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants for the previous fiscal year ending June 30. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of the City of Santa Fe for the fiscal year ended June 30, 2008.

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

The City of Santa Fe's financial statements have been audited by Atkinson \& Co. Ltd., a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City of Santa Fe for the fiscal year ended June 30, 2008 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a

Honorable Mayor, Members of the Governing Council, and Citizens of the City of Santa Fe
reasonable basis for rendering an unqualified opinion that the City of Santa Fe's financial statements for the fiscal year ended June 30, 2008, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

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

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

## Profile of the Government

The City of Santa Fe was founded in 1609 and chartered as a town in 1891 under territorial law. It is located in the central northern part of the state and is the oldest capital in the United States. It currently has a population of approximately 69,961 people. The City in December 1997, by electoral vote, approved a Municipal Charter which became effective in March 1998. The City is empowered to levy a property tax on real properties 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. Policy-making and legislative authority are vested in the governing body consisting of the mayor and eight city councilors. The governing body serves as the principal policy maker of the City. The governing body is responsible for passing ordinances, management of City finances and property, adopting the budget and creation or abolishment of 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, overseeing the day-to-day operations of the City, for appointing the directors of the various departments, the preparation of the annual budget, and keeping the governing body informed of the financial condition and needs of the City. The governing body is elected on a non-partisan basis. City council members serve

Honorable Mayor, Members of the Governing Council, and Citizens of the City of Santa Fe
four-year staggered terms, with four city councilors elected every two years. The mayor is elected to serve a four-year term. Eight council members are elected by districts. The mayor is elected at-large.

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 and cultural events; community welfare; and, municipal airport. The City is responsible for one component unit - Santa Fe Civic Housing Authority. The component unit is included in the reporting entity because of the significance of its operational or financial relationship with the City. The City is financially accountable for the component unit since the mayor, with approval of the city council, appoints a voting majority of the governing board and can impose its will on the entity. The component unit is discretely presented in the City's financial statements with additional information in the notes to the financial statements.

The annual budget serves as the foundation for the City of Santa Fe 's financial planning and control. All departments of the City are required to submit requests for appropriations to the city manager in March of each year. The city manager uses these requests as the starting point for developing a proposed budget for the upcoming fiscal year. The city manager then presents this proposed budget to the finance committee (composed of five city councilors) in April through a series of public meetings. The city council reviews the finance committee's recommended budget for adoption of a final budget by June 1 for the fiscal year commencing July 1. The appropriated budget is prepared by fund, function (e.g., public safety), and division (e.g., water). The city manager may approve transfers of appropriations within a department up to $\$ 30,000$. Transfers over $\$ 30,000$ or between funds and budget increases require city council approval. Budget-to-actual comparisons are provided in this report at the function level for the general fund, at the fund level for the special revenue and capital improvement funds and at the division level for the proprietary funds for which an appropriated annual budget has been adopted. For the general fund, this comparison is presented on pages 24 through 26 as part of the basic financial statements for the governmental funds. For funds, other than the general fund, with appropriated annual budgets, this comparison is presented in the fund subsections of this report.

## Factors Affecting Financial Condition

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

Local economy. The City of Santa Fe has a relatively stable economy. As the state capital it benefits from a stable, educated work force working in all level of government totaling 18,500 people which is $28 \%$ of the workforce. Its residents also work at Los

Alamos National Laboratory, one of the country's premier scientific research centers. The City is also named as one of the top ten tourist destinations in the country by Travel and Leisure magazine, it is in the top five art markets in the world and is second only to New York City in the nation. The City's spectacular setting and abundant cultural resources, including over 200 art galleries, four star hotels and resorts, its nationally recognized opera company, music festivals, performance arts organizations and art museums draw visitors and second home owners from all over the world. These assets create a robust business environment.

Like other communities the City is suffering a revenue decline and is taking measures to reduce expenditures and prioritize services and projects. The City's reliance on gross receipts tax as a strong funding source for many decades has made it vulnerable to reductions in consumer spending in the current economy. In addition, the City's appeal to retirees and high-income vacation homeowners has produced high housing prices. The high prices have made it difficult for local workers to afford homes in Santa Fe and many live in lower cost communities and commute to Santa Fe. The City has established reserves as a buffer against economic slow downs and funds nearly $60 \%$ of its total expenditures from utility rates, fees and grants.

The City Council is confident that a broad ranging program of cost reduction, organizational change and service improvements, coupled with prudent use of reserves will allow the City to deal with long term decline in revenues if the national economy recovers slowly. By investing in the community the City made significant investments in the long-term health of the City this year. These include completion of a beautiful convention center and the successful completion of the Railyard redevelopment project area. Both the Railyard and the Convention Center are supported by dedicated gross receipts tax increments in addition to program revenues.

In fiscal 2009 commuter rail connections will link Santa Fe to Albuquerque and other communities. In addition a major airline will begin direct commercial air service to Santa Fe . These changes will help offset the reduction of economic activity resulting from the national downturn. Unemployment in the region (which includes the City of Santa Fe and the surrounding unincorporated areas within the same county) has slightly risen from $2.9 \%$ in 2007 to $3.3 \%$ in 2008. The region unemployment rate still remains lower the state unemployment rate of $4.0 \%$ and the national rate of $5.8 \%$ for 2008.

The number of home sales slowed from 204 in the $2^{\text {nd }}$ Quarter 2007 to 116 homes sold in the same quarter 2008. The median home sales price in the City decreased $15.00 \%$ to $\$ 344,000$ from $\$ 403,000$ in 2007. In January 2009, the minimum wage in the City was increased from $\$ 9.50$ per hour to $\$ 9.85$ per hour based on the average increase of the consumer price index for 2008.

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

## Long-term financial planning.

The City neared completion of two major long-term investments in Fiscal 2008, the Santa Fe Community and Convention Center and the Railyard. It also launched construction on a Rio Grande River diversion project, the Buckman Diversion Dam, in partnership with Santa Fe County and a private development, Las Campanas. Funding for this \$216 million project will come from cash accumulated by the City's Water Division for this project, City and County bond proceeds, cash from Las Campanas and State and Federal grants and low interest loans. The City Council adopted a ten-year financial plan for the Water Division that includes annual rate increase of $8.2 \%$ for five years beginning in 2009.

The City is also completing ten-year plans for its Wastewater Division and a five-year plan for the Solid Waste Division. In addition, the City has implemented five year planning models for other City funds and enterprises beginning in Fiscal 2010. In fiscal 2010 the City plans to issue Water Revenue Bonds and gross receipts tax revenue bonds for the Buckman Diversion Project. Other financial planning updates include a study of utility expansion charges and development impact fees, water service costs and indirect cost allocations to be completed in Fiscal 2010. These planning efforts will assure that the City maintains the financial soundness of its enterprise operations and increases the resilience and flexibility of its governmental activities.

## Cash management policies and practices.

Cash temporarily idle during the year was invested in demand deposits, certificates of deposit, obligations of the U.S. Treasury and U.S. Agencies, money market savings accounts, and the New Mexico State Treasurer Local Government Investment Pool (LGIP). The length of investment maturities, range from 6 months to 5 years, with an average maturity of 7.6 months. The average yield on investments was $4.19 \%$.

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

Pension and other post employment benefits. The City of Santa Fe participates in the State of New Mexico Public Employees Retirement plan. Substantially all of the City's full-time employees participate in the retirement system authorized under the Public Employees Retirement Act (Chapter 10, Article 11 NMSA 1978). The Public Employees Retirement Association (PERA) is the administrator of the plan. The City fully funds the required payments as determined by PERA through City and member contributions.

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

GAAP do not require governments to report a liability in the financial statements in connection with an employer's obligation to provide these benefits.

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

Additional information of the City's pension arrangements and postemployment benefits can be found in Notes V. E. and F. on pages 70-72.

## Awards and acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Santa Fe for its Comprehensive Annual Financial Report (CAFR) for the fiscal years ended June 30, 1988-95, 1997-99, and 2001-06. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized CAFR. This report must satisfy both GAAP and applicable legal requirements.

In addition, the government also received the GFOA's Distinguished Budget Presentation Award for its annual budget document dated June 30, 2008 (as well as the previous years since FY 86/87). In order to qualify for the Distinguished Budget Presentation Award, the government's budget document was judged to be proficient in several categories, including as a policy document, a financial plan, an operations guide, and a communications device.

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

Respectfully submitted,


Galen Butler
City Manager


David N. Millican
Finance Director


| New Mexico |  |  |
| :---: | :---: | :---: |
| Organization Chart$2008$ |  |  |
|  |  |  |


Approved: $\frac{\text { Galen Buller, City Manager }}{\text { Asen }}$

## CITY OF SANTA FE, NEW MEXICO <br> PRINCIPAL OFFICIALS

JUNE 30, 2008
MAYOR
David CossCITY COUNCIL
Rebecca Wurzburger, Mayor Pro Tem ..... District 2
Patti J. Bushee ..... District 1
Chris Calvert ..... District 1
Rosemary Romero ..... District 2
Miguel M. Chavez ..... District 3
Carmichael A. Dominguez ..... District 3
Ronald S. Trujillo ..... District 4
Matthew E. Ortiz

$\qquad$
District 4
CITY MANAGER
Galen Buller
FINANCE DEPARTMENT
David N. Millican
Finance Department Director
Teresita Garcia
Assistant Finance Director
Angelica G. SalazarSenior Financial AnalystHelene HausmanCash/Investment OfficerCal ProbascoBudget Officer

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

## FINANCE DEPARTMENT

David N. Millican, Finance Department Director<br>Teresita Garcia, Assistant Finance Director<br>Helene Hausman, Cash/Investment Officer<br>Angelica Salazar, Senior Financial Analyst<br>Melissa Ortiz, Accounting Supervisor<br>Tony S. Martinez, Financial Analyst<br>Clarence Romero, Financial Analyst<br>Michelle Montoya, Financial Analyst<br>Halona J. Crowe, Financial Analyst<br>WEB PUBLICATION<br>Vincent S. Montoya, Business Analyst<br>GRAPHICS SECTION<br>Valerie A. Chelonis, Graphic Artist

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## Financial Section

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# INDEPENDENT AUDITOR'S REPORT 

City of Santa Fe<br>Santa Fe, New Mexico<br>Honorable Mayor and City Council and<br>Hector H. Balderas<br>New Mexico State Auditor

We have audited the accompanying financial statements of the governmental activities, the businesstype activities, each major fund, the aggregate remaining fund information, and the respective budgetary comparison for the general fund of City of Santa Fe as of and for the year ended June 30, 2008, which collectively comprise the City's basic financial statements as listed in the table of contents. We have also audited the financial statements of each of the City of Santa Fe , New Mexico's nonmajor governmental, nonmajor enterprise, and internal service funds and respective budgetary comparisons presented as supplementary information in the accompanying combining and individual fund financial statements as listed in the table of contents. These financial statements are the responsibility of the City of Santa Fe's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Santa Fe Civic Housing Authority, which is a discretely presented component unit of the City of Santa Fe, which reflects $2.00 \%$ percent, $2.24 \%$ percent, and $.23 \%$ percent, respectively, of the assets, net assets, and revenues of the governmental and business type activities. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Santa Fe Civic Housing Authority, is based on the report of the other auditors.

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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the report of other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of City of Santa Fe as of June 30, 2008, and the respective
changes in financial position and, where applicable, cash flows thereof and the budgetary comparisons for the general fund for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental, nonmajor enterprise, and internal service funds of the City of Santa Fe, New Mexico, as of June 30, 2008, and the respective changes in the financial position and cash flows, where applicable, there of, and the respective budgetary comparisons presented as supplementary information for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our report dated March 31, 2009, 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 grants agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

Management's discussion and analysis on pages 3 through 17 is not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We and the other auditors have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the basic financial statements, and the combining and individual fund financial statements and budgetary comparisons presented as supplementary information. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis required by the U.S. Office of Management and Budget Circular A-133, Audit of States, Local Governments, and Non-Profit Organizations, and is not a required part of the basic financial statements. The additional schedules listed as "other supplementary information", "other supplementary financial data", and the capital assets schedules in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements, an in our opinion is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The accompanying introductory and statistical sections, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. This information has not been subjected to the auditing procedures applied by us and other auditors in the audit of the basic financial statements and, accordingly, we express no opinion on them.


Atkinson \& Co., Ltd.
Albuquerque, New Mexico
March 31, 2009

## Management's Discussion and Analysis

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, 2008. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i through vi of this report.

## Financial Highlights

- The assets of the City exceeded its liabilities at the close of the most recent fiscal year by $\$ 541,690,971$ (net assets). Of this amount, $\$ 188,493,314$ (unrestricted net assets) may be used to meet the City's obligations to citizens and creditors.
- The City's total assets increased by $\$ 100,319,624$. This increase for governmental activities resulted primarily from the issuance of $\$ 40,135,000$ of general obligation and gross receipts tax revenue bonds for governmental activities to finance park and capital projects. Also, the increase from the business type activities resulted from the issuance of $\$ 8,570,000$ of revenue bonds for the new convention center, and issuance of $\$ 14,886,973$ loans from the New Mexico Finance Authority for the Buckman Direct Diversion Water Project
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of $\$ 131,750,175$ an increase of $\$ 16,838,740$ in comparison with the prior year. Net changes in financing sources including issuance of debt for parks and capital projects comprised $\$ 11,975,357$ of this increase. Receipt of an unbudgeted, non-recurring gross receipts tax allocation adjustment relating to prior years totaling $\$ 2,825,767$ also contributed to the increase.
- Approximately 88 percent of total governmental fund balances or $\$ 115,441,133$ is reserved or designated for specific purposes. At the end of the current fiscal year, the unreserved and undesignated fund balance is $\$ 16,309,042$ and is available for spending at the City's discretion.
- The City's total long-term liabilities increased by $\$ 47,677,422$ during the current fiscal year. The issuance of $\$ 20,000,000$ of general obligation bonds for parks and $\$ 20,135,000$ of revenue bonds for general capital projects and $\$ 23,546,973$ of bonds issued for business-type activities net of debt reductions accounted for this change.
- Subsequent to the date of these financial statements interfund repayment of a loan made by the Capital Improvements Program Gross Receipts Tax Fund from the Water Management enterprise fund was suspended as part of a plan to provide adequate funding for a planned debt issue to complete the Buckman Direct Diversion Project.

Water rate ordinances were amended to provide annual increases in rates of $8.2 \%$ for five years. Repayment of the interfund loan would have required annual rate increases of $9.5 \%$.

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

The statement of activities presents information showing how the City's net assets changed during the most recent fiscal year. All changes in net assets 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 vacations leave).

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

The government-wide financial statements include not only the City itself (known as the primary government), but also a legally separate Santa Fe Civic Housing Authority for which the City is financially accountable. Financial information for this component unit is reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on pages 19 and 20 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 governmentwide 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 balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains 52 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 and the debt service fund, both of which are considered to be major funds. Data from the other 50 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

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

The basic governmental fund financial statements can be found on pages 19 through 24 of this report.

Proprietary funds. The City maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its Santa Fe Convention Center, Parking Operations, Solid Waste Management, 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 and Retiree Health Care, Risk Management Administration, Workers' Compensation, and Union Sick Leave Bank. The service of these funds listed, predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the governmentwide 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, Railyard Property, and the Santa Fe Convention Center, all of which are considered major funds of the City. The Municipal Recreation Complex was previously reported as a major fund but is now reclassed as a non-major fund. Internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

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

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 32 through 68 of this report.

## Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the City, assets exceeded liabilities by $\$ 541,690,971$ at the close of the most recent fiscal year.

A portion of the City's net assets (63 percent) 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.

| Current and other assets |  | For Fl <br> Gover Act | scal <br> m <br> vitte | CITY OF SAN <br> NET ASS <br> Years Ending <br> al | FE' | 2008 and 2007 <br> Busine <br> Activ | $\begin{aligned} & \text { ass-ty } \\ & \text { vittes } \end{aligned}$ |  |  |  | tal |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2008 |  | 2007 |  | 2008 |  | 2007 |  | 2008 |  | 2007 |
|  | \$ | 164,422,460 | \$ | 145,203,188 | \$ | 148,465,848 | \$ | 144,781,660 | \$ | 312,888,308 | \$ | 289,984,828 |
| Capltal assets |  | 288,240,326 |  | 276,262,293 |  | 304,041,395 |  | 238,603,284 |  | 592,281,721 |  | 514,865,577 |
| Total assets |  | 452,662,786 |  | 421,465,461 |  | 452,507,243 |  | 383,384,944 |  | 905,170,029 |  | 804,850,405 |
| Long-term liab. outstanding (prior year) |  | 192,790,424 |  | 191,777,790 |  | 84,196,357 |  | 80,483,877 |  | 276,986,781 |  | 272,261,667 |
| Additions |  | 44,193,622 |  | 28,303,088 |  | 24,589,198 |  | 58,488,977 |  | 68,782,820 |  | 87,792,065 |
| Reductions |  | (9,669,590) |  | (27,290,454) |  | (8,388,981) |  | $(56,776,497)$ |  | (18,058,551) |  | $(83,066,951)$ |
| Long-term llab. outstanding(without reclass) |  | 227,314,456 |  | 192,790,424 |  | 100,396,594 |  | 84,196,357 |  | 327,711,050 |  | 276,986,781 |
| Debt reclassification |  | (87,701,847) |  | - |  | 84,655,000 |  | - |  | $(3,046,847)$ |  | - |
| Long-term liab. outstanding (current year) |  | 139,612,609 |  | 192,780,424 |  | 185,051,594 |  | 84,196,357 |  | 324,664,203 |  | 276,986,781 |
| Other liabilities |  | 21,140,914 |  | 20,722,323 |  | 17,673,941 |  | 16,699,611 |  | 38,814,855 |  | 37,421,934 |
| Total liabilities |  | 160,753,523 |  | 213,512,747 |  | 202,725,535 |  | 100,895,938 |  | 363,479,058 |  | 314,408,715 |
| Net assets: <br> Invested in capttal assets, <br> net of́ related debt $182,790,257$ $142,109,428$ $159,508,099$ $152,636,141$ $342,298,356$ $294,745,569$ |  |  |  |  |  |  |  |  |  |  |  |  |
| Restricted |  | 10,174,773 |  | 8,810,813 |  | 724,528 |  | 2,668,245 |  | 10,899,301 |  | 11,479,058 |
| Unrestricted |  | 98,944,233 |  | 57,032,473 |  | 89,549,081 |  | 127,184,590 |  | 188,493,314 |  | 184,217,063 |
| Total net assets | \$ | 291,909,263 | \$ | 207,952,714 | \$ | 249,781,708 | \$ | 282,488,976 | \$ | 541,690,971 | \$ | 490,441,690 |

An additional portion of the City's net assets ( $2.0 \%$ percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets ( $\$ 188,493,314$ ) may be used to meet the City's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the City can report positive balances in all three categories of net assets, both for the government as a whole, as well as for its separate governmental and business-type activities. It should be noted that net assets in the City's Solid Waste Fund and its Municipal Recreation Complex (MRC) Fund show negative net asset balances of $\$ 3,099,998$ and $\$ 8,424,257$ respectively.

For the Solid Waste Fund the negative net assets result from past donations of disposal assets financed by debt to a regional disposal agency and from a series of refinancing that resulted in debt balances remaining higher than the depreciated values of the collection fleet.

For the Municipal Recreation Complex fund this results because long term bonds payable exceed capital assets net of depreciation by $\$ 8,431,939$. MRC operations are supplemented by an annual transfer for debt service and operations from the Capital Improvement Program Gross Receipts Tax Fund. Both the Solid Waste Fund and the MRC Fund produce net cash from operations.

The City's net assets increased by $\$ 51,249,281$ during the current fiscal year. This growth largely reflects increases in cash and capital assets in business-type activities.

Governmental activities. Governmental activities decreased the City's net assets by $\$ 2,610,996$ compared to the $\$ 51,817,824$ decrease for 2007 because transfers of debt proceeds from previously issued debt to enterprise projects slowed significantly as the Railyard project and the new convention center reached completion. Net assets generated from Governmental activities were offset by net transfers to business type activities in fiscal year 2008.

Taxes provide $80 \%$ of Governmental activities revenues. Two thirds of that is provided by a gross receipts tax (GRT) levied on goods and services. The GRT comprises $84.3 \%$ of taxes or $\$ 91,972,070$. If adjusted for the one time GRT allocation adjustment received in 2008, tax revenues were only about $1 \%$ higher than 2007. Reductions in development revenues and investment income contributed coupled with low growth in gross receipt tax collections contributed to low growth in 2008 revenues.

|  | CITY OF SANTA FE's Changes in Net Assets For Fiscal Years Ended June 30, 2008 and 2007 $\qquad$ <br> Govemmental <br> Business-type Activities Activities |  |  |  |  |  |  |  | Total |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2008 | 2007 |  | 2008 |  | 2007 |  | 2008 |  | 2007 |  |
| Revenues: <br> Program revenues: <br> Charges for services | \$ | 8,734,581 | \$ | 10,735,343 | \$ | 56,526,095 | \$ | 54,855,482 | \$ | 65,260,676 | \$ | 65,590,825 |
| Operating grants and contributions |  | 5,212,729 |  | 4,986,198 |  | 1,260,704 |  | 935,944 |  | 6,473,433 |  | 5,922,142 |
| Capital grants and contributions |  | 6,854,756 |  | 3,153,872 |  | 14,481,538 |  | 11,049,540 |  | 21,336,294 |  | 14,203,412 |
| General revenues: <br> Sales taxes |  | 91,972,070 |  | 3,584,591 |  | 8,800,497 |  | - |  | 100,772,567 |  | 3,584,591 |
| Other taxes |  | 17,079,950 |  | 100,454,200 |  | - |  | 7,503,425 |  | 17,079,950 |  | 107,957,625 |
| Other |  | 5,927,431 |  | 9,135,620 |  | 8,743,355 |  | 7,325,059 |  | 14,670,786 |  | 16,460,679 |
| Total revenues |  | 135,781,517 |  | 132,049,824 |  | 89,812,189 |  | 81,669,450 |  | 225,593,706 |  | 213,719,274 |
| Expenses: |  |  |  |  |  |  |  |  |  |  |  |  |
| General government |  | 27,873,924 |  | 23,484,442 |  | - |  | - |  | 27,873,924 |  | 23,484,442 |
| Public safoty |  | 34,894,206 |  | 33,841,007 |  | - |  | - |  | 34,894,206 |  | 33,841,007 |
| Public works |  | 13,577,325 |  | 13,570,355 |  | - |  | - |  | 13,577,325 |  | 13,570,355 |
| Community development |  | 11,397,085 |  | 11,289,698 |  | - |  | - |  | 11,397,085 |  | 11,289,698 |
| Culture and recreation |  | 13,430,563 |  | 13,029,432 |  | - |  | - |  | 13,430,563 |  | 13,029,432 |
| Education |  | 2,864,722 |  | 2,737,868 |  | - |  | - |  | 2,864,722 |  | 2,737,868 |
| Interest on long-term debt |  | 4,563,643 |  | 9,583,608 |  | - |  | - |  | 4,563,643 |  | 9,583,608 |
| Wastewater management |  | - |  | - |  | 11,352,274 |  | 9,879,594 |  | 11,352,274 |  | 9,879,594 |
| Water management |  | - |  | - |  | 19,074,551 |  | 23,608,849 |  | 19,074,551 |  | 23,608,849 |
| Railyard Property |  | - |  | - |  | 344,959 |  | 608,703 |  | 344,059 |  | 608,703 |
| Santa Fe Convention Center |  | - |  | - |  | 2,083,034 |  | 218,000 |  | 2,083,034 |  | 218,000 |
| All other proprietary funds |  | - |  | - |  | 32,888,139 |  | 29,308,494 |  | 32,888,139 |  | 29,308,494 |
| Total expenses |  | 108,601,468 |  | 107,536,410 |  | 65,742,957 |  | 63,623,640 |  | 174,344,425 |  | 171,160,050 |
| Increase in net assests before transfers: |  | 27,180,049 |  | 24,513,414 |  | 24,069,232 |  | 18,045,810 |  | 51,249,281 |  | 42,559,224 |
| Transters net |  | ( $29,791,045$ ) |  | (76,331,238) |  | 20,701,045 |  | 76,331,238 |  | - |  | - |
| Increase (decrease) in net assets |  | (2,610,996) |  | $(51,817,824)$ |  | 53,860,277 |  | 94,377,048 |  | 51,249,281 |  | 42,559,224 |
| Beginning balance |  | 207,952,714 |  | 259,770,538 |  | 282,488,976 |  | 188,111,928 |  | 490,441,690 |  | 447,882,466 |
| Debt reclassification |  | 86,567,545 |  | - |  | (86,567,545) |  | - |  | - |  | - |
| Ending balance |  | 291,909,263 | \$ | 207,952,714 | \$ | 248,781,708 | \$ | 282,488,976 | \$ | 541,690,971 | \$ | 490,441,680 |

## CITY OF SANTA FE

Fiscal Year 07/08



Business-type activities. Business-type activities increased net assets by $\$ 53,860,277$. The increase, net of transfers from Governmental activities, was $\$ 24,069,232$. Transfers from Governmental activities total $\$ 29,791,045$. A combined operating loss in all Business-type activities of $\$ 2,843,414$ was offset by non-operating items, primarily investment income, dedicated taxes and grants, totaling \$26,912,646 that are intended to support capital asset acquisition. In funds where revenues exceed operating expenses rate revenues are set at a level that in combination with net assets supports 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 drawn down as large capital projects begin or are completed.

## CITY OF SANTA FE

Fiscal Year 07/08



## Financial Analysis of the City's Funds

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

Governmental funds. The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of expendable resources. Such information is useful in assessing the City's financing requirements. In particular, unreserved 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 $\$ 131,750,175$ an increase of $\$ 16,838,740$ in comparison with the prior year. Net changes in financing sources including issuance of debt for parks and capital projects comprised $\$ 11,975,357$ of this increase. Most of this total amount $(\$ 115,441,133)$ constitutes reserved and designated fund balance. Use of these funds are limited to various degrees by legal, contractual and policy restrictions.

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

The General Fund is the chief operating fund for the City. At the end of the current fiscal year, unreserved fund balance of the General Fund was $\$ 16,309,042$ while total fund balance was $\$ 26,952,671$. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 21.5 percent of total expenditures.

The fund balance of the City's General Fund decreased by $\$ 894,552$ during the current fiscal year. A key factor in this decrease was a $\$ 3,497,214$ increase in transfers out to other funds. There was a change in funding method for Senior Grants in which reimbursement of costs was changed from reimbursement to unit cost. Thus all local match was transferred from General Fund expenditures to Special Revenue expenditures. Also, in fiscal year 2008 the Santa Fe County assumed the operation of the Regional Emergency Communication Center, hence the transfer of the City's appropriation to the joint venture was transferred from the General Fund to the Special Revenue Funds for Public Safety.

Debt service fund has a total fund balance of $\$ 29,129,026$, all of which is reserved for projects and the payment of debt service. The net increase in fund balance during the current year in the debt service fund was $\$ 10,592,398$ due to issuance of $\$ 40,135,000$ of debt for park improvements and capital projects on from distributions of $\$ 31,138,221$ of bond proceeds from debt issued in the prior fiscal year.

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 assets at the end of the year amounted to $\$ 89,549,081$ of which 77 percent is for water management. In total, net assets for enterprise funds decreased by $\$ 32,707,268$ after reclassification of debt service from governmental funds.

## General Fund Budgetary Highlights

Differences between the original budget and the final amended budget were relatively minor ( $\$ 6,490,667$ increase in appropriations) and can be briefly summarized as follows:

- $\$ 2,856,229$ increase in general government
- $\$ 2,294,761$ increase in public safety
- $\$ 283,514$ increase in public works
- $\$ 415,742$ increase in community development
- $\$ 535,767$ increase in culture \& recreation
- $\$ 104,654$ increase in education
- $\$ 242,833$ increase in transfers to other programs

Of this increase, $\$ 542,976$ was funded from revenue increases. Another $\$ 1,838,839$ came from cash balance for capital equipment purchases. The remaining budgeted from available fund balance, most of which were related to carryovers from the prior fiscal year.

The actual revenues for the General Fund, in total were above budget by $\$ 97,989$ with the apparent increase in fees and charges for services. Total expenditures for the General Fund were less than budget by $\$ 5,168,995$ reflecting encumbrances and other carryovers for the next fiscal year, as well as authorized budgets that were not expended during the fiscal year.

## Capital Asset and Debt Administration

Capital assets. The City's investment in capital assets for its governmental and business-type activities as of June 30, 2008 amounts to $\$ 592,281,721$ (net of accumulated depreciation). 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 15.03 percent (a 4.3 percent increase for governmental activities and a 27.4 percent increase for business-type activities).

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

- Construction in progress in various City facilities totaled $\$ 204,775,527$ in both governmental-type and business-type funds. The increase is due to the Santa Fe Convention Center and Railyard Property reaching construction completion.
- General City projects included street paving, signalization, river channel improvements, park improvements, building renovations, and street traffic calming projects for a total amount of over $\$ 25.4$ million.

| Land |  |  |  |  |  |  |  |  | Total |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2008 |  | 2007 |  | 2008 |  | 2007 |  | 2008 |  | 2007 |
|  | $\$$ | 166,359,453 | \$ | 162,499,280 | \$ | 26,966,063 | \$ | 26,966,063 | \$ | 193,325,516 | \$ | 189,465,343 |
| Construction in Progress |  | 30,705,212 |  | 24,205,840 |  | 174,070,315 |  | 105,909,489 |  | 204,775,527 |  | 130,115,329 |
| Art |  | 922,920 |  | 922,920 |  | 185,971 |  | 180,971 |  | 1,108,891 |  | 1,103,891 |
| Bulldings and Systems |  | 34,178,806 |  | 34,859,378 |  | 44,869,889 |  | 36,214,517 |  | 79,048,695 |  | 71,073,895 |
| Improvements |  | 8,449,901 |  | 5,472,880 |  | 38,638,302 |  | 52,763,315 |  | 47,088,203 |  | 58,236,195 |
| Sewerlines |  | - |  | - |  | 9,128,919 |  | 8,520,704 |  | 9,128,919 |  | 8,520,704 |
| Equipment and Machinery |  | 3,273,311 |  | 3,196,395 |  | 2,439,111 |  | 1,591,276 |  | 5,712,422 |  | 4,787,671 |
| Furniture and Fixtures |  | 146,031 |  | 100,319 |  | 60,091 |  | 86,891 |  | 206,122 |  | 187,210 |
| Vehicles |  | 6,710,505 |  | 5,306,185 |  | 6,979,867 |  | 5,696,351 |  | 13,690,372 |  | 11,002,536 |
| Data Processing and Software |  | 2,488,351 |  | 2,024,950 |  | 702,867 |  | 673,707 |  | 3,191,218 |  | 2,698,657 |
| Trafflc Signals |  | 2,646,437 |  | 3,293,808 |  | - |  | - |  | 2,646,437 |  | 3,293,808 |
| Streets and Bridges |  | 32,359,399 |  | 34,380,338 |  | - |  | - |  | 32,359,399 |  | 34,380,338 |
| Total | \$ | 288,240,326 | \$ | 276,262,293 | S | 304,041,395 | \$ | 238,603,284 | S | 592,281,721 | \$ | 514,865,577 |

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

Long-term debt. At the end of the current fiscal year, the City had total bonded debt outstanding of $\$ 246,755,000$. Of this amount, $\$ 92,615,000$ comprises debt backed by gross receipts tax revenues and lodgers tax, and $\$ 154,140,000$ is for various businesstype bonds backed by specified operational revenue sources.


Significant changes in reporting were implemented this year. Schedules presented in this analysis were changed to improve comparability and to separate the reporting changes from changes in financial condition and results of operations for the year ended June 30, 2008.

- Changes in the Statement of Net Assets to reclassification of long term debts issued for business-type activities' capital assets at June 30, 2008. This debt was previously classified as governmental activities' debt. That reporting method was in effect at June 30, 2007 and was intended to disclose the pledge of gross receipts and lodging taxes for repayment. Management concluded that the debt, though
supported by taxes, was appropriately classified as debt of the business activities associated with the assets built with the debt proceeds. In the future the pledged taxes will be recorded as revenues of the related business activities.
- The amount of debt reclassified totaled $\$ 87,701,847$ at June 30, 2008. Proceeds of this debt issued in prior years was transferred to business activities to fund construction of capital assets. Reclassification of the debt results in an increase in net assets in governmental activities and a reduction of net assets in business type activities. Schedules relating to the Statement of Net Assets in this analysis show the reclassification amount separately to improve comparability.

In March 2008 the voters approved a $\$ 30,300,000$ general obligation bond issue for parks and trails improvements. Due to the number of construction projects underway at the time, the decision was made to split the issue. The first issue of $\$ 20,000,000$ closed in June 2008. The second bonds for $\$ 10,300,000$ will be issued in FY 2010-2011. The City also issued the 2008 GRT CIP bonds in the amount of $\$ 20,135,000$ of which $\$ 8,570,000$ was used to complete the construction of the Santa Fe Community Convention Center.

As of June $30^{\text {th }}$, the City had three outstanding issues that were not insured. The 1997B wastewater variable rate bond rating has been reaffirmed at AA-/A-1+ from Standard and Poors, and Aa1/VMIG1 by Moody's. The 1999 Gross Receipts Tax bonds were rated AA and A1 respectively, and were refunded in December 2008. The 2004B Gross Receipts Tax Refunding bonds were also rated AA and A1 respectively. Since June $30^{\text {th }}$, the City has issued the 2008 Gross Receipts Tax Refunding Bonds, rated AA+ and A1, reflecting a rating upgrade by Standard \& Poor's.

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

|  | S\&P/Moody's | S\&P/Moody's | S\&P/Moody's |
| :--- | :---: | :---: | :---: |
| FIRM | O6/30/2007 | 6/30/02008 | $\frac{\text { Current }}{\text { AAA/Aaa }}$ |
| AMBAC | AAA/Aa3 | A/Ba3 |  |
| MBIA | AAA/Aaa | AA/A2 | BBB/B3 |
| FSA | AAA/Aaa | AAA/Aaa |  |
| XL Capital Assurance/ | AAA/Aaa | BBB-/B2 | CC/Ca |
| Syncora Guarantee |  |  |  |
|  |  |  |  |
| Source: First Southwest Company |  |  |  |

With the exception of the City's three issues insured by FSA, the significant drops in the ratings of the insurance firms have made the City's underlying ratings higher than those of the bond insurers.

|  | S\&P/Moody's <br>  <br> O6/30/2008 | S\&P/Moody's |
| :--- | :---: | :---: |
| General Obligation | AA/Aa3 |  |
| AA/Aa3 |  |  |

State statutes limit the amount of general obligation debt a governmental entity may issue to $4 \%$ of its total assessed valuation. The current debt limitation for the City is approximately $\$ 128$ million, which is significantly in excess of the city's proposed general obligation debt.

Additional information on the City's long-term debt can be found in note IV-H on pages 57 through 64 of this report.

## Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for the Santa Fe MSA at February, 2009 is currently at 5.1 percent an increase from 3.5 percent a year ago. This compares favorably to the state's current unemployment rate of 5.4 percent and the national average rate of 8.1 percent.
- Economic trends in the region compare favorably to national indices.
- During the latter part of 2008 and into 2009 , significant declines in fair value occurred in worldwide securities markets and various real estate markets. The general economy is in recession. The City has seen some impact on gross receipts tax, lodger's tax and certain other revenue categories during periods subsequent to June 30, 2008. City management has responded with various actions including budget, project and policy adjustments and continues to review future plans and budgets. Current economic conditions are volatile, difficult to predict and subject to ongoing changes which may affect the current financial condition and results of operations in the future.

All of these factors were considered in preparing the City's budget for fiscal year 08/09.
During the current fiscal year, unreserved fund balance in the general fund decreased to $\$ 16,309,042$, in addition there is cash reserve of approximately $\$ 8.09$ million which is equivalent to 10 percent of the budgeted expenditures and transfers out.

## 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 Finance Director, P.O. Box 909, City of Santa Fe, NM 87504.

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## Basic Financial Statements



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


|  | Major funds |  |  |  | Other Non Major Funds |  | Total Governmental Funds |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | General Fund |  | Debt Service |  |  |  |  |  |
| Assets |  |  |  |  |  |  |  |  |
| Cash and investments | \$ | 18,673,531 | \$ | 25,883,083 | \$ | 50,657,134 | \$ | 95,213,748 |
| Restricted cash, cash equivalents and investments: |  |  |  |  |  |  |  |  |
| Restricted for debt service payments |  | - |  | 3,201,907 |  | - |  | 3,201,907 |
| Restricted for endowment |  | - |  | - |  | 250,000 |  | 250,000 |
| Receivables: |  |  |  |  |  |  |  |  |
| State-shared taxes |  | 7,023,638 |  | - |  | 5,315,416 |  | 12,339,054 |
| Local taxes |  | 3,425,029 |  | - |  | - |  | 3,425,029 |
| Real estate taxes |  | 12,240 |  | - |  | - ${ }^{-}$ |  | 12,240 |
| Interest |  | 96,490 |  | 87,320 |  | 225,192 |  | 409,002 |
| Ambulance (net of allowances) |  | 2,275,076 |  | - |  | - |  | 2,275,076 |
| Grants-restricted |  | 203,594 |  | - |  | 6,350,127 |  | 6,553,721 |
| Other receivables (net of allowance) |  | 43,779 |  | - |  | 2,859,418 |  | 2,903,197 |
| Prepaid Expenses |  | 197,880 |  | - |  | 28,684 |  | 226,564 |
| Due from other funds |  | 1,459,837 |  | - |  | 18,238,349 |  | 19,698,186 |
| Supplies inventory |  | 656,841 |  | - |  | - |  | 656,841 |
| Total Assets | \$ | 34,067,935 | \$ | 29,172,310 | \$ | 83,924,320 | \$ | 147,164,565 |
| Llabilities and Fund Balances |  |  |  |  |  |  |  |  |
| Liabilities: |  |  |  |  |  |  |  |  |
| Accounts payable | \$ | 1,431,695 | \$ | 3,284 | \$ | 3,158,940 | \$ | 4,593,919 |
| Compensated absences payable |  | 472,950 |  | - |  | 40,628 |  | 513,578 |
| Accrued wages payable |  | 2,281,400 |  | - |  | 656,439 |  | 2,937,839 |
| Due to other funds |  | - |  | - |  | 1,142,712 |  | 1,142,712 |
| Deferred revenue: 1, 1,142,712 |  |  |  |  |  |  |  |  |
| Unearned revenue |  | 82,029 |  | - |  | 2,612,602 |  | 2,694,631 |
| Other current liabilities |  | 519,950 |  | 40,000 |  | - |  | 559,950 |
| Liabilities payable from restricted assets |  | 2,327,240 |  | - |  | 644,521 |  | 2,971,761 |
| Total liabilites |  | 7,115,264 |  | 43,284 |  | 8,255,842 |  | 15,414,390 |
| Fund balances: |  |  |  |  |  |  |  |  |
| Fund balance: |  |  |  |  |  |  |  |  |
| Reserved, designated for, reported in: |  |  |  |  |  |  |  |  |
| Endowment |  | - |  | - |  | 250,000 |  | 250,000 |
| Debt service |  | - |  | 7,268,886 |  | - |  | 7,268,886 |
| Capital projects |  | - |  | 20,000,000 |  | 51,720,722 |  | 71,720,722 |
| Special revenue purposes |  | - |  | 1,860,140 |  | 20,445,114 |  | 22,305,254 |
| Encumbrances |  | 1,886,949 |  | , |  | 3,252,642 |  | 5,139,591 |
| State mandated cash balance |  | 6,722,866 |  | - |  | - |  | 6,722,866 |
| Inventory |  | 656,841 |  | - |  | - |  | 656,841 |
| General fund city's cash balance |  | 1,376,973 |  | - |  | - |  | 1,376,973 |
| Unreserved, undesignated reported in: General fund-undesignated |  | 16,309,042 |  | - |  | - |  | 16,309,042 |
| Total Fund Balances |  | 26,952,671 |  | 29,129,026 |  | 75,668,478 |  | 131,750,175 |
| Total llablilities and fund balances | 5 | 34,067,935 | \$ | 29,172,310 | \$ | 83,924,320 |  |  |

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.
Other long-term assets are not available to pay for current-period expenditures and, therefore are not reported in the funds.
Internal service funds are used by management to charge the costs of insurances
to individual funds. The assets and liabilities of the internal service funds are
included in governmental activities in the statement of net assets $\quad 10,128,188$
Accrued interest payable
Long-term liabilities, including bonds and notes payable, are not due and payable in the current period and therefore are not reported in the funds.
$(132,766,477)$
Other long-term liabilities-compensated balances
Net assets of governmental activities
$\$ \quad \underline{\underline{291,909,263}}$
The notes to the financial statements are an integral part of this statement.

CITY OF SANTA FE, NEW MEXICO
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2008


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

CITY OF SANTA FE, NEW MEXICO<br>Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds<br>To the Statement of Activities<br>For the Year Ended June 30, 2008

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

Net change in fund balances--total governmental funds
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.

The net effect of various miscellaneous transactions involving capital assets decrease in net assets:

The issuance of long-term debt (e.g., bonds, leases) provided current financial resources to governmental funds, while the repayment of the principal of longterm debt consumes the current financial resources of governmental funds. Neither transactions, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Internal service funds are used by management to charge the costs of insurance to individual funds.

The net revenue of certain activities of internal service funds is reported with governmental activities.

2,355,467

688,377
Change in net assets of governmental activities

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


Statement of Revenues, Expenditures

## and Changes in Fund Balance - Budget and Actual

 For the Year Ended June 30, 2008|  | Budgeted Amounts |  | Actual Amounts | Variance with Final Budget Positive (Negative) |
| :---: | :---: | :---: | :---: | :---: |
|  | Original | Final |  |  |
| Public safety: Current: |  |  |  |  |
|  |  |  |  |  |  |  |
| Police | 17,623,058 | 18,626,667 | 17,386,456 | 1,240,211 |
| Fire | 11,926,001 | 12,066,114 | 11,881,335 | 184,779 |
| Total current | 29,549,059 | 30,692,781 | 29,267,791 | 1,424,990 |
| Capital outlay: |  |  |  |  |
| Police | 16,000 | 646,300 | 53,366 | 592,934 |
| Fire | 13,750 | 534,489 | 71,647 | 462,842 |
| Total capital outlay | 29,750 | 1,180,789 | 125,013 | 1,055,776 |
| Total public safety | 29,578,809 | 31,873,570 | 29,392,804 | 2,480,766 |
| Public works: |  |  |  |  |
| Current: |  |  |  |  |
| Administration | 525,845 | 532,343 | 431,026 | 101,317 |
| Highways, streets and roads | 1,353,213 | 1,509,994 | 1,383,279 | 126,715 |
| Traffic engineering | 2,419,674 | 2,534,109 | 2,499,636 | 34,473 |
| Total current | 4,298,732 | 4,576,446 | 4,313,941 | 262,505 |
| Capital outlay: |  |  |  |  |
| Administration | - | - | - | - |
| Traffic Engineering | - | 5,800 | 5,438 | 362 |
| Total capital outlay | - | 5,800 | 5,438 | 362 |
| Total public works | 4,298,732 | 4,582,246 | 4,319,379 | 262,867 |
| Community development: |  |  |  |  |
| Current: |  |  |  |  |
| Human needs | 1,402,216 | 1,640,244 | 1,384,427 | 255,817 |
| Senior citizens | - | - | - | - |
| Community services | 1,486,162 | 1,429,135 | 1,175,492 | 253,643 |
| Inspection | 1,136,938 | 1,255,117 | 1,223,528 | 31,589 |
| Zoning | 1,366,806 | 1,325,471 | 1,209,124 | 116,347 |
| Total current | 5,392,122 | 5,649,967 | 4,992,571 | 657,396 |
| Capital outlay: |  |  |  |  |
| Human needs | 1,900 | 52,563 | 50,418 | 2,145 |
| Senior citizens | - | 43,650 | - | 43,650 |
| Community services | - | 3,751 | 3,448 | 303 |
| Inspection | - | 59,833 | 11,469 | 48,364 |
| Zoning | - | - | - | - |
| Total capital outlay | 1,900 | 159,797 | 65,335 | 94,462 |
| Total community development | 5,394,022 | 5,809,764 | 5,057,906 | 751,858 |
| Culture and recreation: |  |  |  |  |
| Current: |  |  |  |  |
| Parks/grounds maintenance | 5,131,111 | 5,539,802 | 5,298,020 | 241,782 |
| Recreation | 2,216,603 | 2,345,279 | 2,201,539 | 143,740 |
| Total current | 7,347,714 | 7,885,081 | 7,499,559 | 385,522 |
| Capital outlay: |  |  |  |  |
| Parks/grounds maintenance | 8,000 | 6,400 | 6,191 | 209 |
| Recreation | 5,410 | 5,410 | 5,020 | 390 |
| Total capital outlay | 13,410 | 11,810 | 11,211 | 599 |
| Total culture and recreation | 7,361,124 | 7,896,891 | 7,510,770 | 386,121 |


|  | Budgeted Amounts |  |  |  |  | Actual Amounts | Variance with Final Budget Positive (Negative) |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Original |  | Final |  |  |  |  |
| Education: |  |  |  |  |  |  |  |  |
| Current: |  |  |  |  |  |  |  |  |
| Libraries |  | 2,811,464 |  | 2,915,868 |  | 2,859,578 |  | 56,290 |
| Total current |  | 2,811,464 |  | 2,915,868 |  | 2,859,578 |  | 56,290 |
| Capital outlay: |  |  |  |  |  |  |  |  |
| Libraries |  | 5,520 |  | 5,770 |  | 5,144 |  | 626 |
| Total capital outlay |  | 5,520 |  | 5,770 |  | 5,144 |  | 626 |
| Total education |  | 2,816,984 |  | 2,921,638 |  | 2,864,722 |  | 56,916 |
| Total expenditures |  | 67,088,910 |  | 73,579,577 |  | 68,410,582 |  | 5,168,995 |
| Excess (deficiency) of revenues over expenditures |  | 3,268,436 |  | $(2,664,322)$ |  | 2,602,662 |  | 5,266,984 |
| Other financing sources (uses): |  |  |  |  |  |  |  |  |
| Transfers in |  | 3,907,537 |  | 3,932,984 |  | 3,921,592 |  | $(11,392)$ |
| Transfers out |  | $(7,175,973)$ |  | $(7,418,806)$ |  | $(7,418,806)$ |  | - |
| Total other financing sources (uses) |  | $(3,268,436)$ |  | $(3,485,822)$ |  | $(3,497,214)$ |  | $(11,392)$ |
| Net change in fund balance |  | - |  | $(6,150,144)$ |  | (894,552) |  | 5,255,592 |
| Fund balance, beginning of year |  | 27,847,223 |  | 27,847,223 |  | 27,847,223 |  | - |
| Fund balance, end of year | \$ | 27,847,223 | \$ | 21,697,079 | \$ | 26,952,671 | \$ | 5,255,592 |

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

|  |  | Business-type Activities - Enterprise Funds |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Waste <br> Water Management |  | Water Management |  | Railyard Property |  |
| Assets |  |  |  |  |  |  |
| Current assets: |  |  |  |  |  |  |
| Cash, investments and cash equivaients | \$ | 23,740,007 | \$ | 69,267,287 | \$ | - |
| Restriceted cash, cash equivalents and investments: |  |  |  |  |  |  |
| Restricted for debt service payments |  | 185,751 |  | 375,935 |  | - |
| Grants receivable |  | 4,477 |  | 16,460,085 |  | 6,365,629 |
| Receivable (net of allowances) |  |  |  |  |  |  |
| State-shared taxes |  | 343,422 |  | 1,364,694 |  | - |
| Accounts |  | 1,833,896 |  | 6,421,959 |  | - |
| Interest receivable |  | 127,226 |  | 309,036 |  | 17,830 |
| Prepaid expenses |  | - |  | 4,304,689 |  | - |
| Total current assets |  | 26,234,779 |  | 98,503,685 |  | 6,383,459 |
| Noncurrent assets: |  |  |  |  |  |  |
| Deferred charges (net of amortization) |  | 464,831 |  | 1,414,879 |  | - |
| Capital assets: |  |  |  |  |  |  |
| Land and land rights |  | 25,498 |  | 2,472,660 |  | 20,145,837 |
| Buildings, structures and systems |  | 14,860,897 |  | 10,787,233 |  | - |
| Sewerlines |  | 22,204,735 |  | - |  | - |
| Improvements |  | 19,181,556 |  | 69,703,477 |  | - |
| Furniture and fixtures |  | 17,142 |  | 585,001 |  | - |
| Equipment and machinery |  | 2,295,348 |  | 7,452,225 |  | - |
| Vehicles |  | 2,282,785 |  | 1,626,760 |  | - |
| Intangible plant |  | - |  | 57,625 |  | - |
| Data processing equipment/sofware |  | 257,065 |  | 926,703 |  | - |
| Art |  |  |  | - |  | - |
| Construction in progress |  | $14,060,682$ |  | $47,498,288$ |  | 29,889,378 |
| Less accumulated depreciation |  | $(42,055,853)$ |  | $(42,254,275)$ |  | - |
| Total capital assets (net of accumulated depreciation) |  | 33,129,855 |  | 98,855,697 |  | 50,035,215 |
| Total noncurrent assets |  | 33,594,686 |  | 100,270,576 |  | 50,035,215 |
| Total assets |  | 59,829,465 |  | 198,774,261 |  | 56,418,674 |
| Liabllitles |  |  |  |  |  |  |
| Current liabilities: |  |  |  |  |  |  |
| Accounts payable |  | 136,994 |  | 1,209,224 |  | 2,468,452 |
| Miscellaneous payable |  | 77,050 |  | 276,058 |  | 2,468,4 |
| Compensated absences payable |  | 321,764 |  | 492,663 |  | - |
| Accrued wages payable |  | 189,240 |  | 327,374 |  | - |
| Benefits payable |  | , |  | , |  | - |
| Claims and judgement payable |  | 1,0- |  | , - |  | - |
| Bonds and notes payable - current portion |  | 1,120,000 |  | 2,115,034 |  | 265,142 |
| Accrued interest payable |  | 109,835 |  | 200,518 |  | 63,678 |
| Customer deposits payable |  | 202,726 |  | 2,698,105 |  | , |
| Other payable |  | , |  | , |  | - |
| Intangible deferred credit |  | - |  | - |  | - |
| Due to other funds |  | - |  | - |  | 885,542 |
| Total current liabilities |  | 2,157,609 |  | 7,318,976 |  | 3,682,814 |
| Noncurrent liabilities: |  |  |  |  |  |  |
| Bonds payable (net of unamortized discounts) |  | 26,194,121 |  | $64,693,431$ |  | 13,815,090 |
| Due to other funds |  | , |  | $17,624,545$ |  | (815,090 |
| Total noncurrent liabilities |  | 26,194,121 |  | 82,317,976 |  | 13,815,090 |
| Total liabilities |  | 28,351,730 |  | 89,636,952 |  | 17,497,904 |
| Net Assets |  |  |  |  |  |  |
| Invested in capital assets, net of related debt |  | 23,203,552 |  | 39,135,790 |  | 36,831,255 |
| Restricted for debt service |  | 185,751 |  | 375,935 |  | - |
| Unrestricted |  | 8,088,432 |  | 69,625,584 |  | 2,089,515 |
| Total net assets | \$ | 31,477,735 | \$ | 109,137,309 | \$ | 38,920,770 |

The notes to the financial statements are an integral part of this statement. 28

| Santa Fe Convention Center |  |  | All Other Enterprise Funds |  | Totals |
| :---: | :---: | :---: | :---: | :---: | :---: |
| \$ | 17,722,832 | \$ | 10,270,392 | \$ | 121,000,518 |
|  | 53,890 |  | 108,952 |  | 724,528 |
|  | - |  | 2,098,972 |  | 24,929,163 |
|  | - |  | 343,661 |  | 2,051,777 |
|  | - |  | 2,071,079 |  | 10,326,934 |
|  | 102,102 |  | 56,348 |  | 612,542 |
|  | - |  | - |  | 4,304,689 |
|  | 17,878,824 |  | 14,949,404 |  | 163,950,151 |
| 538,971 |  |  | 652,490 |  | 3,071,171 |
|  | - |  | 4,322,068 |  | 26,966,063 |
|  | - |  | 32,684,068 |  | 58,332,198 |
|  | - |  |  |  | 22,204,735 |
|  | - |  | 20,257,682 |  | 109,142,715 |
|  | 82,095 |  | 85,267 |  | 769,505 |
|  | 186,765 |  | 4,540,209 |  | 14,474,547 |
|  | 12,850 |  | 16,208,182 |  | 20,130,577 |
|  | - |  | - |  | 57,625 |
|  | 38,029 |  | 1,373,055 |  | 2,594,852 |
|  | 5,000 |  | 180,971 |  | 185,971 |
|  | 53,683,432 |  | 28,938,535 |  | 174,070,315 |
|  | $(313,376)$ |  | $(40,264,204)$ |  | (124,887,708) |
| 53,694,795 |  |  | 68,325,833 |  | 304,041,395 |
| 54,233,766 |  |  | 68,978,323 |  | 307,112,566 |
|  | 72,112,590 |  | 83,927,727 |  | 471,062,717 |



## Governmental ActivitlesInternal Service Funds

| $\$ 16,562,172$ |
| ---: |
| - |
| - |
| - |
| - |
| 76,383 |
| - |
|  |
| $16,638,555$ |



Current assets:
Cash, investments and cash equivalents
Restriceted cash, cash equivalents and investments: Restricted for debt service payments
Grants receivable
Receivable (net of allowances)
State-shared taxes
Accounts
Interest receivable
Prepaid expenses
Total current assets

Deferred charges (net of amortization)
Capital assets:
Land and land rights
Buildings and systems
Sewerlines
Improvements
Furniture and fixtures
Equipment and machinery
Vehicles
intangible plant
Data processing equipment /software
Art
Construction in progress
Less accumulated depreciation
Total capital assets (net of accumulated depreciation)

Total noncurrent assets
Total assets
Liabilities
Current liabilities:
Accounts payable Miscellaneous payable
Compensated absences payable
Accrued wages payable
Benefits payable
Claims and judgement payable
Bonds and notes payable - current portion
Accrued interest payable
Customer deposits payable
Other payable
Intangible deferred credit
Due to other funds
Total current liabilities
Noncurrent liabilities:
Bonds payable (net of unamortized discounts)
Due to other funds
Total noncurrent liabilities

| $6,569,901$ |  |
| ---: | ---: |
|  | 59,534 |
|  |  |
|  | $10,068,654$ |
| $\$$ | $10,128,188$ |

Net Assets
Invested in capital assets, net of related debt
Restricted for debt service
Unrestricted

Total net assets

CITY OF SANTA FE, NEW MEXICO
Statement of Revenues, Expenses, and Changes in Fund Net Assets Enterprise Funds
For the Year Ended June 30, 2008


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

|  | Santa Fe Convention Center |  | All Other <br> Enterprise <br> Funds |  | Totals | Governmental ActlvitiesInternal Service Funds |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| \$ | - | \$ | 16,415,941 | \$ | 55,862,380 | \$ | User fees |
|  | - |  | , |  | 663,715 | - | Facilities rentals |
|  | 4,344 |  | 1,533,163 |  | 1,689,593 | 20,869,172 | Other revenue |
|  | 4,344 |  | 17,949,104 |  | 58,215,688 | 20,869,172 | Total operating revenues |
|  |  |  | 15,750,613 |  | 27,575,448 | 1,056,944 | Salaries, wages and benefits |
| $158,185$ |  |  | 3,475,944 |  | 7,911,783 | 733,534 | Contractual services and utilities |
| 12,831 |  |  | 1,531,334 |  | 3,276,799 | 847 | Repairs and maintenance |
|  |  |  | 1,875,687 |  | 3,350,920 | 52,603 | Supplies |
| 22,241 |  |  | 1,195,575 |  | 1,419,222 | - | Capital outlay-inventory exempt items |
| 9,465 |  |  | 4,004,831 |  | 10,286,300 | 7,980 | Depreciation expense |
| 20,000 |  |  | 19,670 |  | $(62,032)$ | - | Amortization expense |
|  |  |  | 1,029,075 |  | 2,021,796 | 16,627,751 | Insurance |
| 374,377 |  |  | 2,699,729 |  | 5,278,866 | 34,046 | Other |
| 681,012 |  |  | 31,582,458 |  | 61,059,102 | 18,513,705 | Total operating expenses |
| $(676,668)$ |  |  | $(13,633,354)$ |  | $(2,843,414)$ | 2,355,467 | Operating income (loss) |
| 1,389,603 |  |  | 606,235 |  | 7,078,365 | 688,377 | Investment income |
|  |  |  |  |  |  |  | Intergovernmental |
| $\begin{array}{r} 4,330 \\ (1,389,603) \end{array}$ |  |  | 343,661 |  | 8,800,497 | - | State-shared taxes |
|  |  |  | 6,941,862 |  | 15,742,242 | - | Grants |
|  |  |  | $(15,235)$ |  |  | - | Gain (loss) on sale of capital assets |
|  |  |  | $(1,284,518)$ |  | $(4,124,749)$ | - | Interest expense |
| $(12,419)$ |  |  | $(21,163)$ |  | $(559,106)$ |  | Other non-operating expenses |
| $(8,089)$ |  |  | 6,570,842 |  | 26,912,646 | 688,377 | Total non-operating revenues (expenses |
| $(684,757)$ |  |  | $(7,062,512)$ |  | 24,069,232 | 3,043,844 | Income(loss) before transfers |
| $\begin{array}{r} 3,859,350 \\ (75,500) \end{array}$ |  |  | $\begin{array}{r} 12,160,988 \\ (378,120) \end{array}$ |  | $\begin{aligned} & 32,379,046 \\ & (2,588,001) \end{aligned}$ | $\begin{gathered} 579,504 \\ (579,504) \end{gathered}$ | Transfers in Transfers out |
| 3,099,093 |  |  | 4,720,356 |  | 53,860,277 | 3,043,844 | Change in net assets |
| 58,211,004 |  |  | 62,839,676 |  | 282,488,976 | 7,084,344 | Total net assets (previously stated) |
| $(44,240,175)$ |  |  | $(14,384,060)$ |  | (86,567,545) | - | Adjustment to net assets: Reclasss debt service |
| 13,970,829 |  |  | 48,455,616 |  | 195,921,431 | 7,084,344 | Total net assets, beginning of year (restat |
| \$ | 17,069,922 | \$ | 53,175,972 |  | 249,781,708 | \$ 10,128,188 | Total net assets, end of year |

Business-type Activities-Enterprise Funds

|  | Waste <br> Water <br> Management |  | Water Management |  | Rallyard Property |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Cash flows from operating activities: |  |  |  |  |  |  |
| Cash received from customers | \$ | 8,846,753 | \$ | 28,765,115 | \$ | 634,870 |
| Cash received from interfund services provided and used |  |  |  | - |  | - |
| Cash payments to suppliers for goods and services |  | $(3,882,895)$ |  | $(7,816,410)$ |  | 849,990 |
| Cash paid for interfund services provided and used |  | $(614,881)$ |  | $(981,813)$ |  | $(3,629)$ |
| Cash payments to employees for services |  | $(4,196,791)$ |  | $(7,670,883)$ |  | - |
| Net cash provided (used) by operating activities: |  | 152,186 |  | 12,296,009 |  | 1,481,231 |
| Cash flows from noncapital financing activities: |  |  |  |  |  |  |
| Intergovernmental |  | 40,970 |  | 9,073,746 |  | 2,869,456 |
| Transfers-in from other funds |  | 12,032,208 |  | 226,500 |  | 4,100,000 |
| Transfers-out to other funds |  | $(47,733)$ |  | $(71,000)$ |  | $(2,015,648)$ |
| Net cash provided (used) by noncapital financing activities |  | 12,025,445 |  | 9,229,246 |  | 4,953,808 |
| Cash flows from capital and related financing activities: |  |  |  |  |  |  |
| Acquisition and construction of capital assets |  | (6,220,948) |  | $(5,341,725)$ |  | $(17,458,632)$ |
| Proceeds from sale of capital assets |  | 34,608 |  | 13,309 |  | - |
| Proceeds from sale of bonds |  | - |  | - |  | - |
| Principal paid on revenue bond maturities and notes payable |  | $(1,095,000)$ |  | $(6,000,004)$ |  | $(140,903)$ |
| Interest paid on revenue bonds and notes payable |  | (1,091,315) |  | $(2,725,819)$ |  | $(561,500)$ |
| Net cash used for capital and related financing activities |  | (8,372,655) |  | (14,054,239) |  | $(18,161,035)$ |
| Cash flows from investing activities: |  |  |  |  |  |  |
| Interest and dividends on investments |  | 1,240,007 |  | 3,170,363 |  | 352,321 |
| Net cash provided by investing activities |  | 1,240,007 |  | 3,170,363 |  | 352,321 |
| Net increase (decrease) in cash and cash equivalents |  | 5,044,983 |  | 10,641,379 |  | (11,373,675) |
| Cash, investments and cash equivalents at beginning of year |  | 18,880,775 |  | 59,001,843 |  | 11,373,675 |
| Cash, investments and cash equivalents at end of year | \$ | 23,925,758 | \$ | 69,643,222 | \$ | - |
| Reconciliation of operating income (loss) to net cash provided (used) by operating activities: |  |  |  |  |  |  |
| Operating income (loss) | \$ | $(798,286)$ | \$ | 11,669,205 | \$ | 595,689 |
| Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities: |  |  |  |  |  |  |
| Depreciation/amortization |  | 2,737,400 |  | 3,452,902 |  | - |
| Change in assets and liabilities: |  |  |  |  |  |  |
| (Increase) decrease in accounts receivable |  | $(526,478)$ |  | $(1,023,212)$ |  | - |
| (Increase) decrease in prepaid expenses |  | - |  | $(1,493,458)$ |  | - |
| (Increase) decrease in deferred charges |  | - |  | - |  | - |
| Increase (decrease) in accounts payable |  | (1,427,530) |  | 93,909 |  | - |
| Increase (decrease) in other payable |  | 13,206 |  | - |  | - |
| Increase (decrease) in compensated absences payable |  | $(37,147)$ |  | $(85,688)$ |  | - |
| Increase (decrease) in accrued wages payable |  | 29,757 |  | (7,570) |  | - |
| Increase (decrease) in benefits payable |  | $(26,104)$ |  | 155,733 |  | - |
| Increase (decrease) in escrow |  | 187,368 |  | $(465,812)$ |  | - |
| Increase (decrease) in due to other funds |  | - |  | - |  | 885,542 |
| (Increase) decrease in reserve in trust |  | - |  | - |  | - |
| Total adjustments |  | 950,472 |  | 626,804 |  | 885,542 |
| Net cash provided (used) by operating activities | \$ | 152,186 | \$ | 12,296,009 | \$ | 1,481,231 |

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


City of Santa Fe, New Mexico<br>Notes to the Financial Statements<br>June 30, 2008

## I. Summary of significant accounting policies

## A. Reporting entity

The City of Santa Fe (the "City") is a municipal corporation governed by an elected mayor and an eight-member council. The accompanying financial statements present the government and its component unit as an entity for which the City is considered to be financially accountable. The City has no blended component units that are legally separate entities, but still in substance part of the government's operations. The discretely presented component unit is reported in a separate column in the government-wide financial statements in order to emphasize that it is a legally separate entity from the City (see "discretely presented component unit" below).

Discretely presented component unit. The Santa Fe Civic Housing Authority (a discretely presented component unit) is comprised of nine programs: The Santa Fe Civic Housing Authority, Section 8 Housing, La Cieneguita Elderly Housing, the Housing Development Corporation, the Cielo Azul, the Capital Projects Fund, Mainstream Voucher, Region II HUD Voucher, and Mora County HUD Voucher. The Santa Fe Civic Housing Authority is responsible for providing public housing services within the city limits. The Section 8 Housing and La Cieneguita Elderly Housing assistance programs are responsible for subsidizing low income housing. The Housing Development Corporation is responsible for providing 100 units of housing for elderly persons who qualify for assistance under Section 8 of the United States Housing Act of 1987. The Cielo Azul is used to account for the activity of an affordable housing project purchased in October 2004. The primary function of Cielo Azul is to house residents whose income is less than or equal to $80 \%$ of the area's median income. The City is financially accountable for the component unit since the Mayor, with approval of tlhe City Council, appoints a voting majority of the governing board and can impose its will on the entity. The component unit is presented as an enterprise-type fund.

Complete financial statements for the component unit may be obtained at the Santa Fe Civic Housing Authority, 664 Alta Vista, Santa Fe, NM 87505.

## B. Government-wide and fund financial statements

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

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

City of Santa Fe, New Mexico Notes to the Financial Statements<br>June 30, 2008

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

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

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are received. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within sixty 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, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Gross receipts taxes are not estimable at the time of the underlying exchange transactions, and therefore are recorded as revenue at the time the state reports the amounts collected on behalf of the City. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

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

# City of Santa Fe, New Mexico <br> Notes to the Financial Statements <br> June 30, 2008 

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 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 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.

Additionally, the City reports the following fund types:
Internal service funds account for the City's Santa Fe Health Fund, Retiree Health Care Fund, Risk Management Fund, Workers' Compensation Fund, and the Union Sick Leave Bank which are services to City departments on a cost assessment basis.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The City has elected not to follow subsequent private-sector guidance.

As a general rule the effect of interfund 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

## City of Santa Fe, New Mexico Notes to the Financial Statements June 30, 2008

contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with proprietary fund's principal ongoing operations. The principal operating revenues of the proprietary funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal serve funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. In accounting and reporting for its proprietary operations, the City does not apply applicable FASB statements and Interpretations issued after November 30, 1989.

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

## D. Assets, liabilities and net assets or equity

## 1. Deposits and investments

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

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

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

# City of Santa Fe, New Mexico <br> Notes to the Financial Statements <br> June 30, 2008 

This provides for the following authorized investments:

1. United States Treasury Securities (Bills, Notes and Bonds).
2. Insured and/or collateralized (with securities of the U.S. Government, its agencies or instrumentalities) certificates of deposit of banks, savings and loan associations, and credit unions, pursuant to State Board of Finance Collateral Policies.
3. Other securities issued by the United States government or its agencies or instrumentalities that are either direct obligations of the United States, the Federal Home Loan Mortgage Corp., the Federal National Mortgage Assoc., the Federal Home Loan Bank, the Federal Farm Credit Bank, or the Student Loan Marketing Assoc., or are backed by the full faith and credit of the United States Government.
4. Money market funds that are registered with the SEC, carry an AAA rating, invest entirely in U.S. government and/or U.S. government agency securities (as defined above), and maintain total asset size of not less than $\$ 100,000,000$.
5. Investments in the New Mexico Local Government Investment Pool (NM LGIP)
(a) The investments are valued at fair value based on quoted market prices as of the evaluation date;
(b) The NM LGIP is not SEC registered, but does maintain an AAAm rating (highest rating for pools) from Standard and Poor's. Section 6-10-10 I, NMSA 1978, empowers the State Treasurer, with the advice and consent of the State Board of Finance, to invest money held in the short-term investment fund in securities that are issued by the United States government or by its departments or agencies and are either direct obligations of the United States or are backed by the full faith and credit of the United States government or are agencies sponsored by the United States government. The Local Government Investment Pool investments are monitored by the same investment committee and the same policies and procedures that apply to all other state investments;
(c) The pool does not have unit shares. Per Section 6-10-10.1F, NMSA 1978, at the end of each month all interest earned is distributed by the State Treasurer to the accounting entities in amounts directly proportionate to the respective amounts deposited in the fund and the length of time the amounts were invested; and
(d) Participation in the Local Government Investment Pool is voluntary.
6. Repurchase agreements and forward purchase agreements with equivalent collateral of at least one hundred two percent of the market value of the securities plus accrued interest.

City of Santa Fe, New Mexico<br>Notes to the Financial Statements<br>June 30, 2008

Interest earnings on pooled investments are distributed monthly to all participating funds based on the funds average daily cash balance. Investments for the City, as well as for its component unit, are stated at fair value.

## 2. Receivables and payables

Activity between funds that are representative of lending/borrowing agreements outstanding at the end of the fiscal year are referred to as "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund 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 businesstype activities are reported in the government-wide financial statements as "internal balances."

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

All trade receivables are shown net of an allowance for uncollectibles. Trade accounts receivable in excess of 180 days comprise the trade accounts receivable allowance for uncollections.

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

## 3. Inventories and prepaid items

Inventories are valued at cost, which approximates market using the first-in, first-out (FIFO) method. Expenditures in governmental funds and expenses in proprietary funds are recorded as the inventory items are consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

City of Santa Fe, New Mexico<br>Notes to the Financial Statements<br>June 30, 2008

## 4. Restricted Assets

Certain proceeds of bonds, 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 convenants.

## 5. Capital assets

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

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. The total interest expense, net of amortization, capitalized by the Water Management, Railyard Property, and the Santa Fe Convention Center during the current fiscal year was $\$ 2,699,185, \$ 272,608$ and $\$ 787,930$ respectively.

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

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

## 6. Compensated absences

It is the City's policy to permit employees to accumulate earned but unused vacation, compensatory hours and sick pay benefits. There is a liability for these benefits since the city has a policy to pay any amount when the employee has earned the benefits. All vacation and

City of Santa Fe, New Mexico<br>Notes to the Financial Statements<br>June 30, 2008

compensatory hours are accrued when incurred in the government-wide and proprietary fund financial statements. The sick leave liability is calculated using the vesting method. The City's employees can utilize these balances for early retirement, buy out options, or donate the hours to a sick leave bank to be used by other employees.

## 7. Long-term obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statement, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

## 8. Fund equity

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

## 9. Net Assets

The government-wide and business types fund financial statements utilize a net asset presentation. Net assets are categorized as investment in capital assets net of related debt, restricted and unrestricted.

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

Restricted assets 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 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.

City of Santa Fe, New Mexico<br>Notes to the Financial Statements<br>June 30, 2008

Unrestricted Net Assets-Unreserved net assets consist of net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

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 assets are available.

## 10. Comparative Data/Reclassifications

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

## 11. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principals 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 form those estimates.

## II. Reconciliation of government-wide and fund financial statements

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

The governmental fund balance sheet includes reconciliation between fund balance - total governmental funds and net assets - governmental activities as reported in the governmentwide statement of net assets. One element of that reconciliation explains that "long-term liabilities, including bonds and notes payable, are not due and payable in the current period and therefore are not reported in the funds." The details of the $\$ 138,988,926$ difference are as follows:

| Bonds Payable | $\$$ | $112,615,000$ |
| :--- | ---: | ---: |
| Plus: Bond premuim (to be amortized as interest expense) | $3,594,455$ |  |
| Capital Leases Payable | 520,046 |  |
| Intergovernmental Notes Payable |  | $16,036,976$ |
| $\quad$ Sub - Total | $132,766,477$ |  |
| Compensated Absences | $6,222,449$ |  |
| Net Adjustment to reduce fund balance - total governmental funds | $\$ \mathbf{1 3 8 , 9 8 8 , 9 2 6}$ |  |

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

City of Santa Fe, New Mexico<br>Notes to the Financial Statements<br>June 30, 2008

The governmental fund statement of revenues, expenditures, and changes in fund balances includes reconciliation between net changes in fund balance - total governmental funds and changes in net assets of government activities as reported in the government-wide statement of activities. One element of that reconciliation explains that "Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense." The details of the \$ 11,990,233 are as follows:

| Capital Outlay |  | \$ | 26,229,140 |
| :---: | :---: | :---: | :---: |
| Less: | Capital Outlay-Inventory Exempt |  | $(5,909,298)$ |
|  | Depreciation Expense |  | $(8,329,609)$ |
| Net Adjustment to funds to arrive at | ase net changes in fund balances - total governmental s in net assets of governmental activities | \$ | 11,990,233 |

Another element of that reconciliation states that "the issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds." Neither transaction however has any effect on net assets. Also, governmental funds report the deferred and amortized amounts in the statement of activities. The details of this ( $\$ 33,401,657$ ) difference are as follows:

Debt issued or incurred:
Issuance of revenue bonds plus premium $\$(21,598,540)$
Issuance of general obligation bonds plus premium $(20,160,000)$
Deferred bond costs
753,436
Principal Repayments:
Revenue bond debt $\quad 7,210,000$
Capital lease payments $\quad 250,749$
NMFA and HUD Loan agreement payments $\quad 142,698$
Net Adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities
\$ $(33,401,657)$
Another element of that reconciliation states that "Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds." The details of this $\$(1,012,810)$ difference are as follows:
Compensated Absenses
Interest Payable
Amortization of bond premiums
Amortization of deferred charges
Net Adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities

$$
\begin{array}{lr}
\$ & (1,044,698)  \tag{211,388}\\
& (211,388) \\
& 246,262 \\
& (2,986) \\
\hline & \\
\$ & (\mathbf{1 , 0 1 2 , 8 1 0}) \\
\hline \hline
\end{array}
$$

# City of Santa Fe, New Mexico <br> Notes to the Financial Statements <br> June 30, 2008 

## III. Stewardship, compliance and accountability

## A. Budgetary information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all funds. All annual appropriations lapse at fiscal year end.

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

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

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

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

The Housing Authority's budget (for the PHA-Locally Owned and Home Ownership Opportunity Programs and the Section 8 Housing Programs) is prepared by management. The Housing Authority is included in the combined financial statements as a component unit.

The Santa Fe Housing Development Corporation's 18 -month budget is prepared and approved by the Housing Authority's governing board. The Corporation is included in the combined financial statements as a component unit.

The appropriated budget is prepared by fund, function and division. The City manager may approve requested transfers of appropriations within a fund for amounts less than $\$ 30,000$. Transfers of appropriations in excess of $\$ 30,000$ or between funds and all budget increases require the approval of the City council. The legal level of budgetary control (i.e. the level at which expenditure may not legally exceed appropriations) is at the function level for the general fund, the fund level for special revenue and capital improvement funds and at the division level for the proprietary funds. The City council approved supplemental budgetary appropriations during the fiscal year, primarily for new grant awards and additional project funds, which did not materially affect cash reserves of related funds.

City of Santa Fe, New Mexico<br>Notes to the Financial Statements<br>June 30, 2008

Encumbrance accounting is employed in all funds, which represents commitments related to yet unreceived or unperformed goods or services. Encumbrances (purchase orders, contracts and other commitments for the expenditure of resources) are reported as reservations of fund balances for governmental funds and do not constitute expenditures or liabilities because the commitments will be re-appropriated and honored during the subsequent year.

## B. Excess of expenditures/expenses over appropriations

For the year ended June 30, 2008, expenditures/expenses exceeded appropriations in the following funds:

The Land Development Fund, reported as a Special Revenue Fund, is reporting excess expenses over appropriations of $\$ 160,944$. This deficit was caused by the traffic signal light being completed by a third party. The balance of the amount over-expended was funded by available cash balance.

The Plaza Use Fund, reported as a Special Revenue Fund, is reporting excess expenses over appropriations of $\$ 4,823$. This deficit was caused by the project costing more than anticipated. The balance was covered by unbudgeted revenue.

The Debt Service Fund is reporting excess expenses over appropriations of $\$ 124,024$. This deficit was caused by unbudgeted bond issuance costs. The balance of the amount overexpended was covered by available cash balance.

The Retiree Health Care Fund, reported as an Internal Service Fund, is reporting excess of expenses over appropriations of $\$ 76,255$. The balance of the amount over-expended was recoverd by available cash balance.

The Santa Fe Housing Development Corporation fund reported excess of expenses over budgeted expenditures of $\$ 197,781$. The deficit was related to depreciation and unplanned repairs due to excessive rains near year end.

## C. Deficit fund equity

The Municipal Recreation Complex, reported as an Enterprise Fund, has deficit fund equity of $\$ 8,424,257$ as of June 30,2008 . The deficit is the result of a portion of the bond proceeds being required for start-up costs, including capitalized interest and working capital.

The Solid Waste Management, reported as an Enterprise Fund, has deficit fund equity of $\$ 3,099,998$ as of June 30,2008 . The deficit is the result of reclassifying debt from governmental activities to business type activities. The deficit is expected to be recovered as a result of on-going operations.

The Cielo Azul, reported as a Component Unit Enterprise Fund, has deficit fund equity of $\$ 25,859$ as of June 30, 2008. The deficit is due to the activity being a start-up development for

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2008
the Housing Authority in 2005. This deficit is expected to be recovered as a result of on-going operations.

## IV. Detailed notes on all funds

## A. Cash and Cash Equivalents

At year-end, the carrying amount of deposits for the City of Santa Fe was $\$ 34,796,643$ and the year-end bank balance was $\$ 36,369,198$. 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, or by collateral held at appropriate custodial banks as delivered by the depository institution for the various certificates of deposit other than those held by the City's agent bank. The City's sweep accounts, the underlying investments of which are U.S. Government securities, are not subject to collateralization requirements.

The carrying amount of deposits for the Housing Authority, presented as a component unit, was $\$ 2,959,854$ and the bank balance was $\$ 3,171,099$. All bank balances were covered by both Federal Depository Insurance and by collateral pledged in the Housing Authority's name.

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, 2008 none of the City's deposits were exposed to custodial credit risk; the total of demand deposits and shortterm certificates of deposit were covered by FDIC, by collateral held by the City's agent in the City's name, or by collateral held at appropriate custodial banks as delivered by the depository institution for certificates of deposit other than those held at the City's agent bank.

The Housing Authority does not have a deposit policy for custodial credit risk. As of June 30, 2008, $\$ 2,571,099$ of the Authority's bank balance of $\$ 3,171,099$ was exposed to custodial credit risk as follows:

Uninsured and uncollateralized
Uninsured and collateral held by pledging bank's trust department not in the Authorities name

| $\$$ | 256,589 |
| :--- | ---: |
|  | $2,314,510$ |
| $\$ \quad 2,571,099$ |  |

Certain cash balances are restricted by donors, bond agreements or by other legal requirements. Restricted cash balances are maintained in separate bank accounts.

## B. Investments

As of June 30, 2008, the City had the following investments and maturities:

|  | Fair Value |  | Maturities |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  | Less than 1 year |  | 1-3 years |  | 3-5 years |  | 5-7 years |  |
| U. S. Government Agency bonds | \$ | 112,594,061 | \$ | 79,619,095 | \$ | 28,639,344 | \$ | 3,840,971 | \$ | 494,651 |
| NM Municipal bonds |  | 5,891,644 |  | 1,751,213 |  | 701,445 |  | 3,438,986 |  | - |
| Forward Purchase Agreements |  | 128,219 |  | 128,219 |  | - |  | - |  | - |
|  |  | 118,613,924 | \$ | 81,498,527 | \$ | 29,340,789 |  | 7,279,957 | \$ | 494,651 |
| Money Market Funds |  | 44,996,095 |  |  |  |  |  |  |  |  |
| NM LGIP |  | 43,705,040 |  |  |  |  |  |  |  |  |
| Forward Purchase Agreements Cash |  | 53,139 |  |  |  |  |  |  |  |  |
| Total Investments | \$ | 207,368,198 |  |  |  |  |  |  |  |  |

Interest Rate Risk. As a means of limiting its exposure to fair value losses arising from rising interest rates, the City's investment policy limits portfolio maturities to five years or less, though investments held to accommodate debt reserve requirements may have longer maturities. It further manages exposure by limiting the weighted average maturity of its investment portfolio to less than one year. The New Mexico Local Government Investment Pool at June 30, 2008 had a weighted average maturity of 46 days.

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

With the demise of most bond insurance firms and the unprecedented bond market turmoil that began during FY 2007-2008, the use of municipal bond insurance as a means of providing municipalities with AAA ratings was severely curtailed. The rating agencies began reviewing underlying municipal credit ratings and adjusting them as they felt necessary. Consequently, certain municipal investments held in the City portfolio are no longer listed as carrying their original AAA rating held at the time of purchase, but are reflected at their underlying rating. Securities affected include the following, with Gallup having a Moody's rating. Collectively, these securities represent $36 \%$ of the City's municipal security holdings, or $1.6 \%$ of total portfolio holdings. The City does not have a significant position in any one of these bonds and they are still investment grade securities. It is expected that rating agency review of municipal

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2008
bonds will continue and it is possible that in the future other such securities held by the City may reflect a change from AAA. The City will monitor these securities, and indeed all of the municipals in its portfolio, and make appropriate decisions should the need arise.

|  | Fair Value | Rating |
| :--- | ---: | :---: |
| Albuquerque Airport Bond | 749,993 | AA |
| Gallup Sales Tax Bond | 213,405 | AA3 |
| .NMFA Project Bond | 488,040 | AA+ |
| Rio Rancho Event Center Bond | 494,620 | AA |

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

The following table lists the fair value of securities and money market/pools in the City's portfolio as of June 30, 2008 with their respective percent of the portfolio, weighted average maturity and ratings. The City purchases FFCB, FHLB, FHLMC, FNMA and GNMA agencies. The percentage distribution among securities changes constantly throughout the fiscal year. The Wells Fargo Bank money market account serves as the repository for cash derived from matured securities and available proceeds are continuously reinvested into securities.

| Investment | Fair Value | \% of Portfolio | WAM (Yrs) | Rating |
| :---: | :---: | :---: | :---: | :---: |
| NM LGIP | 43,705,040 | 21.08\% | 0.002 | AAAm |
| WFB Adv. Govt. Money Market | 19,549,234 | 9.43\% | 0.002 | AAAm |
| BlackRock | 10,500,000 | 5.06\% | 0.002 | AAAm |
| Fidelity | 15,000,000 | 7.23\% | 0.002 | AAAm |
| US Treasuries | 128,219 | 0.06\% | 0.24 | AAA |
| US Agencies |  |  |  | AAA |
| FFCB | 30,008,531 | 14.47\% | 1.35 | AAA |
| FHLB | 44,653,023 | 21.53\% | 0.84 | AAA |
| FNMA | 22,420,350 | 10.81\% | 0.68 | AAA |
| FHLMC | 14,972,035 | 7.22\% | 1.19 | AAA |
| GNMAs | 540,122 | 0.26\% | 8.31 | AAA |
| NM Municipals - Taxable | 5,403,604 | 2.61\% | 2.26 | AA-AAA |
| NM Municipals - Tax Exempt | 488,040 | 0.24\% | 1.92 | AA+ |
| TOTAL | 207,368,198 | 100.00\% | 0.62 |  |

The City held uninsured deposits of $\$ 33,357,796$ at June 30,2008 , of which $85 \%$ resided at Wells Fargo Bank, the City's primary financial institution. All uninsured funds were collateralized in compliance with State of New Mexico statute.

All securities owned by the City are held by Wells Fargo Bank as custodian for the City, and with the exception of municipal securities which carry their own rating, all securities are registered AAA-rated federal agency securities backed by the full faith and credit of the federal government. The City invests in money market funds that contain only agency securities

# City of Santa Fe, New Mexico <br> Notes to the Financial Statements <br> June 30, 2008 

backed by the full faith and credit of the federal government. It has invested in the New Mexico Local Government Investment Pool which does contain AAA corporate paper in line with State of New Mexico statute, but the City itself does not hold any corporate paper.

The Housing Authority, presented as a component unit, had no at-risk investments at June 30, 2008.

## C. Receivables

Receivables at June 30, 2008 for the City's individual major funds, non-major and internal service funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

|  |  | General Fund | Debt Service |  | aste water Mgmt |  | Water Mgmt |  | Railyard Property |  | Santa Fe Center |  | nmajor and <br> ther Funds |  | Total |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Receivables: |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| Taxes | \$ | 10,460,907 | \$ | \$ | 343,422 | \$ | 1,364,694 | \$ | - | \$ | - | \$ | 5,659,077 | \$ | 17,828,100 |
| Grants |  | 203,594 | - |  | 4,477 |  | 16,460,085 |  | 6,365,629 |  | - |  | 8,449,099 |  | 31,482,884 |
| Accounts |  | - | - |  | 2,284,808 |  | 7,991,391 |  | - |  | - |  | 2,455,216 |  | 12,731,415 |
| Interest |  | 96,490 | 87,320 |  | 127,226 |  | 309,036 |  | 17,830 |  | 102,102 |  | 357,923 |  | 1,097,927 |
| Ambulance |  | 4,310,581 | - |  | - |  | - |  | - |  | - |  | - |  | 4,310,581 |
| Other |  | 43,779 | - |  | - |  | - |  | - |  | - |  | 2,859,418 |  | 2,903,197 |
| Gross Receivables |  | 15,115,351 | 87,320 |  | 2,759,933 |  | 26,125,206 |  | 6,383,459 |  | 102,102 |  | 19,780,733 |  | 70,354,104 |
| Less: Allowance Uncollectible: |  | $(2,035,505)$ | - |  | $(450,912)$ |  | $(1,569,432)$ |  | - |  | - |  | $(384,137)$ |  | $(4,439,986)$ |
| Total Primary Government | \$ | 13,079,846 | \$ 87,320 | \$ | 2,309,021 | \$ | 24,555,774 | \$ | 6,383,459 | \$ | 102,102 | \$ | 19,396,596 |  | 65,914,118 |
| Component Units: |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| Grants and tenants | \$ | - | \$ | \$ | - | \$ | - | \$ | - | \$ | - | \$ | 86,320 | \$ | 86,320 |
| Other |  | - | - |  | - |  | - |  | - |  | - |  | 43,518 |  | 43,518 |
| Total Component Units: | \$ | - | \$ | \$ | - | \$ | - | \$ | - | \$ | - | \$ | 129,838 | \$ | 129,838 |

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of deferred revenue reported in the governmental funds were as follows:

```
Land Sale Contract - (Special Revenue)
Special Asssessments-(Special Revenue)
```

| Deferred |  |
| :--- | ---: |
| $\$$ | $2,512,827$ |
|  | 74,775 |
|  | 25,000 |
|  | 43,779 |
|  | 38,250 |
| $\$$ | $2,694,631$ |

# City of Santa Fe, New Mexico <br> Notes to the Financial Statements <br> June 30, 2008 

## D. Capital assets

Capital asset activity for the year ended June 30, 2008 was as follows:

## Primary Government

|  | Beginning Balance |  | Increases |  | Decreases |  | Ending Balance |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Governmental Activities: |  |  |  |  |  |  |  |  |
| Capital Assets not being Depreciated: |  |  |  |  |  |  |  |  |
| Land | \$ | 162,499,280 | \$ | 3,860,173 | \$ | - | \$ | 166,359,453 |
| Construction in Progress |  | 24,205,840 |  | 11,074,235 |  | $(4,574,863)$ |  | 30,705,212 |
| Art |  | 922,920 |  |  |  | - |  | 922,920 |
| Total Capital Assets not being Depreciated |  | 187,628,040 |  | 14,934,408 |  | $(4,574,863)$ |  | 197,987,585 |
| Capital Assets being Depreciated: |  |  |  |  |  |  |  |  |
| Buildings |  | 42,493,519 |  | 93,547 |  | - |  | 42,587,066 |
| Improvements |  | 19,285,272 |  | 4,322,112 |  | - |  | 23,607,384 |
| Equipment, Machinery, Utility, Systems |  | 13,802,864 |  | 1,212,903 |  | $(360,727)$ |  | 14,655,040 |
| Furniture and Fixtures |  | 602,957 |  | 72,285 |  | $(60,722)$ |  | 614,520 |
| Vehicles |  | 15,869,996 |  | 2,767,781 |  | $(359,385)$ |  | 18,278,392 |
| Data Processing and Software |  | 6,608,216 |  | 1,161,692 |  | $(184,832)$ |  | 7,585,076 |
| Traffic Signals |  | 21,752,077 |  | - |  | - |  | 21,752,077 |
| Streets |  | 174,583,118 |  | 239,852 |  | - |  | 174,822,970 |
| Bridges |  | 1,954,017 |  | 155,252 |  | - |  | 2,109,269 |
| Total Capital Assets being Depreciated |  | 296,952,036 |  | 10,025,424 |  | $(965,666)$ |  | 306,011,794 |
| Less: Accumulated Depreciation for: |  |  |  |  |  |  |  |  |
| Buildings |  | (7,634,141) |  | $(774,119)$ |  | - |  | (8,408,260) |
| Improvements |  | $(13,812,392)$ |  | $(1,345,091)$ |  | - |  | $(15,157,483)$ |
| Equipment and Machinery |  | $(10,606,469)$ |  | $(1,122,583)$ |  | 347,323 |  | $(11,381,729)$ |
| Furniture and Fixtures |  | $(502,638)$ |  | $(20,175)$ |  | 54,324 |  | $(468,489)$ |
| Vehicles |  | $(10,563,811)$ |  | $(1,314,927)$ |  | 310,851 |  | $(11,567,887)$ |
| Data Processing and Software |  | $(4,583,266)$ |  | $(697,281)$ |  | 183,822 |  | $(5,096,725)$ |
| Traffic Signals |  | $(18,458,269)$ |  | $(647,371)$ |  | - |  | $(19,105,640)$ |
| Streets |  | $(142,147,701)$ |  | $(2,218,761)$ |  | - |  | $(144,366,462)$ |
| Bridges |  | $(9,096)$ |  | $(197,282)$ |  | - |  | $(206,378)$ |
| Total Accumulated Depreciation |  | (208,317,783) |  | (8,337,590) |  | 896,320 |  | $(215,759,053)$ |
| Total Capital Assets being Depreciated |  | 88,634,253 |  | 1,687,834 |  | $(69,346)$ |  | 90,252,741 |
| Governmental Activities Capital Assets | \$ | 276,262,293 | \$ | 16,622,242 | \$ | $(4,644,209)$ | \$ | 288,240,326 |

# City of Santa Fe, New Mexico <br> Notes to the Financial Statements <br> June 30, 2008 

|  | Beginning Balance |  | Increases |  | Decreases |  | Ending Balance |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Business-type Activities: |  |  |  |  |  |  |  |  |
| Capital Assets not being Depreciated: |  |  |  |  |  |  |  |  |
| Land | \$ | 26,966,063 | \$ | - | \$ | - | \$ | 26,966,063 |
| Construction in Progress |  | 105,909,489 |  | 70,715,727 |  | $(2,554,901)$ |  | 174,070,315 |
| Art |  | 180,971 |  | 5,000 |  | - |  | 185,971 |
| Total Assets not being Depreciated |  | 133,056,523 |  | 70,720,727 |  | (2,554,901) |  | 201,222,349 |
| Capital Assets being Depreciated: |  |  |  |  |  |  |  |  |
| Buildings and Structures |  | 57,866,507 |  | 465,691 |  | - |  | 58,332,198 |
| Improvements |  | 107,945,660 |  | 1,197,055 |  | - |  | 109,142,715 |
| Sewerlines |  | 21,120,966 |  | 1,083,769 |  | - |  | 22,204,735 |
| Equipment and Machinery |  | 13,012,778 |  | 1,677,614 |  | $(215,845)$ |  | 14,474,547 |
| Furniture and Fixtures |  | 794,128 |  | - |  | $(24,623)$ |  | 769,505 |
| Vehicles |  | 18,571,085 |  | 3,048,607 |  | $(1,489,115)$ |  | 20,130,577 |
| Intangible Plant |  | 57,625 |  |  |  | - |  | 57,625 |
| Data Processing and Software |  | 2,523,907 |  | 210,950 |  | $(140,005)$ |  | 2,594,852 |
| Total Assets being Depreciated |  | 221,892,656 |  | 7,683,686 |  | $(1,869,588)$ |  | 227,706,754 |
| Less Accumulated Depreciaton for: |  |  |  |  |  |  |  |  |
| Buildings and Structures |  | $(21,651,990)$ |  | $(939,238)$ |  | - |  | $(22,591,228)$ |
| Improvements |  | $(55,182,345)$ |  | $(6,193,149)$ |  | - |  | $(61,375,494)$ |
| Sewerlines |  | $(12,600,262)$ |  | $(475,554)$ |  | - |  | $(13,075,816)$ |
| Equipment and Machinery |  | $(11,421,502)$ |  | $(829,784)$ |  | 215,850 |  | $(12,035,436)$ |
| Furniture and Fixtures |  | $(707,237)$ |  | $(21,505)$ |  | 19,328 |  | $(709,414)$ |
| Vehicles |  | $(12,874,734)$ |  | $(1,646,109)$ |  | 1,370,133 |  | $(13,150,710)$ |
| Intangible Plant |  | $(57,625)$ |  | - |  | - |  | $(57,625)$ |
| Data Processing and Software |  | $(1,850,200)$ |  | $(180,961)$ |  | 139,176 |  | $(1,891,985)$ |
| Total Accumulated Depreciation |  | (116,345,895) |  | $(10,286,300)$ |  | 1,744,487 |  | $(124,887,708)$ |
| Total Capital Assets being Depreciated |  | 105,546,761 |  | $(2,602,614)$ |  | $(125,101)$ |  | 102,819,046 |
| Business-type Activities Capital Assets | S | 238,603,284 | \$ | 68,118,113 | \$ | $(2,680,002)$ | \$ | 304,041,395 |

## City of Santa Fe, New Mexico

Notes to the Financial Statements
June 30, 2008

## Discretely presented component unit:

|  | Beginning Balance |  | Increases |  | Decreases |  | Ending Balance |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Capital Assets not being Depreciated: |  |  |  |  |  |  |  |  |
| Land | \$ | 835,152 | \$ | 30,000 | \$ | - | \$ | 865,152 |
| Construction In Progress |  | 559,102 |  | 375,886 |  | $(631,385)$ |  | 303,603 |
| Total Capital Assets not being Depreciated |  | 1,394,254 |  | 405,886 |  | $(631,385)$ |  | 1,168,755 |
| Capital Assets being Depreciated: |  |  |  |  |  |  |  |  |
| Buildings and Improvements |  | 26,867,755 |  | 1,224,104 |  | - |  | 28,091,859 |
| Furniture and Fixtures |  | 243,759 |  | - |  | - |  | 243,759 |
| Vehicles |  | 195,309 |  | 23,595 |  | $(9,155)$ |  | 209,749 |
| Machinery and Equipment |  | 199,514 |  | 41,082 |  | - |  | 240,596 |
| Total Capital Assets being Depreciated |  | 27,506,337 |  | 1,288,781 |  | $(9,155)$ |  | 28,785,963 |
| Less: Accumulated Depreciation: |  | $(17,182,779)$ |  | $(1,375,237)$ |  | 9,155 |  | $(18,548,861)$ |
| Total Capital Assets being Depreciated, Net |  | 10,323,558 |  | $(86,456)$ |  | - |  | 10,237,102 |
| Discretely Presented Component Unit Capital Assets, Net | \$ | 11,717,812 | \$ | 319,430 | \$ | $(631,385)$ | \$ | 11,405,857 |

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

## Governmental Activities:

| General Government | $1,785,733$ |
| :--- | ---: |
| Public Safety | 484,732 |
| Highways and Street, excluding depreciation of general infrastructure assets | $5,655,202$ |
| Community Welfare | 80,789 |
| Culture and Recreation | 323,154 |
| Subtotal | $8,329,610$ |

Capital Assets held by the City's Internal Service Funds are charged to the various functions based on their usage of the Assets
Total Depreciation Expense - Governmental Activities
7,980

|  | 7,980 |
| :--- | ---: |
| $\mathbf{S} \quad \mathbf{8 , 3 3 7 , 5 9 0}$ |  |

Business - Type Activities:

| Santa Fe Convention Center | $\mathbf{9 , 4 6 5}$ |
| :--- | ---: |
| Parking Operations | $\mathbf{1 1 8 , 1 2 0}$ |
| Solid Waste Management | 785,641 |
| Waste Water Management | $2,737,400$ |
| Water Management | $3,534,604$ |
| Municipal Recreation Center | $1,332,493$ |
| Genoveva Chavez Community Center | 501,690 |
| Airport | 342,419 |
| Transit Operations | $\mathbf{9 2 4 , 4 6 8}$ |
| eciation Expense - Business-Type Activities | $\mathbf{\$}$ |
| $\mathbf{1 0 , 2 8 6 , 3 0 0}$ |  |

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2008

## Construction commitments:

The City has active construction projects as of June 30, 2008. The projects include street and highway construction, parks and recreation, community welfare, municipal facilities, airport improvements, and water division facilities improvements, waste water management, rail yard infrastructure, parking and transit. At year end the City's commitments with contractors are as follows:

| Project | Spent <br> to Date | Remaining <br> Commitments |  |  |
| :--- | ---: | ---: | ---: | ---: |
| Street and Highway Construction | $\$$ | $30,141,067$ | $\$$ | $5,467,555$ |
| Parks and Recreation |  | $15,809,918$ | 813,432 |  |
| Municipal Facilities Improvements | $6,399,568$ | $1,744,075$ |  |  |
| Railyard Infrstructure | $29,065,653$ | $3,683,493$ |  |  |
| Airport Improvements |  | $10,231,235$ | 187,183 |  |
| Community Welfare | 967,164 | 247,486 |  |  |
| Wastewater Management |  | $6,446,279$ | $1,594,736$ |  |
| Water Division Improvements |  | $22,340,136$ | $5,788,450$ |  |
| Convention Center |  | $52,982,347$ | $11,975,826$ |  |
| Parking |  | $16,164,445$ | 637,528 |  |
| Transit $\quad$ Total |  | $\mathbf{3 , 0 9 4 , 7 3 3}$ |  | $1,284,474$ |

The commitment for streets and highways is being financed by grants from Federal Highway Administration, New Mexico Highway and Transportation Department, New Mexico Department of Finance and Administration, gross receipts tax revenue bonds, and existing resources from aerial photo fund, sewer line extension fund, economic development fund and Tierra Contenta fund, and capital improvements project fund (CIP). The commitment for parks and recreation is being financed by a grant from New Mexico Department of Finance and Administration, gross receipt tax revenue bonds and from existing resources of general fund and Tierra Contenta fund. The commitment for Municipal facilities is being financed by capital improvement project fund and bond issues. The commitment for the Railyard Infrastucture is being financed by notes payable from the New Mexico Finance Authority and multiple grants from Department of Finance and Administration. The commitment for the Airport is financed by the Federal Aviation Administration, bond issue and capital improvement project fund and from the New Mexico Highway and Transportation Department. Community welfare is being financed by a grant from the New Mexico State Agency on Aging. Commitments for the Waste water treatment facility are financed by sewer revenues and existing resources from the CIP fund. Commitments for the Water division are financed by gross receipts tax revenue bonds to be paid back from user fees, grants from state and federal agencies, and loans from the New Mexico Finance Authority. Commitment for the Convention Center is being financed by loans from the New Mexico Finance Authority and transfers from the Convention Center-Lodgers Tax Fund.

# City of Santa Fe, New Mexico <br> Notes to the Financial Statements <br> June 30, 2008 

## E. Endowment

The City of Santa Fe received a $\$ 250,000$ gift for which the principal must remain intact in perpetuity. The principal of these funds are invested to generate distributable income for the Southside Public Library to be used for operation and maintenance of the building.

## F. Inter-fund receivables, payables, and transfers

The composition of interfund balances as of June 30, 2008, is as follows:

|  | Due From Other Funds |  | Due To Other Funds |  |
| :---: | :---: | :---: | :---: | :---: |
| Primary Government: |  |  |  |  |
| General Fund |  |  |  |  |
| Special Revenue Funds: |  |  |  |  |
| Affordable Housing | \$ | 21,821 | \$ | - |
| Senior Citizen Grants |  | 507,087 |  | - |
| Enterprise Funds: |  |  |  |  |
| Municipal Recreation Complex |  | 45,387 |  | - |
| Railyard Property |  | 885,542 |  | - |
| Special Revenue Funds: |  |  |  |  |
| General Fund |  | - |  | 528,908 |
| Capital Projects Funds |  |  |  |  |
| Enterprise: |  |  |  |  |
| Water Management |  | 17,624,545 |  | - |
| Enterprise Funds |  |  |  |  |
| General Fund: |  | - |  | 930,929 |
| Capital Project Funds: |  |  |  |  |
| 1/2\% Gross Receipts Tax |  | - |  | 17,624,545 |
| Total All Funds | S | 19,084,382 | \$ | 19,084,382 |
| Component Unit: |  |  |  |  |
| Enterprise Funds |  |  |  |  |
| Housing Authority | \$ | 489,180 | \$ | - |
| Santa Fe Housing Development Corporation: |  | 500,000 |  | 715,262 |
| Section 8 - Voucher |  | 987,722 |  | 217,213 |
| Mainstream Voucher |  | - |  | 21,507 |
| Cielo Azul |  | 1,626 |  | 503,422 |
| La Cieneguita |  | - |  | 11,890 |
| Region II |  | - |  | 429,084 |
| Mora County |  | - |  | 80,150 |
| Total All Funds | S | 1,978,528 | S | 1,978,528 |

Inter-fund transfers:

| Transfer In From |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Fund <br> Disbursing | General Fund |  | Special <br> Revenue |  | Capital <br> Projects |  | Debt Service |  | Enterprise <br> Funds |  | Internal Service |  | Total |  |
| General Fund | \$ | - | \$ | 3,372,159 | \$ | 221,000 | \$ | 134,200 | \$ | 194,233 | \$ | - | \$ | 3,921,592 |
| Special Revenue |  | 7,354,306 |  | 6,054,564 |  | 1,340,325 |  | 64,959 |  | 1,185,090 |  | - |  | 15,999,244 |
| Capital Projects |  | - |  | 1,897,000 |  | 9,408,521 |  | 17,754,062 |  | 62,072 |  | - |  | 29,121,655 |
| Debt Service |  | - |  | 1,322,492 |  | 9,558,974 |  | - |  | 1,140,934 |  | - |  | 12,022,400 |
| Enterprise Funds |  | 64,500 |  | 15,905,189 |  | 3,218,685 |  | 13,185,000 |  | 5,672 |  | - |  | 32,379,046 |
| Internal Service |  | - |  | - |  | - |  | - |  | - |  | 579,504 |  | 579,504 |
| Total | \$ | 7,418,806 | \$ | 28,551,404 | \$ | 23,747,505 | \$ | 31,138,221 | \$ | 2,588,001 | S | 579,504 | \$ | 94,023,441 |


| Transfer Out To |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Fund Disbursing |  | General <br> Fund | Special <br> Revenue |  | Capital <br> Projects |  | Debt Service |  | Enterprise <br> Funds |  | Internal Service |  | Total |  |
| General Fund | \$ | - | \$ | 7,354,306 | \$ | - | S | - | \$ | 64,500 | \$ |  | \$ | 7,418,806 |
| Special Revenue |  | 3,372,159 |  | 6,054,564 |  | 1,897,000 |  | 1,322,492 |  | 15,905,189 |  | - |  | 28,551,404 |
| Capital Projects |  | 221,000 |  | 1,340,325 |  | 9,408,521 |  | 9,558,974 |  | 3,218,685 |  | - |  | 23,747,505 |
| Debt Service |  | 134,200 |  | 64,959 |  | 17,754,062 |  | - |  | 13,185,000 |  | - |  | 31,138,221 |
| Enterprise Funds |  | 194,233 |  | 1,185,090 |  | 62,072 |  | 1,140,934 |  | 5,672 |  | - |  | 2,588,001 |
| Internal Service |  | - |  | - |  | - |  | - |  | - |  | 579,504 |  | 579,504 |
| Total | \$ | 3,921,592 | \$ | 15,999,244 | \$ | 29,121,655 | \$ | 12,022,400 | \$ | 32,379,046 | \$ | 579,504 | \$ | 94,023,441 |

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

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

# City of Santa Fe, New Mexico <br> Notes to the Financial Statements <br> June 30, 2008 

## G. Leases

## Capital Leases

The City has entered into a lease agreement as lessee for financing the acquisition of communications equipment for the general fund. This lease agreement qualifies as a capital lease for accounting purposes and, therefore, has been recorded at the present value of the future minimum lease payment as of the inception date.

The assets acquired through capital leases are as follows:

| Equipment | $\$$ | $1,167,226$ |
| :--- | :---: | :---: |
| Less: Accumulated Depreciation |  | $(647,180)$ |
| Total | $\mathbf{\$}$ | $\mathbf{5 2 0 , 0 4 6}$ |

The future minimum lease obligation and the net present value of the minimum lease payments as of June 30, 2008, are as follows;

| Years Ending June 30, | General Fund |  |
| :--- | :---: | ---: |
| 2009 | $\$$ | 263,146 |
| 2010 |  | 263,146 |
| Total Minimum Lease Payment |  | 526,292 |
| Less: Amount Representing Interest | $(6,246)$ |  |
| Present Value of Minimum Lease Payments | $\mathbf{\$}$ | $\mathbf{5 2 0 , 0 4 6}$ |

## Operating Leases

The City has operating leases for certain buildings, parking lots, towers, right of way, buses and data processing equipment. The operating leases are renewable annually contingent upon available appropriations. Total costs for such leases were $\$ 1,362,963$ for year ended June 30, 2008. The minimum annual payments are as follows:

| Fiscal <br> Year | General <br> Fund | Parking | Transit | Water | MRC | CIP <br> Adm |  |  |  |
| :---: | ---: | ---: | ---: | ---: | ---: | ---: | ---: | ---: | ---: |
|  |  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |
| 2008 | $\$$ | 468,619 | $\$$ | 446,895 | $\$$ | 279,104 | $\$$ | 7,864 | $\$$ |

City of Santa Fe, New Mexico<br>Notes to the Financial Statements<br>June 30, 2008

## H. Long-Term Debt

Long-term debt of the city at June 30, 2008 consisted of revenue bonds payable solely from gross receipts tax revenues, revenue bonds payable solely from revenues of enterprise funds, general obligation bonds payable solely from property tax revenues, notes payable from gross receipts tax revenues, notes payable from lodger's tax revenues, notes payable from revenues of enterprise funds, capital leases, and compensated absences payable.

During FY 2007-2008 the City issued its first general obligation bonds in twenty-three years. The $\$ 20,000,000$ issue, to be used solely for park improvements, matures in 2027 and carries interest rates from $3.75-5.00 \%$. The City also issued the 2008 GRT CIP bonds in the amount of $\$ 20,135,000$, maturing in 2022 and carrying interest rates from $3.25 \%-5.25 \%$, and the enterprise fund 2008 Convention Center bonds in the amount of $\$ 8,570,000$ payable from lodger's tax, maturing in 2035 and carrying interest rates from $3.25 \%-5.50 \%$.

Also during FY 2007-2008 the City reclassified certain bond issues from governmental debt to enterprise debt to more accurately reflect in the financials the debt related to the construction of certain enterprise fund assets.

Long-term debt of the component units consist of revenue bonds payable solely from the rental revenues in the Santa Fe Housing Development Corporation.

Adjustments to governmental debt are as follows:
Bond Issue Transferred To Adjustment

| Beginning Governmental Debt 7/1/2007: |  |  | S | 164,345,000 |
| :---: | :---: | :---: | :---: | :---: |
| Reclassified Debt: | 2006B | Solid Waste |  | $(14,445,000)$ |
|  | 1997B | Wastewater |  | $(18,600,000)$ |
|  | 2006C | Wastewater |  | $(9,390,000)$ |
|  | Con. Ctr. Bonds | S. F. Convention Center |  | $(42,220,000)$ |
|  | Subtotal Reclassified |  |  | (84,655,000) |
| New debt: | 2008 GRT CIP |  |  | 20,135,000 |
|  | 2008 GO |  |  | 20,000,000 |
|  | Subtotal New |  |  | 40,135,000 |
| Revised Governmental Debt |  |  | \$ | 119,825,000 |
| Annual Governmental Debt Paid |  |  |  | $(7,210,000)$ |
| Ending Governmental Debt 6/30/2008 |  |  | S | 112,615,000 |

# City of Santa Fe, New Mexico <br> Notes to the Financial Statements <br> June 30, 2008 

| Purpose | Interest Rate |  | Amount |
| :--- | :--- | ---: | ---: |
| Governmental activities | $2.00-5.60 \%$ | $\$$ | $109,635,000$ |
| Governmental activities - refunding | $2.75-4.25 \%$ | $\$$ | $2,980,000$ |
| Business-type activities | $3.250-6.00 \%$ | $\$$ | $127,190,000$ |
| Business-type activities - refunding | $4.00-5.00 \%$ | $\$$ | $26,950,000$ |

The beginning net assets were restated as follows:


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

| Years Ended | Governmental Activities |  |  |  | Business - Type Activities |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| June 30 | Principal |  | Interest |  | Principal |  | Interest |  |
| 2009 | \$ | 7,120,000 | \$ | 4,786,649 | \$ | 5,520,000 | \$ | 7,363,035 |
| 2010 |  | 7,075,000 |  | 4,318,323 |  | 5,895,000 |  | 7,071,094 |
| 2011 |  | 6,870,000 |  | 3,980,661 |  | 6,060,000 |  | 6,825,056 |
| 2012 |  | 7,260,000 |  | 3,572,124 |  | 6,400,000 |  | 6,565,669 |
| 2013 |  | 6,625,000 |  | 3,183,794 |  | 6,740,000 |  | 6,279,294 |
| 2014-2018 |  | 36,355,000 |  | 10,678,556 |  | 39,475,000 |  | 26,283,716 |
| 2019-2023 |  | 21,310,000 |  | 2,705,874 |  | 45,245,000 |  | 15,678,981 |
| 2024-2028 |  | - |  | - |  | 18,840,000 |  | 6,953,300 |
| 2029-2033 |  | - |  | - |  | 13,540,000 |  | 3,556,275 |
| 2034-2038 |  | - |  | - |  | 6,425,000 |  | 465,638 |
| Total | \$ | 92,615,000 | S | 33,225,981 | \$ | 154,140,000 | \$ | 87,042,058 |

Notes payable - Primary Government
During fiscal year 2007-2008 the City secured two loans from NMFA to partially fund construction of a regional water system upgrade.

Note payable to NMFA issued on November 2, 2007, for the amount of $\$ 200,000$ at $0 \%$ interest with a maturity date of June 2027 in conjunction with a $\$ 1,800,000$ grant, to partially fund construction of the Buckman Direct Diversion Water Project.

Note payable to NMFA 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. The Drinking Water loan is recognized as an intergovernmental payable as funds are drawn

## City of Santa Fe, New Mexico <br> Notes to the Financial Statements June 30, 2008

down. As of June 30 , 2008, only $\$ 14,686,973$ in available funds had been drawn. The remainder will be reflected as an intergovernmental payable as of June 30, 2009.

The following represents the status as of June 30, 2008.

| Buckman Loan | \$ | 194,996 |
| :---: | :---: | :---: |
| Drinking Water Loan |  | 14,686,973 |
|  |  | 14,881,969 |
| Less: Trust Account Balances |  | - |
| Total Notes Payable |  | 14,881,969 |
| Less: Current Portion |  | $(10,034)$ |
| Total Long Term Notes Payable | \$ | 14,871,935 |

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

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

Note payable to NMFA issued on September 24, 2004 for the amount of $\$ 5,107,652$ at $3.987 \%$ interest with a maturity date of May 2024 for infrastructure improvements related to water and waste water, streets, drainage and traffic at the Railyard Redevelopment Project property.

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

Note payable to NMFA issued on October 20, 2006 for the amount of $\$ 7,642,231$ at $4.273 \%$ interest with a maturity date of October 2026 for infrastructure improvements related to electric, gas and telecommunications utilities at the Railyard Development Project property.

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

# City of Santa Fe, New Mexico <br> Notes to the Financial Statements <br> June 30, 2008 

The following represents the status as of June 30, 2008.

| Railyard Infrastructure | $\$$ | $4,979,625$ |
| :--- | ---: | ---: |
| Railyard Infrastructure |  | 566,149 |
| Railyard Infrastructure |  | $7,642,231$ |
| Railyard Infrastructure | 892,227 |  |
| $\quad$ Less: Trust Account Balances | $14,080,232$ |  |
| Total Notes Payable | $(1,423,472)$ |  |
| $\quad$ Less: Current Portion |  | $12,656,760$ |
| Total Long Term Notes Payable | $\mathbf{\$}$ | $\mathbf{1 2 , 3 6 5 , 1 4 2 )}$ |

A loan from NMFA was secured during fiscal year 2004-2005 for the purpose of purchasing fire vehicles. The loan is to be repaid from State Fire Fund grant revenues utilizing a debt service fund.

Note payable to NMFA issued on January 14, 2005 for the amount of $\$ 1,166,667$ at $2.427 \%$ interest with a maturity date of May 2013 for the purpose of fire engines.

During fiscal year 2005-2006 the City secured an additional loan from NMFA for the purpose of constructing a parking garage on the Railyard property. The Railyard Parking Garage loan will be repaid from parking revenues and a $1 / 16^{\text {th }}$ gross receipts tax.

Note payable to NMFA issued on March 28, 2006 for the amount of $\$ 14,986,587$ at $4.326 \%$ interest with a maturity date of June 12, 2036 for the construction of a parking garage on the Railyard property.

The NMFA notes represent balances available to the City for capital projects. The City makes payments on the entire amount of the notes even if the entire balance has not been drawn. Funds not drawn are kept in a trust account for the City and are applied to principal if the money is not drawn by a specified period.

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

## City of Santa Fe, New Mexico <br> Notes to the Financial Statements <br> June 30, 2008

The following represents the status of the NMFA Fire Vehicle and Parking Garage loans, and the HUD loan as of June 30, 2008:

| Fire Vehicles | \$ | 753,389 |
| :---: | :---: | :---: |
| Parking Garage Loan |  | 14,986,587 |
| HUD Section 108 |  | 297,000 |
|  |  | 16,036,976 |
| Less: Trust Account Balances |  | $(596,377)$ |
| Total Notes Payable |  | 15,440,599 |
| Less: Current Portion |  | (161,971) |
| Total Long Term Notes Payable | \$ | 15,278,628 |

The debt service requirements to maturity for long term notes payable at June 30, 2008 are as follows:

| Years Ended | Governmental Activities |  |  |  | Business - Type Activities |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| June 30 | Principal |  | Interest |  | Principal |  | Interest |  |
| 2009 | \$ | 161,971 | \$ | 634,099 | \$ | 275,176 | \$ | 558,662 |
| 2010 |  | 164,799 |  | 630,888 |  | 1,258,385 |  | 889,093 |
| 2011 |  | 503,148 |  | 627,108 |  | 1,292,836 |  | 786,525 |
| 2012 |  | 519,058 |  | 611,608 |  | 1,329,122 |  | 753,660 |
| 2013 |  | 536,308 |  | 594,777 |  | 1,367,393 |  | 718,912 |
| 2014-2018 |  | 2,108,503 |  | 2,732,882 |  | 7,465,234 |  | 3,005,875 |
| 2019-2023 |  | 2,551,437 |  | 2,293,177 |  | 8,745,209 |  | 1,828,515 |
| 2024-2028 |  | 3,056,099 |  | 1,740,497 |  | 6,783,121 |  | 504,941 |
| 2029-2033 |  | 3,754,558 |  | 1,056,817 |  | 908,752 |  | 15,903 |
| 2034-2038 |  | 2,681,095 |  | 230,693 |  | - |  | - |
| Total | \$ | 16,036,976 | \$ | 11,152,546 | \$ | 29,425,228 | \$ | 9,062,086 |

## Advance and current refunding

No advance or current refunding bonds were issued during FY 2007-2008.

# City of Santa Fe, New Mexico <br> Notes to the Financial Statements <br> June 30, 2008 

## Changes in long-term liabilities

The changes in long-term debt during the year ended June 30, 2008, are as follows:

|  | Oustanding <br> July 1, 2007 |  | Debt <br> Reclassification |  | Additions | Reductions |  | Oustanding <br> June 30, 2008 |  | Due Within One Year |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Governmental Activities: |  |  |  |  |  |  |  |  |  |  |  |
| Revenue Bonds Payable | \$ | 164,345,000 | \$ | $(84,655,000)$ | \$ 20,135,000 | \$ | $(7,210,000)$ | \$ | 92,615,000 | \$ | 7,120,000 |
| General Obligation Bonds Payable |  | - |  | - | 20,000,000 |  | - |  | 20,000,000 |  | - |
| New Mexico Finance Authority Loans |  | 15,881,674 |  | - | - |  | $(141,698)$ |  | 15,739,976 |  | 143,971 |
| HUD Section 108 |  | 298,000 |  | - | - |  | $(1,000)$ |  | 297,000 |  | 18,000 |
| Additional Deferred Amount (premium) |  | 5,264,024 |  | $(3,046,847)$ | 1,631,087 |  | $(253,809)$ |  | 3,594,455 |  | 334,405 |
| Compensated Absences |  | 6,230,931 |  | - | 2,427,535 |  | $(1,812,334)$ |  | 6,846,132 |  | 513,578 |
| Capital Leases |  | 770,795 |  | - | - |  | $(250,749)$ |  | 520,046 |  | 256,933 |
| Governmental Activity |  | 192,790,424 |  | (87,701,847) | 44,193,622 |  | (9,669,590) |  | 139,612,609 |  | 8,386,887 |
| Business - Type Activities: |  |  |  |  |  |  |  |  |  |  |  |
| Convention Center Bonds |  | - |  | 42,220,000 | 8,570,000 |  | $(285,000)$ |  | 50,505,000 |  | 895,000 |
| Water Revenue Bonds |  | 53,785,000 |  | - | - |  | $(3,995,000)$ |  | 49,790,000 |  | 2,105,000 |
| Wastewater Revenue Bonds |  | - |  | 27,990,000 | - |  | $(1,095,000)$ |  | 26,895,000 |  | 1,120,000 |
| Solid Waste Revenue Bonds |  | - |  | 14,445,000 | - |  | $(635,000)$ |  | 13,810,000 |  | 665,000 |
| Municipal Recreation Complex Revenue |  | 13,845,000 |  | - | - |  | $(705,000)$ |  | 13,140,000 |  | 735,000 |
| New Mexico Finance Authority Loans |  | 14,221,135 |  | - | 14,886,973 |  | $(145,907)$ |  | 28,962,201 |  | 275,176 |
| Compensated Absences |  | 2,345,222 |  | - | 1,132,225 |  | $(1,528,054)$ |  | 1,949,393 |  | 487,348 |
| Business - Type Activity | S | 84,196,357 | \$ | 84,655,000 | \$ 24,589,198 | \$ | $(8,388,961)$ | \$ | 185,051,594 | \$ | 6,282,524 |

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, $\$ 110,105$ of internal service funds compensated absences is included in the above amounts. The amount $\$ 513,578$ of compensated absences, due within sixty days after year end is recorded within current liabilities in the governmental funds balance sheet statement, which is based on employees terminations and retirements. This is also the amount of compensated absences due within one year displayed as "long-term liabilities, due within one year" for the governmental activities on the government-wide statement of net assets

## Notes and Bonds Payable - Component Unit

The Santa Fe Housing Development Corporation (SFHDC) Multi-family Mortgage Revenue Refunding Bonds Series 1993A, issue amount $\$ 3,365,000$ were for the purpose of refinancing First Mortgage Revenue Bonds which were used for the construction of 100 units of housing which are occupied by elderly persons who qualify for assistance under Section 8 of HUD. The bonds are to be paid from the rental payments by tenants of the project and payments made by HUD in respect of the Housing Assistance Payment contract. The SFHDC is in compliance with all requirements as outlined in the bond ordinance.

# City of Santa Fe, New Mexico <br> Notes to the Financial Statements <br> June 30, 2008 

The long-term bonds payable debt at June 30, 2008, is as follows:

Santa Fe Housing Development Corporation bonds issued
on December 9, 1993, for $\$ 3,250,000$ at $5.5 \%-6 \%$
interest with a maturity date of February 1,2018

| Total Debt | $\$$ | $2,090,000$ <br> $(135,000)$ |
| :--- | ---: | ---: |
| Less: Current Portion |  | $\mathbf{1 , 9 5 5 , 0 0 0}$ |
| Total Long - Term bonds payable | $\$$ |  |

Total aggregate maturing of the Santa Fe Housing Development Corporation's bonds payable debt at June 30, 2008, is as follows:

| Years Ended <br> June 30, | Principal | Interest |  |  |
| :---: | ---: | ---: | ---: | ---: |
|  |  |  |  |  |
| 2009 | $\$$ | 135,000 | $\$$ | 123,750 |
| 2010 |  | 145,000 | 115,500 |  |
| 2011 | 150,000 | 106,650 |  |  |
| 2012 |  | 165,000 | 97,350 |  |
| $2013-2017$ | 975,000 | 325,500 |  |  |
| 2018 | $\mathbf{5 2 0 , 0 0 0}$ | 28,050 |  |  |
| Total | $\mathbf{\$}$ | $\mathbf{2 , 0 9 0 , 0 0 0}$ | $\$$ | $\mathbf{7 9 6 , 8 0 0}$ |

The Housing Authority entered into a note, a commercial mortgage with a bank, for the purpose of acquiring the Cielo Azul property for $\$ 700,000$ at $6 \%$ interest with a maturity date of October 2034.

The Housing Authority entered into a note, with a Santa Fe church, for the purpose of acquiring the Cielo Azul property for $\$ 500,000$ at $3 \%$ interest. No payment or interest or principal shall be required until October 2009.

The Housing Authority entered into a note, with Los Alamos National Bank, for the purpose of commercial renovation for $\$ 200,000$ at $4.55 \%$ interest with a maturity date of October 31, 2008. No payment of interest shall be required until January 2008 and principal shall be paid in full at maturity. Subsequent to year end, the Authority refinanced the not for $4.25 \%$ interest with principal due at maturity on October 31, 2009. The note is secured with two certificates of deposit, in the amounts of $\$ 150,000$ and $\$ 50,000$.

The Housing Authority assumed a $\$ 109,620$ note with MFA upon being granted ownership of Region II Vouchers. The note has an interest rate of $5.0 \%$ with a maturity date of December 2021.

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2008
The long-term notes payable debt at June 30, 2008, is as follows:

Commercial mortgage
Note to church, plus interest
LANB Note
Due to MFA
Total debt
Less: Current portion
Total Long - Term debt

| $\$$ | 671,373 |
| ---: | ---: |
|  | 541,059 |
|  | 200,000 |
|  | 108,213 |
|  | $1,520,645$ |
|  | $(14,500)$ |
| $\mathbf{\$}$ | $\mathbf{1 , 5 0 6 , 1 4 5}$ |

Total aggregate maturing of the notes payable debt at June 30, 2008, is as follows:

| Years Ended June 30, | Commercial Mortgage |  |  |  | Church Note |  |  |  | LANB Note |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Principal |  | Interest |  | Principal |  | Interest | Principal | Interest |
| 2009 | \$ | 9,454 | \$ | 36,715 | \$ | - | \$ | - | \$ | \$ 7,081 |
| 2010 |  | 10,922 |  | 39,444 |  | 500,000 |  | 75,000 | 200,000 | 4,250 |
| 2011 |  | 11,596 |  | 38,770 |  | - |  | - | - | - |
| 2012 |  | 12,311 |  | 38,055 |  | - |  | - | - |  |
| 2013-2017 |  | 73,925 |  | 177,904 |  | - |  | - | - | - |
| 2018-2022 |  | 99,713 |  | 152,116 |  | - |  | - | - | - |
| 2023-2027 |  | 134,499 |  | 117,330 |  | - |  | - | - | - |
| 2028-2032 |  | 181,418 |  | 70,411 |  | - |  | - | - | - |
| 2033-2035 |  | 137,535 |  | 13,132 |  | - |  | - | - | - |
| Total | \$ | 671,373 | S | 683,877 | \$ | 500,000 | \$ | 75,000 | \$ 200,000 | \$ 11,331 |
| Years Ended |  | MFA N |  |  |  |  |  |  |  |  |
| June 30, |  | Principal |  | Interest |  | Principal |  | Interest |  |  |
| 2009 | \$ | 5,046 | \$ | 5,144 | \$ | 14,500 | \$ | 48,940 |  |  |
| 2010 |  | 6,096 |  | 5,020 |  | 717,018 |  | 123,714 |  |  |
| 2011 |  | 6,408 |  | 4,708 |  | 18,004 |  | 43,478 |  |  |
| 2012 |  | 6,736 |  | 4,380 |  | 19,047 |  | 42,435 |  |  |
| 2013-2017 |  | 39,217 |  | 16,364 |  | 113,142 |  | 194,268 |  |  |
| 2018-2022 |  | 44,710 |  | 5,312 |  | 144,423 |  | 157,428 |  |  |
| 2023-2027 |  | - |  | - |  | 134,499 |  | 117,330 |  |  |
| 2028-2032 |  | - |  | - |  | 181,418 |  | 70,411 |  |  |
| 2033-2035 |  | - |  | - |  | 137,535 |  | 13,132 |  |  |
| Total | \$ | 108,213 | \$ | 40,928 | \$ | 1,479,586 | \$ | 811,136 |  |  |

## Defeased Debt

In prior years, the City defeased certain revenue and other bonds by placing the proceeds of the new bonds in a 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. On June 30, 2008, \$4,730,000 of bonds outstanding are considered defeased.

# City of Santa Fe, New Mexico <br> Notes to the Financial Statements <br> June 30, 2008 

## I. Segment information

Segment information reflects an activity reported as an enterprise fund or another stand-alone entity for which one or more revenue bonds or other revenue-backed debt instruments are outstanding based on a specific identifiable revenue stream pledged in support of the bonds. The City has five such enterprise funds: Waste Water Management, Water Management, Santa Fe Convention Center, Solid Waste Management and the Municipal Recreation Complex (MRC). Waste Water Management, Water Management, and Santa Fe Convention Center are all reported as major funds. Financial segment information for the non-major enterprise funds for Fiscal Year Ended June 30, 2008 is as follows:

Condensed Statement of Net Assets June 30, 2008

|  | Solid Waste |  | MRC |  |
| :---: | :---: | :---: | :---: | :---: |
| Assets: |  |  |  |  |
| Current Assets | \$ | 8,362,416 | \$ | 466,324 |
| Capital Assets |  | 3,482,298 |  | 4,708,061 |
| Total Assets |  | 11,844,714 |  | 5,174,385 |
| Liabilities: |  |  |  |  |
| Current Liabilities |  | 1,529,577 |  | 871,686 |
| Due to Other Funds |  | - |  | 45,387 |
| Noncurrent Liabilities |  | 13,415,135 |  | 12,681,569 |
| Toal Liabilities |  | 14,944,712 |  | 13,598,642 |
| Net Assets: |  |  |  |  |
| Invested in Capital Assets Net of Related Debt |  | $(10,245,518)$ |  | $(8,431,939)$ |
| Restricted |  | 82,184 |  | - |
| Unrestricted |  | 7,063,336 |  | 7,682 |
| Total Net Assets | \$ | (3,099,998) | \$ | (8,424,257) |

Condensed Statement of Revenues, Expenses, and changes in Net Assets June 30, 2008

User Fees
Depreciation
Other Operating Expense
Operating Income
Nonoperating Revenues (expenses): Investment Earnings
Intergovernental
Interest Expense
Other Nonoperating Revenue/(Expenses)
Operating Transfers In/Out
Capital Contributions
Change in Net Assets
Beginning Net Assets
Ending Net Assets

| Solid Waste |  | MRC |
| :---: | :---: | ---: |
| $\$$ | $9,419,575$ | $\$$ |
|  | $(785,641)$ | $(1,055,670$ |
|  | $(8,353,085)$ | $(1,083,393)$ |
|  | 280,849 | $(1,360,216)$ |
|  |  |  |
|  | 287,387 |  |
|  | 343,661 |  |
|  | $(724,533)$ | 73,005 |
|  | 45,687 | $(559,985)$ |
|  | $1,319,258$ | 124,995 |
|  | $1,271,460$ | $1,160,316$ |
|  | $1,552,309$ | 815,764 |
|  | $(4,652,307)$ | $(544,452)$ |
| $\$$ | $(3,099,998)$ | $\$(8,424,257)$ |

# City of Santa Fe, New Mexico <br> Notes to the Financial Statements <br> June 30, 2008 

## Condensed Statement of Cash Flows June 30, 2008

| Net Cash Provided (used) by: | Solid Waste |  | MRC |  |
| :---: | :---: | :---: | :---: | :---: |
|  |  |  |  |  |
| Operating Activities | \$ | 977,686 | \$ | ,172 |
| Noncapital Financing Activities |  | 1,319,258 |  | 749 |
| Capital and Related Financing Activities |  | $(1,734,473)$ |  | 765) |
| Investing Activities |  | 269,695 |  | 217 |
| Net Increase (decrease) |  | 832,166 |  | 627) |
| Beginning Cash and Cash Equivalents |  | 4,950,833 |  | 627 |
| Ending Cash and Cash Equivalents | \$ | 5,782,999 | \$ | - |

## Discretely Presented Component Unit

Condensed Statement of Net Assets June 30, 2008

|  |  | Housing ev. Corp. |  | Cielo <br> Azul |  | Region <br> II |  | Total |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Assets: |  |  |  |  |  |  |  |  |
| Current Assets | \$ | 2,257,031 | \$ | 264,314 | \$ | 421,580 | \$ | 2,942,925 |
| Capital Assets |  | 1,827,150 |  | 1,426,668 |  | 115,717 |  | 3,369,535 |
| Total Assets |  | 4,084,181 |  | 1,690,982 |  | 537,297 |  | 6,312,460 |
| Liabilities: |  |  |  |  |  |  |  |  |
| Current Liabilities |  | 915,298 |  | 13,863 |  | 434,130 |  | 1,363,291 |
| Noncurrent Liabilities |  | 2,155,000 |  | 1,702,978 |  | 103,167 |  | 3,961,145 |
| Total Liabilities |  | 3,070,298 |  | 1,716,841 |  | 537,297 |  | 5,324,436 |
| Net Assets: |  |  |  |  |  |  |  |  |
| Unrestricted |  | $(462,850)$ |  | 214,236 |  | 7,504 |  | $(241,110)$ |
| Invested In Capital Assets, net of related Debt |  | 1,476,733 |  | $(240,095)$ |  | $(7,504)$ |  | 1,229,134 |
| Total Net Assets | \$ | 1,013,883 | \$ | $(25,859)$ | \$ | - | \$ | 988,024 |

## Condensed Statement of Revenues, Expenses, and changes in Net Assets June 30, 2008

Operating Revenues
Operating Expenses
Operating Income (loss)
Nonoperating Revenues (expenses)
Capital Contributions
Change in Net Assets
Capital Contributions-Initial Start Up
Capital Contributions-Closeouts
Beginning Net Assets (deficit)
Ending Net Assets

| Housing Dev. Corp. |  | Cielo <br> AzuI |  | Region <br> II |  | Total |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| \$ | 739,336 | \$ | 150,780 | \$ | 504,713 | \$ 1,394,829 |
|  | $(783,881)$ |  | $(66,229)$ |  | $(490,325)$ | (1,340,435) |
|  | $(44,545)$ |  | 84,551 |  | 14,388 | 54,394 |
|  | $(60,693)$ |  | $(54,673)$ |  | 42 | $(115,324)$ |


| $(105,238)$ | 29,878 | 14,430 | $(60,930)$ |  |
| ---: | ---: | ---: | ---: | ---: |
|  | - | - | 72,733 | 72,733 |
|  | - | - | $(87,163)$ | $(87,163)$ |
| $1,119,121$ | $(55,737)$ | - | $1,063,384$ |  |
| $\mathbf{\$ 1 , 0 1 3 , 8 8 3}$ | $\mathbf{S}$ | $\mathbf{( 2 5 , 8 5 9})$ | $\mathbf{\$}$ | - |

City of Santa Fe , New Mexico
Notes to the Financial Statements June 30, 2008

Condensed Statement of Cash Flows June 30, 2008

|  |  | Housing ev. Corp. |  | Cielo <br> Azul |  | Region II |  | Total |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Net Cash Provided (used) by: |  |  |  |  |  |  |  |  |
| Operating Activities | \$ | 768,633 | \$ | 130,310 | \$ | 360,313 | \$ | 1,259,256 |
| Capital and Related Financing Activities |  | $(689,598)$ |  | - |  | - |  | $(689,598)$ |
| Non Capital Financing Activities |  | $(49,165)$ |  | $(46,163)$ |  | $(19,345)$ |  | $(114,673)$ |
| Investing Activities |  | 58,472 |  | 1,606 |  | 80,612 |  | 140,690 |
| Net Increase (decrease) |  | 88,342 |  | 85,753 |  | 421,580 |  | 595,675 |
| Beginning Cash and Cash Equivalents |  | 1,654,674 |  | 171,032 |  | - |  | 1,825,706 |
| Ending Cash and Cash Equivalents | \$ | 1,743,016 | \$ | 256,785 | \$ | 421,580 | \$ | 2,421,381 |

## V. Other information

## A. Risk management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters for which the City carries various insurance. The City administers its insurance coverage through the Risk Management Office. The Risk Management Fund, Santa Fe Health Fund, Worker's Compensation Fund, and Retiree Health Care 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, 2008; such inter-fund premiums did not exceed reimbursable expenditures.

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

The Santa Fe Health 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 $\$ 200,000$ 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 $\$ 350,000$ with a $\$ 1,000,000$ statutory limit.

The Retiree Health Care Fund accounts for the City's employer and employee contributions to the New Mexico Retiree Health Care Authority (NMRHCA). The Retiree Health Care Authority provides eligible retirees, their spouses, dependents, and surviving spouses and dependents with health insurance. The City became a participating employer with the New

# City of Santa Fe, New Mexico <br> Notes to the Financial Statements <br> June 30, 2008 

Mexico Retiree Health Care Authority on July 1, 2005. The City is required to contribute $1.3 \%$ of total payroll, and active employees contribute $.65 \%$ of their salary. (Also see Note E. Other post employment benefits)

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 coverages 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 <br> Payment |  | Balance at <br> Fiscal Year End |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 2006-2007 |  |  |  |  |  |  |  |  |
| Risk Management Fund | \$ | 2,605,000 | \$ | 1,263,020 | \$ | 1,073,545 | \$ | 2,794,475 |
| Santa Fe Health Fund |  | 1,376,947 |  | 9,998,415 |  | 10,002,573 |  | 1,372,789 |
| Workers' Compensation Fund |  | 2,355,000 |  | 654,658 |  | 709,226 |  | 2,300,432 |
| Retiree Health Care Fund |  | 404,981 |  | - |  | 404,981 |  | - |
|  | \$ | 6,741,928 | S | 11,916,093 | \$ | 12,190,325 | S | 6,467,696 |
| 2007-2008 |  |  |  |  |  |  |  |  |
| Risk Management Fund | \$ | 2,794,475 | S | 1,207,995 | \$ | 1,140,251 | \$ | 2,862,219 |
| Santa Fe Health Fund |  | 1,372,789 |  | 11,189,778 |  | 11,447,934 |  | 1,114,633 |
| Workers' Compensation Fund |  | 2,300,432 |  | 812,132 |  | 868,229 |  | 2,244,335 |
|  | \$ | 6,467,696 | \$ | 13,209,905 | \$ | 13,456,414 | \$ | 6,221,187 |

## B. Related party transaction

The Santa Fe Civic Housing Authority assisted in the establishment of the non-profit entities Casas de Buena Ventura and La Cienegita Elderly Housing Corporation. These entities maintain separate Boards. However, there are certain Housing Authority employees who sit on the Boards. The Housing Authority exercises no authority or control over these non-profit organizations. In addition, the individual contracted to maintain the records for the Housing

City of Santa Fe, New Mexico<br>Notes to the Financial Statements<br>June 30, 2008

Development Fund is related by marriage to the executive director. The contract was awarded via competitive bid by the past executive director.

The Housing Authority performs all accounting and administrative functions for La Cienegita Elderly Housing which was opened on October 18, 2000.

## C. Contingent liabilities

The City receives significant financial assistance from federal and state sources in the form of grants and entitlements. The disbursements of the funds received are generally limited to specific compliance requirements as specified in the grant agreement. During the period under audit, the City also had its grants audited under the audit requirements of the Office of Management and Budgets Circular A-133 and the U. S. Department of Housing and Urban Development. The Federal agencies reserve the right to review the scope of the audit and conduct a follow-up review if deemed necessary. Any disallowed claims resulting from such audits could become a liability of the general fund or any other applicable City fund. The City, however, believes that liabilities resulting from disallowed claims, if any, would not have a material effect on the City's financial position at June 30, 2008.

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.

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

## D. 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, 165 Caja Del Rio Road, Santa Fe, NM 87502-6189.

City of Santa Fe, New Mexico
Notes to the Financial Statements
June 30, 2008
Under the authorization of the New Mexico State Statute 11-1-1 through 11-1-7 and pursuant to the New Mexico Enhanced 911 Act 63-9D-41, the City of Santa Fe joined the County of Santa Fe to jointly undertake their powers to operate and manage the Regional Emergency Communications Center District (RECC) to provide a more efficient and cost-effective method of providing centralized emergency enhanced 911 dispatch services to the region. The RECC was established as of July 1, 2002 as a public entity separate from the City or County. The Board of Directors consist of the City Manager, the City Police Chief, the City Fire chief, the County Manager, the County Sheriff, the County Fire Chief, and one member appointed by the City and County Managers to represent the community at-large. The operations physically lease space in a new County facility. The City provided funding for $69 \%$ of the expenses and the County provided $31 \%$, an allocation which will be reviewed after a year of operations to be based on the number of calls received from each jurisdiction.

The salaries for the Director, the ITT Manager, and the initial equipment were shared equally by the City and County. The City provides the fiscal agent services. The current City and County dispatch employees became employees of the RECC.

The RECC Agency has its own financial statements as a separate entity, audited on an annual basis. The City serves as the fiscal agent. Complete financial statements for the Agency may be obtained at the Regional Emergency Communications Center, South highway 14 No. 35 Camino Justicia, Santa Fe, NM 87508.

## E. Post-employment benefits- State Retiree Health Care Plan

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

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

The RHCA issues a publicly available stand-alone financial report that includes financial statements and required supplementary information for the post employment healthcare plan.

# City of Santa Fe, New Mexico <br> Notes to the Financial Statements <br> June 30, 2008 

The report and further information can be obtained in writing to the Retiree Health Care Authority at 4308 Carlisle Blvd. NE, Suite 104, Albuquerque, NM 87107.

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

The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of the participating employers and their employees. The statute requires each participating employer to contribute $1.3 \%$ of each participating employee's annual salary; each participating employee is required to contribute $.65 \%$ of their salary.

Employers joining the program after 01/01/98 are also required to make a surplus-amount contribution to the RHCA based on one of two formulas at agreed-upon intervals.

The RHCA plan is financed on a pay-as-you-go basis. The employer, employee and retiree contributions are required to be remitted to the RHCA on a monthly basis. The statutory requirements for the contributions can be changed by the New Mexico State Legislature.

## F. Pension plan - Public Employers Retirement Association

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

Funding Policy. State statutes require that plan members who are police officers contribute $16.30 \%$ of their gross salary, fire fighters contribute $16.20 \%$ and regular employees contribute $13.15 \%$. The City is required by state statute to contribute as follows:

1) $21.25 \%$ of fire fighters' salaries, however, as an employee benefit, the City elected to contribute $33.40 \%$ to the fire fighters' $4.050 \%$ contribution.

## City of Santa Fe, New Mexico <br> Notes to the Financial Statements <br> June 30, 2008

2) $9.15 \%$ of regular employee salaries, however, as an employee benefit, the City elected to adopt the $75 \%$ pick-up provision allowed by state statute thereby contributing $19.0125 \%$ to the regular employees' $3.2875 \%$ contribution.
3) $18.5 \%$ of police officer's salaries, however, as an employee benefit, the City elected to contribute $26.65 \%$ to the police officers' $8.15 \%$ contribution.

The requirements specified under the statute could be amended by acts of the legislature. The City's contributions to PERA for the years ending June 30, 2007, 2006, and 2005, were $\$ 11,314,609, \$ 10,600,538$, and $\$ 10,725,681$, equal to the required contribution.

## G. 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. The City, 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.

As of June 30, 2008, there were ten series of Industrial Revenue Bonds authorized, of which two were issued prior to July 1, 1995. The Tierra Contenta bonds in 1998 were issued to finance the acquisition and construction of infrastructure improvements for a housing and commercial development and will be paid off November 2008. The Ridgetop Road LLC bonds issued in 2007 were to finance construction of a commercial development and a new headquarters for Thornburg Mortgage Advisory Corporation.

The City has issued Mortgage Revenue bonds to enable the City to provide a program to assist purchasers in qualifying for home ownership and provide lower mortgage interest rates. Local banks and mortgagors participate in the program. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Neither the City or the State, or 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.

As of June 30, 2008, there were three series of Mortgage Revenue Bonds outstanding: 1995A, 1995B1 and 1995B2. The aggregate principal amount payable for these issues was $\$ 30,500,000$. The first series, Single Family Mortgage Revenue Bonds - FNMA and GNMA Mortgage Backed Securities Program - Series 1995A - with an outstanding principal amount payable of $\$ 1,855,000$, is for the purpose of acquiring single pool guaranteed mortgage passthrough securities guaranteed by the Federal National Mortgage Association. Series 1995B1 and 1995B2, Single Family Mortgage with outstanding amounts payable of $\$ 1,225,000$ and $\$ 3,232,700$ respectively, are for the purpose of financing a single family mortgage loan program with the City.

# City of Santa Fe, New Mexico <br> Notes to the Financial Statements <br> June 30, 2008 

## H. Subsequent Events

On December 18, 2008, the City of Santa Fe issued the $\$ 22,760,000$ GRT Refunding Revenue bonds, Series 2008 B , for the purpose of refunding the GRT Refunding and Improvement Revenue Bonds, Series 1997A, and the GRT Revenue Bonds, Series 1999, in full. This refunding will generate a net present value cash flow savings of $\$ 957,113$.

Beginning March 2009, an $8.2 \%$ water rate increase will go into effect for five years to finance the City's ten-year water plan, the largest component of which is the regional $\$ 200$ million Buckman Direct Diversion Water Project. Both the plan and the water rate will be re-evaluated regularly.

The City is reporting a possible loss from it's investment in the New Mexico Local Government Investment Pool. The City regularly invests available cash in the NMLGIP as allowed under State Statute, and has done so for a number of years. In September 2008, NMLGIP reportedly had $23 \%$ of the pool ( $\$ 281.7$ million) invested in the Reserve Primary Fund, one of the country's oldest and AAAm rated money markets funds. On September 17, 2008, Standard \& Poor's lowered the Reserve Primary Fund rating from AAAm to Dm because of exposure to Lehman Brothers Holdings, Inc., and a material decline in net assets. The rating for the Reserve was completely withdrawn on January 6, 2009. As the NM LGIP worked to develop a plan for its investors to handle the projected losses, Standard \& Poor's dropped the pool's rating from AAAm to Dm and back to AAAm, all on March 5, 2009.

Finally accepted by Standard \& Poor's was an NM LGIP plan to create a Reserve Contingency Fund to hold that portion of a participant's pool holdings that were attributable to the Reserve position as of September 15, 2008, that had not yet been recovered. NM GLIP has reported that $85 \%$ of the funds have been recovered. Funds held in this non-interest bearing account will remain restricted and unavailable until recovery of the final payout amount from the Reserve and the final reconciliation by NM LGIP.

The City's position in the pool on September 15,2008 , was $\$ 41,500,324$. The City has been informed by NM LGIP that it has placed $\$ 1,421,343$ of the City's funds (3.425\% of the City's position) in the Reserve Contingency Fund. If the Reserve Primary Fund distributes no more than it's presently indicated maximum of 91.72 cents on the dollar, the City's loss will be at least $\$ 785,000$ plus any allocation of expenses connected with settling the NM LGIP claims for restitution. It is possible the loss could be greater if the Reserve Primary Fund is unable to distribute the maximum payout amount.

During the latter part of 2008 and into 2009, significant declines in fair value occurred in worldwide securities markets and various real estate markets. The general economy is in recession. The City has seen some impact on gross receipts tax, lodger's tax and certain other revenue categories during periods subsequent to June 30, 2008. City management has responded with various actions including budget, project and policy adjustments and continues to review future plans and budgets. Current economic conditions are volatile, difficult to predict and subject to ongoing changes which may affect the current financial condition and results of operations in the future.

# City of Santa Fe, New Mexico Notes to the Financial Statements June 30, 2008 

## I. New Pronouncements

In June 2004, GASB issued Statement No. 45, Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions (GASB 45). This Statement addresses how state and local governments should account for and report their costs and obligations related to postemployment healthcare and other non-pension benefits that are commonly referred to as other postemployment benefits, or OPEB. This Statement requires that state and local governmental employers account for and report the annual cost of OPEB and the outstanding obligations and commitments related to OPEB in their basic financial statements. The City adopted this Statement for fiscal year ending June 30, 2008.

The GASB has issued two new standards, GASB No. 49 Accounting and Financial reporting for Pollution Remediation Obligations, effective for fiscal year 2009. The statement addresses accounting and financial reporting standards for pollution remediation obligations of existing pollution activities such as site assessments and cleanups.

GASB No, 51 Accounting and Financial Reporting for Intangible Assets is effective for financial statements for fiscal year 2010. The statement establishes accounting and financial reporting requirements for intangible assets and eliminates reporting inconsistencies in practice for intangible assets.

The City is considering the effects of these new standards on its financial reporting for future periods.

Supplementary Information

## 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 3-38-13 to 24 NMSA 1978

Mortgage Refund Residual - to account for the proceeds from the City of Santa Fe Single Family Mortgage Bond Refunding Issue. Joint multi-city bond issue.
Santa Fe Business Incubator - to account for New Mexico Severance Tax bond proceeds to be utilized for promotion of economic development. Section 5-10-1 to 13 NMSA 1978

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 24-10A-1 to 9 NMSA 1978
Environmental Services - to account for 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 grant funds and service charges received for the purpose of developing public awareness on crime prevention, administering DWI programs and public safety related expenditures. Section 29-13-1 to 9 NMSA 1978
Resource Conservation - to account for funds pooled for an emergency program to reduce the use of potable water during a critical drought period by resolution number 2002-05.
City Drainage Projects - to account for expenditures related to federal drainage projects.
Impact Fee Fund/Projects - to account for the collection of arterial impact fees and signalization impact fees collected by the City and the projects they fund. Section 5-8-4 NMSA 1978
Transportation Grants - to account for grant funds received through the State of New Mexico for purposes of designing and implementing multi-modal transportation planning programs. Section 3-52-14 NMSA 1978

Community Development Grants - to account for 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
Affordable Housing Program - to account for Federal and State grants used to provide affordable housing programs.
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 - to account for grants from the National Endowment for the Arts Foundation administered by the Santa Fe Arts Commission.
Plaza Use - to account for funds appropriated for planning the use of the Plaza area. This fund was established by Resolution No. 1981-19.
Public Facilities Purchase Fund - to account for money donated by subdividers in lieu of land contributions per Ordinance No. 1982-11. State law requires the contributions from subdividers in order to enable the development of public facilities in new subdivisions.
Quality of Life Project - to account for a portion of gross receipts taxes collected by the State of New Mexico per Ordinance 1993-40. The proceeds are used to fund projects in the areas of recreation, open space acquisition, libraries and parks.

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

Tierra Contenta - to account for the sale and construction of affordable housing. Associated with mortgage agreement.

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

## CITY OF SANTA FE, NEW MEXICO <br> Combining Balance Sheet <br> Nonmajor Governmental Funds June 30, 2008

|  | Special <br> Revenue |  | Capital <br> Projects |  | Totals |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Assets |  |  |  |  |  |  |
| Cash, investments and cash equivalents |  | 22,417,430 | \$ | 28,239,704 | \$ | 50,657,134 |
| Restricted cash, cash equivalents and investments: Restricted for endowment |  | 250,000 |  | - |  | 250,000 |
| Receivables: |  |  |  |  |  |  |
| State-shared taxes |  | 2,439,711 |  | 2,875,705 |  | 5,315,416 |
| Grants |  | 1,349,656 |  | 5,000,471 |  | 6,350,127 |
| Due from other funds |  | 613,804 |  | 17,624,545 |  | 18,238,349 |
| Interest |  | 99,193 |  | 125,999 |  | 225,192 |
| Other receivables (net of allowances) |  | 2,859,418 |  | - |  | 2,859,418 |
| Prepaid Expenses |  | 28,684 |  | - |  | 28,684 |
| Total assets | \$ | 30,057,896 | \$ | 53,866,424 | \$ | 83,924,320 |
| Liabilities and Fund Balances |  |  |  |  |  |  |
| Liabilities: |  |  |  |  |  |  |
| Accounts payable | \$ | 1,340,348 | \$ | 1,818,592 | \$ | 3,158,940 |
| Compensated absences payable |  | - |  | 40,628 |  | 40,628 |
| Accrued wages payable |  | 469,957 |  | 186,482 |  | 656,439 |
| Due to other funds |  | 1,142,712 |  | - |  | 1,142,712 |
| Deferred unearned revenue |  | 2,612,602 |  | - |  | 2,612,602 |
| Deposits and escrows |  | 544,521 |  | 100,000 |  | 644,521 |
| Total liabilities |  | 6,110,140 |  | 2,145,702 |  | 8,255,842 |
| Fund balances: |  |  |  |  |  |  |
| Reserved for encumbrances/endowment |  | 3,502,642 |  | - |  | 3,502,642 |
| Unreserved - undesignated |  | 20,445,114 |  | 51,720,722 |  | 72,165,836 |
| Total fund balances |  | 23,947,756 |  | 51,720,722 |  | 75,668,478 |
| Total liabilities and fund balances | \$ | 30,057,896 | \$ | 53,866,424 | \$ | 83,924,320 |


|  | CITY OF SANTA FE, NEW MEXICO <br> Combining Statement of Revenues, Expenditures <br> and Changes In Fund Balances <br> Nonmajor Governmental Funds |  |  |  |
| :--- | :--- | :--- | :--- | :--- |
| For the Year Ended June |  |  |  |  |
|  |  |  |  |  |

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|  |  |  |  |  |  | Assets |  |
| :--- | :--- | :--- | :--- | :--- | :--- | :--- | :--- |



CITY OF SANTA FE, NEW MEXICO
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Governmental Funds
Special Revenue Funds
For the Year Ended June 30, 2008

| Revenues |  |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Taxes | InterGovernmental Revenue | Fees and Charges for Services | Rents, Royaltes an Joncession! | Investment Income |  | Sale of Capital ssets/Land | Other | Total Revenue |
| Primary Government: |  |  |  |  |  |  |  |  |  |
| General Government: |  |  |  |  |  |  |  |  |  |
| Capital Equipment Reserve | \$ | \$ | \$ | \$ | \$ 13,460 | \$ | 42,601 | \$ | \$ 56,061 |
| Franchise Fee | 19,991 | - | - | - | \| - |  | - | - | 19,991 |
| Economic Development | - | 20,487 | - | 32,739 | 109,553 |  | 100,000 | - | 262,779 |
| Lodger's Tax Fund | 8,797,321 | 114,282 | 1,035 | - | 286,756 |  | - | 58,321 | 9,257,715 |
| Santa Fe Business Incubato | - | - | - | - | 1,482 |  | - | - | 1,482 |
| 1/2\% Gross Receipts Tax | 15,676,521 | - | - | - | 89,607 |  | - | - | 15,766,208 |
| Total General Government | 24,493,833 | 134,769 | 1,035 | 32,739 | 500,938 |  | 142,601 | 58,321 | 25,364,236 |
| Public Safety: |  |  |  |  |  |  |  |  |  |
| Animal Services | - | - | 18,752 | - | 3,330 |  | - | 22,495 | 44,577 |
| Emergency Service Grants | 1,839,698 | 636,014 | - | - | 84,340 |  | - | 915 | 2,560,967 |
| Environmental Services | - | 10,992 | - | - | - |  | - | - | 10,992 |
| Law Enforcement Grants | 2,033,227 | 385,699 | 361,781 | - | 33,950 |  | - | 134,460 | 2,949,117 |
| Total Public Safety | 3,872,925 | 1,032,705 | 380,533 | - | 121,620 |  | - | 157,870 | 5,565,653 |
| Public Works: |  |  |  |  |  |  |  |  |  |
| City Drainage Projects | - | - | 474,924 | - | 10,161 |  | - | - | 485,085 |
| Impact Fee Projects | - | - | - | - | 41,871 |  | - | - | 41,871 |
| Impact Fee | - | - | 1,420,265 | - | 138,442 |  | - | - | 1,558,707 |
| Transportation Grants | - | 210,213 | - | - | 14,752 |  | - | - | 224,965 |
| Total Public Works | - | 210,213 | 1,895,189 | - | 205,226 |  | - | - | 2,310,628 |
| Communlty Development: |  |  |  |  |  |  |  |  |  |
| Community Development Gr | - | 1,335,800 | 60,267 | 990 | 38,566 |  | - | 80 | 1,435,703 |
| Affordable Housing Program | - | 66,732 | - | - | - |  | - | 1,562 | 68,294 |
| Senior Citizen Grants | - | 2,172,656 | 117,560 | - | - |  | - | 10,714 | 2,300,930 |
| Total Community Developn | - | 3,575,188 | 177,827 | 990 | 38,566 |  | - | 12,356 | 3,804,927 |
| Culture and Recreation: |  |  |  |  |  |  |  |  |  |
| Historic Preservation Grant | - | 19,000 | 10,081 | - | 3,228 |  | - | - | 32,309 |
| Library | - | 47,261 | - | - | 39,548 |  | - | 6,090 | 92,899 |
| NEA Grants | - | 38,060 | - | - | ! - |  | - | 43,413 | 81,473 |
| Plaza Use | - | - | - | - | 1,476 |  | - | 21,808 | 23,284 |
| Public Facilities Purchase | - | 124,760 | - | - | 2,530 |  | - | - | 127,290 |
| Quality of Life Project | - | - | - | - | 23,899 |  | - | - | 23,899 |
| Recreation Grants | 38,014 | 26,860 | 98,010 | - | 41,136 |  | - | - | 204,020 |
| Land Development | - | - | - | - | 92,466 |  | - | 206,460 | 298,926 |
| Special Recreation Leagues | - | - | - | - | 5,169 |  | - | 60,659 | 65,828 |
| Total Culture and Recreatic | 38,014 | 255,941 | 108,091 | - | 209,452 |  | - | 338,430 | 949,928 |
| Totals - June 30, 2008 | \$ 28,404,772 | \$ 5,208,816 | \$ 2,562,675 | \$ 33,729 | \$ 1,075,802 | \$ | 142,601 | \$ 566,977 | \$ 37,996,372 |


| Expenditures |  |  |  | Other Financing Sources (Uses) |  |  | Fund Balance |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Current | Capital Outlay | Total Expenditures | Excess (Deflelency) of Revenues Over Expenditures |  | Transfers In | Transfers (Out) | Net change in Fund Balances | Beginning of Year | End of Year |
| \$ 15,116 | \$ 407.114 | \$ 422,230 | \$ $(366,169)$ | \$ | 1,007,414 | \$ (19,580) | \$ 621,665 | \$ 59,284 | \$ 680,949 |
| 13,334 | - | 13,334 | 6,657 |  | - | $(68,667)$ | $(62,010)$ | 69,805 | 7,795 |
| 767,277 | 78,489 | 845,766 | $(582,987)$ |  | 398,888 | - | $(184,099)$ | 2,114,053 | 1,929,954 |
| 3,853,286 | 22,573 | 3,875,859 | 5,381,856 |  | 437,000 | $(4,666,274)$ | 1,152,582 | 4,378,421 | 5,531,003 |
| - | - | - | 1,482 |  | - | : - | 1,482 | 29,646 | 31,128 |
| - | - | - | 15,766,208 |  | 1,185,090 | (15,317,370) | 1,633,928 | 3,516,753 | 5,150,681 |
| 4,649,013 | 508,176 | 5,157,189 | 20,207,047 |  | 3,028,392 | (20,071,891) | 3,163,548 | 10,167,962 | 13,331,510 |
| 16,015 | 59,444 | 75,459 | $(30,882)$ |  | - | - | $(30,882)$ | 87,322 | 56,440 |
| 1,087,284 | 1,645,974 | 2,733,258 | $(172,291)$ |  | 2,031,310 | $(1,964,033)$ | $(105,014)$ | 1,439,975 | 1,334,961 |
| 9,712 | - | 9,712 | 1,280 |  | - | - | 1,280 | $(1,189)$ | 91 |
| 2,429,056 | 1,928,157 | 4,357,213 | $(1,408,096)$ |  | 2,093,387 | $(448,000)$ | 237,291 | 1,138,740 | 1,376,031 |
| 3,542,067 | 3,633,575 | 7,175,642 | $(1,609,989)$ |  | 4,124,697 | $(2,412,033)$ | 102,675 | 2,664,848 | 2,767,523 |
| 374,435 | 21,466 | 395,901 | 89,184 |  | - | - | 89,184 | 228,742 | 317,926 |
| 80,440 | - | 80,440 | $(38,569)$ |  | 1,711,657 | - | 1,673,088 | 568,132 | 2,241,220 |
| - | - | - | 1,558,707 |  | - | $(5,075,233)$ | $(3,516,526)$ | 3,516,526 | - |
| 397,688 | 1,867 | 399,555 | $(174,590)$ |  | 140,612 | $(152,379)$ | $(186,357)$ | 616,758 | 430,401 |
| 852,563 | 23,333 | 875,896 | 1,434,732 |  | 1,852,269 | $(5,227,612)$ | $(1,940,611)$ | 4,930,158 | 2,989,547 |
| 2,070,185 | 24,732 | 2,094,917 | $(659,214)$ |  | 1,005,463 | $(130,000)$ | 216,249 | 608,425 | 824,674 |
| 65,827 | - | 65,827 | 2,467 |  | - | - | 2,467 | 1,396 | 3,863 |
| 4,084,705 | 390,445 | 4,475,150 | $(2,174,220)$ |  | 2,393,084 | $(183,282)$ | 35,582 | 42,630 | 78,212 |
| 6,220,717 | 415,177 | 6,635,894 | (2,830,967) |  | 3,398,547 | $(313,282)$ | 254,298 | 652,451 | 906,749 |
| 7,137 | - | 7,137 | 25,172 |  | - | - | 25,172 | 62,195 | 87,367 |
| 848,083 | 10,773 | 858,856 | $(765,957)$ |  | 852,600 | - | 86,643 | 670,426 | 757,069 |
| 125,562 | - | 125,562 | $(44,089)$ |  | 27,000 | - | $(17,089)$ | 24,333 | 7,244 |
| 27,137 | - | 27,137 | $(3,853)$ |  | - | - | $(3,853)$ | 27,651 | 23,798 |
| 124,761 | - | 124,761 | 2,529 |  | - | - | 2,529 | 50,620 | 53,149 |
| 452,420 | 60,499 | 512,919 | $(489,020)$ |  | 1,033,970 | $(526,586)$ | 18,364 | 412,011 | 430,375 |
| 1,841,297 | 5,283 | 1,846,580 | $(1,642,560)$ |  | 1,681,769 | - - | 39,209 | 575,394 | 614,603 |
| 155,792 | 206,460 | 362,252 | $(63,326)$ |  | - | - | $(63,326)$ | 1,930,876 | 1,867,550 |
| 51,107 | - | 51,107 | 14,721 |  | - | - | 14,721 | 96,551 | 111,272 |
| 3,633,296 | 283,015 | 3,916,311 | $(2,966,383)$ |  | 3,595,339 | $(526,586)$ | 102,370 | 3,850,057 | 3,952,427 |



CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue
Capital Equipment Reserve
For the Year Ended June 30, 2008

|  | Budgeted Amounts |  |  |  | Actual |  | Variance with Final BudgetPositive (Negative) |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Original |  | Final |  |  |  |  |  |
| Revenues: |  |  |  |  |  |  |  |  |
| Investment income | \$ | 3,000 | \$ | 3,000 | \$ | 13,460 | \$ | 10,460 |
| Total revenues |  | 3,000 |  | 3,000 |  | 13,460 |  | 10,460 |
| Expenditures: |  |  |  |  |  |  |  |  |
| General government: |  |  |  |  |  |  |  |  |
| Current |  | 8,790 |  | 14,778 |  | 15,116 |  | (338) |
| Capital outlay |  | 319,062 |  | 1,063,420 |  | 407,114 |  | 656,306 |
| Total expenditures |  | 327,852 |  | 1,078,198 |  | 422,230 |  | 655,968 |
| Excess (deficiency) of revenues over expenditures |  | $(324,852)$ |  | $(1,075,198)$ |  | $(408,770)$ |  | 666,428 |
| Other financing sources (uses): |  |  |  |  |  |  |  |  |
| Sale of capital assets |  | - |  | 42,601 |  | 42,601 |  | - |
| Transfers in |  | 209,400 |  | 1,007,414 |  | 1,007,414 |  | - |
| Transfers out |  | - |  | $(19,580)$ |  | $(19,580)$ |  | - |
| Total other financing sources (uses) |  | 209,400 |  | 1,030,435 |  | 1,030,435 |  | - |
| Net change in fund balance |  | $(115,452)$ |  | $(44,763)$ |  | 621,665 |  | 666,428 |
| Fund balance, beginning of year |  | 59,284 |  | 59,284 |  | 59,284 |  | - |
| Fund balance, end of year | \$ | $(56,168)$ | \$ | 14,521 | \$ | 680,949 | \$ | 666,428 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Special Revenue
Franchise Fee
For the Year Ended June 30, 2008


CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue
Economic Development
For the Year Ended June 30, 2008


CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue Lodger's Tax Fund
For the Year Ended June 30, 2008

|  | Budgeted Amounts |  |  |  | Actual |  | Variance With Final BudgetPositive (Negative) |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Original |  | Final |  |  |  |  |
| Revenues: |  |  |  |  |  |  |  |  |
| Taxes | \$ | 8,560,015 | \$ | 8,937,693 | \$ | 8,797,321 | \$ | $(140,372)$ |
| Licenses and permits |  | - |  | - |  | 1,035 |  | 1,035 |
| Intergovernmental |  | 32,000 |  | 174,128 |  | 114,282 |  | $(59,846)$ |
| Investment income |  | 87,454 |  | 138,354 |  | 286,756 |  | 148,402 |
| Other |  | 100,000 |  | 104,320 |  | 58,321 |  | $(45,999)$ |
| Total revenues |  | 8,779,469 |  | 9,354,495 |  | 9,257,715 |  | $(96,780)$ |
| Expenditures: |  |  |  |  |  |  |  |  |
| General government: |  |  |  |  |  |  |  |  |
| Current |  | 3,974,521 |  | 5,219,948 |  | 3,853,286 |  | 1,366,662 |
| Capital outlay |  | 28,447 |  | 64,570 |  | 22,573 |  | 41,997 |
| Total expenditures |  | 4,002,968 |  | 5,284,518 |  | 3,875,859 |  | 1,408,659 |
| Excess (deficiency) of revenues over expenditures |  | 4,776,501 |  | 4,069,977 |  | 5,381,856 |  | 1,311,879 |
| Other financing sources (uses): |  |  |  |  |  |  |  |  |
| Transfers in |  | 25,000 |  | 437,000 |  | 437,000 |  | - |
| Transfers out |  | $(4,566,274)$ |  | $(4,666,274)$ |  | $(4,666,274)$ |  | - |
| Total other financing sources (uses) |  | $(4,541,274)$ |  | $(4,229,274)$ |  | $(4,229,274)$ |  | - |
| Net change in fund balance |  | 235,227 |  | $(159,297)$ |  | 1,152,582 |  | 1,311,879 |
| Fund balance, beginning of year |  | 4,378,421 |  | 4,378,421 |  | 4,378,421 |  | - |
| Fund balance, end of year | \$ | 4,613,648 | \$ | 4,219,124 | \$ | 5,531,003 | \$ | 1,311,879 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual Special Revenue
Santa Fe Business Incubator
For the Year Ended June 30, 2008


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
For the Year Ended June 30, 2008


|  | Budgeted Amounts |  |  |  | Actual |  | Variance With Final BudgetPositive (Negative) |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Original |  | Final |  |  |  |  |  |
| Revenues: |  |  |  |  |  |  |  |  |
| Licenses and permits | \$ | 22,000 | \$ | 22,000 | \$ | 18,752 | \$ | $(3,248)$ |
| Investment income |  | 3,200 |  | 2,200 |  | 3,330 |  | 1,130 |
| Fines and forfeitures |  | 21,000 |  | 21,000 |  | 22,495 |  | 1,495 |
| Total revenues |  | 46,200 |  | 45,200 |  | 44,577 |  | (623) |
| Expenditures: |  |  |  |  |  |  |  |  |
| General government: |  |  |  |  |  |  |  |  |
| Current |  | 21,500 |  | 22,419 |  | 16,015 |  | 6,404 |
| Capital outlay |  | 25,000 |  | 75,562 |  | 59,444 |  | 16,118 |
| Total expenditures |  | 46,500 |  | 97,981 |  | 75,459 |  | 22,522 |
| Excess (deficiency) of revenues over expenditures |  | (300) |  | $(52,781)$ |  | $(30,882)$ |  | 21,899 |
| Net change in fund balance |  | (300) |  | $(52,781)$ |  | $(30,882)$ |  | 21,899 |
| Fund balance, beginning of year |  | 87,322 |  | 37,322 |  | 87,322 |  | - |
| Fund balance, end of year | \$ | 87,022 | \$ | $(15,459)$ | \$ | 56,440 | \$ | 71,899 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue
Emergency Service Grants
For the Year Ended June 30, 2008

|  | Budgeted Amounts |  |  |  | Actual |  | Variance With Final BudgetPositive (Negative) |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Original |  | Final |  |  |  |  |
| Revenues: |  |  |  |  |  |  |  |  |
| Taxes | \$ | 1,822,800 | \$ | 1,837,263 | \$ | 1,839,698 | \$ | 2,435 |
| Intergovernmental |  | 400,376 |  | 636,014 |  | 636,014 |  | - |
| Investment income |  | 32,974 |  | 64,974 |  | 84,340 |  | 19,366 |
| Other |  | - |  | - |  | 915 |  | 915 |
| Total revenues |  | 2,256,150 |  | 2,538,251 |  | 2,560,967 |  | 22,716 |
| Expenditures: |  |  |  |  |  |  |  |  |
| Public safety: |  |  |  |  |  |  |  |  |
| Current |  | 1,465,017 |  | 1,583,198 |  | 1,087,284 |  | 495,914 |
| Capital outlay |  | 822,370 |  | 2,140,694 |  | 1,645,974 |  | 494,720 |
| Total expenditures |  | 2,287,387 |  | 3,723,892 |  | 2,733,258 |  | 990,634 |
| Excess (deficiency) of revenues over expenditures |  | $(31,237)$ |  | $(1,185,641)$ |  | $(172,291)$ |  | 1,013,350 |
| Other financing sources (uses): |  |  |  |  |  |  |  |  |
| Transfers in |  | 2,031,310 |  | 2,031,310 |  | 2,031,310 |  | - |
| Transfers out |  | $(1,986,110)$ |  | $(1,964,033)$ |  | $(1,964,033)$ |  | - |
| Total other financing sources (uses) |  | 45,200 |  | 67,277 |  | 67,277 |  | - |
| Net changes in fund balance |  | 13,963 |  | $(1,118,364)$ |  | $(105,014)$ |  | 1,013,350 |
| Fund balance, beginning of year |  | 1,439,975 |  | 1,439,975 |  | 1,439,975 |  | - |
| Fund balance, end of year | \$ | 1,453,938 | \$ | 321,611 | \$ | 1,334,961 | \$ | 1,013,350 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue
Environmental Services
For the Year Ended June 30, 2008


CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Special Revenue
Law Enforcement Grants
For the Year Ended June 30, 2008

|  | Budgeted Amounts |  |  |  | Actual |  | Variance With Final BudgetPositive (Negative) |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Original |  | Final |  |  |  |  |
| Revenues: |  |  |  |  |  |  |  |  |
| Taxes | \$ | 1,968,662 | \$ | 1,968,662 | \$ | 2,033,227 | \$ | 64,565 |
| Intergovernmental |  | 270,100 |  | 1,319,269 |  | 385,699 |  | $(933,570)$ |
| Fees and charges for services |  | 279,250 |  | 279,250 |  | 361,781 |  | 82,531 |
| Investment income |  | 34,000 |  | 23,260 |  | 33,950 |  | 10,690 |
| Fines and forfeitures |  | 16,000 |  | 16,000 |  | 35,877 |  | 19,877 |
| Other |  | 57,280 |  | 57,280 |  | 98,583 |  | 41,303 |
| Total revenues |  | 2,625,292 |  | 3,663,721 |  | 2,949,117 |  | $(714,604)$ |
| Expenditures: |  |  |  |  |  |  |  |  |
| Public safety: |  |  |  |  |  |  |  |  |
| Current |  | 2,411,931 |  | 2,959,953 |  | 2,429,056 |  | 530,897 |
| Capital outlay |  | 1,759,100 |  | 2,848,960 |  | 1,928,157 |  | 920,803 |
| Total expenditures |  | 4,171,031 |  | 5,808,913 |  | 4,357,213 |  | 1,451,700 |
| Excess (deficiency) of revenues over expenditures |  | $(1,545,739)$ |  | $(2,145,192)$ |  | $(1,408,096)$ |  | 737,096 |
| Other financing sources (uses): |  |  |  |  |  |  |  |  |
| Transfers in |  | 2,066,069 |  | 2,093,387 |  | 2,093,387 |  | - |
| Transfers out |  | $(448,000)$ |  | $(448,000)$ |  | $(448,000)$ |  | - |
| Total other financing sources (uses) |  | 1,618,069 |  | 1,645,387 |  | 1,645,387 |  | - |
| Net change in fund balance |  | 72,330 |  | $(499,805)$ |  | 237,291 |  | 737,096 |
| Fund balance, beginning of year |  | 1,138,740 |  | 1,138,740 |  | 1,138,740 |  | - |
| Fund balance, end of year | \$ | 1,211,070 | \$ | 638,935 | \$ | 1,376,031 | \$ | 737,096 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue
City Drainage Projects
For the Year Ended June 30, 2008

|  | Budgeted Amounts |  |  |  | $\begin{array}{c}\text { Variance with } \\ \text { Final Budget- } \\ \text { Positive }\end{array}$ |
| :--- | ---: | ---: | ---: | ---: | ---: | ---: |
| (Negative) |  |  |  |  |  |$]$

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual Special Revenue Impact Fee Projects
For the Year Ended June 30, 2008

|  | Budgeted Amounts |  |  |  | Actual |  | Variance with Final BudgetPositive (Negative) |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Original |  | Final |  |  |  |  |  |
| Revenues: Investment income | \$ | 20,600 | \$ | 21,600 | \$ | 41,871 | \$ | 20,271 |
| Total revenues |  | 20,600 |  | 21,600 |  | 41,871 |  | 20,271 |
| Expenditures: |  |  |  |  |  |  |  |  |
| Culture and recreation: |  |  |  |  |  |  |  |  |
| Current |  | 484,032 |  | 484,032 |  | 80,440 |  | 403,592 |
| Total expenditures |  | 484,032 |  | 484,032 |  | 80,440 |  | 403,592 |
| Excess (deficiency) of revenues over expenditures |  | $(463,432)$ |  | $(462,432)$ |  | $(38,569)$ |  | 423,863 |
| Other financing sources (uses): |  |  |  |  |  |  |  |  |
| Transfers in |  | 114,032 |  | 114,032 |  | 1,711,657 |  | 1,597,625 |
| Total other financing sources (uses) |  | 114,032 |  | 114,032 |  | 1,711,657 |  | 1,597,625 |
| Net change in fund balance |  | $(349,400)$ |  | $(348,400)$ |  | 1,673,088 |  | 2,021,488 |
| Fund balance, beginning of year |  | 568,132 |  | 568,132 |  | 568,132 |  | - |
| Fund balance, end of year | \$ | 218,732 | \$ | 219,732 | \$ | 2,241,220 | \$ | 2,021,488 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures

## and Changes in Fund Balance - Budget and Actual

Special Revenue Impact Fee
For the Year Ended June 30, 2008

|  | Budgeted Amounts |  |  |  | Actual |  | Variance With Final BudgetPositive (Negative) |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Original |  | Final |  |  |  |  |  |
| Revenues: |  |  |  |  |  |  |  |  |
| Fees and charges for services | \$ | 2,480,000 | \$ | 2,480,000 | \$ | 1,420,265 | \$ | $(1,059,735)$ |
| Investment income |  | 182,866 |  | 130,366 |  | 138,442 |  | 8,076 |
| Total revenues |  | 2,662,866 |  | 2,610,366 |  | 1,558,707 |  | $(1,051,659)$ |
|  |  |  |  |  |  |  |  |  |
| Public works: |  |  |  |  |  |  |  |  |
| Current |  | - |  | - |  | - |  | - |
| Total expenditures |  | - |  | - |  | - |  | - |
| Excess (deficiency) of revenues over expenditures |  | 2,662,866 |  | 2,610,366 |  | 1,558,707 |  | $(1,051,659)$ |
| Other financing sources (uses): Transfers out |  | $(54,000)$ |  | $(3,489,000)$ |  | $(5,075,233)$ |  | $(1,586,233)$ |
| Total other financing sources (uses) |  | $(54,000)$ |  | $(3,489,000)$ |  | $(5,075,233)$ |  | $(1,586,233)$ |
| Net change in fund balance |  | 2,608,866 |  | $(878,634)$ |  | $(3,516,526)$ |  | $(2,637,892)$ |
| Fund balance, beginning of year |  | 3,516,526 |  | 3,516,526 |  | 3,516,526 |  | - |
| Fund balance, end of year | \$ | 6,125,392 | \$ | 2,637,892 | \$ | - | \$ | (2,637,892) |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue
Transportation Grants
For the Year Ended June 30, 2008

|  | Budgeted Amounts |  |  |  | Actual |  | Variance With Final BudgetPositive (Negative) |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Original |  | Final |  |  |  |  |  |
| Revenues: |  |  |  |  |  |  |  |  |
| Intergovernmental | \$ | 587,686 | \$ | 275,931 | \$ | 210,213 | \$ | $(65,718)$ |
| Fees and charges for services |  | 140,000 |  | - |  | - |  | - |
| Investment Income |  | - |  | 10,500 |  | 14,752 |  | 4,252 |
| Total revenues |  | 727,686 |  | 286,431 |  | 224,965 |  | $(61,466)$ |
| Expenditures: |  |  |  |  |  |  |  |  |
| Public Works |  |  |  |  |  |  |  |  |
| Current |  | 1,424,073 |  | 771,078 |  | 397,688 |  | 373,390 |
| Capital Outlay |  | - |  | 2,000 |  | 1,867 |  | 133 |
| Total expenditures |  | 1,424,073 |  | 773,078 |  | 399,555 |  | 373,523 |
| Excess (deficiency) of revenues over expenditures |  | $(696,387)$ |  | $(486,647)$ |  | $(174,590)$ |  | 312,057 |
| Other financing sources (uses): |  |  |  |  |  |  |  |  |
| Transfers in |  | 696,530 |  | 140,612 |  | 140,612 |  | - |
| Transfers out |  | - |  | $(152,379)$ |  | $(152,379)$ |  | - |
| Total other financing sources (uses) |  | 696,530 |  | $(11,767)$ |  | $(11,767)$ |  | - |
| Net change in fund balance |  | 143 |  | $(498,414)$ |  | $(186,357)$ |  | 312,057 |
| Fund balance, beginning of year |  | 616,758 |  | 616,758 |  | 616,758 |  | - |
| Fund balance, end of year | \$ | 616,901 | \$ | 118,344 | \$ | 430,401 | \$ | 312,057 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue
Community Development Grants
For the Year Ended June 30, 2008

|  | Budgeted Amounts |  |  |  | Actual |  | Variance with Final BudgetPositive (Negative) |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Original |  | Final |  |  |  |  |  |
| Revenues: |  |  |  |  |  |  |  |  |
| Intergovernmental | \$ | 884,855 | \$ | 2,477,151 | \$ | 1,335,800 | \$ | $(1,141,351)$ |
| Fees and charges for services |  | - |  | 52,267 |  | 60,267 |  | 8,000 |
| Investment income |  | 14,800 |  | 28,800 |  | 38,566 |  | 9,766 |
| Rents, royalties and concessions |  | - |  | 990 |  | 990 |  | - |
| Other |  | - |  | - |  | 80 |  | 80 |
| Total revenues |  | 899,655 |  | 2,559,208 |  | 1,435,703 |  | $(1,123,505)$ |
| Expenditures: |  |  |  |  |  |  |  |  |
| Community welfare: |  |  |  |  |  |  |  |  |
| Current |  | 1,608,260 |  | 3,587,220 |  | 2,070,185 |  | 1,517,035 |
| Capital outlay |  | 24,595 |  | 24,635 |  | 24,732 |  | (97) |
| Total expenditures |  | 1,632,855 |  | 3,611,855 |  | 2,094,917 |  | 1,516,938 |
| Excess (deficiency) of revenues over expenditures |  | $(733,200)$ |  | $(1,052,647)$ |  | $(659,214)$ |  | 393,433 |
| Other financing sources (uses): |  |  |  |  |  |  |  |  |
| Transfers in |  | 797,777 |  | 1,005,464 |  | 1,005,463 |  | (1) |
| Transfers out |  | $(34,759)$ |  | $(130,000)$ |  | $(130,000)$ |  | - |
| Total other financing sources (uses) |  | 763,018 |  | 875,464 |  | 875,463 |  | (1) |
| Net changes in fund balance |  | 29,818 |  | $(177,183)$ |  | 216,249 |  | 393,432 |
| Fund balance, beginning of year |  | 608,425 |  | 608,425 |  | 608,425 |  | - |
| Fund balance, end of year | \$ | 638,243 | \$ | 431,242 | \$ | 824,674 | \$ | 393,432 |

## CITY OF SANTA FE, NEW MEXICO <br> Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual <br> Special Revenue <br> Affordable Housing Program <br> For the Year Ended June 30, 2008



|  | Budgeted Amounts |  |  |  | Actual |  | Variance With Final BudgetPositive (Negative) |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Original |  | Final |  |  |  |  |
| Revenues: |  |  |  |  |  |  |  |  |
| Intergovernmental | \$ | 1,772,815 | \$ | 2,067,019 | \$ | 2,172,656 | \$ | 105,637 |
| Fees and charges for services |  | 155,663 |  | - |  | 117,560 |  | 117,560 |
| Other |  | 100,619 |  | 156,065 |  | 10,714 |  | $(145,351)$ |
| Total revenues |  | 2,029,097 |  | 2,223,084 |  | 2,300,930 |  | 77,846 |
| Expenditures: |  |  |  |  |  |  |  |  |
| Community welfare: |  |  |  |  |  |  |  |  |
| Current |  | 4,084,386 |  | 4,177,551 |  | 4,084,705 |  | 92,846 |
| Capital outlay |  | 24,375 |  | 399,810 |  | 390,445 |  | 9,365 |
| Total expenditures |  | 4,108,761 |  | 4,577,361 |  | 4,475,150 |  | 102,211 |
| Excess (deficiency) of revenues over expenditures |  | $(2,079,664)$ |  | (2,354,277) |  | (2,174,220) |  | 180,057 |
| Other financing sources (uses): |  |  |  |  |  |  |  |  |
| Transfers in |  | 2,339,291 |  | 2,393,084 |  | 2,393,084 |  | - |
| Transfers out |  | - |  | $(183,282)$ |  | $(183,282)$ |  | - |
| Total other financing sources (uses) |  | 2,339,291 |  | 2,209,802 |  | 2,209,802 |  | - |
| Net change in fund balance |  | 259,627 |  | $(144,475)$ |  | 35,582 |  | 180,057 |
| Fund balance, beginning of year |  | 42,630 |  | 42,630 |  | 42,630 |  | - |
| Fund balance, end of year | \$ | 302,257 | \$ | $(101,845)$ | \$ | 78,212 | \$ | 180,057 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual Special Revenue
Historic Preservation Grant
For the Year Ended June 30, 2008

|  | Budgeted Amounts |  |  |  | Actual |  | Variance With Final BudgetPositive (Negative) |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Original |  | Final |  |  |  |  |  |
| Revenues: |  |  |  |  |  |  |  |  |
| Licenses and permits | \$ | 10,000 | \$ | 10,000 |  | 10,081 | \$ |  |
| Intergovernmental |  | 26,900 |  | 38,400 |  | 19,000 |  | $(19,400)$ |
| Investment income |  | 1,800 |  | 1,800 |  | 3,228 |  | 1,428 |
| Total revenues |  | 38,700 |  | 50,200 |  | 32,309 |  | $(17,891)$ |
| Expenditures: |  |  |  |  |  |  |  |  |
| Culture and recreation: |  |  |  |  |  |  |  |  |
| Current |  | 44,900 |  | 92,906 |  | 7,137 |  | 85,769 |
| Total expenditures |  | 44,900 |  | 92,906 |  | 7,137 |  | 85,769 |
| Excess (deficiency) of revenues over expenditures |  | $(6,200)$ |  | $(42,706)$ |  | 25,172 |  | 67,878 |
| Net change in fund balance |  | $(6,200)$ |  | $(42,706)$ |  | 25,172 |  | 67,878 |
| Fund balance, beginning of year |  | 62,195 |  | 62,195 |  | 62,195 |  | - |
| Fund balance, end of year | \$ | 55,995 | \$ | 19,489 | \$ | 87,367 | \$ | 67,878 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Special Revenue
Library
For the Year Ended June 30, 2008

|  | Budgeted Amounts |  |  |  | Actual |  | Variance With Final BudgetPositive (Negative) |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Original |  | Final |  |  |  |  |  |
| Revenues: |  |  |  |  |  |  |  |  |
| Intergovernmental | \$ | - | \$ | 230,347 | \$ | 47,261 | \$ | $(183,086)$ |
| Investment income |  | - |  | 28,000 |  | 39,548 |  | 11,548 |
| Fines and forfeitures |  | - |  | - |  | 1,090 |  | 1,090 |
| Other |  | - |  | - |  | 5,000 |  | 5,000 |
| Total revenues |  | - |  | 258,347 |  | 92,899 |  | $(165,448)$ |
| Expenditures: |  |  |  |  |  |  |  |  |
| Culture and recreation: |  |  |  |  |  |  |  |  |
| Current |  | 726,362 |  | 965,522 |  | 848,083 |  | 117,439 |
| Capital outlay |  | 3,429 |  | 123,741 |  | 10,773 |  | 112,968 |
| Total expenditures |  | 729,791 |  | 1,089,263 |  | 858,856 |  | 230,407 |
| Excess (deficiency) of revenues over expenditures |  | $(729,791)$ |  | $(830,916)$ |  | $(765,957)$ |  | 64,959 |
| Other financing sources (uses): |  |  |  |  |  |  |  |  |
| Transfers in |  | 797,600 |  | 852,600 |  | 852,600 |  | - |
| Total other financing sources (uses) |  | 797,600 |  | 852,600 |  | 852,600 |  | - |
| Net change in fund balance |  | 67,809 |  | 21,684 |  | 86,643 |  | 64,959 |
| Fund balance, beginning of year |  | 670,426 |  | 670,426 |  | 670,426 |  | - |
| Fund balance, end of year | \$ | 738,235 | \$ | 692,110 | \$ | 757,069 | \$ | 64,959 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue
NEA Grants
For the Year Ended June 30, 2008

|  | Budgeted Amounts |  |  |  | Actual |  | Variance With Final BudgetPositive (Negative) |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Original |  | Final |  |  |  |  |  |
| Revenues: |  |  |  |  |  |  |  |  |
| Intergovernmental | \$ | 25,000 | \$ | 25,000 | \$ | 38,060 | \$ | 13,060 |
| Other |  | 31,500 |  | 36,500 |  | 43,413 |  | 6,913 |
| Total revenues |  | 56,500 |  | 61,500 |  | 81,473 |  | 19,973 |
|  |  |  |  |  |  |  |  |  |
| Public safety: |  |  |  |  |  |  |  |  |
| Current |  | 106,500 |  | 148,689 |  | 125,562 |  | 23,127 |
| Total expenditures |  | 106,500 |  | 148,689 |  | 125,562 |  | 23,127 |
| Excess (deficiency) of revenues over expenditures |  | $(50,000)$ |  | $(87,189)$ |  | $(44,089)$ |  | 43,100 |
|  |  |  |  |  |  |  |  |  |
| Transfers in |  | 27,000 |  | 27,000 |  | 27,000 |  | - |
| Total other financing sources (uses) |  | 27,000 |  | 27,000 |  | 27,000 |  | - |
| Net change in fund balance |  | $(23,000)$ |  | $(60,189)$ |  | $(17,089)$ |  | 43,100 |
| Fund balance, beginning of year |  | 24,333 |  | 24,333 |  | 24,333 |  | - |
| Fund balance, end of year | \$ | 1,333 | \$ | $(35,856)$ | \$ | 7,244 | \$ | 43,100 |

CITY OF SANTA FE, NEW MEXICO
Statement of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Special Revenue
Plaza Use
For the Year Ended June 30, 2008


|  | Budgeted Amounts |  |  |  | Actual |  | Variance With Final BudgetPositive (Negative) |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Original |  | Final |  |  |  |  |  |
| Revenues: |  |  |  |  |  |  |  |  |
| Intergovernmental | \$ | 45,000 | \$ | 190,000 | \$ | 124,760 | \$ | $(65,240)$ |
| Investment income |  | 1,800 |  | 1,800 |  | 2,530 |  | 730 |
| Total revenues |  | 46,800 |  | 191,800 |  | 127,290 |  | $(64,510)$ |
| Expenditures: |  |  |  |  |  |  |  |  |
| Culture and recreation: |  |  |  |  |  |  |  |  |
| Current |  | 35,000 |  | 190,000 |  | 124,761 |  | 65,239 |
| Total expenditures |  | 35,000 |  | 190,000 |  | 124,761 |  | 65,239 |
| Excess (deficiency) of revenues over expenditures |  | 11,800 |  | 1,800 |  | 2,529 |  | 729 |
| Other financing sources (uses): |  |  |  |  |  |  |  |  |
| Transfers out |  | - |  | - |  | - |  | - |
| Total other financing sources (uses) |  | - |  | - |  | - |  | - |
| Net change in fund balance |  | 11,800 |  | 1,800 |  | 2,529 |  | 729 |
| Fund balance, beginning of year |  | 50,620 |  | 50,620 |  | 50,620 |  | - |
| Fund balance, end of year | \$ | 62,420 | \$ | 52,420 | \$ | 53,149 | \$ | 729 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures

## and Changes in Fund Balance - Budget and Actual

Special Revenue
Quality of Life Project
For the Year Ended June 30, 2008

|  | Budgeted Amounts |  |  |  | Actual |  | Variance With Final BudgetPositive (Negative) |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Original |  | Final |  |  |  |  |  |
| Revenues: |  |  |  |  |  |  |  |  |
| Investment income | \$ | 15,000 | \$ | 17,000 | \$ | 23,899 | \$ | 6,899 |
| Total revenues |  | 15,000 |  | 17,000 |  | 23,899 |  | 6,899 |
| Expenditures: |  |  |  |  |  |  |  |  |
| Culture and recreation: |  |  |  |  |  |  |  |  |
| Current |  | 512,572 |  | 571,037 |  | 452,420 |  | 118,617 |
| Capital outlay |  | 12,000 |  | 86,712 |  | 60,499 |  | 26,213 |
| Total expenditures |  | 524,572 |  | 657,749 |  | 512,919 |  | 144,830 |
| Excess (deficiency) of revenues over expenditures |  | $(509,572)$ |  | $(640,749)$ |  | $(489,020)$ |  | 151,729 |
| Other financing sources (uses): |  |  |  |  |  |  |  |  |
| Transfers in |  | 1,033,970 |  | 1,033,970 |  | 1,033,970 |  | - |
| Transfers out |  | $(491,620)$ |  | $(526,586)$ |  | $(526,586)$ |  | - |
| Total other financing sources (uses) |  | 542,350 |  | 507,384 |  | 507,384 |  | - |
| Net change in fund balance |  | 32,778 |  | $(133,365)$ |  | 18,364 |  | 151,729 |
| Fund balance, beginning of year |  | 412,011 |  | 412,011 |  | 412,011 |  | - |
| Fund balance, end of year | \$ | 444,789 | \$ | 278,646 | \$ | 430,375 | \$ | 151,729 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual Special Revenue
Recreation Grants
For the Year Ended June 30, 2008

|  | Budgeted Amounts |  |  |  | Actual |  | Variance With Final Budget Positive (Negative) |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Original |  | Final |  |  |  |  |  |
| Revenues: | \$ |  | \$ | 45,000 | \$ | 38,014 | \$ | \$ $(6,986)$ |
| Taxes |  | 45,000 |  |  |  |  |  |  |
| Intergovernmental |  | - |  | 31,200 |  | 26,860 |  | $(4,340)$$(10,640)$ |
| Fees and charges for services |  | 108,650 |  | 108,650 |  | 98,010 |  |  |
| Investment income |  | 26,000 |  | 30,000 |  | 41,136 |  | 11,136 |
| Total revenues |  | 179,650 |  | 214,850 | 204,020 |  | $(10,830)$ |  |
| Expenditures: |  |  |  |  |  |  |  |  |
| Culture and recreation: |  |  |  |  |  |  |  |  |
| Current |  | 1,956,079 |  | 2,052,779 | 1,841,297 |  | 211,482 |  |
| Capital outlay |  | 1,875 |  | 7,875 | 5,283 |  | 2,592 |  |
| Total expenditures | 1,957,954 |  | 2,060,654 |  | 1,846,580 |  | 214,074 |  |
| Excess (deficiency) of revenues over expenditures |  | $(1,778,304)$ |  | $(1,845,804)$ | $(1,642,560)$ |  | 203,244 |  |
| Other financing sources (uses): Transfers in | 1,661,285 |  | 1,681,769 |  | 1,681,769 |  | - |  |
|  |  |  |  |  |  |  |  |  |  |  |  |
| Total other financing sources (uses) | 1,661,285 |  | 1,681,769 |  | 1,681,769 |  | - |  |
| Net change in fund balance | $(117,019)$ |  | $(164,035)$ |  | 39,209 |  | 203,244 |  |
| Fund balance, beginning of year | 575,394 |  |  | 575,394 | 575,394 |  |  | - |
| Fund balance, end of year | \$ | 458,375 | \$ | 411,359 | \$ | 614,603 | \$ | 203,244 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures

## and Changes in Fund Balance - Budget and Actual

Special Revenue Land Development
For the Year Ended June 30, 2008

|  | Budgeted Amounts |  |  |  | Actual |  | Variance With Final BudgetPositive (Negative) |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Original |  | Final |  |  |  |  |  |
| Revenues: |  |  |  |  |  |  |  |  |
| Total revenues |  | 77,289 |  | 65,289 |  | 92,466 |  | 27,177 |
| Expenditures: |  |  |  |  |  |  |  |  |
| Culture and recreation: |  |  |  |  |  |  |  |  |
| Current |  | - |  | 201,308 |  | 155,792 |  | 45,516 |
| Capital outlay |  | - |  | - |  | 206,460 |  | $(206,460)$ |
| Total expenditures |  | - |  | 201,308 |  | 362,252 |  | $(160,944)$ |
| Excess (deficiency) of revenues over expenditures |  | 77,289 |  | $(136,019)$ |  | $(269,786)$ |  | $(133,767)$ |
| Other financing sources (uses): |  |  |  |  |  |  |  |  |
| Total other financing sources (uses) |  | - |  | - |  | 206,460 |  | 206,460 |
| Net change in fund balance |  | 77,289 |  | $(136,019)$ |  | $(63,326)$ |  | 72,693 |
| Fund balance, beginning of year |  | 1,930,876 |  | 1,930,876 |  | 1,930,876 |  | - |
| Fund balance, end of year | \$ | 2,008,165 | \$ | 1,794,857 | \$ | 1,867,550 | \$ | 72,693 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual Special Revenue
Special Recreation Leagues
For the Year Ended June 30, 2008


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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.
$1 / 2 \%$ 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.

Building Renovations - to account for renovations to various City buildings.
Beautification of Major Arterials - to account for the beautification of medians on Cerrillos Road, St. Francis Drive and Paseo de Peralta.

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

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

Landfill Projects - to account for the Ortiz landfill improvements.
City Paving Projects - to account for paving and repaving improvements to existing City streets.

Santa Fe River Channel - to account for improvements to the Santa Fe River.
City Signalization Projects - to account for the installation of traffic signals.
City Street Construction Projects - to account for the design of street construction projects.

City Sidewalk Projects - to account for the design and construction of various sidewalks.
Zia Road Street Lighting - to account for the design of street lighting on Zia Road.
Public Care Facilities - to account for the construction or renovation of City buildings to be used for the needs of the community such as La Familia Medical Center, Child Care Facility and Monica Roybal Center.

Art for CIP - to account for the financing of art in public places.
Affordable Housing Program - to account for Federal and State grants used to provide affordable housing programs.

Museums - to account for improvements to the Camino Lejo and El Museo museums.
City Parks Improvements - to account for improvements to existing City parks as well as construction of future parks.

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

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

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|  |  |  |  |  | Assets |
| :--- | :--- | :--- | :--- | :--- | :--- |



| - |  | - |  | - |  | - |  | - |  | - |  | 1 |  | 1 |  | 1 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| - |  | - |  | - |  | - |  | - |  | - |  | 81,485 |  | 81,485 |  | 81,485 |
| 83,981 |  | - |  | 618 |  | - |  | - |  | 84,599 |  | 451,560 |  | 451,560 |  | 536,159 |
| - |  | - |  | - |  | - |  | - |  | - |  | 70,819 |  | 70,819 |  | 70,819 |
| 16,931 |  | - |  | 33,534 |  | - |  | - |  | 50,465 |  | 4,522,537 |  | 4,522,537 |  | 4,573,002 |
| 359 |  | - |  | - |  | - |  | - |  | 359 |  | 128,266 |  | 128,266 |  | 128,625 |
| 2,415 |  | - |  | - |  | - |  | - |  | 2,415 |  | 769,313 |  | 769,313 |  | 771,728 |
| 882,949 |  | - |  | 9,075 |  | - |  | 100,000 |  | 992,024 |  | 3,896,071 |  | 3,896,071 |  | 4,888,095 |
| - |  | - |  | - |  | - |  | - |  | - |  | 1,419,019 |  | 1,419,019 |  | 1,419,019 |
| - |  | - |  | $\cdots$ |  | - |  | - |  | - |  | 254,886 |  | 254,886 |  | 254,886 |
| 986,635 |  | - |  | 43,227 |  | - |  | 100,000 |  | 1,129,862 |  | 11,593,957 |  | 11,593,957 |  | 12,723,819 |
| - |  | - |  | - |  | - |  | - |  | - |  | 1,307,661 |  | 1,307,661 |  | 1,307,661 |
| - |  | - |  | - |  | - |  | - |  | - |  | 116,755 |  | 116,755 |  | 116,755 |
| - |  | - |  | - |  | - |  | - |  | - |  | 1,424,416 |  | 1,424,416 |  | 1,424,416 |
| 5,153 |  | - |  | 3,008 |  | - |  | - |  | 8,161 |  | 878,387 |  | 878,387 |  | 886,548 |
| - |  | - |  | - |  | - |  | - |  | - |  | 1,558 |  | 1,558 |  | 1,558 |
| 230,679 |  | - |  | 41,165 |  | - |  | - |  | 271,844 |  | 4,661,530 |  | 4,661,530 |  | 4,933,374 |
| 12,119 |  | - |  | - |  | - |  | - |  | 12,119 |  | 938,358 |  | 938,358 |  | 950,477 |
| - |  | - |  | - |  | - |  | - |  | - |  | 22,911 |  | 22,911 |  | 22,911 |
| 247,951 |  | - |  | 44,173 |  | - |  | - |  | 292,124 |  | 6,502,744 |  | 6,502,744 |  | 6,794,868 |
| \$ 1,818,592 | \$ | 40,628 | \$ | 186,482 | \$ | - | \$ | 100,000 | \$ | 2,145,702 | \$ | 51,720,722 | \$ | 51,720,722 | \$ | 53,866,424 |


|  |  |  | Revenues |  |  |
| :--- | :--- | :--- | :--- | :--- | :--- | :--- | :--- | :--- | :--- | :--- |


|  |  | Other Financlng Sources (Uses) |  |  |  |  |  |  | Fund Balances |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Total Expenditures |  | Excess (Daficlancy) of Revenues Over Expenditures |  | $\begin{gathered} \text { Transfers } \\ \text { in } \end{gathered}$ |  | Transfars (Out) |  | Net Changes <br> In <br> Fund Balances |  | Beginning of Year |  | End of Year |
| \$ - | \$ | 1,024,399 | \$ | 1,453,792 | \$ | $(3,470,313)$ | \$ | (992,122) | \$ | 1,241,114 | \$ | 248,992 |
| - |  |  |  | 250,000 |  | - |  | 250,000 |  |  |  | 250,000 |
| 2,986,888 | \$ | 13,470,475 |  | 62,072 |  | (18,093,535) |  | $(4,560,988)$ |  | 28,429,733 |  | 23,868,745 |
| 5,257,936 |  | $(2,546,282)$ |  | 7,914,615 |  | $(188,428)$ |  | 5,179,905 |  | 2,651,963 |  | 7,831.868 |
| 8,244,824 |  | 11,948,582 |  | 9,680,479 |  | (21,752,276) |  | $(123,205)$ |  | 32,322,810 |  | 32,199,605 |
| - |  | - |  | - |  | $(14,382)$ |  | $(14,382)$ |  | 14,383 |  | 1 |
| 31,887 |  | 11,189 |  | - |  | $(1,399,730)$ |  | $(1,388,541)$ |  | 1,470,026 |  | 81,485 |
| 352,549 |  | $(208,278)$ |  | 300,000 |  | - |  | 91,721 |  | 359,839 |  | 451,560 |
|  |  |  |  |  |  | - |  |  |  | 70,819 |  | 70,819 |
| 2,337,092 |  | $(1,003,255)$ |  | 3,595,000 |  | $(30,000)$ |  | 2,561,745 |  | 1,980,792 |  | 4,522,537 |
| 5,912 |  | 8,818 |  |  |  | - |  | 8,818 |  | 119,448 |  | 128,266 |
| 1,349,653 |  | $(1,232,997)$ |  | 1,531,871 |  | $(14,872)$ |  | 284,002 |  | 485,311 |  | 769,313 |
| 4,998,747 |  | $(2,550,288)$ |  | 3,583,374 |  | $(258,521)$ |  | 774,565 |  | 3,121,506 |  | 3,896,071 |
| 153,311 |  | $(59,181)$ |  | 450,000 |  | $(53,850)$ |  | 336,969 |  | 1,082,050 |  | 1,419,019 |
| 15,679 |  | $(15,879)$ |  | - |  | - |  | $(15,679)$ |  | 270,565 |  | 254,886 |
| 9,244,830 |  | (5,049,672) |  | 9,460,245 |  | (1,771,355) |  | 2,638,218 |  | 8,954.739 |  | 11,593,957 |
| 40,000 |  | $(40,000)$ |  | 1,100,000 |  | - |  | 1,060,000 |  | 247,661 |  | 1,307,661 |
| 34,850 |  | 13,030 |  | - |  | (79,000) |  | $(65,970)$ |  | 182,725 |  | 116,755 |
| 74,850 |  | $(26,970)$ |  | 1,100,000 |  | $(79,000)$ |  | 994,030 |  | 430,386 |  | 1,424,416 |
| 92,582 |  | $(89,183)$ |  | 370,000 |  | - |  | 280,817 |  | 597,570 |  | 878,387 |
| 66 |  | (68) |  |  |  | - |  | (66) |  | 1,624 |  | 1,558 |
| 3,420,038 |  | $(2,652,241)$ |  | 4,648,357 |  | (119,874) |  | 1,876,242 |  | 2,785,288 |  | 4,661,530 |
| 4,285,253 |  | $(4,002,125)$ |  | 3,862,574 |  | $(25,000)$ |  | $(164,551)$ |  | 1,102,909 |  | 938,358 |
| 51,124 |  | $(43,871)$ |  | - |  | - |  | (43,871) |  | 66,782 |  | 22,911 |
| 7,849,063 |  | $(6,787,486)$ |  | 8,880,931 |  | (144,874) |  | 1,948,571 |  | 4,554,173 |  | 6,502,744 |
| \$ 25,413,567 | S | 84,464 | \$ | 29,121,655 | \$ | (23,747,505) | \$ | 5,458,814 | \$ | 46,262,108 | \$ | 51,720,722 |



# CITY OF SANTA FE, NEW MEXICO <br> Schedule of Revenues, Expenditures <br> and Changes in Fund Balance - Budget and Actual Capital Projects <br> Resource Conservation <br> For the Year Ended June 30, 2008 



# CITY OF SANTA FE, NEW MEXICO 

Major Governmental Fund Capital Projects
1/2 \% Gross Receipts Tax
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Year Ended June 30, 2008

|  | Budgeted Amounts |  |  |  |  | Actual Amounts | Variance with Final BudgetPositive (Negative) |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Originial |  | Final |  |  |  |  |  |
| Revenues: |  |  |  |  |  |  |  |  |
| Taxes | \$ | 15,898,528 | \$ | 15,898,528 | \$ | 16,457,363 | \$ | 558,835 |
| Total revenues |  | 15,898,528 |  | 15,898,528 |  | 16,457,363 |  | 558,835 |
| Expenditures: |  |  |  |  |  |  |  |  |
| General government: |  |  |  |  |  |  |  |  |
| Current |  | 2,570,210 |  | 2,607,516 |  | 2,367,132 |  | 240,384 |
| Capital outlay |  | 21,923 |  | 1,188,984 |  | 619,756 |  | 569,228 |
| Total expenditures |  | 2,592,133 |  | 3,796,500 |  | 2,986,888 |  | 809,612 |
| Excess (deficiency) of revenues over expenditures |  | 13,306,395 |  | 12,102,028 |  | 13,470,475 |  | 1,368,447 |
| Other financing sources (uses): |  |  |  |  |  |  |  |  |
| Transfers in |  | 22,760 |  | 62,072 |  | 62,072 |  | - |
| Transfers out |  | $(12,184,164)$ |  | $(18,093,535)$ |  | $(18,093,535)$ |  | - |
| Total other financing sources (uses) |  | $(12,161,404)$ |  | $(18,031,463)$ |  | $(18,031,463)$ |  | - |
| Net change in fund balance |  | 1,144,991 |  | $(5,929,435)$ |  | $(4,560,988)$ |  | 1,368,447 |
| Fund balance, beginning of year |  | 28,429,733 |  | 28,429,733 |  | 28,429,733 |  | - |
| Fund balance, end of year | \$ | 29,574,724 | \$ | 22,500,298 | \$ | 23,868,745 | \$ | 1,368,447 |



Beautification of Major Arterials
For the Year Ended June 30, 2008

| Budgeted Amounts |  | Variance with <br> Flnal Budget- <br> Positive |
| :---: | :---: | :---: |
| Original | Final | Actual Amounts |
| (Negative) |  |  |


| Revenues: |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Intergovernmental | \$ | - \$ |  | \$ |  | \$ |  | - |
| Total revenues |  | - |  | - |  | - |  | - |
| Expenditures: |  |  |  |  |  |  |  |  |
| Public works: |  |  |  |  |  |  |  |  |
| Capital outlay |  | - |  | - |  | - |  | - |
| Total expenditures |  | - |  | - |  | - |  | - |
| Excess (deficiency) of revenues over expenditures |  | - |  | - |  | - |  | - |
| Other financing sources (uses): Operating transfers out | Other financing sources (uses): |  |  |  |  | $(14,382)$ |  | - |
| Total other financing sources (uses) |  | - |  | $(14,382)$ |  | $(14,382)$ |  | - |
| Net change in fund balance |  | - |  | $(14,382)$ |  | $(14,382)$ |  | - |
| Fund balance, beginning of year |  | 14,383 |  | 14,383 |  | 14,383 |  | - |
| Fund balance, end of year | \$ | 14,383 | \$ | 1 | \$ | 1 | \$ | - |


|  | CITY OF SANTA FE, NEW MEXICOSchedule of Revenues, Expendituresand Changes in Fund Balance - Budget and ActualCapital ProjectsBond AcquisitionFor the Year Ended June 30, 2008 |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Budgeted Amounts |  |  |  | Actual Amounts |  |  | Variance with Final BudgetPositive (Negative) |
|  | Original |  | Final |  |  |  |  |  |
| Revenues: |  |  |  |  | \$ | 43,076 | \$ | $(6,924)$ |
| Total revenues |  | 50,000 |  | 50,000 |  | 43,076 |  | $(6,924)$ |
| Expenditures: <br> Public works: |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |  |  |
| Capital outlay |  | 81,559 |  | 120,296 |  | 31,887 |  | 88,409 |
| Total expenditures |  | 81,559 |  | 120,296 |  | 31,887 |  | 88,409 |
| Excess (deficiency) of revenues over expenditures |  | $(31,559)$ |  | $(70,296)$ |  | 11,189 |  | 81,485 |
| Other financing sources (uses): Operating transfers out |  | - |  | $(1,399,730)$ |  | $(1,399,730)$ |  | - |
| Total other financing sources (uses) |  | - |  | $(1,399,730)$ |  | (1,399,730) |  | - |
| Net change in fund balance |  | $(31,559)$ |  | $(1,470,026)$ |  | $(1,388,541)$ |  | 81,485 |
| Fund balance, beginning of year |  | 1,470,026 |  | 1,470,026 |  | 1,470,026 |  | - |
| Fund balance, end of year | \$ | 1,438,467 | \$ | - | \$ | 81,485 | \$ | 81,485 |



|  | CITY OF SANTA FE, NEW MEXICO <br> Capital Projects Fund <br> Schedule of Revenues, Expenditures <br> and Changes in Fund Balance - Budget and Actual <br> Capital Projects <br> Landfill Projects |
| :--- | :--- | :--- | :--- |
| For the Year Ended June 30, 2008 |  |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Capital Projects
City Paving Projects
For the Year Ended June 30, 2008

|  | Budgeted Amounts |  |  |  | Actual Amounts |  | Variance with Final BudgetPositive (Negative) |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Original |  | Final |  |  |  |  |  |
| Revenues: |  |  | \$ | $\begin{array}{r} 1,248,000 \\ 336,619 \\ 24,700 \end{array}$ | \$ | $1,225,364$ | \$ | $\begin{array}{r} (22,636) \\ (262,136) \\ 9,290 \end{array}$ |
| Taxes |  | 1,248,000 |  |  |  |  |  |  |
| Intergovernmental |  | 254,473 |  |  |  | $74,483$ |  |  |
| Interest on investments |  | 20,000 |  |  |  | 33,990 |  |  |
| Total revenues |  | 1,522,473 |  | 1,609,319 | 1,333,837 |  | $(275,482)$ |  |
| Expenditures: |  |  |  |  |  |  |  |  |
| Public works: |  |  |  |  |  |  |  |  |
| Current |  | 997,030 |  | 1,074,544 |  | 1,019,753 |  | 54,791 |
| Capital outlay |  | 2,493,784 |  | 5,353,568 |  | 1,317,339 |  | 4,036,229 |
| Total expenditures |  | 3,490,814 |  | 6,428,112 |  | 2,337,092 |  | 4,091,020 |
| Excess (deficiency) of revenues over expenditures |  | $(1,968,341)$ |  | $(4,818,793)$ |  | $(1,003,255)$ |  | 3,815,538 |
| Other financing sources (uses): Transfers in |  | - |  |  |  |  |  |  |
| Transfers out |  | - |  | $(30,000)$ |  | $(30,000)$ |  | - |
| Total other financing sources (uses) |  | - |  | 3,565,000 |  | 3,565,000 |  | - |
| Net change in fund balance |  | $(1,968,341)$ |  | $(1,253,793)$ |  | 2,561,745 |  | 3,815,538 |
| Fund balance, beginning of year |  | 1,960,792 |  | 1,960,792 |  | 1,960,792 |  | - |
| Fund balance, end of year | \$ | $(7,549)$ | \$ | 706,999 | \$ | 4,522,537 | \$ | 3,815,538 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Capital Projects
Santa Fe River Channel
For the Year Ended June 30, 2008


# CITY OF SANTA FE, NEW MEXICO <br> Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual Capital Projects <br> City Signalization Projects <br> For the Year Ended June 30, 2008 

|  | Budgeted Amounts |  |  |  | Actual Amounts |  | Variance with Final BudgetPositive (Negative) |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Original |  | Final |  |  |  |  |  |
| Revenues: |  |  |  |  |  |  |  |  |
| Other revenue |  | - |  | 8,800 |  | 8,800 |  | - |
| Total revenues |  | 625,000 |  | 118,304 |  | 116,656 |  | $(1,648)$ |
| Expenditures: |  |  |  |  |  |  |  |  |
| Public works: |  |  |  |  |  |  |  |  |
| Capital outlay |  | 331,824 |  | 2,010,843 |  | 1,349,653 |  | 661,190 |
| Total expenditures |  | 331,824 |  | 2,010,843 |  | 1,349,653 |  | 661,190 |
| Excess (deficiency) of revenues over expenditures |  | 293,176 |  | $(1,892,539)$ |  | (1,232,997) |  | 659,542 |
| Other financing sources (uses): |  |  |  |  |  |  |  |  |
| Transfers in |  | - |  | 1,531,871 |  | 1,531,871 |  | - |
| Transfers out |  | - |  | $(14,872)$ |  | $(14,872)$ |  | - |
| Total other financing sources (uses) |  | - |  | 1,516,999 |  | 1,516,999 |  | - |
| Net change in fund balance |  | 293,176 |  | $(375,540)$ |  | 284,002 |  | 659,542 |
| Fund balance, beginning of year |  | 485,311 |  | 485,311 |  | 485,311 |  | - |
| Fund balance, end of year | \$ | 778,487 | \$ | 109,771 | \$ | 769,313 | \$ | 659,542 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual Capital Projects
City Street Construction Projects
For the Year Ended June 30, 2008



CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Capital Projects
Zia Road Street Lighting
For the Year Ended June 30, 2008

| Budgeted Amounts |  |  |  | Actual Amounts |  |  | Variance with Final BudgetPositive (Negative) |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Original |  | Final |  |  |  |  |  |
|  | - | \$ | - | \$ | - | \$ | - |
|  | - |  | - |  | - |  | - |
| 268,900 |  |  | 266,615 |  | 15,679 |  | 250,936 |
| 268,900 |  |  | 266,615 |  | 15,679 |  | 250,936 |
| $(268,900)$ |  |  | $(266,615)$ |  | $(15,679)$ |  | 250,936 |
| $(268,900)$ |  |  | $(266,615)$ |  | $(15,679)$ |  | 250,936 |
| 270,565 |  |  | 270,565 |  | 270,565 |  | - |
| \$ | 1,665 | \$ | 3,950 | \$ | 254,886 | \$ | 250,936 |



CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Capital Projects
Public Care Facilities
For the Year Ended June 30, 2008

|  | Budgeted Amounts |  |  |  | Actual Amounts |  | Variance with Final BudgetPositive (Negative) |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Original |  | Final |  |  |  |  |  |
| Revenues: |  |  |  |  | \$ | 47,880 | \$ | \$ (1,111,986) |
|  |  |  |  |  |  |  |  |  |
| Total revenues |  | 885,366 |  | 1,159,866 | \$ | 47,880 |  | (1,111,986) |
| Expenditures: |  |  |  |  |  |  |  |  |
| Community welfare: |  |  |  |  |  |  |  |  |
| Current |  | - |  | 276,302 |  | 4,040 |  | 272,262 |
| Capital outlay |  | 772,000 |  | 973,659 |  | 30,810 |  | 942,849 |
| Total expenditures |  | 772,000 |  | 1,249,961 |  | 34,850 |  | 1,215,111 |
| Excess (deficiency) of revenues over expenditures |  | 113,366 |  | $(90,095)$ |  | 13,030 |  | 103,125 |
| Other financing sources (uses): <br> Transfers out |  |  |  |  |  |  |  |  |
| Total other financing sources (uses) |  | - |  | $(79,000)$ |  | $(79,000)$ |  | - |
| Net change in fund balance |  | 113,366 |  | $(169,095)$ |  | $(65,970)$ |  | 103,125 |
| Fund balance, beginning of year |  | 182,725 |  | 182,725 |  | 182,725 |  | - |
| Fund balance, end of year | \$ | 296,091 | \$ | 13,630 | \$ | 116,755 | \$ | 103,125 |



CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Capital Projects
Museums
For the Year Ended June 30, 2008

|  | Budgeted Amounts |  |  |  | Actual Amounts |  | Variance with Final BudgetPositive (Negative) |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Original |  |  | Final |  |  |  |  |
|  |  |  |  |  | \$ | - | \$ | $(227,424)$ |
|  |  |  |  |  |  |  |  |  |
| Total revenues |  | 2,677 |  | 227,424 |  | - |  | $(227,424)$ |
| Expenditures: |  |  |  |  |  |  |  |  |
| Culture and recreation: |  |  |  |  |  |  |  |  |
| Capital outlay |  | 2,677 |  | 228,415 |  | 66 |  | 228,349 |
| Total expenditures |  | 2,677 |  | 228,415 |  | 66 |  | 228,349 |
| Excess (deficiency) of revenues over expenditures |  | - |  | (991) |  | (66) |  | 925 |
| Net change in fund balance |  | - |  | (991) |  | (66) |  | 925 |
| Fund balance, beginning of year |  | 1,624 |  | 1,624 |  | 1,624 |  | - |
| Fund balance, end of year | \$ | 1,624 | \$ | 633 | \$ | 1,558 | \$ | 925 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Capital Projects
City Parks Improvements
For the Year Ended June 30, 2008

|  | Budgeted Amounts |  |  |  | Actual Amounts |  |  | Variance with Final BudgetPositive (Negative) |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Original |  | Final |  |  |  |  |
| Revenues: |  |  |  |  |  |  |  |  |
| Intergovernmental | \$ | 576,975 | \$ | 4,679,057 | \$ | 759,552 | \$ | $(3,919,505)$ |
| Other revenue |  | - |  | 8,055 |  | 8,245 |  | 190 |
| Total revenues |  | 576,975 |  | 4,687,112 |  | 767,797 |  | (3,919,315) |
| Expenditures: |  |  |  |  |  |  |  |  |
| Culture and recreation: |  |  |  |  |  |  |  |  |
| Current |  | 162,799 |  | 405,775 |  | 695,024 |  | $(289,249)$ |
| Capital outlay |  | 2,520,856 |  | 9,867,657 |  | 2,725,014 |  | 7,142,643 |
| Total expenditures |  | 2,683,655 |  | 10,273,432 |  | 3,420,038 |  | 6,853,394 |
| Excess (deficiency) of revenues over expenditures |  | $(2,106,680)$ |  | $(5,586,320)$ |  | $(2,652,241)$ |  | 2,934,079 |
| Other financing sources (uses): |  |  |  |  |  |  |  |  |
| Transfers in |  | 215,000 |  | 4,648,357 |  | 4,648,357 |  | - |
| Transfers out |  | - |  | $(119,874)$ |  | $(119,874)$ |  | - |
| Total other financing sources (uses) |  | 215,000 |  | 4,528,483 |  | 4,528,483 |  | - |
| Net change in fund balance |  | $(1,891,680)$ |  | $(1,057,837)$ |  | 1,876,242 |  | 2,934,079 |
| Fund balance, beginning of year |  | 2,785,288 |  | 2,785,288 |  | 2,785,288 |  | - |
| Fund balance, end of year | \$ | 893,608 | \$ | 1,727,451 | \$ | 4,661,530 | \$ | 2,934,079 |


|  | Budgeted Amounts |  |  |  | Actual Amounts |  |  | Variance with Final BudgetPositive (Negative) |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Original |  | Final |  |  |  |  |
| Revenues: |  |  |  |  |  |  |  |  |
| Intergovernmental | \$ | 545,650 | \$ | 1,484,752 | \$ | 283,128 | \$ | $(1,201,624)$ |
| Total revenues |  | 545,650 |  | 1,484,752 |  | 283,128 |  | $(1,201,624)$ |
| Expenditures: |  |  |  |  |  |  |  |  |
| Culture and recreation: |  |  |  |  |  |  |  |  |
| Current |  | 13,000 |  | 19,560 |  | - |  | 19,560 |
| Capital outlay |  | 894,573 |  | 6,001,838 |  | 4,285,253 |  | 1,716,585 |
| Total expenditures |  | 907,573 |  | 6,021,398 |  | 4,285,253 |  | 1,736,145 |
| Excess (deficiency) of revenues over expenditures |  | $(361,923)$ |  | $(4,536,646)$ |  | $(4,002,125)$ |  | 534,521 |
| Other financing sources (uses): Transfers in |  | - |  |  |  |  |  | - |
| Transfers out |  | - |  | $(25,000)$ |  | $(25,000)$ |  | - |
| Total other financing sources (uses) |  | - |  | 3,837,574 |  | 3,837,574 |  | - |
| Net change in fund balance |  | $(361,923)$ |  | $(699,072)$ |  | $(164,551)$ |  | 534,521 |
| Fund balance, beginning of year |  | 1,102,909 |  | 1,102,909 |  | 1,102,909 |  | - |
| Fund balance, end of year | \$ | 740,986 | \$ | 403,837 | \$ | 938,358 | \$ | 534,521 |


|  | Budgeted Amounts |  |  |  | Actual Amount |  | Variance with Final BudgetPositive (Negative) |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Original |  | Final |  |  |  |  |  |
| Revenues: |  |  |  |  |  | 7,253 | \$ | \$ |
| Other revenue | \$ | - | \$ | 7,253 |  |  |  |  |
| Total revenues |  | - |  | 7,253 | \$ | 7,253 |  |  |
| Expenditures: |  |  |  |  |  |  |  |  |
| Cultural and Recreation: |  |  |  |  |  |  |  |  |
| Capital Outlay |  | - |  | 74,003 |  | 51,124 |  | 22,879 |
| Total expenditures |  | - |  | 74,003 |  | 51,124 |  | 22,879 |
| Excess (deficiency) of revenues over expenditures |  | - |  | $(66,750)$ |  | $(43,871)$ |  | 22,879 |
| Net changes in fund balance |  | - |  | $(66,750)$ |  | $(43,871)$ |  | 22,879 |
| Fund balance, beginning of year |  | 66,782 |  | 66,782 |  | 66,782 |  | - |
| Fund balance, end of year | \$ | 66,782 | \$ | 32 | \$ | 22,911 | \$ | 22,879 |

## Major Governmental Fund Debt Service Fund Budget vs Actual

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

# CITY OF SANTA FE, NEW MEXICO <br> Major Governmental Fund Debt Service Fund <br> Schedule of Revenues, Expenditures <br> and Changes in Fund Balance - Budget and Actual <br> For the Year Ended June 30, 2008 

|  | Budgeted Amounts |  |  |  | Actual Amounts |  | Variance with Final Budget Positive (Negative) |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Original |  | Final |  |  |  |  |
| Revenues: |  |  |  |  |  |  |  |  |
| Investment income | \$ | 526,122 | \$ | 351,788 | \$ | 655,839 | \$ | 304,051 |
| Total revenues |  | 526,122 |  | 351,788 |  | 655,839 |  | 304,051 |
| Expenditures: |  |  |  |  |  |  |  |  |
| Debt service: |  |  |  |  |  |  |  |  |
| Principal payments |  | 8,087,536 |  | 7,352,698 |  | 7,352,698 |  | - |
| Interest and fiscal agent fees |  | 9,670,802 |  | 4,631,168 |  | 4,607,888 |  | 23,280 |
| Bond issuance costs |  | - |  | 606,132 |  | 753,436 |  | $(147,304)$ |
| Total expenditures |  | 17,758,338 |  | 12,589,998 |  | 12,714,022 |  | $(124,024)$ |
| Excess (deficiency) of revenues over expenditures |  | $(17,232,216)$ |  | $(12,238,210)$ |  | $(12,058,183)$ |  | 180,027 |
| Other financing sources (uses): |  |  |  |  |  |  |  |  |
| Operating transfers in |  | 17,363,767 |  | 12,022,400 |  | 12,022,400 |  | - |
| Operating transfers out |  | $(149,400)$ |  | $(31,138,222)$ |  | $(31,138,221)$ |  | 1 |
| HUD loan payments(flow through) |  | ( |  |  |  | 7,862 |  | 7,862 |
| Issuance of bonds |  |  |  |  |  |  |  |  |
| Face value of bonds issued |  | - |  | 41,135,000 |  | 40,135,000 |  | $(1,000,000)$ |
| Premium on issuance of bond |  | - |  | 1,623,540 |  | 1,623,540 |  | - |
| Total other financing sources (uses) |  | 17,214,367 |  | 23,642,718 |  | 22,650,581 |  | $(992,137)$ |
| Net change in fund balance |  | $(17,849)$ |  | 11,404,508 |  | 10,592,398 |  | $(812,110)$ |
| Fund balance, beginning of year |  | 70,781,291 |  | 19,216,622 |  | 18,536,628 |  | 679,994 |
| Fund balance, end of year | \$ | 70,763,442 | \$ | 30,621,130 | \$ | 29,129,026 | \$ | $(1,492,104)$ |

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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.

Solid Waste Management- to account for the operation of the City's solid waste collection service.

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

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

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

Airport- to account for the operation of the City's airport service.
Genoveva Chavez Community Center (GCCC) - to account for the operation of the community recreational center.

## Major Enterprise Funds Budget vs Actual

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

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CITY OF SANTA FE, NEW MEXICO
Combining Statement of Net Assets
Nonmajor Enterprise Funds
June 30, 2008

| Assets | Solld <br> Waste <br> Management |  | Munlcipal Recreation Complex |  | Parking Enterprise Fund |  | Transit Bus System |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  |  |  |  |  |  |
| Current assets: |  |  |  |  |  |  |  |  |
| Cash, investments and cash equivalents | \$ | 5,674,047 | \$ | - | \$ | 2,856,891 | \$ | 164,487 |
| Restricted cash, investments and cash equivalents Restricted for debt service |  | 108,952 |  | - |  | - |  | - |
| Grants receivable |  | - |  | - |  | 13,380 |  | 1,314,762 |
| Recelvable (net of allowances) |  |  |  |  |  |  |  |  |
| State-shared taxes |  | 343,661 |  | - |  | - |  | - |
| Accounts |  | 1,877,982 |  | 141,400 |  | 51,697 |  | - |
| Interest receivable |  | 29,752 |  | 456 |  | 14,929 |  | 1,797 |
| Total current assets |  | 8,034,394 |  | 141,856 |  | 2,936,897 |  | 1,481,046 |
| Noncurrent assets: |  |  |  |  |  |  |  |  |
| Deferred Charges (net of amortization) |  | 328,022 |  | 324,468 |  | - |  | - |
| Capital assets: |  |  |  |  |  |  |  |  |
| Land and land rights |  | - |  | 2,250,000 |  | - |  | - |
| Buildings and systerns |  | 361,316 |  | 2,122,713 |  | 2,334,359 |  | 3,704,468 |
| Less accumulated depreciation |  | $(15,407)$ |  | $(309,281)$ |  | $(909,766)$ |  | $(725,661)$ |
| Improvements |  | 533,179 |  | 13,336,226 |  | 113,620 |  | 766,447 |
| Less accumulated depreciation |  | $(271,822)$ |  | $(13,161,022)$ |  | $(113,620)$ |  | $(716,900)$ |
| Furniture and fixtures |  | 9,640 |  | - |  | 25,754 |  | 9,043 |
| Less accumulated depreciation |  | $(9,640)$ |  | - |  | $(22,176)$ |  | $(4,980)$ |
| Equipment and machinery |  | 660,328 |  | 1,118,491 |  | 807,169 |  | 781,944 |
| Less accumulated depreciation |  | $(531,120)$ |  | $(719,725)$ |  | $(273,571)$ |  | $(694,901)$ |
| Vehicles |  | 7,205,020 |  | 53,479 |  | 273,569 |  | 8,086,740 |
| Less accumulated depreciation |  | $(4,551,443)$ |  | $(53,479)$ |  | $(183,345)$ |  | $(5,187,816)$ |
| Data processing equipment and software Less accumulated depreciation |  | $\begin{gathered} 56,905 \\ (40,148) \end{gathered}$ |  | $\begin{gathered} 75,603 \\ (63,830) \end{gathered}$ |  | $\begin{gathered} 714,441 \\ (697,519) \end{gathered}$ |  | $\begin{gathered} 330,315 \\ (184,204) \end{gathered}$ |
| Art |  | ) |  | - |  | (697, |  | 180,971 |
| Construction in progress |  | 75,490 |  | 58,886 |  | 15,665,790 |  | 3,071,035 |
| Total capital assets (net of accumulated depreciation) |  | 3,482,298 |  | 4,708,061 |  | 17,734,705 |  | 9,416,501 |
| Total noncurrent assets |  | 3,810,320 |  | 5,032,529 |  | 17,734,705 |  | 9,416,501 |
| Total assets | S | 11,844,714 | \$ | 5,174,385 | \$ | 20,671,602 | \$ | 10,897,547 |
| Llabilities |  |  |  |  |  |  |  |  |
| Current liabilities: |  |  |  |  |  |  |  |  |
| Accounts payable | \$ | 49,960 | \$ | 23,756 | \$ | 421,655 | \$ | 338,894 |
| Miscellaneous payable |  | 70,369 |  | 5,407 |  | - |  | - |
| Compensated absences payable |  | 339,160 |  | 36,780 |  | 186,339 |  | 313,905 |
| Accrued wages payable |  | 175,373 |  | 23,917 |  | 114,108 |  | 232,707 |
| Deferred Revenue |  | - |  | - |  | - |  | 18,000 |
| Deposits and escrows |  | 176,180 |  | 605 |  | 6,995 |  | - |
| Interest payable |  | 53,535 |  | 46,221 |  | - |  | - |
| Due to other funds |  | - |  | 45,387 |  | - |  | - |
| Bonds payable-current portion |  | 665,000 |  | 735,000 |  | - |  | - |
| Total current llabilities |  | 1,529,577 |  | 917,073 |  | 729,097 |  | 903,506 |
| Noncurrent liablilites |  |  |  |  |  |  |  |  |
| Bonds payable-noncurrent portion |  | 13,415,135 |  | 12,681,569 |  | - |  | - |
| Total noncurrent liabilities |  | 13,415,135 |  | 12,681,569 |  | - |  | - |
| Total liabilites |  | 14,944,712 |  | 13,598,642 |  | 729,097 |  | 903,506 |
| Net assets |  |  |  |  |  |  |  |  |
| Invested in capltal assets, net of related debt |  | $(10,245,518)$ |  | ( $8,431,939$ ) |  | 17,734,705 |  | 9,416,501 |
| Restricted for debt service |  | 108,952 |  | (a) |  | - |  | - |
| Unrestricted |  | 7,036,568 |  | 7,682 |  | 2,207,800 |  | 577,540 |
| Total net assets | \$ | (3,099,998) | \$ | $(8,424,257)$ | \$ | 19,942,505 | \$ | 9,994,041 |



## Enterprise Funds

Combining Statement of Revenues, Expenses
and Changes in Net Assets
Nonmajor Enterprise Funds
For the Year Ended June 30, 2008

| Operating revenues: | Solid <br> Waste <br> Management |  | Municipal Recreation Complex |  | Parking Enterprise Fund |  | $\begin{aligned} & \text { Transit } \\ & \text { Bus } \\ & \text { System } \\ & \hline \end{aligned}$ |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  |  |  |  |  |  |
| User fees | \$ | 9,419,575 | \$ | 1,055,670 | \$ | 3,693,146 | \$ | 412,810 |
| Other revenue |  | 89,243 |  | 118,473 |  | 633,501 |  | 114,571 |
| Total operating revenues |  | 9,508,818 |  | 1,174,143 |  | 4,326,647 |  | 527,381 |
| Operating expenses: |  |  |  |  |  |  |  |  |
| Salaries, wages and benefits |  | 3,798,237 |  | 455,592 |  | 2,559,233 |  | 5,361,837 |
| Contractual services and utilities |  | 1,772,452 |  | 231,340 |  | 504,295 |  | 127,595 |
| Repairs and maintenance |  | 539,166 |  | 15,237 |  | 419,176 |  | 408,050 |
| Supplies |  | 813,793 |  | 78,822 |  | 128,674 |  | 612,068 |
| Capital outlay-inventory exempt items |  | 475,494 |  | 24,568 |  | 19,594 |  | 46,795 |
| Depreciation expense |  | 785,641 |  | 1,332,493 |  | 118,120 |  | 924,468 |
| Amortization expense |  | - |  | 19,670 |  | - |  | - |
| Insurance |  | 303,705 |  | 32,240 |  | 193,337 |  | 357,779 |
| Other |  | 650,238 |  | 225,924 |  | 774,132 |  | 840,436 |
| Total operating expenses |  | 9,138,726 |  | 2,415,886 |  | 4,716,561 |  | 8,679,028 |
| Operating income (loss) |  | 370,092 |  | (1,241,743) |  | $(389,914)$ |  | $(8,151,647)$ |
| Non-operating revenues (expenses): |  |  |  |  |  |  |  |  |
| Investment income |  | 287,387 |  | 17,005 |  | 197,276 |  | 21,523 |
| Intergovernmental |  |  |  |  |  |  |  |  |
| State-shared taxes |  | 343,661 |  | - |  | - |  | - |
| Grants |  |  |  | 73,433 |  | 24,515 |  | 5,461,979 |
| Gain (Loss) on sale of capital assets |  | $(22,393)$ |  | 6,522 |  | 252 |  | - |
| Interest expense |  | $(724,533)$ |  | $(559,985)$ |  | - |  | - |
| Other non-operating expenses |  | $(21,163)$ |  | - |  | - |  | - |
| Total non-operating revenues (expenses) |  | $(137,041)$ |  | $(463,025)$ |  | 222,043 |  | 5,483,502 |
| Income (loss) before transfers |  | 233,051 |  | $(1,704,768)$ |  | $(167,871)$ |  | $(2,668,145)$ |
| Transfers in |  | 1,319,258 |  | 1,165,988 |  | - |  | 6,013,460 |
| Transfers out |  | - |  | $(5,672)$ |  | $(310,376)$ |  | - |
| Change in net assets |  | 1,552,309 |  | $(544,452)$ |  | $(478,247)$ |  | 3,345,315 |
| Net assets, beginning of year (previously stated) |  | 9,731,753 |  | $(7,879,805)$ |  | 20,420,752 |  | 6,648,726 |
| Adjustment to net assets: |  |  |  |  |  |  |  |  |
| Reclass debt service |  | (14,384,060) |  | - |  | - |  | - |
| Net assets, beginning of year (restated) |  | $(4,652,307)$ |  | (7,879,805) |  | 20,420,752 |  | 6,648,726 |
| Net assets, end of year | \$ | $(3,099,998)$ | \$ | $(8,424,257)$ | \$ | 19,942,505 | \$ | 9,994,041 |


| Airport |  |  | CC | Totals |  | Operating revenues: |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  |  |  |  |
| \$ | 354,446 | \$ | 1,480,294 | \$ | 16,415,941 | User fees |
|  | 190,975 |  | 386,400 |  | 1,533,163 | Other revenue |
|  | 545,421 |  | 1,866,694 |  | 17,949,104 | Total operating revenues |
| 705,125 |  |  | 2,870,589 | 15,750,613 |  | Operating expenses: |
|  |  |  | Salaries, wages and benefits |  |  |  |
| 123,537 |  |  |  | 716,725 |  | 3,475,944 | Contractual services and utilities |
| 17,483 |  |  | 132,222 |  | 1,531,334 | Repairs and maintenance |
| 22,693 |  |  | 219,637 |  | 1,875,687 | Supplies |
| 301,155 |  |  | 327,969 |  | 1,195,575 | Capital outlay-inventory exempt items |
| 342,419 |  |  | 501,690 |  | 4,004,831 | Depreciation expense |
| 49,617 |  |  | - |  | 19,670 | Amortization expense |
|  | 49,617 |  | 92,397 |  | 1,029,075 | Insurance |
| 71,141 |  |  | 137,858 |  | 2,699,729 | Other |
| 1,633,170 |  |  | 4,999,087 |  | 31,582,458 | Total operating expenses |
| $(1,087,749)$ |  |  | $(3,132,393)$ |  | $(13,633,354)$ | Operating income (loss) |
| 26,023 |  |  | 57,021 |  |  | Non-operating revenues (expenses): |
|  |  |  |  | 606,235 | Investment income |  |
|  |  |  |  |  |  | Intergovernmental |
| 1,237,328 |  |  |  | - |  | 343,661 | State-shared taxes |
|  |  |  | 144,607 |  | 6,941,862 | Grants |
| 1,237,328 |  |  | 384 |  | $(15,235)$ | Gain (Loss) on sale of capital assets |
| - |  |  | - |  | $(1,284,518)$ | Interest expense |
|  | - |  | - |  | $(21,163)$ | Other non-operating expenses |
| 1,263,351 |  |  | 202,012 |  | 6,570,842 | Total non-operating revenues (expenses) |
| 175,602 |  |  | (2,930,381) |  | $(7,062,512)$ | Income (loss) before transfers |
| 878,557$(39,312)$ |  |  | 2,783,725 |  | 12,160,988 | Transfers in |
|  |  |  | $(22,760)$ |  | $(378,120)$ | Transfers out |
| 1,014,847 |  |  | $(169,416)$ |  | 4,720,356 | Change in net assets |
| 11,295,713 |  |  | 22,622,537 |  | 62,839,676 | Net assets, beginning of year (previously stated) |
|  |  |  | - |  | (14,384,060) | Adjustment to net assets: <br> Reclass debt service |
| 11,295,713 |  |  | 22,622,537 |  | 48,455,616 | Net assets, beginning of year (restated) |
| \$ | 12,310,560 | \$ | 22,453,121 | \$ | 53,175,972 | Net assets, end of year |

CITY OF SANTA FE, NEW MEXICO
Combining Statement of Cash Flows
Nonmajor Enterprise Funds
For the Year Ended June 30, 2008

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

Net cash provided (used) by operating activities:
Cash flows from noncapital financing activities:
Intergovernmental
Transfers-in from other funds
Transfers-out to other funds

Net cash provided (used) by noncapital financing activities
Cash flows from capital and related financing activities:
Acquisition and construction of capital assets
Proceeds from sale of capital assets
Principal paid on revenue bond maturities and notes payable Interest paid on revenue bonds and notes payable

Net cash used for capital and related financing activities
Cash flows from investing activities:
Interest and dividends on investments
Net cash provided by investing activities
Net increase (decrease) in cash and cash equivalents
Cash, investments and cash equivalents at beginning of year
Cash, Investments and cash equivalents at end of year

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

Operating income (loss)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities: Depreciation/amortization
Change in assets and liabilities:
(Increase) decrease in accounts receivable increase (decrease) in accounts payable increase (decrease) in compensated absences payable
increase (decrease) in accrued wages payable
Increase (decrease) in miscellaneous payable
Increase (decrease) in escrow
Increase (decrease) in benefits payable
Increase (decrease) in due to other funds
Increase (decrease) in other payable


| \$ | 370,092 | \$ | $(1,241,743)$ | \$ | $(389,914)$ | \$ | $(8,151,647)$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | 785,641 |  | 1,352,163 |  | 118,120 |  | 924,468 |
|  | $(341,624)$ |  | $(15,540)$ |  | 15,975 |  | 7,347 |
|  | $(117,181)$ |  | $(3,139)$ |  | $(399.502)$ |  | 255,552 |
|  | $(30,251)$ |  | 489 |  | $(37,608)$ |  | $(83,965)$ |
|  | 35,133 |  | 6,588 |  | 17,238 |  | 69,336 |
|  | - |  | $(9,033)$ |  | - |  | - |
|  | 176,180 |  | - |  | (286) |  | - |
|  | $(42,336)$ |  | - |  | $(22,361)$ |  | $(28,096)$ |
|  | - |  | 45,387 |  | - |  | - |
|  | 142,032 |  | - |  | - |  | - |
|  | 607,594 |  | 1,376,915 |  | $(308,424)$ |  | 1,144,642 |
| \$ | 977,686 | \$ | 136,172 | \$ | $(698,338)$ | \$ | (7,007,005) |


| Alrport |  | GCCC |  | Totals |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
| \$ | $\begin{gathered} 545,421 \\ (533,320) \\ (65,358) \\ (687,665) \end{gathered}$ | \$ | $\begin{array}{r} 1,872,915 \\ (1,580,791) \\ - \\ (2,940,743) \end{array}$ | \$ | $\begin{array}{r} 17,797,663 \\ (10,499,790) \\ (1,351,524) \\ (15,928,375) \end{array}$ |
|  | $(740,922)$ |  | (2,648,619) |  | $(9,982,026)$ |
|  | $\begin{array}{r} 1,153,381 \\ 878,557 \\ (39,312) \end{array}$ |  | $\begin{array}{r} 10,525 \\ 2,783,725 \\ (22,760) \end{array}$ |  | $\begin{array}{r} 5,858,950 \\ 12,160,988 \\ (378,120) \end{array}$ |
|  | 1,992,626 |  | 2,771,490 |  | 17,641,818 |
|  | (956,771) |  | 829 384 |  | $\begin{gathered} (10,748,284) \\ 107,268 \\ (1,357,286) \\ (1,233,039) \end{gathered}$ |
|  | $(956,771)$ |  | 1,213 |  | $(13,231,341)$ |
|  | 25,422 |  | 56,202 |  | 618,927 |
|  | 25,422 |  | 56,202 |  | 618,927 |
|  | 320,355 |  | 180,286 |  | $(4,952,622)$ |
|  | - |  | 1,074,326 |  | 15,331,966 |
| \$ | 320,355 | \$ | 1,254,612 | \$ | 10,379,344 |
| \$ | $(1,087,749)$ | \$ | $(3,132,393)$ | \$ | $(13,633,354)$ |
|  | 342,419 |  | 501,690 |  | 4,024,501 |
|  | - |  | 6,221 |  | $(327,621)$ |
|  | $(13,209)$ |  | 40,990 |  | $(236,489)$ |
|  | 9,750 |  | $(83,542)$ |  | $(225,127)$ |
|  | 7,710 |  | 20,731 |  | 156,736 |
|  | - |  | - |  | $(9,033)$ |
|  | - |  | 3,178 |  | 179,072 |
|  | - |  | $(7,343)$ |  | $(100,136)$ |
|  | - |  | - |  | 45,387 |
|  | 157 |  | 1,849 |  | 144,038 |
|  | 346,827 |  | 483,774 |  | 3,651,328 |
| \$ | (740,922) | \$ | $(2,648,619)$ | \$ | $(9,982,026)$ |

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

Net cash provided (used) by operating activities:
Cash flows from noncapital financing activities:
Intergovernmental
Transfers-in from other funds
Transfers-out to other funds
Net cash provided (used) by noncapital financing activities
Cash flows from capital and related financing activities:
Acquisition and construction of capital assets
Proceeds from sale of capital assets
Principal paid on revenue bond maturities and notes payable
Interest paid on revenue bonds and notes payable
Net cash used for capital and related financing activities
Cash flows from investing activities:
Interest and dividends on investments
Net cash provided by investing activities
Net increase (decrease) in cash and cash equivalents
Cash, investments and cash equivalents at beginning of year

## Cash, investments and cash equivalents at end of year

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

Operating income (loss)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:
Depreciation/amortization
Change in assets and liabilities:
(Increase) decrease in accounts receivable
Increase (decrease) in accounts payable Increase (decrease) in compensated absences payable
Increase (decrease) in accrued wages payable
Increase (decrease) in miscellaneous payable
Increase (decrease) in escrow
Increase (decrease) in benefits payable
Increase (decrease) in due to other funds Increase (decrease) in other payable

Total adjustments

## Net cash provided (used) by operating activitles

## CITY OF SANTA FE, NEW MEXICO <br> Nonmajor Enterprise Fund Schedule of Revenues, Expenses and Changes in Net Assets Budget and Actual Solid Waste Management For the Year Ended June 30, 2008

|  | Budgeted Amounts |  |  |  | Actual |  | Variance with Final BudgetPositive (Negative) |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Original |  | Final |  |  |  |  |  |
| Operating revenues: |  |  |  |  |  |  |  |  |
| User fees | \$ | 8,938,400 | \$ | 8,938,400 | \$ | 9,419,575 | \$ | 481,175 |
| Other revenues |  | 25,000 |  | 25,000 |  | 89,243 |  | 64,243 |
| Total operating revenues |  | 8,963,400 |  | 8,963,400 |  | 9,508,818 |  | 545,418 |
| Operating expenses: |  |  |  |  |  |  |  |  |
| Salaries, wages and benefits |  | 3,765,602 |  | 4,340,990 |  | 3,798,237 |  | 542,753 |
| Contractual services and utilities |  | 2,587,003 |  | 2,095,876 |  | 1,772,452 |  | 323,424 |
| Repairs and maintenance |  | 399,599 |  | 519,338 |  | 539,166 |  | $(19,828)$ |
| Supplies |  | 572,086 |  | 804,265 |  | 813,793 |  | $(9,528)$ |
| Capital outlay-exempt items |  | 1,618,351 |  | 2,081,501 |  | 475,494 |  | 1,606,007 |
| Depreciation expense |  |  |  | 821,657 |  | 785,641 |  | 36,016 |
| Insurance |  | 279,685 |  | 303,705 |  | 303,705 |  | - |
| Other |  | 596,236 |  | 669,600 |  | 650,238 |  | 19,362 |
| Total operating expenses |  | 9,818,562 |  | 11,636,932 |  | 9,138,726 |  | 2,498,206 |
| Operating income (loss) |  | $(855,162)$ |  | $(2,673,532)$ |  | 370,092 |  | 3,043,624 |
| Non-operating revenues (expenses): |  |  |  |  |  |  |  |  |
| Investment income |  | 185,600 |  | 188,257 |  | 287,387 |  | 99,130 |
| Intergovernmental |  |  |  |  |  |  |  |  |
| State-shared taxes |  | - |  | - |  | 343,661 |  | 343,661 |
| Gain (Loss) on sale of capital assets |  |  |  | 66,820 |  | $(22,393)$ |  | $(89,213)$ |
| Interest expense |  | - |  | $(1,305,998)$ |  | $(724,533)$ |  | 581,465 |
| Other non-operating expenses |  | - |  | - |  | $(21,163)$ |  | $(21,163)$ |
| Total non-operating revenues (expenses) |  | 185,600 |  | $(1,050,921)$ |  | $(137.041)$ |  | 913,880 |
| Income (loss) before transfers |  | $(669,562)$ |  | $(3,724,453)$ |  | 233,051 |  | 3,957,504 |
| Transfers in |  | 13,260 |  | 1,319,258 |  | 1,319,258 |  | - |
| Change in net assets |  | $(656,302)$ |  | $(2,405,195)$ |  | 1,552,309 |  | 3,957,504 |
| Net assets, beginning of year (previously stated) |  | 9,731,753 |  | 9,731,753 |  | 9,731,753 |  | - |
| Adjustment to net assets: |  |  |  |  |  |  |  |  |
| Reclass debt service |  | $(14,384,060)$ |  | $(14,384,060)$ |  | $(14,384,060)$ |  | - |
| Net assets, beginning of year (restated) |  | $(4,652,307)$ |  | $(4,652,307)$ |  | $(4,652,307)$ |  | - |
| Net assets, end of year | \$ | $(5,308,609)$ | \$ | $(7,057,502)$ | \$ | $(3,099,998)$ | \$ | 3,957,504 |

$\left.\begin{array}{lllll}\hline & \begin{array}{c}\text { CITY OF SANTA FE, NEW MEXICO } \\ \text { Nonmajor Enterprise Fund }\end{array} \\ & \begin{array}{c}\text { Schedule of Revenues, } \\ \text { Changes in Net Assenses and } \\ \text { MunicIpal Recreation Complex }\end{array} \\ \text { For the Year Ended June }\end{array}\right)$

|  | CITY OF SANTA FE, NEW MEXICO <br> Nonmajor Enterprise Fund |  |  |  |
| :--- | :--- | :--- | :--- | :--- |
|  | Schedule of Revenues, Expenses and <br> Changes in Net Assets Budget and Actual <br> Parking Enterprise Fund |  |  |  |
|  | For the Year Ended June 30, |  |  |  |
|  |  |  |  |  |

CITY OF SANTA FE, NEW MEXICO
Nonmajor Enterprise Fund
Schedule of Revenues, Expenses and
Changes in Net Assets Budget and Actual Transit Bus System
For the Year Ended June 30, 2008


CITY OF SANTA FE, NEW MEXICO
Nonmajor Enterprise Fund
Schedule of Revenues, Expenses and Changes in Net Assets Budget and Actual Airport
For the Year Ended June 30, 2008

|  | Budgeted Amounts |  |  |  | Actual |  | Variance with Final BudgetPositive (Negative) |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Original |  | Final |  |  |  |  |  |
| Operating revenues: |  |  |  |  |  |  |  |  |
| User fees | \$ | 437,500 | \$ | 437,500 | \$ | 354,446 | \$ | $(83,054)$ |
| Other revenue |  | 188,730 |  | 191,762 |  | 190,975 |  | (787) |
| Total operating revenues |  | 626,230 |  | 629,262 |  | 545,421 |  | $(83,841)$ |
| Operating expenses: |  |  |  |  |  |  |  |  |
| Salaries, wages and benefits |  | 756,004 |  | 756,004 |  | 705,125 |  | 50,879 |
| Contractual services and utilities |  | 108,690 |  | 510,457 |  | 123,537 |  | 386,920 |
| Repairs and maintenance |  | 18,484 |  | 21,137 |  | 17,483 |  | 3,654 |
| Supplies |  | 33,607 |  | 34,479 |  | 22,693 |  | 11,786 |
| Capital outlay-exempt items |  | 588,818 |  | 2,513,443 |  | 301,155 |  | 2,212,288 |
| Depreciation expense |  |  |  | 297,043 |  | 342,419 |  | $(45,376)$ |
| Insurance |  | 53.768 |  | 53,768 |  | 49,617 |  | 4,151 |
| Other |  | 73,644 |  | 74,021 |  | 71,141 |  | 2,880 |
| Total operating expenses |  | 1,633,015 |  | 4,260,352 |  | 1,633,170 |  | 2,627,182 |
| Operating income (loss) |  | $(1,006,785)$ |  | $(3,631,090)$ |  | $(1,087,749)$ |  | 2,543,341 |
| Non-operating revenues (expenses): |  |  |  |  |  |  |  |  |
| Investment income |  | 10,280 |  | 18,630 |  | 26,023 |  | 7,393 |
| Intergovernmental |  | 1,271,581 |  | 2,535,452 |  | 1,237,328 |  | $(1,298,124)$ |
| Total non-operating revenues (expenses) |  | 1,281,861 |  | 2,554,082 |  | 1,263,351 |  | $(1,290,731)$ |
| Income (loss) before transfers |  | 275.076 |  | $(1,077,008)$ |  | 175,602 |  | 1,252,610 |
| Transfers in |  | 255,300 |  | 878,557 |  | 878,557 |  | - |
| Transfers out |  | - |  | $(39,312)$ |  | $(39,312)$ |  | - |
| Change in net assets |  | 530,376 |  | $(237,763)$ |  | 1,014,847 |  | 1,252,610 |
| Net assets, beginning of year |  | 11,295,713 |  | 11,295,713 |  | 11,295,713 |  | - |
| Net assets, end of year | \$ | 11,826,089 | \$ | 11,057,950 | \$ | 12,310,560 | \$ | 1,252,610 |

CITY OF SANTA FE, NEW MEXICO
Nonmajor Enterprise Fund
Schedule of Revenues, Expenses and Changes in Net Assets Budget and Actual Genoveva Chavez Community Center For the Year Ended June 30, 2008


| CITY OF SANTA FE, NEW MEXICO Major Enterprise Fund <br> Schedule of Revenues, Expenses and Changes in Net Assets Budget and Actual Waste Water Management <br> For the Year Ended June 30, 2008 |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Budgeted | An |  |  |  |  | nce with Budget- |
|  |  | riginal |  | Final |  | Actual |  | gative) |
| Operating revenues: |  |  |  |  |  |  |  |  |
| User fees | \$ | 9,410,286 | \$ | 9,410,286 | \$ | 9,326,934 | \$ | $(83,352)$ |
| Other revenue |  | - |  | 17,434 |  | 46,297 |  | 28,863 |
| Total operating revenues |  | 9,410,286 |  | 9,427,720 |  | 9,373,231 |  | $(54,489)$ |
| Operating expenses: |  |  |  |  |  |  |  |  |
| Salaries, wages and benefits |  | 4,640,466 |  | 5,112,122 |  | 4,163,297 |  | 948,825 |
| Contractual services and utilities |  | 1,184,028 |  | 769,627 |  | 822,535 |  | $(52,908)$ |
| Repairs and maintenance |  | 722,831 |  | 1,221,429 |  | 795,079 |  | 426,350 |
| Supplies |  | 501,031 |  | 581,523 |  | 437,737 |  | 143,786 |
| Capital outlay-exempt items |  | 143,080 |  | 20,633,007 |  | 69,500 |  | 20,563,507 |
| Depreciation expense |  | - |  | 2,678,255 |  | 2,737,400 |  | $(59,145)$ |
| Insurance |  | 440,763 |  | 464,648 |  | 464,648 |  | - |
| Other |  | 642,077 |  | 694,648 |  | 681,321 |  | 13,327 |
| Total operating expenses |  | 8,274,276 |  | 32,155,259 |  | 10,171,517 |  | 21,983,742 |
| Operating income (loss) |  | 1,136,010 |  | $(22,727,539)$ |  | $(798,286)$ |  | 21,929,253 |
| Non-operating revenues (expenses): |  |  |  |  |  |  |  |  |
| Investment income |  | 513,399 |  | 951,038 |  | 1,307,004 |  | 355,966 |
| Gain(loss) on sale of capital assets |  | - |  | - |  | $(26,474)$ |  | $(26,474)$ |
| Intergovernmental |  |  |  |  |  |  |  |  |
| State-shared taxes |  | - |  | - |  | 343,422 |  | 343,422 |
| Grants |  | - |  | 278,613 |  | 45,447 |  | $(233,166)$ |
| Interest expense |  | - |  | $(2,107,637)$ |  | $(1,144,850)$ |  | 962,787 |
| Other non-operating expenses |  | - |  | - |  | $(35,907)$ |  | $(35,907)$ |
| Total non-operating revenues (expenses) |  | 513,399 |  | $(877,986)$ |  | 488,642 |  | 1,366,628 |
| Income (loss) before transfers |  | 1,649,409 |  | $(23,605,525)$ |  | $(309,644)$ |  | 23,295,881 |
| Transfers in |  | - |  | 12,032,208 |  | 12,032,208 |  | - |
| Transfers out |  | $(968,633)$ |  | $(47,733)$ |  | $(47,733)$ |  | - |
| Change in net assets |  | 680,776 |  | (11,621,050) |  | 11,674,831 |  | 23,295,881 |
| Net assets, beginning of year (previously stated) Adjustment to net assets: <br> Reclass debt service |  | 47,746,214 |  | $47,746,214$ |  | 47,746,214 |  | - |
|  |  | (27,943,310) |  | (27,943,310) |  | (27,943,310) |  | - |
| Net assets, beginning of year (restated) |  | 19,802,904 |  | 19,802,904 |  | 19,802,904 |  | - |
| Net assets, end of year | \$ | 20,483,680 | \$ | 8,181,854 | \$ | 31,477,735 | \$ | 23,295,881 |
|  |  | 150 |  |  |  |  |  |  |

CITY OF SANTA FE, NEW MEXICO
Major Enterprise Fund
Schedule of Revenues, Expenses and
Changes in Net Assets Budget and Actual
Water Management
For the Year Ended June 30, 2008

|  | Budgeted Amounts |  |  |  |  | Actual | Variance with Final BudgetPositive (Negative) |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Original |  | Final |  |  |  |  |
| Operating revenues: |  |  |  |  |  |  |  |  |
| User fees | \$ | 27,920,549 | \$ | 27,920,549 | \$ | 30,119,505 | \$ | 2,198,956 |
| Facilities rental |  |  |  | - |  | 28,845 |  | 28,845 |
| Other revenue |  | 28,847 |  | 228,847 |  | 105,789 |  | $(123,058)$ |
| Total operating revenues |  | 27,949,396 |  | 28,149,396 |  | 30,254,139 |  | 2,104,743 |
| Operating expenses: |  |  |  |  |  |  |  |  |
| Salaries, wages and benefits |  | 6,624,589 |  | 8,876,679 |  | 7,577,625 |  | 1,299,054 |
| Contractual services and utilities |  | 8,901,763 |  | 9,037,325 |  | 3,419,567 |  | 5,617,758 |
| Repairs and maintenance |  | 1,282,885 |  | 1,480,862 |  | 950,386 |  | 530,476 |
| Supplies |  | 849,446 |  | 1,174,828 |  | 1,024,665 |  | 150,163 |
| Capital outlay-exempt items |  | 9,729,622 |  | 29,781,697 |  | 131,906 |  | 29,649,791 |
| Depreciation expense |  | - |  | 3,531,979 |  | 3,534,604 |  | $(2,625)$ |
| Amortization |  | - |  | - |  | $(81,702)$ |  | 81,702 |
| Insurance |  | 422,052 |  | 496,572 |  | 508,073 |  | $(11,501)$ |
| Other |  | 1,291,853 |  | 1,494,537 |  | 1,519,810 |  | $(25,273)$ |
| Total operating expenses |  | 29,102,210 |  | 55,874,479 |  | 18,584,934 |  | 37,289,545 |
| Operating income (loss) |  | $(1,152,814)$ |  | $(27,725,083)$ |  | 11,669,205 |  | 39,394,288 |
| Non-operating revenues (expenses): |  |  |  |  |  |  |  |  |
| Investment income |  | 1,525,363 |  | 2,308,467 |  | 3,469,745 |  | 1,161,278 |
| Intergovernmental |  |  |  |  |  |  |  |  |
| State-shared taxes |  | 7,716,846 |  | 7,716,846 |  | 8,113,414 |  | 396,568 |
| Grants |  | - |  | 4,683,660 |  | 1,567,685 |  | $(3,115,975)$ |
| Gain on sale of capital assets |  | - |  | - |  | 12,776 |  | 12,776 |
| Interest expense |  | $(6,720,819)$ |  | $(6,735,494)$ |  | - |  | 6,735,494 |
| Other non-operating expenses |  | - |  | - |  | $(489,617)$ |  | $(489,617)$ |
| Total non-operating revenues (expenses) |  | 2,521,390 |  | 7,973,479 |  | 12,674,003 |  | 4,700,524 |
| Income (loss) before transfers |  | 1,368,576 |  | $(19,751,604)$ |  | 24,343,208 |  | 44,094,812 |
| Transfers in |  | 64,500 |  | 226,500 |  | 226,500 |  | - |
| Transfers out |  | $(71,000)$ |  | $(71,000)$ |  | $(71,000)$ |  | - |
| Change in net assets |  | 1,362,076 |  | $(19,596,104)$ |  | 24,498,708 |  | 44,094,812 |
| Net assets, beginning of year |  | 84,638,601 |  | 84,638,601 |  | 84,638,601 |  | - |
| Net assets, end of year | \$ | 86,000,677 | \$ | 65,042,497 | \$ | 109,137,309 | \$ | 44,094,812 |

```
CITY OF SANTA FE, NEW MEXICO
Major Enterprise Fund
Schedule of Revenues, Expenses and Changes in Net Assets Budget and Actual Railyard Property
For the Year Ended June 30, 2008
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## CITY OF SANTA FE, NEW MEXICO

Major Enterprise Fund
Schedule of Revenues, Expenses and Changes in Net Assets Budget and Actual

Santa Fe Convention Center For the Year Ended June 30, 2008

|  | Budgeted Amounts |  |  |  |  | Actual | Variance with Final BudgetPositive (Negative) |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Original |  | Final |  |  |  |  |  |
| Operating revenues: |  |  |  |  |  |  |  |  |
| Other revenue | \$ | - | \$ | - | \$ | 4,344 | \$ | 4,344 |
| Total operating revenues |  | - |  | - |  | 4,344 |  | 4,344 |
| Operating expenses: |  |  |  |  |  |  |  |  |
| Salaries, wages and benefits |  | 510,417 |  | 510,417 |  | 83,913 |  | 426,504 |
| Contractual services and utilities |  | 28,000 |  | 357,976 |  | 158,185 |  | 199,791 |
| Supplies |  | 90,000 |  | 91,706 |  | 12,831 |  | 78,875 |
| Capital outlay-exempt items |  | 193,878 |  | 45,699,513 |  | 22,241 |  | 45,677,272 |
| Depreciation expense |  | - |  | 10,574 |  | 9,465 |  | 1,109 |
| Insurance |  | 20,000 |  | 20,000 |  | 20,000 |  |  |
| Other |  | 563,820 |  | 564,335 |  | 374,377 |  | 189,958 |
| Total operating expenses |  | 1,406,115 |  | 47,254,521 |  | 681,012 |  | 46,573,509 |
| Operating income (loss) |  | $(1,406,115)$ |  | $(47,254,521)$ |  | $(676,668)$ |  | 46,577,853 |
| Non-operating revenues (expenses): |  |  |  |  |  |  |  |  |
| Interest income |  | 225,023 |  | 321,023 |  | 1,389,603 |  | 1,068,580 |
| Intergovernmental |  | - |  | 25,000 |  | - |  | $(25,000)$ |
| Gain (Loss) on sale of capital assets |  |  |  | - |  | 4,330 |  | 4,330 |
| Interest Expense |  | - |  | $(2,253,800)$ |  | $(1,389,603)$ |  | 864,197 |
| Other non-operating expenses |  | - |  | - |  | $(12,419)$ |  | $(12,419)$ |
| Total non-operating revenues (expenses) |  | 225,023 |  | $(1,907,777)$ |  | $(8,089)$ |  | 1,912,107 |
| Income (loss) before transfers |  | $(1,181,092)$ |  | $(49,162,298)$ |  | $(684,757)$ |  | 48,489,960 |
| Transfers in |  | 1,500,000 |  | 3,859,350 |  | 3,859,350 |  | - |
| Transfers out |  | $(75,500)$ |  | $(75,500)$ |  | $(75,500)$ |  | - |
| Change in net assets |  | 243,408 |  | $(45,378,448)$ |  | 3,099,093 |  | 48,489,960 |
| Net assets, beginning of year (previously stated) Adjustment to net assets: |  | 58,211,004 |  | 58,211,004 |  | 58,211,004 |  | - |
| Reclass debt service |  | $(44,240,175)$ |  | $(44,240,175)$ |  | $(44,240,175)$ |  | - |
| Net assets, beginning of year (restated) |  | 13,970,829 |  | 13,970,829 |  | 13,970,829 |  | - |
| Net assets, end of year | \$ | 14,214,237 | \$ | (31,407,619) | \$ | 17,069,922 | \$ | 48,477,541 |

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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 - to account for the cost of operating a self-insured health insurance program. The City contributes $76.50 \%$ of the costs and the employee contributes 23.50\%.

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

Retiree Health Care - to account for the cost of operating the retiree health care program for the benefit of City of Santa Fe retirees.

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

CITY OF SANTA FE, NEW MEXICO
Internal Service Funds
Combining Statement of Net Assets
June 30, 2008

|  |  | Risk nagement | Santa Fe Health |  | Worker's Compensation |  | Retiree Health Care |  |  |  | Totals |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Assets |  |  |  |  |  |  |  |  |  |  |  |  |
| Current assets: |  |  |  |  |  |  |  |  |  |  |  |  |
| Cash, investments and cash equivalents | \$ | 5,931,059 | \$ | 7,222,639 | \$ | 3,354,803 | \$ | 26,264 | \$ | 27,407 | \$ | 16,562,172 |
| Interest receivable |  | 27,661 |  | 32,977 |  | 15,745 |  | - |  | - |  | 76,383 |
| Total current assets |  | 5,958,720 |  | 7,255,616 |  | 3,370,548 |  | 26,264 |  | 27,407 |  | 16,638,555 |
| Noncurrent assets: |  |  |  |  |  |  |  |  |  |  |  |  |
| Capital assets: |  |  |  |  |  |  |  |  |  |  |  |  |
| Furniture and fixtures |  | 34,818 |  | - |  | - |  | - |  | - |  | 34,818 |
| Less accumulated depreciation |  | $(9,915)$ |  | - |  | - |  | - |  | - |  | $(9,915)$ |
| Equipment and machinery |  | 12,910 |  | - |  | $\cdots$ |  | - |  | - |  | 12,910 |
| Less accumulated depreciation |  | $(12,910)$ |  | - |  | - |  | - |  | - |  | $(12,910)$ |
| Data processing equipment and software |  | 5,307 |  | - |  | - |  | - |  | - |  | 5,307 |
| Less accumulated depreciation |  | $(4,648)$ |  | - |  | - |  | - |  | - |  | $(4,648)$ |
| Vehicles |  | 47,306 |  | - |  | - |  | - |  | - |  | 47,306 |
| Less accumulated depreciation |  | $(13,334)$ |  | - |  | - |  | - |  | - |  | $(13,334)$ |
| Total capital assets (net of accum depreciation) |  | 59,534 |  | - |  | - |  | - |  | - |  | 59,534 |
| Total noncurrent assets |  | 59,534 |  | - |  | - |  | - |  | - |  | 59,534 |
| Total assets |  | 6,018,254 |  | 7,255,616 |  | 3,370,548 |  | 26,264 |  | 27,407 |  | 16,698,089 |

## Llabilities

| Current liabilities: |  |  |  |  |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Accounts payable |  | 57,963 |  | 132,030 |  | 4,533 |  | - |  | - |  | 194,526 |
| Compensated absences payable |  | 110,105 |  | - |  | - |  | - |  | - |  | 110,105 |
| Accrued wages payable |  | 41,352 |  | - |  | 99 |  | - |  | 2,411 |  | 43,862 |
| Claims payable |  | 2,862,219 |  | 1,114,633 |  | 2,244,335 |  | - |  | - |  | 6,221,187 |
| Other payables |  | - |  | - |  | 221 |  | - |  | - |  | 221 |
| Total current liabilities |  | 3,071,639 |  | 1,246,663 |  | 2,249,188 |  | - |  | 2,411 |  | 6,569,901 |
| Net Assets |  |  |  |  |  |  |  |  |  |  |  |  |
| Invested in capital assets, net of related debt |  | 59,534 |  | - |  | - |  | - |  | - |  | 59,534 |
| Unrestricted |  | 2,887,081 |  | 6,008,953 |  | 1,121,360 |  | 26,264 |  | 24,996 |  | 10,068,654 |
| Total net assets | \$ | 2,946,615 | \$ | 6,008,953 | \$ | 1,121,360 | \$ | 26,264 | \$ | 24,996 | \$ | 10,128,188 |

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

| CITY OF SANTA FE, NEW MEXICO Internal Service Funds Combining Statement of Revenues, Expenses and Changes In Net Assets For the Year Ended June 30, 2008 |  |  |  |  |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Risk <br> anagement |  | Santa Fe Health |  | Worker's pensation |  | Retiree <br> alth Care |  | nlon lck ve Bank |  | Totals |
| Operating revenues: |  |  |  |  |  |  |  |  |  |  |  |  |
| Total operating revenues |  | 5,151,855 |  | 13,976,409 |  | 1,566,344 |  | 102,518 |  | 72,046 |  | 20,869,172 |
| Operating expenses: |  |  |  |  |  |  |  |  |  |  |  |  |
| Salaries, wages and fringe benefits |  | 956,383 |  | - |  | 10,575 |  | - |  | 89,986 |  | 1,056,944 |
| Contractual services and utilities |  | 248,535 |  | 430,755 |  | 54,244 |  | - |  | - |  | 733,534 |
| Repairs and maintenance |  | 847 |  | - |  | - |  | - |  | - |  | 847 |
| Supplies |  | 52,603 |  | - |  | - |  | - |  | - |  | 52,603 |
| Depreciation expense |  | 7,980 |  | - |  | - |  | - |  | - |  | 7,980 |
| Insurance premiums |  | 2,408,730 |  | 361,257 |  | - |  | 76,255 |  | - |  | 2,846,242 |
| Claims and judgements |  | 1,207,995 |  | 11,189,778 |  | 812,132 |  | - |  | - |  | 13,209,905 |
| Excess insurance |  | - |  | 452,625 |  | 118,701 |  | - |  | - |  | 571,326 |
| Workers comp administration fee |  | - |  | , |  | 278 |  | - |  | - |  | 278 |
| Other |  | 33,033 |  | 1,013 |  | - |  | - |  | - |  | 34,046 |
| Total operating expenses |  | 4,916,106 |  | 12,435,428 |  | 995,930 |  | 76,255 |  | 89,986 |  | 18,513,705 |
| Operating income (loss) |  | 235,749 |  | 1,540,981 |  | 570,414 |  | 26,263 |  | $(17,940)$ |  | 2,355,467 |
| Non-operating revenues (expenses): Investment income |  | 254,087 |  | 285,925 |  | 148,365 |  | - |  | - |  | 688,377 |
| Total non-operating revenues (expenses) |  | 254,087 |  | 285,925 |  | 148,365 |  | - |  | - |  | 688,377 |
| Income (loss) before transfers |  | 489,836 |  | 1,826,906 |  | 718,779 |  | 26,263 |  | $(17,940)$ |  | 3,043,844 |
| Other Financing Sources (uses): |  |  |  |  |  |  |  |  |  |  |  |  |
| Transfers in |  | - |  | 579,504 |  | - |  | - |  | - |  | 579,504 |
| Transfers out |  | - |  | , |  | - |  | $(579,504)$ |  | - |  | $(579,504)$ |
| Total other financing sources (uses) |  | - |  | 579,504 |  | - |  | $(579,504)$ |  | - |  | - |
| Change in net assets |  | 489,836 |  | 2,406,410 |  | 718,779 |  | $(553,241)$ |  | $(17,940)$ |  | 3,043,844 |
| Net assets, beginning of year |  | 2,456,779 |  | 3,602,543 |  | 402,581 |  | 579,505 |  | 42,936 |  | 7,084,344 |
| Net assets, end of year | \$ | 2,946,615 | \$ | 6,008,953 | \$ | 1,121,360 | \$ | 26,264 | \$ | 24,996 | \$ | 10,128,188 |

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

| CITY OF SANTA FE, NEW MEXICO Internal Service Funds Combining Statement of Cash Flows For the Year Ended June 30, 2008 |  |  |  |  |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Risk <br> Management |  | Santa Fe Health |  | Worker's Compensation |  | Retiree Health Care |  | Union Slck Leave Bank |  | Totals |  |
| Cash flows from operating activities: |  |  |  |  |  |  |  |  |  |  |  |  |
| Cash received from customers | \$ | 19,463 |  | 13,976,409 | \$ | 12,156 | \$ | 102,518 | \$ | 72,046 | \$ | 14,182,592 |
| Cash received from interfund services provided and used |  | 5,132,392 |  | - |  | 1,554,188 |  |  |  | - |  | 6,686,580 |
| Cash payments to suppliers for goods and services |  | $(3,915,725)$ |  | $(12,648,571)$ |  | $(1,044,323)$ |  | $(115,737)$ |  | - |  | $(17,724,356)$ |
| Cash payments to employees for services |  | $(954,765)$ |  | - |  | $(11,260)$ |  | - |  | $(90,440)$ |  | $(1,056,465)$ |
| Net cash (used) by operating activities |  | 281,365 |  | 1,327,838 |  | 510,761 |  | $(13,219)$ |  | $(18,394)$ |  | 2,088,351 |
| Cash flows from noncapital financing activities: |  |  |  |  |  |  |  |  |  |  |  |  |
| Transfers-in from other funds |  | - |  | 579,504 |  | - |  | - |  | - |  | 579,504 |
| Transfers-out to other funds |  | - |  |  |  | - |  | $(579,504)$ |  | - |  | $(579,504)$ |
| Net cash provided (used) by noncapital financing activities |  | - |  | 579,504 |  | - |  | $(579,504)$ |  | - |  | - |
| Cash flows from capital and related financing activities: |  |  |  |  |  |  |  |  |  |  |  |  |
| Acquisition and construction of capital assets |  | $(65,126)$ |  | - |  | - |  | - |  | - |  | $(65,126)$ |
| Net cash used for capital \& related financing activities |  | $(65,126)$ |  | - |  | - |  | - |  | - |  | $(65,126)$ |
| Cash flows from investing activities: |  |  |  |  |  |  |  |  |  |  |  |  |
| Interest and dividends on investments |  | 255,483 |  | 279,650 |  | 147,438 |  | - |  | - |  | 682,571 |
| Net cash provided by investing activities |  | 255,483 |  | 279,650 |  | 147,438 |  | - |  | - |  | 682,571 |
| Net increase (decrease) in cash and cash equivalents |  | 471,722 |  | 2,186,992 |  | 658,199 |  | $(592,723)$ |  | $(18,394)$ |  | 2,705,796 |
| Cash, investments \& cash equivalents at beg of year |  | 5,459,337 |  | 5,035,647 |  | 2,696,604 |  | 618,987 |  | 45,801 |  | 13,856,376 |
| Cash, investments \& cash equivalents at end of year | \$ | 5,931,059 | \$ | 7,222,639 | \$ | 3,354,803 | \$ | 26,264 | \$ | 27,407 | \$ | 16,562,172 |
| Reconciliation of operating income (loss) to cash provided (used) by operating activities: |  |  |  |  |  |  |  |  |  |  |  |  |
| Operating income (loss) | \$ | 235,749 | \$ | 1,540,981 | \$ | 570,414 | \$ | 26,263 | \$ | $(17,940)$ | \$ | 2,355,467 |
| Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities: |  |  |  |  |  |  |  |  |  |  |  |  |
| Depreciation |  | 7,980 |  | - |  | - |  | - |  | - |  | 7,980 |
| Change in assets and liabilities: |  |  |  |  |  |  |  |  |  |  |  |  |
| Increase (decrease) in accounts payable |  | $(27,356)$ |  | 45,013 |  | $(2,411)$ |  | - |  | - |  | 15,246 |
| Increase (decrease) in other payable |  | - |  | - |  | (460) |  | $(39,482)$ |  | - |  | $(39,942)$ |
| Increase (decrease) in compensated abs. payable |  | $(2,364)$ |  | - |  | - |  | - |  | - |  | $(2,364)$ |
| Increase (decrease) in accrued wages payable |  | 3,982 |  | - |  | (685) |  | - |  | (454) |  | 2,843 |
| Increase (decrease) in claims payable |  | 67,744 |  | $(258,156)$ |  | $(56,097)$ |  | - |  | - |  | $(246,509)$ |
| (Increase) decrease in deferred charges |  | $(4,370)$ |  | - |  | - |  | - |  | - |  | $(4,370)$ |
| Total adjustments |  | 45,616 |  | $(213,143)$ |  | $(59,653)$ |  | $(39,482)$ |  | (454) |  | $(267,116)$ |
| Net cash (used) by operating activities | \$ | 281,365 | \$ | 1,327,838 | \$ | 510,761 | \$ | $(13,219)$ | \$ | $(18,394)$ | \$ | 2,088,351 |

CITY OF SANTA FE, NEW MEXICO
Internal Service Fund
Schedule of Revenues, Expenses and Changes in Net Assets - Budget and Actual

Risk Management
For the Year Ended June 30, 2008

|  | Budgeted Amounts |  |  |  | Actual |  | Variance With Final BudgetPositive (Negative) |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Original |  | Final |  |  |  |  |  |
| Operating revenues: |  |  |  |  |  |  |  |  |
| Premiums | \$ | 5,154,202 | \$ | 5,154,202 | \$ | 5,151,855 | \$ | $(2,347)$ |
| Total operating revenues |  | 5,154,202 |  | 5,154,202 |  | 5,151,855 |  | $(2,347)$ |
| Operating expenses: |  |  |  |  |  |  |  |  |
| Salaries, wages and fringe benefits |  | 925,213 |  | 977,200 |  | 956,383 |  | 20,817 |
| Contractual services and utilities |  | 271,000 |  | 478,489 |  | 248,535 |  | 229,954 |
| Repairs and maintenance |  | 2,800 |  | 2,800 |  | 847 |  | 1,953 |
| Supplies |  | 44,416 |  | 55,557 |  | 52,603 |  | 2,954 |
| Depreciation expense |  | - |  | 2,860 |  | 7,980 |  | $(5,120)$ |
| Insurance premiums |  | 2,536,365 |  | 2,495,536 |  | 2,408,730 |  | 86,806 |
| Claims and judgements |  | 1,619,800 |  | 1,835,510 |  | 1,207,995 |  | 627,515 |
| Other |  | 126,659 |  | 108,619 |  | 33,033 |  | 75,586 |
| Total operating expenses |  | 5,526,253 |  | 5,956,571 |  | 4,916,106 |  | 1,040,465 |
| Operating income (loss) |  | $(372,051)$ |  | $(802,369)$ |  | 235,749 |  | 1,038,118 |
| Non-operating revenues (expenses): Investment income |  | 177,600 |  | 177,600 |  | 254,087 |  | 76,487 |
| Total non-operating revenues (expenses) |  | 177,600 |  | 177,600 |  | 254,087 |  | 76,487 |
| Change in net assets |  | $(194,451)$ |  | $(624,769)$ |  | 489,836 |  | 1,114,605 |
| Net assets, beginning of year |  | 2,456,779 |  | 2,456,779 |  | 2,456,779 |  | - |
| Net assets, end of year | \$ | 2,262,328 | \$ | 1,832,010 | \$ | 2,946,615 | \$ | 1,114,605 |

```
CITY OF SANTA FE, NEW MEXICO Internal Service Fund Schedule of Revenues, Expenses and Changes in Net Assets - Budget and Actual Santa Fe Health
For the Year Ended June 30, 2008
```

|  | Budgeted Amounts |  |  |  | $\begin{array}{c}\text { Variance With } \\ \text { Final Budget- } \\ \text { Positive }\end{array}$ |
| :--- | ---: | ---: | ---: | ---: | ---: | ---: |
| (Negative) |  |  |  |  |  |$]$

CITY OF SANTA FE, NEW MEXICO
Internal Service Fund
Schedule of Revenues, Expenses and
Changes in Net Assets - Budget and Actual Worker's Compensation For the Year Ended June 30, 2008

|  | Budgeted Amounts |  |  |  | $\begin{array}{c}\text { Variance With } \\ \text { Final Budget- } \\ \text { Positive }\end{array}$ |
| :--- | ---: | ---: | ---: | ---: | ---: | ---: |
| (Negative) |  |  |  |  |  |$]$

Internal Service Fund
Schedule of Revenues, Expenses and Changes in Net Assets - Budget and Actual

Retiree Health Care
For the Year Ended June 30, 2008

|  | Budgeted Amounts |  |  |  | Actual |  | Variance With Final BudgetPositive (Negative) |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Original |  | Final |  |  |  |  |  |
| Operating revenues: |  |  |  |  |  | 102,518 |  | \$ 102,518 |
| Premiums | \$ | 1,014,836 | \$ | - |  |  |  |  |
| Total operating revenues |  | 1,014,836 |  | - |  | 102,518 |  | 102,518 |
| Operating expenses: Insurance premiums | - |  |  | - |  | 76,255 |  | $(76,255)$ |
| Total operating expenses | - |  |  | - |  | 76,255 |  | $(76,255)$ |
| Operating income (loss) | 1,014,836 |  |  | - |  | 26,263 |  | 26,263 |
| Non-operating revenues (expenses): Investment income | 15,000 |  |  | - |  | - |  | $(15,000)$ |
| Total non-operating revenues (expenses) | 15,000 |  |  | - |  | - |  | $(15,000)$ |
| Income (loss) before transfers | 1,029,836 |  |  | - |  | 26,263 |  | 11,263 |
| Other Financing Sources (uses); Transfers out | - |  |  | $(579,504)$ | $(579,504)$ |  |  |  |
| Total other financing sources (uses) |  | - |  | $(579,504)$ |  | $(579,504)$ |  | $(579,504)$ |
| Change in net assets |  | 1,029,836 |  | $(579,504)$ |  | $(553,241)$ |  | 26,263 |
| Net assets, beginning of year | 579,505 |  |  | 579,505 | 579,505 |  | - |  |
| Net assets, end of year | \$ | 1,609,341 | \$ | 1 | \$ | 26,264 | \$ | 26,263 |

CITY OF SANTA FE, NEW MEXICO
Internal Service Fund
Schedule of Revenues, Expenses and
Changes in Net Assets - Budget and Actual
Union Sick Leave Bank
For the Year Ended June 30, 2008

|  | Budgeted Amounts |  |  |  | Actual |  | Variance With Final BudgetPositive (Negative) |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Original |  | Final |  |  |  |  |  |
| Operating revenues: |  |  |  |  |  |  |  |  |
| Donations | \$ | - | \$ | 100,000 |  | 72,046 | \$ | $(27,954)$ |
| Total operating revenues |  | - |  | 100,000 | 72,046 |  |  | $(27,954)$ |
| Operating expenses: |  |  |  |  |  |  |  |  |
| Salaries, wages and fringe benefits |  |  |  | 140,000 |  | 89,986 |  | 50,014 |
| Total operating expenses |  | - |  | 140,000 |  | 89,986 |  | 50,014 |
| Operating income (loss) |  | - |  | $(40,000)$ |  | $(17,940)$ |  | 22,060 |
| Change in net assets |  | - |  | $(40,000)$ |  | $(17,940)$ |  | 22,060 |
| Net assets, beginning of year |  | - |  | 42,936 |  | 42,936 |  | - |
| Net assets, end of year | \$ | - | \$ | 2,936 | \$ | 24,996 | \$ | 22,060 |

## Capital Assets Used in the Operation of Governmental Fund

|  | 2008 |  | 2007 |  |
| :---: | :---: | :---: | :---: | :---: |
| Governmental Funds Capital Assets: |  |  |  |  |
| Land | \$ | 166,359,453 | \$ | 162,499,280 |
| Buildings |  | 42,587,066 |  | 42,493,519 |
| Improvements |  | 23,607,384 |  | 19,285,272 |
| Equipment and machinery |  | 14,642,130 |  | 13,789,954 |
| Furniture and fixtures |  | 579,702 |  | 597,437 |
| Vehicles |  | 18,231,086 |  | 15,858,519 |
| Data processing |  | 7,579,769 |  | 6,590,633 |
| Construction in progress |  | 30,705,212 |  | 24,205,840 |
| Art |  | 922,920 |  | 922,920 |
| Traffic Signals |  | 21,752,077 |  | 21,752,077 |
| Streets |  | 174,822,970 |  | 174,583,118 |
| Bridges |  | 2,109,269 |  | 1,954,017 |
| Total governmental funds capital assets | \$ | 503,899,038 | \$ | 484,532,586 |
| Investment in Governmental Funds Capital Assets by sources: |  |  |  |  |
| General Fund | \$ | 335,504,789 | \$ | 335,806,354 |
| Special Revenue Funds |  | 15,963,545 |  | 13,010,805 |
| Capital Project Funds |  | 141,831,221 |  | 125,105,671 |
| Other Sources |  | 9,875,360 |  | 9,885,633 |
| Donations |  | 724,123 |  | 724,123 |
| Total governmental funds capital assets | \$ | 503,899,038 | \$ | 484,532,586 |

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 assets.

CITY OF SANTA FE, NEW MEXICO
Capital Assets Used In the Operatlon of Governmental Funds Schedule By Function and Actlvity June 30, 2008

| Function and Activity | Land |  | Bulldings |  | Improvements |  | Equipment and Machinery |  | Furniture and Flxtures |  | Vehicles |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| General Government: |  |  |  |  |  |  |  |  |  |  |  |  |
| City Manager | \$ | 24,274,581 | \$ | 29,402,973 | \$ | 5,403,906 | \$ | - | \$ | - | \$ | - |
| City Clerk |  | - |  | - |  | - |  | 302,918 |  | 22,241 |  | 56,850 |
| Administrative Department |  | - |  | - |  | - |  | 1,093,146 |  | 13,522 |  | 4,854,135 |
| Planning |  | 137,073, ${ }^{-}$ |  | 637,087 |  | - ${ }^{-}$ |  | -15, ${ }^{-}$ |  | 236,897 |  | 106,935 |
| City Services |  | 137,673,821 |  | 6,637,667 |  | 383,869 |  | 815,276 |  | 132,166 |  | 894,839 |
| Total General Government |  | 161,948,402 |  | 36,040,640 |  | 5,787,775 |  | 2,211,340 |  | 404,826 |  | 5,912,759 |
| Public Safety: |  |  |  |  |  |  |  |  |  |  |  |  |
| Police |  | - |  | 3,220 |  | 3,053,074 |  | 103,265 |  | 167,072 |  | 5,934,199 |
| Fire |  | - |  | 6,430,417 |  | - |  | 2,125,341 |  | - |  | 1,528,833 |
| Total Public Safety |  | - |  | 6,433,637 |  | 3,053,074 |  | 2,228,606 |  | 167,072 |  | 7,463,032 |
| Public Works: |  |  |  |  |  |  |  |  |  |  |  |  |
| Administration |  | - |  | 104,455 |  | 9,332,951 |  | 5,313,701 |  | 3,026 |  | 494,110 |
| Total Public Works |  | - |  | 104,455 |  | 9,332,951 |  | 5,313,701 |  | 3,026 |  | 494,110 |
| Community Welfare: |  |  |  |  |  |  |  |  |  |  |  |  |
| Human services |  | 178,225 |  | 4,500 |  | 640,543 |  | 2,269,278 |  | - |  | 803,192 |
| Total Community Welfare |  | 178,225 |  | 4,500 |  | 640,543 |  | 2,269,278 |  | - |  | 803,192 |
| Culture and Recreation: |  |  |  |  |  |  |  |  |  |  |  |  |
| Parks and Grounds Maintenance |  | 4,232,826 |  | 3,834 |  | 4,793,041 |  | 2,619,205 |  | 4,778 |  | 3,517,815 |
| Arts Commission |  | - |  | - |  | - |  | - |  | - |  | 40,178 |
| Total Culture and Recreation |  | 4,232,826 |  | 3,834 |  | 4,793,041 |  | 2,619,205 |  | 4,778 |  | 3,557,993 |
| Total governmental funds capltal assets | \$ | 166,359,453 | \$ | 42,587,066 | \$ | 23,607,384 | \$ | 14,642,130 | \$ | 579,702 | \$ | 18,231,086 |

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

| Data Processing Equipment and Software |  | nstruction In Progress |  | Art |  | filc Signals | Streets |  | Bridges |  | Total |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| \$ 17,527 | \$ | - | \$ | - | \$ | - | \$ | - | \$ | - | \$ | 59,098,987 |
| 3,352 |  | - |  | - |  | - |  | - |  | - |  | 385,361 |
| 4,910,403 |  | 377,470 |  | - |  | - |  | - |  | - |  | 11,248,676 |
| 203,999 |  | - |  | - |  | - |  | - |  | - |  | 547,831 |
| 1,102,316 |  | 122,556 |  | - |  | - |  | - |  | - |  | 147,762,510 |
| 6,237,597 |  | 500,026 |  | - |  | - |  | - |  | - |  | 219,043,365 |
| 650,468 |  | 3,333,658 |  | - |  | - |  | - |  | - |  | 13,244,956 |
| 578,074 |  | 505,438 |  | - |  | - |  | - |  | - |  | 11,168,103 |
| 1,228,542 |  | 3,839,096 |  | - |  | - |  | - |  | - |  | 24,413,059 |
| 38,639 |  | 21,469,427 |  | - |  | 21,494,562 |  | 174,822,970 |  | 2,109,269 |  | 235,183,110 |
| 38,639 |  | 21,469,427 |  | - |  | 21,494,562 |  | 174,822,970 |  | 2,109,269 |  | 235,183,110 |
| 17,662 |  | 35,487 |  | - |  | - |  | - |  | - |  | 3,948,887 |
| 17,662 |  | 35,487 |  | - |  | - |  | - |  | - |  | 3,948,887 |
| 2,669 |  | 1,702,201 |  | - |  | 257,515 |  | - |  | - |  | 17,133,884 |
| 54,660 |  | 3,158,975 |  | 922,920 |  | - |  | - |  | - |  | 4,176,733 |
| 57,329 |  | 4,861,176 |  | 922,920 |  | 257,515 |  | - |  | - |  | 21,310,617 |
| \$ 7,579,769 | \$ | 30,705,212 | \$ | 922,920 | \$ | 21,762,077 | \$ | 174,822,970 | \$ | 2,109,269 | \$ | 503,899,038 |


| Function and Activity | Governmental Funds Capital Assets July 1, 2007 | Additions | Deletions | Governmental Funds Capital Assets June 30, 2008 |
| :---: | :---: | :---: | :---: | :---: |
| General Government: |  |  |  |  |
| City Manager | \$ 59,098,987 | \$ - | \$ - | 59,098,987 |
| City Clerk | 367,101 | 18,260 | - | 385,361 |
| Administrative Department | 10,923,452 | 417,614 | $(92,390)$ | 11,248,676 |
| Planning | 547,831 |  |  | 547,831 |
| City Services | 146,237,156 | 1,644,683 | $(119,329)$ | 147,762,510 |
| Total General Government | 217,174,527 | 2,080,557 | (211,719) | 219,043,365 |
| Public Safety: |  |  |  |  |
| Police | 9,835,387 | 3,533,146 | $(123,577)$ | 13,244,956 |
| Fire | 9,880,564 | 1,335,377 | $(47,838)$ | 11,168,103 |
| Total Public Safety | 19,715,951 | 4,868,523 | (171,415) | 24,413,059 |
| Public Works: |  |  |  |  |
| Administration | 226,937,011 | 8,393,545 | $(147,446)$ | 235,183,110 |
| Total Public Works | 226,937,011 | 8,393,545 | $(147,446)$ | 235,183,110 |
| Community Welfare: |  |  |  |  |
| Human Services | 3,704,470 | 446,247 | $(201,830)$ | 3,948,887 |
| Total Community Welfare | 3,704,470 | 446,247 | $(201,830)$ | 3,948,887 |
| Culture and Recreation: |  |  |  |  |
| Parks and Grounds Maint. | 12,823,894 | 4,530,970 | $(220,980)$ | 17,133,884 |
| Culture | 4,176,733 | - | - | 4,176,733 |
| Total Culture and Recreation | 17,000,627 | 4,530,970 | $(220,980)$ | 21,310,617 |
| Total governmental funds capital assets | \$ 484,532,586 | \$ 20,319,842 | \$ (953,390) | \$ 503,899,038 |

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 assets.

## Discrete Component Units

The Santa Fe Civic Housing Authority consists of proprietary funds that provide public housing services within the City limits. The City is financially accountable for the Housing Authority since it appoints a voting majority of its governing board and can impose its will on the entity. The Santa Fe Civic Housing Authority is comprised of the nine (major and non-major) programs listed below.

Santa Fe Civic Housing Authority - this proprietary fund accounts for the construction, modernization and operations of housing for low-income families.

Capital Projects Fund - this fund is used to account for the activities of the Comprehensive Grant federal program. This fund was created to assist with compliance with Department of Housing and Development (HUD) requirements.

Santa Fe Housing Development Corporation - this proprietary fund accounts for the 100 units of housing occupied by elderly persons qualifying for assistance under Section 8 of the U.S. Housing Act of 1937.

La Cieneguita Elderly Housing - this proprietary fund accounts for the 32 units of housing occupied by elderly persons qualifying for assistance under section 202 of the U.S. Housing Act of 1937.

Section 8 Housing Assistance Grants - this proprietary fund accounts for funds received from the U.S. Department of Housing and Urban Development for subsidizing lowincome housing.

Mainstream Voucher - this fund is used to account for the resources and expenditures that are directly related to HUD's Mainstream Voucher program.

Cielo Azul - is used to account for the activity of an affordable housing project purchased in October 2004. The primary function is to house residents whose income is less than or equal to $80 \%$ of the area's median income.

Region II - is used to account for the resources and expenditures that are directly related to HUD's Voucher program for Region II.

Mora County - is used to account for the resources and expenditures that are directly related to HUD's Voucher program for Mora County.

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|  | CITY OF SANTA FE, NEW MEXICO <br> Component Unit - Enterprise <br> Combining Statement of Net Assets <br> For the Year Ended June 30, 2008 |  |  |  |  |  | La <br> Cieneguita |  | Section 8 Voucher |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Housing Authority |  |  |  | vic Housing elopment poration |  |  |  |  |
| ASSETS |  |  |  |  |  |  |  |  |  |  |
| Current assets |  |  |  |  |  |  |  |  |  |  |
| Cash and equivalents | \$ | 991,111 | \$ | - | \$ | 1,743,016 | \$ | 180,550 | \$ | 824,656 |
| Tenant receivable |  | 38,111 |  | - |  | 2,287 |  | - |  | - |
| Federal grants receivable |  | 86,320 |  | - |  | - |  | - |  | - |
| Other receivable |  | - |  | - |  | - |  | - |  | - |
| Due from other funds |  | 489,180 |  | - |  | - |  | - |  | 987,722 |
| Prepaid expenses |  | 56,506 |  | - |  | 11,728 |  | 2,745 |  | , |
| Other current assets |  | 13,456 |  | - |  | - |  | - |  | - |
| Total current assets |  | 1,674,684 |  | - |  | 1,757,031 |  | 183,295 |  | 1,812,378 |
| Capital assets |  |  |  |  |  |  |  |  |  |  |
| Land |  | 22,200 |  | - |  | 268,652 |  | 244,300 |  | - |
| Construction in process |  | 303,603 |  | - |  | - |  | - |  | - |
| Buildings \& Improvements |  | 21,519,871 |  | - |  | 3,708,510 |  | 1,473,757 |  | - |
| Furniture and fixtures |  | 43,181 |  | - |  | 200,578 |  | 1,43,757 |  | - |
| Equipment and machinery |  | 229,069 |  | - |  | 2,907 |  | 4,415 |  | - |
| Vehicles |  | 213,954 |  | - |  | - |  | - |  | - |
| Accumulated depreciation |  | $(15,816,755)$ |  | - |  | $(2,353,497)$ |  | $(201,273)$ |  | - |
| Total capital assets (net of depreciation) |  | 6,515,123 |  | - |  | 1,827,150 |  | 1,521,199 |  | - |
| Other assets |  |  |  |  |  |  |  |  |  |  |
| Due from other funds |  | - |  | - |  | 500,000 |  | - |  | - |
| Total assets |  | 8,189,807 |  | - |  | 4,084,181 |  | 1,704,494 |  | 1,812,378 |
| LIABILITIES |  |  |  |  |  |  |  |  |  |  |
| Current liabilities |  |  |  |  |  |  |  |  |  |  |
| Accounts payable |  | 128,683 |  | - |  | 14,206 |  | 4,030 |  | - |
| Compensated absences payable |  | 125,813 |  | - |  | - |  | - |  | - |
| Tenant security deposits |  | 51,414 |  | - |  | 16,555 |  | 6,123 |  | - |
| Current portion of long term debt |  | - |  | - |  | 135,000 |  | - |  | - |
| Escrows and deposits |  | 47,740 |  | - |  | , |  | - |  | - |
| Due to other funds |  | - |  | - |  | 715,262 |  | 11,890 |  | 217,213 |
| Accrued interest |  | - |  | - |  | 34,275 |  | - |  | - |
| Total current liabilitles |  | 353,650 |  | - |  | 915,298 |  | 22,043 |  | 217,213 |
| Noncurrent liabilities |  |  |  |  |  |  |  |  |  |  |
| Notes payable |  | - |  | - |  | 200,000 |  | - |  | - |
| Bonds payable |  | - |  | - |  | 1,955,000 |  | - |  | - |
| Due to other funds |  | - |  | - |  | 1,055,000 |  | - |  | - |
| Total noncurrent liabilities |  | - |  | - |  | 2,155,000 |  | - |  | - |
| Total liabillties |  | 353,650 |  | - |  | 3,070,298 |  | 22,043 |  | 217,213 |
| NET ASSETS |  |  |  |  |  |  |  |  |  |  |
| Invested in capital assets, net of related debt |  | 6,515,123 |  | - |  | $(462,850)$ |  | 1,521,199 |  | - |
| Unrestricted (deficit) |  | 1,321,034 |  | - |  | 1,476,733 |  | 161,252 |  | 1,595,165 |
| Total net assets | \$ | 7,836,157 | \$ | - | \$ | 1,013,883 | \$ | 1,682,451 | \$ | 1,595,165 |



## CITY OF SANTA FE, NEW MEXICO <br> Component Unit - Enterprise <br> Combining Statement of Revenues, Expenses <br> and Changes in Net Assets <br> For the Year Ended June 30, 2008

|  | Housing Authority |  | Capital Projects Fund |  | SF Civic Housing Development Corporation |  | La <br> Cieneguita |  | Section 8 Voucher |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Operating Revenues |  |  |  |  |  |  |  |  |  |  |
| Facilities rentals | \$ | 1,147,194 | \$ | - | \$ | 700,801 | \$ | 130,087 | \$ | - |
| HUD grant and subsidy |  | 1,291,664 |  | 387,822 |  | - |  | - |  | 4,612,273 |
| Other revenue |  | 99,352 |  | - |  | 38,535 |  | - |  | 813 |
| Total operating revenues |  | 2,538,210 |  | 387,822 |  | 739,336 |  | 130,087 |  | 4,613,086 |
| Operating Expenses |  |  |  |  |  |  |  |  |  |  |
| Salaries, wages and benefits |  | 854,195 |  | - |  | 273,925 |  | 67,257 |  | 391,867 |
| Community welfare |  | 113,379 |  | - |  | - |  | - |  | 3,619,576 |
| Contractual services and utilities |  | 425,784 |  | - |  | 98,755 |  | 26,420 |  | 10,150 |
| Repairs and maintenance |  | 489,923 |  | 84,219 |  | 82,018 |  | 4,210 |  | - |
| Depreciation expense |  | 990,472 |  | - |  | 272,005 |  | 65,423 |  | - |
| Insurance |  | 131,486 |  | - |  | 25,068 |  | 6,849 |  | - |
| Other |  | 176,019 |  | - |  | 32,110 |  | 6,408 |  | 69,622 |
| Total operating expenses |  | 3,181,258 |  | 84,219 |  | 783,881 |  | 176,567 |  | 4,091,215 |
| Operating income |  | $(643,048)$ |  | 303,603 |  | $(44,545)$ |  | $(46,480)$ |  | 521,871 |
| Non-operating revenues (expenses) |  |  |  |  |  |  |  |  |  |  |
| Interest on investments |  | 23,790 |  | - |  | 58,472 |  | 2,270 |  | 18,553 |
| Interest expense |  |  |  | - |  | $(119,165)$ |  | - |  | - |
| Insurance reimbursement |  | 53,617 |  | - |  | - |  | - |  | - |
| Total non-operating revenues (expenses) |  | 77,407 |  | - |  | $(60,693)$ |  | 2,270 |  | 18,553 |
| Change in net assets before transfers |  | $(565,641)$ |  | 303,603 |  | $(105,238)$ |  | $(44,210)$ |  | 540,424 |
| Operating transfers in |  | 303,603 |  | - |  | - |  | - |  | - |
| Operating transfers out |  | - |  | $(303,603)$ |  | - |  | - |  | - |
| Net transfers in(out) |  | 303,603 |  | $(303,603)$ |  | - |  | - |  | - |
| Change in net assets |  | $(262,038)$ |  | - |  | $(105,238)$ |  | $(44,210)$ |  | 540,424 |
| Capital Contributions - initial set up |  | - |  | - |  | - |  | - |  | - |
| Capital Contributions - closeouts |  | - |  | - |  | - |  | - |  | 134,691 |
| Net assets (deficit), beginning of year |  | 8,098,195 |  | - |  | 1,119,121 |  | 1,726,661 |  | 920,050 |
| Net assets (deficit), end of year | \$ | 7,836,157 | \$ | - | \$ | 1,013,883 | \$ | 1,682,451 | \$ | 1,595,165 |

CITY OF SANTA FE, NEW MEXICO
Component Unit - Enterprise
Combining Statement of Revenues, Expenses
and Changes in Net Assets
For the Year Ended June 30, 2008

| Mainstream Voucher |  | Cielo Azul |  | Region II |  | Mora County |  | Total |  | Operating Revenues |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| \$ | - | \$ | 150,780 | \$ | 8,250 | \$ | - | \$ | 2,137,112 |  |
|  | 151,841 |  | - |  | 496,350 |  | 92,576 |  | 7,032,526 | HUD grant and subsidy |
|  | - |  | - |  | 113 |  | - |  | 138,813 | Other revenue |
| 151,841 |  |  | 150,780 |  | 504,713 |  | 92,576 |  | 9,308,451 | Total operating revenues |
| $\begin{array}{r} 16,505 \\ 141,745 \end{array}$ |  |  |  |  |  |  |  |  |  | Operating Expenses |
|  |  |  | 3,000 |  | 47,357 |  | 4,684 |  | 1,658,790 | Salaries, wages and benefits |
|  |  |  | - |  | 413,474 |  | 36,335 |  | 4,324,509 | Community welfare |
| - |  |  | 10,460 |  | 2,289 |  | 2,000 |  | 575,858 | Contractual services and utilities |
| - |  |  | 3,478 |  | 3,538 |  | - |  | 667,386 | Repairs and maintenance |
| - |  |  | 43,333 |  | 4,004 |  | - |  | 1,375,237 | Depreciation expense |
| - |  |  | 2,782 |  | 886 |  | - |  | 167,071 | Insurance |
| - |  |  | 3,176 |  | 18,777 |  | 2,191 |  | 308,303 | Other |
| 158,250 |  |  | 66,229 |  | 490,325 |  | 45,210 |  | 9,077,154 | Total operating expenses |
| $(6,409)$ |  |  | 84,551 |  | 14,388 |  | 47,366 |  | 231,297 | Operating income |
| - |  |  |  |  |  |  |  |  |  | Non-operating revenues (expenses) |
|  |  |  | 1,606 |  | 1,412 |  | 162 |  | 106,265 | Interest on investments |
| - |  |  | $(56,279)$ |  | $(1,370)$ |  | - |  | $(176,814)$ | Interest expense |
|  | - |  | - |  | - |  | - |  | 53,617 | Insurance reimbursement |
| - |  |  | $(54,673)$ |  | 42 |  | 162 |  | $(16,932)$ | Total non-operating revenues (expenses) |
| $(6,409)$ |  |  | 29,878 |  | 14,430 |  | 47,528 |  | 214,365 | Change in net assets before transfers |
| - |  |  | - |  | - |  | - |  | 303,603 | Operating transfers in |
| - |  |  | - |  | - |  | - |  | $(303,603)$ | Operating transfers out |
| - |  |  | - |  | - |  | - |  | - | Net transfers in(out) |
| $(6,409)$ |  |  | 29,878 |  | 14,430 |  | 47,528 |  | 214,365 | Change in net assets |
| - |  |  | - |  | 72,733 |  | ) |  | 72,733 | Capital Contributions - initial set up |
|  |  |  | - |  | $(87,163)$ |  | $(47,528)$ |  |  | Capital Contributions - closeouts |
| 12,735 |  |  | $(55,737)$ |  | $\cdots$ |  | - |  | 11,821,025 | Net assets (deficit), beginning of year |
| \$ | 6,326 | \$ | $(25,859)$ | \$ | - | \$ | - | \$ | 12,108,123 | Net assets (deficit), end of year |


| CITY OF SANTA FE, NEW MEXICO <br> Component Unit - Enterprise <br> Combining Statement of Cash Flows <br> For the Year Ended June 30, 2008 |  |  |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Housing Authority |  | Capital <br> Projects <br> Fund |  | SF Civic Housing Development Corporation |  | La <br> Cieneguita |  | Section 8 <br> Voucher |  |
| Cash Flows from Operating Activities |  |  |  |  |  |  |  |  |  |  |
| Cash received from customers and grantors | \$ | 2,582,141 | \$ | 387,822 | \$ | 1,286,171 | \$ | 130,667 | \$ | 4,625,538 |
| Cash payments to suppliers for goods and services |  | $(1,605,017)$ |  | $(84,219)$ |  | $(222,263)$ |  | $(62,094)$ |  | $(4,132,416)$ |
| Cash payments to employees for services |  | (850,076) |  | - |  | $(295,275)$ |  | $(67,257)$ |  | (391,867) |
| Net cash provided (used) by operating activitles |  | 127,048 |  | 303,603 |  | 768,633 |  | 1,316 |  | 101,255 |
| Cash Flows from Capital Financing Activities |  |  |  |  |  |  |  |  |  |  |
| Insurance reimbursement |  | 53,617 |  | - |  | - |  | - |  | - |
| Acquisition and construction of capital assets |  | $(348,334)$ |  | - |  | $(689,598)$ |  | - |  | - |
| Net cash used by capital financing activities |  | $(294,717)$ |  | - |  | $(689,598)$ |  | - |  | - |
| Cash Flows from Noncapital Financing Activities |  |  |  |  |  |  |  |  |  |  |
| Cash transfers (to) from other funds |  | 303,603 |  | $(303,603)$ |  | - |  | - |  | - |
| Proceeds form long term debt |  | - |  | - |  | 200,000 |  | - |  | - |
| Principal paid on debt maturities |  | - |  | - |  | $(130,000)$ |  | - |  | - |
| Interest paid on debt |  | - |  | - |  | $(119,165)$ |  | - |  | - |
| Net cash used by noncapital financing activities |  | 303,603 |  | $(303,603)$ |  | $(49,165)$ |  | - |  | - |
| Cash Flows from Investing Activities |  |  |  |  |  |  |  |  |  |  |
| Capital contributions |  | - |  | - |  | - |  | - |  | - |
| Interest and dividends on investments |  | 23,790 |  | - |  | 58,472 |  | 2,270 |  | 18,553 |
| Net cash provided by Investing activitles |  | 23,790 |  | - |  | 58,472 |  | 2,270 |  | 18,553 |
| Net increase (decrease) in cash and cash equivalents |  | 159,724 |  | - |  | 88,342 |  | 3,586 |  | 119,808 |
| Cash and cash equivalents at beginning of year |  | 831,387 |  | - |  | 1,654,674 |  | 176,964 |  | 704,848 |
| Cash and cash equivalents at end of year | \$ | 991,111 | \$ | - | \$ | 1,743,016 | \$ | 180,550 | \$ | 824,656 |
| Reconciliation of operating income to net cash provided by operating activities |  |  |  |  |  |  |  |  |  |  |
| Operating income | \$ | $(643,048)$ | \$ | 303,603 | \$ | $(44,545)$ | \$ | $(46,480)$ | \$ | 521,871 |
| Adjustments to reconcile operating income to net cash provided by operating activities |  |  |  |  |  |  |  |  |  |  |
| Depreciation/amortization |  | 990,472 |  | - |  | 272,005 |  | 65,423 |  | - |
| Change in assets and liabilities |  |  |  |  |  |  |  |  |  |  |
| Accounts receivable |  | 51,430 |  | - |  | (717) |  | 499 |  | 12,452 |
| Prepaid expenses |  | 12,537 |  | - |  | 1,482 |  | 883 |  | - |
| Due from other funds |  | $(335,801)$ |  | - |  | - |  | - |  | $(628,070)$ |
| Other current assets |  | - |  | - |  | - |  | 11,188 |  |  |
| Accounts payable |  | $(39,533)$ |  | - |  | 14,206 |  | 4,030 |  | - |
| Accrued interest |  | - |  | - |  | $(21,350)$ |  | - |  | - |
| Escrow and deposits |  | $(3,738)$ |  | - |  | - |  | - |  | - |
| Compensated absences payable |  | 4,119 |  | - |  | - |  | - |  | - |
| Deposits |  | $(3,761)$ |  | - |  | 2,798 |  | - |  | - |
| Due to other funds |  | - |  | - |  | 544,754 |  | $(34,308)$ |  | 195,002 |
| Due to HUD |  | 94,371 |  | - |  | - |  | - |  | - |
| Deferred revenues |  | - |  | - |  | - |  | 81 |  | - |
| Total adjustments |  | 770,096 |  | - |  | 813,178 |  | 47,796 |  | $(420,616)$ |
| Net cash provided (used) by operating activities | \$ | 127,048 | \$ | 303,603 | \$ | 768,633 | \$ | 1,316 | \$ | 101,255 |




The notes to the Financial Statements are an integral part of this statement.

|  | CITY OF SANTA FE, NEW MEXICO <br> Component Unit - Enterprise <br> Schedule of Revenues, Expenses and <br> Changes in Net Assets Budget and Actual <br> Capital Projects Fund <br> For the Year Ended June 30, 2008 |  |
| :--- | :--- | :--- | :--- |

The notes to the Financial Statements are an integral part of this statement.

CITY OF SANTA FE, NEW MEXICO
Component Unit - Enterprise
Schedule of Revenues, Expenses and
Changes in Net Assets Budget and Actual SF Civic Housing Development Corporation

For the Year Ended June 30, 2008

|  | Budget Amounts |  |  |  | Actual Amount |  | Variance with Final Budget Positive (Negative) |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Original |  | Final |  |  |  |  |  |
| Operating Revenues |  |  |  |  |  |  |  |  |
| Facilities rentals | \$ | 667,000 | \$ | 667,000 | \$ | 700,801 | \$ | 33,801 |
| Other operating revenues |  | 13,800 |  | 13,800 |  | 38,535 |  | 24,735 |
| Total operating revenues |  | 680,800 |  | 680,800 |  | 739,336 |  | 58,536 |
| Operating Expenses |  |  |  |  |  |  |  |  |
| Operating |  | 69,100 |  | 69,100 |  | 67,881 |  | 1,219 |
| Community welfare |  | 36,000 |  | 36,000 |  | 36,000 |  | - |
| Utilities |  | 77,000 |  | 77,000 |  | 64,290 |  | 12,710 |
| Repairs and maintenance |  | 221,000 |  | 221,000 |  | 234,825 |  | $(13,825)$ |
| General |  | 76,000 |  | 76,000 |  | 108,880 |  | $(32,880)$ |
| Depreciation |  | 107,000 |  | 107,000 |  | 272,005 |  | $(165,005)$ |
| Total operating expenses |  | 586,100 |  | 586,100 |  | 783,881 |  | $(197,781)$ |
| Operating income (loss) |  | 94,700 |  | 94,700 |  | $(44,545)$ |  | $(139,245)$ |
| Non-operating Revenue |  |  |  |  |  |  |  |  |
| Interest on investments |  | 76,800 |  | 76,800 |  | 58,472 |  | $(18,328)$ |
| Interest expense |  | $(113,000)$ |  | $(113,000)$ |  | $(119,165)$ |  | $(6,165)$ |
| Total non-operating revenues |  | $(36,200)$ |  | $(36,200)$ |  | $(60,693)$ |  | $(24,493)$ |
| Change in net assets |  | 58,500 |  | 58,500 |  | $(105,238)$ |  | $(163,738)$ |
| Net assets, beginning of year |  | 1,119,121 |  | 1,119,121 |  | 1,119,121 |  | - |
| Net assets, end of year | \$ | 1,177,621 | \$ | 1,177,621 | \$ | 1,013,883 | \$ | $(163,738)$ |

The notes to the Financial Statements are an integral part of this statement.
$\left.\begin{array}{lllll}\hline & \begin{array}{c}\text { CITY OF SANTA FE, NEW MEXICO } \\ \text { Component Unit - Enterprise }\end{array} \\ \text { Schedule of Revenues, Expenses and } \\ \text { Changes in Net Assets Budget and Actual } \\ \text { La Cieneguita }\end{array}\right)$

The notes to the Financial Statements are an integral part of this statement.

|  | CITY OF SANTA FE, NEW MEXICO Component Unit - Enterprise <br> Schedule of Revenues, Expenses and Changes in Net Assets Budget and Actual Section 8 Voucher <br> For the Year Ended June 30, 2008 |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Budget Amounts |  |  | Actual Amount |  | Variance with Final Budget Positive (Negative) |  |
|  | Original |  | Final |  |  |  |  |
| Operating Revenues |  |  |  |  |  |  |  |
| Intergovernmental | \$ 3,994,835 | \$ | 4,677,000 | \$ | 4,613,086 | \$ | $(63,914)$ |
| Interest income | 25,000 |  | 20,000 |  | 18,553 |  | $(1,447)$ |
| Total operating revenues | 4,019,835 |  | 4,697,000 |  | 4,631,639 |  | $(65,361)$ |
| Operating Expenses |  |  |  |  |  |  |  |
| Operating | 424,500 |  | 510,000 |  | 471,639 |  | 38,361 |
| Community welfare | 3,634,835 |  | 4,200,000 |  | 3,619,576 |  | 580,424 |
| Total operating expenses | 4,059,335 |  | 4,710,000 |  | 4,091,215 |  | 618,785 |
| Change in net assets | $(39,500)$ |  | $(13,000)$ |  | 540,424 |  | 553,424 |
| Net assets, beginning of year | 920,050 |  | 920,050 |  | 920,050 |  | - |
| Net assets, end of year | \$ 880,550 | \$ | 907,050 |  | 1,460,474 | \$ | 553,424 |
| Contributed Capital - Closeout of Region II and Mora |  |  |  |  | 134,691 |  |  |
| GAAP net assets, end of year |  |  |  | \$ | 1,595,165 |  |  |

The notes to the Financial Statements are an integral part of this statement.
$\left.\begin{array}{lllll}\hline & \begin{array}{c}\text { CITY OF SANTA FE, NEW MEXICO } \\ \text { Component Unit - Enterprise } \\ \text { Schedule of Revenues, Expenses and } \\ \text { Changes in Net Assets Budget and Actual } \\ \text { Mainstream Voucher }\end{array} \\ \text { For the Year Ended June 30, 2008 }\end{array}\right]$

The notes to the Financial Statements are an integral part of this statement.

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CITY OF SANTA FE, NEW MEXICO
Component Unit - Enterprise
Schedule of Revenues, Expenses and Changes in Net Assets Budget and Actual Cielo Azul
For the Year Ended June 30, 2008
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The notes to the Financial Statements are an integral part of this statement.

| CITY OF SANTA FE, NEW MEXICO Component Unit - Non-Major Enterprise Schedule of Revenues, Expenses and Changes in Net Assets Budget amd Actual Region II Voucher <br> For the Year Ended June 30, 2008 |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Budget | mo |  |  |  |  | ce with udget ive |
|  |  |  |  |  |  | mount |  | ative) |
| Operating Revenues |  |  |  |  |  |  |  |  |
| Intergovernmental | \$ | 687,000 | \$ | 687,000 | \$ | 504,713 | \$ | $(182,287)$ |
| Interest income |  | 500 |  | 500 |  | - |  | (500) |
| Total operating revenues |  | 687,500 |  | 687,500 |  | 504,713 |  | $(182,787)$ |
| Operating Expenses |  |  |  |  |  |  |  |  |
| Operating |  | 68,000 |  | 68,000 |  | 67,020 |  | 980 |
| Community welfare |  | 600,000 |  | 600,000 |  | 413,474 |  | 186,526 |
| Other |  | 17,100 |  | 17,100 |  | 9,831 |  | 7,269 |
| Total operating expenses |  | 685,100 |  | 685,100 |  | 490,325 |  | 194,775 |
| Operating income (loss) |  | 2,400 |  | 2,400 |  | 14,388 |  | 11,988 |
| Non-operating Revenue |  |  |  |  |  |  |  |  |
| Interest on investments |  | - |  | - |  | 1,412 |  | 1,412 |
| Interest expense |  | $(12,000)$ |  | $(12,000)$ |  | $(1,370)$ |  | 10,630 |
| Total non-operating revenues |  | $(12,000)$ |  | $(12,000)$ |  | 42 |  | 12,042 |
| Change in net assets |  | $(9,600)$ |  | $(9,600)$ |  | 14,430 |  | 24,030 |
| Net assets, beginning of year |  | - |  | - |  | - |  | - |
| Net assets, end of year | \$ | $(9,600)$ | \$ | $(9,600)$ |  | 14,430 | \$ | 24,030 |
| Contributed Capital - Closeout into Section 8 Vouchers |  |  |  |  |  | $(14,430)$ |  |  |
| GAAP net assets, end of year |  |  |  |  | \$ | - |  |  |

The notes to the Financial Statements are an integral part of this statement.

| CITY OF SANTA FE, NEW MEXICO Component Unit - Non-Major Enterprise Schedule of Revenues, Expenses and Changes in Net Assets Budget and Actual Mora County <br> For the Year Ended June 30, 2008 |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Budget | mo |  |  |  |  | with udget ive |
|  |  |  |  |  |  | mount |  | ative) |
| Operating Revenues |  |  |  |  |  |  |  |  |
| Intergovernmental | \$ | 228,000 | \$ | 228,000 | \$ | 92,576 | \$ | $(135,424)$ |
| Interest income |  | 200 |  | 200 |  | - |  | (200) |
| Total operating revenues |  | 228,200 |  | 228,200 |  | 92,576 |  | $(135,624)$ |
| Operating Expenses |  |  |  |  |  |  |  |  |
| Salaries, wages, and benefits |  | 21,000 |  | 21,000 |  | 4,684 |  | 16,316 |
| Community welfare |  | 180,000 |  | 180,000 |  | 36,335 |  | 143,665 |
| Contractual services and utilities |  | 1,000 |  | 1,000 |  | 2,000 |  | $(1,000)$ |
| Other |  | 24,000 |  | 24,000 |  | 2,191 |  | 21,809 |
| Total operating expenses |  | 226,000 |  | 226,000 |  | 45,210 |  | 180,790 |
| Operating income (loss) |  | 2,200 |  | 2,200 |  | 47,366 |  | 45,166 |
| Non-operating Revenue |  |  |  |  |  |  |  |  |
| Interest on investments |  | - |  | - |  | 162 |  | 162 |
| Change in net assets |  | 2,200 |  | 2,200 |  | 47,528 |  | 45,328 |
| Net assets, beginning of year |  | - |  | - |  | - |  | - |
| Net assets, end of year | \$ | 2,200 | \$ | 2,200 |  | 47,528 | \$ | 45,328 |
| Contributed Capital - Closeout into Section 8 Vouchers |  |  |  |  |  | $(47,528)$ |  |  |
| GAAP net assets, end of year |  |  |  |  | \$ | - |  |  |

## Statistical Section

## CITY OF SANTA FE, NEW MEXICO <br> STATISTICAL SECTION

For the Fiscal Year Ended June 30, 2008

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.
Contents Pages
Financial Trends ..... 184-189These schedules contain trend information to help the reader understand how the city'sfinancial performance and well-being have changed over time.
Revenue Capacity190-196These schedules contain information to help the reader assess the factors affectingthe city's ability to generate its gross receipts tax.
Debt Capacity ..... 197-202These schedules present information to help the reader the affordability of the city'scurrent levels of outstanding debt and the city's ability to issue additional debt inthe future.
Demographic and Economic Information ..... 203-208These schedules offer demographic and economic indicators to help the reader under-stand the environment within which the city's financial activities take place and to helpmake comparisons over time and with other governments.
Operating information ..... 209-211
These schedules contain information about the city's operations and resources to help the reader understand how the city's financial information relates to the services the the city provides and the activities it performs.

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

Note: GASB 34 Implemented 2002

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Expenses
Governmental Activities: General Government Publlc Safety

Public Works
Community development Culture and recreation Education

Interest on Long term debt
Total Governmental activities expenses Business-type activities:
Wastewater Management
Water Management
Municipal Recreation Complex
Railyard Cener
Genoveva Chavez Community Center
Santa Fe Convention Center
Solid Waste Management
Transit and Airport Systems
Parking Enterprise Fund
All other proprietary funds
Total business-type expenses
Total primary government expenses



$10,141,412$
$19,240,504$

 SN
N
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No
 Business-type activities:
Wastewater Management
Water Management
Municipal Recreation Complex
Railyard Cener
Genoveva Chavez Community Center
Santa Fe Convention Center
Solid Waste Management
Transit and Arport Systems
Parking Enterprise Fund
All other proprietary funds
Total business-type expenses
Total primary government expenses Business-type activities:
Wastewater Management
Water Management
Municipal Recreation Complex
Railyard Cener
Genoveva Chavez Community Center
Santa Fe Convention Center
Solid Waste Management
Transit and Arport Systems
Parking Enterprise Fund
All other proprietary funds
Total business-type expenses
Total primary government expenses Business-type activities:
Wastewater Management
Water Management
Municipal Recreation Complex
Railyard Cener
Genoveva Chavez Community Center
Santa Fe Convention Center
Solid Waste Management
Transit and Arport Systems
Parking Enterprise Fund
All other proprietary funds
Total business-type expenses
Total primary government expenses Business-type activities:
Wastewater Management
Water Management
Municipal Recreation Complex
Railyard Cener
Genoveva Chavez Community Center
Santa Fe Convention Center
Solid Waste Management
Transit and Arport Systems
Parking Enterprise Fund
All other proprietary funds
Total business-type expenses
Total primary government expenses Business-type activities:
Wastewater Management
Water Management
Municipal Recreation Complex
Railyard Cener
Genoveva Chavez Community Center
Santa Fe Convention Center
Solid Waste Management
Transit and Arport Systems
Parking Enterprise Fund
All other proprietary funds
Total business-type expenses
Total primary government expenses Business-type activities:
Wastewater Management
Water Management
Municipal Recreation Complex
Railyard Cener
Genoveva Chavez Community Center
Santa Fe Convention Center
Solid Waste Management
Transit and Arport Systems
Parking Enterprise Fund
All other proprietary funds
Total business-type expenses
Total primary government expenses Program Revenues Governmental activities:

Charges for services:
General Government
Public Safety
 Operating grants and contributions: General Government
Public Safety
Public Works
Community development
Culture and recreation General Government
Public Safety
Public Works
Community development
Culture and recreation General Government
Public Safety
Public Works
Community development
Culture and recreation

\$ 21,195,929 $24,083,675$
$8,479,296$ 8,479,290 $9,520,528$
$8,857,134$
 Wastewater Manage
Water Management Municipal Rec

Pu
P
C
Community development Culture and recreation Culture and recreation Capital grants and contributions:

General Government
Public Safety
Public Works

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Fiscal Year

## 20042005

CHANGES IN NET ASSETS LAST SEVEN FISCAL YEARS (UNAUDITED)
$2003 \quad 2004$

Business－type activities：
Charges for services：
Wastewater Management
Water Management
Munipal Recrer
Railyard Cener
Genoveva Chavez Community Center Santa Fe Convention Center Solid Waste Management

Transit and Airport Systems
Parking Enterprise Fund
Operating grants and contributions： Municipal Recreation Complex Transit and Airport Systems Capital grants and contributions： Wastewater Management

Water Management Municipal Recreation Complex

Genoveva Chavez Community Center Transit and Airport Systems


Total business－type activities program revenues Total primary government program revenues

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Net（Expenses）／Revenue
Governmental activities
General Government



CITY OF SANTA FE，NEW MEXIC
CHANGES IN NET ASSETS
LAST SEVEN FISCAL YEARS



|  | Fiscal Year |  |  |  |  |  |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | 2002 |  | 2003 |  | 2004 |  | 2005 |  | 2006 |  | 2007 |  | 2008 |  |
| General fund |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| Reserved | \$ | 639,743 | \$ | 835,208 | \$ | 1,675,855 | \$ | 1,517,007 | \$ | 1,187,102 | \$ | 1,469,090 | \$ | 3,920,763 |
| Restricted |  | - |  | - |  | - |  | - |  |  |  |  |  | 6,722,866 |
| Unreserved |  | 14453097 |  | 16,621,949 |  | 19,280,645 |  | 19,527,994 |  | 25,105,946 |  | 26,378,133 |  | 16,309,042 |
| Total general fund | \$ | 15,092,840 | \$ | 17,457,157 | \$ | 20,956,500 | \$ | 21,045,001 | \$ | 26,293,048 | \$ | 27,847,223 | \$ | 26,952,671 |
| All Other Governmental Funds |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| Reserved, designated for, reported in |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| Special revenue funds | \$ | 21,325,023 | \$ | 20,555,714 | \$ | 21,068,096 | \$ | 24,748,085 | \$ | 27,354,805 | \$ | 19,576,314 | \$ | 23,697,756 |
| Debt service funds |  | 5,453,066 |  | 7,112,747 |  | 5,108,988 |  | 4,627,065 |  | 71,980,338 |  | 18,536,628 |  | 25,927,119 |
| Capital projects funds |  | 48,561,040 |  | 42,877,220 |  | 55,001,474 |  | 50,737,536 |  | 51,579,609 |  | 46,262,108 |  | 51,720,722 |
| Restricted, designated for, reported in |  |  |  |  |  |  |  |  |  |  |  | - |  |  |
| Special revenue funds |  | - |  | - |  | - |  | - |  | - |  | 2,689,162 |  | 250,000 |
| Debt service funds |  | - |  | - |  | - |  | - |  | - |  | - |  | 3,201,907 |
| Total all other governmental funds | \$ | 75,339,129 |  | 70,545,681 | \$ | 81,178,558 | \$ | 80,112,686 |  | 150,914,752 | \$ | 87,064,212 | \$ | 104,797,504 |

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

|  | Flscal Year |  |  |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | 2002 |  | 2003 |  | 2004 |  | 2005 |  | 2006 | 2007 | 2008 |
| Revenues |  |  |  |  |  |  |  |  |  |  |  |
| Taxes | \$80,304,306 | \$ | 83,762,025 | , | 87,588,578 | \$ | 91,289,185 | \$ | 98,517,659 | \$ 104,038,791 | 109,052,020 |
| Licenses and permits | 1,465,954 |  | 1,442,754 |  | 2,667,343 |  | 2,727,092 |  | 2,946,359 | 2,863,976 | 2,211,926 |
| Intergovernmental revenues | 6,244,338 |  | 11,117,950 |  | 8,176,008 |  | 18,204,501 |  | 10,003,225 | 8,140,070 | 12,067,485 |
| Fees and charges for services | 4,025,034 |  | 3,410,981 |  | 4,751,647 |  | 7,176,240 |  | 7,322,849 | 7,871,367 | 6,522,655 |
| Sale of capital assets | 30,663 |  | 3,976 |  | 18,888 |  | 79,164 |  | 197,052 | 28,793 | 42,601 |
| Fines and forfeitures | 376,051 |  | 421,146 |  | 319,827 |  | 375,497 |  | 290,372 | 304,993 | 527,173 |
| Rents, royalties and concessions | 647,162 |  | 298,861 |  | 586,737 |  | 99,520 |  | 79,202 | 165,995 | 79,490 |
| Investment income | 3,685,469 |  | 2,984,761 |  | 703,634 |  | 1,794,068 |  | 3,260,419 | 6,498,985 | 3,695,071 |
| Land Sales | 523,068 |  | 215,598 |  | 520,174 |  | 428,823 |  | 80,392 | 267,786 | 100,000 |
| Other revenues | 1,480,265 |  | 993,660 |  | 556,667 |  | 767,606 |  | 541,146 | 1,209,122 | 864,065 |
| Total Revenues | 98,782,310 |  | 104,651,712 |  | 105,889,503 |  | 122,941,696 |  | 123,238,675 | 131,389,878 | 135,162,486 |
| Expenditures |  |  |  |  |  |  |  |  |  |  |  |
| General government | 16,655,252 |  | 17,408,043 |  | 18,286,525 |  | 29,315,163 |  | 19,036,303 | 22,514,387 | 26,330,509 |
| Public safety | 23,121,768 |  | 25,881,312 |  | 27,719,898 |  | 30,499,746 |  | 30,740,879 | 32,864,855 | 32,809,858 |
| Public works | 6,117,328 |  | 6,672,395 |  | 6,053,746 |  | 6,333,134 |  | 6,478,166 | 7,702,612 | 6,218,207 |
| Community development | 9,307,102 |  | 9,633,956 |  | 10,000,586 |  | 10,846,818 |  | 10,606,676 | 11,160,216 | 11,217,328 |
| Culture and recreation | 7,898,557 |  | 8,021,152 |  | 8,852,562 |  | 10,058,953 |  | 10,207,370 | 10,813,076 | 11,920,461 |
| Education | 2,210,671 |  | 2,274,474 |  | 2,450,329 |  | 2,522,707 |  | 2,568,199 | 2,732,739 | 2,859,578 |
| Capital outlay | 13,277,460 |  | 13,359,356 |  | 13,532,467 |  | 10,329,737 |  | 17,210,254 | 18,273,680 | 20,319,842 |
| Capital outlay/Inventory exempt | 2,775,370 |  | 2,776,689 |  | 1,698,664 |  | 1,316,442 |  | 582,837 | 3,845,167 | 5,909,298 |
| Debt Service: |  |  |  |  |  |  |  |  |  |  |  |
| Principal | 7,812,252 |  | 8,122,744 |  | 7,724,078 |  | 7,813,894 |  | 8,072,719 | 22,635,861 | 7,352,698 |
| Interest and fiscal agent fees | 5,642,227 |  | 5,445,493 |  | 5,681,334 |  | 5,505,673 |  | 6,050,067 | 10,603,454 | 5,361,324 |
| Total expenditures | 94,817,987 |  | 99,595,614 |  | 102,000,189 |  | 114,542,267 |  | 111,553,470 | 143,146,047 | 130,299,103 |
| Excess of revenues over (under) | 3,964,323 |  | 5,056,098 |  | 3,889,314 |  | 8,399,429 |  | 11,685,205 | $(11,756,169)$ | 4,863,383 |

## Other Financing Sources (Uses)

| Transfers in | 57,118,507 | 28,240,815 | 46,999,843 | 26,708,209 | 38,270,293 | 40,684,259 | 61,064,891 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Transfers out | $(63,290,445)$ | $(35,874,406)$ | $(56,589,827)$ | $(39,687,743)$ | (52,070,727) | $(116,975,199)$ | ( $90,855,936$ ) |
| HUD loan payments (flow through) | - | - | - | - | - | 25,656 | 7,862 |
| Other uses | - | - | - | - | $(300,000)$ | - | - |
| Other sources | 18,944,263 | - | 19,880,589 | 1,716,667 | 14,986,587 | - | - |
| Issuance of Bonds: |  |  |  |  |  |  |  |
| Face value of bonds issued | - | - | - | 8,470,000 | 59,930,000 | 24,940,000 | 40,135,000 |
| Premium on issuance of bond | - | - | - | 133,355 | 3,548,755 | 785,088 | 1,623,540 |
| Payments to refund bond | - | - | - | (8,399,880) | - | - | - |
| Total other Financing sources (uses) | 12,772,325 | (7,633,591) | 10,290,605 | $(11,059,392)$ | 64,364,908 | $(50,540,196)$ | 11,975,357 |
| Net change in fund balances | 16,736,648 | $(2,577,493)$ | 14,179,919 | $(2,659,963)$ | 76,050,113 | $(62,296,365)$ | 16,838,740 |
| Debt service as a percentage of noncapital expenditures | 16.5\% | 15.7\% | 15.2\% | 12.8\% | 15.0\% | 26.6\% | 11.6\% |

Note: GASB 34 Implemented 2002

| Fiscal <br> Year <br> Ended <br> June 30 | Real Property <br> Assessed <br> Value | Estimated <br> Actual Value | Personal <br> Property <br> Valued | Estimated <br> Actual <br> Value | Exemptions <br> Real <br> Property | Total <br> Assessed <br> Value | Total <br> Estimated <br> Actual Value | Ratio of Total <br> Assessed to Total <br> Estimated |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 1999 | $1,800,317$ | $5,400,951$ | 53,687 | 161,063 | 24,912 | $1,829,092$ | $5,492,769$ | 3, |
| 2000 | $1,871,374$ | $5,614,122$ | 70,697 | 212,092 | 24,408 | $1,917,663$ | $5,758,748$ | $33.3 \%$ |
| 2001 | $1,936,438$ | $5,809,895$ | 67,293 | 201,899 | 24,175 | $1,979,555$ | $5,944,610$ | $33.3 \%$ |
| 2002 | $2,026,036$ | $6,084,192$ | 71,447 | 214,556 | 24,087 | $2,073,426$ | $6,226,505$ | $33.3 \%$ |
| 2003 | $2,141,583$ | $6,431,180$ | 68,192 | 204,780 | 29,939 | $2,179,836$ | $6,456,054$ | $33.3 \%$ |
| 2004 | $2,338,417$ | $7,022,273$ | 70,907 | 212,934 | 33,767 | $2,375,557$ | $7,133,805$ | $33.3 \%$ |
| 2005 | $2,587,264$ | $7,769,562$ | 71,734 | 215,417 | 36,567 | $2,622,431$ | $7,875,168$ | $33.3 \%$ |
| 2006 | $2,849,552$ | $8,557,213$ | 78,279 | 235,072 | 38,889 | $2,888,942$ | $8,675,502$ | $33.3 \%$ |
| 2007 | $3,138,480$ | $9,424,865$ | 72,456 | 217,586 | 39,751 | $3,171,185$ | $9,523,081$ | $33.3 \%$ |
| 2008 | $3,315,706$ | $9,957,075$ | 175,280 | 526,985 | 39,987 | $3,450,999$ | $10,363,360$ | $33.3 \%$ |

Note: The New Mexico State constitution regulates areas of property tax. The assessed valuation is set at $331 / 3 \%$ of market valuation by New Mexico statutes.

Source: Santa Fe County Assessor's Office

| Tax Year <br> Ended <br> June 30 | City | State | County | School <br> District | Santa Fe <br> Community <br> College | Total <br> Residential <br> Tax Levy |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  |  |  |  |
| 1999 | 0.460 | 1.482 | 5.169 | 7.654 | 2.935 | 17.700 |
| 2000 | 0.464 | 1.529 | 5.479 | 7.622 | 2.948 | 18.042 |
| 2001 | 0.472 | 1.765 | 5.543 | 7.544 | 3.346 | 18.670 |
| 2002 | 0.468 | 1.123 | 5.360 | 7.578 | 3.318 | 17.847 |
| 2003 | 0.454 | 1.520 | 5.917 | 7.488 | 3.264 | 18.643 |
| 2004 | 0.459 | 1.028 | 5.624 | 7.162 | 3.221 | 17.494 |
| 2005 | 0.440 | 1.234 | 6.319 | 7.022 | 4.046 | 19.061 |
| 2006 | 1.033 | 1.291 | 6.147 | 6.999 | 2.220 | 17.690 |
| 2007 | 1.026 | 1.221 | 6.282 | 6.960 | 3.119 | 18.608 |
| 2008 | 1.516 | 1.250 | 6.476 | 6.982 | 3.160 | 19.384 |

NON-RESIDENTIAL

| Tax Year <br> Ended <br> June 30 | City | State | County | School <br> District | Santa Fe <br> Community <br> College | Total Non- <br> Residential <br> Tax Levy |
| :---: | :---: | :---: | ---: | :---: | :---: | :---: |
|  |  |  |  |  |  |  |
| 1999 | 1.159 | 1.482 | 7.938 | 7.787 | 3.291 | 21.657 |
| 2000 | 1.158 | 1.529 | 8.225 | 7.652 | 3.235 | 21.799 |
| 2001 | 1.234 | 1.765 | 9.438 | 7.781 | 4.046 | 24.264 |
| 2002 | 1.268 | 1.123 | 9.648 | 7.798 | 4.046 | 23.883 |
| 2003 | 1.292 | 1.520 | 10.608 | 7.803 | 4.046 | 25.269 |
| 2004 | 1.266 | 1.028 | 10.868 | 7.440 | 4.046 | 24.648 |
| 2005 | 1.284 | 1.234 | 11.824 | 7.443 | 4.046 | 25.831 |
| 2006 | 1.901 | 1.291 | 11.935 | 7.269 | 4.046 | 26.442 |
| 2007 | 1.945 | 1.221 | 11.856 | 7.237 | 4.030 | 26.289 |
| 2008 | 2.459 | 1.250 | 12.500 | 7.247 | 4.046 | 27.502 |

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

| Taxpayer | 2008 |  |  |  | 1998 |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Taxable Assessed Value | Rank | Percentage of Total City Taxable Assessed Value |  | Taxable Tassed Value | Rank | Percentage of Total City Taxable Asessed Value |
| Public Service New Mexico | \$ | 92,142,657 | 1 | 2.67\% | \$ | 32,998,854 | 2 | 1.85\% |
| Qwest/ U.S. West |  | 65,859,091 | 2 | 1.91\% |  | 58,983,497 | 1 | 3.30\% |
| Singleton Properties |  | 47,450,399 | 3 | 1.37\% |  | - | - | - |
| B \& B Santa Fe Mall LLC |  | 36,725,046 | 4 | 1.06\% |  | 19,339,678 | 4 | 1.08\% |
| Truzaf Ltd. Partnership |  | 33,717,436 | 5 | 0.98\% |  | - | - | - |
| Gas Company of NM |  | 30,940,605 | 6 | 0.90\% |  | 15,479,800 | 6 | 0.87\% |
| La Posada |  | 25,000,000 | 7 | 0.72\% |  | - | - | - |
| De Vargas Mall |  | 20,500,000 | 8 | 0.59\% |  |  |  |  |
| El Dorado Partnership |  | 18,633,300 | 9 | 0.54\% |  | 18,294,500 | 5 | 1.02\% |
| La Fonda Hote! |  | 18,558,668 | 10 | 0.54\% |  | 12,714,390 | 8 | 0.71\% |
| St. Vincent Hospital |  | - | - | - |  | 20,000,000 | 3 | 1.12\% |
| IBM Credit Corporation |  | - | - | - |  | 13,274,887 | 7 | 0.74\% |
| Meadows Apartments |  | - | - | - |  | 11,840,024 | 9 | 0.66\% |
| Shadowridge Apartments |  | - | - | - |  | 11,534,078 | 10 | 0.65\% |
| Total |  | 389,527,202 |  | 11.29\% | \$ | 214,459,708 |  | 12.00\% |

Source: Santa fe County Assessor's Office
TABLE VIII
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

|  | Fiscal Year |  |  |  |  |  |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | 2002 |  | 2003 |  | 2004 |  | 2005 |  | $2006{ }^{(1)}$ |  | 2007 |  | 2008(2) |  |
| Agriculture, forestry, hunting | \$ | 347,880 | \$ | 360,156 | \$ | 394,162 | \$ | 401,436 | \$ | 455,081 | \$ | 456,874 | \$ | 425,121 |
| Mining |  | 588 |  | 722 |  | (771) |  | - |  | - |  | 1,663 |  | 112 |
| Utilities |  | - |  | 101,488 |  | 1,502,911 |  | 1,216,904 |  | 1,543,145 |  | 2,240,231 |  | 2,312,988 |
| Construction |  | 6,124,825 |  | 7,363,629 |  | 7,200,207 |  | 7,538,377 |  | 9,413,746 |  | 11,877,725 |  | 13,329,669 |
| Manufacturing |  | 1,485,782 |  | 1,465,851 |  | 1,557,272 |  | 1,582,900 |  | 1,839,688 |  | 1,954,756 |  | 1,972,298 |
| Wholesale |  | 1,959,464 |  | 2,002,390 |  | 1,811,327 |  | 1,453,583 |  | 1,726,084 |  | 2,541,040 |  | 1,923,131 |
| Retail |  | 31,861,671 |  | 30,092,879 |  | 30,852,659 |  | 29,019,897 |  | 28,049,244 |  | 30,363,839 |  | 29,388,707 |
| Transportation \& warehousing |  | 3,234,982 |  | 763,649 |  | 150,146 |  | 210,111 |  | 217,660 |  | 389,881 |  | 625,939 |
| Information \& Cultural Indust. |  | - |  | - |  | 792,009 |  | 1,209,249 |  | 1,238,465 |  | 1,673,707 |  | 1,631,339 |
| Finance \& insurance |  | 2,323,365 |  | 1,726,658 |  | 669,778 |  | 775,655 |  | 809,785 |  | 960,829 |  | 1,168,871 |
| Real estate, rental \& leasing |  | - |  | 429,851 |  | 1,853,383 |  | 2,019,600 |  | 2,474,170 |  | 2,450,804 |  | 2,094,448 |
| Prof, Scientific, Technical |  | - |  | - |  | 3,200,770 |  | 4,959,538 |  | 5,516,711 |  | 5,997,613 |  | 6,356,094 |
| Management of companies |  | - |  | 50,162 |  | 241,479 |  | 241,936 |  | 300,174 |  | 376,823 |  | 344,512 |
| Admin \& Support, Waste Mgt |  | - |  | - |  | 35,204 |  | 101,389 |  | 203,807 |  | 289,906 |  | 442,406 |
| Educational Services |  | - |  | - |  | 133,238 |  | 185,471 |  | 227,896 |  | 254,368 |  | 254,901 |
| Health Care \& Social Assist |  | - |  | - |  | 2,843,387 |  | 3,803,193 |  | 3,291,168 |  | 3,769,174 |  | 3,969,203 |
| Arts, Entertainment \& Recr |  | - |  | - |  | 131,952 |  | 236,192 |  | 271,597 |  | 342,073 |  | 387,837 |
| Accomodation \& Food |  | - |  | - |  | 4,392,307 |  | 7,431,444 |  | 8,900,411 |  | 10,039,922 |  | 10,134,875 |
| Other Services |  | 21,819,789 |  | 21,644,932 |  | 15,566,920 |  | 10,932,030 |  | 10,278,795 |  | 10,291,231 |  | 9,940,018 |
| Public Administration |  | - |  | - |  | 472 |  | 1,393 |  | 491 |  | 133 |  | 274 |
| Unclassified |  | - |  | 5,999,655 |  | 2,231,658 |  | 2,490,505 |  | 3,948,493 |  | 463,376 |  | 1,199,556 |
| State Reimb-Food/Med Tax-Exempt |  | - |  | - |  | - |  | 2,493,403 |  | 8,370,340 |  | 7,461,268 |  | 12,605,194 |
| Total GRT Revenue Distribution | \$ | 69,158,346 | \$ | 72,002,023 | \$ | 75,560,469 | \$ | 78,304,206 | \$ | 89,076,953 | \$ | 94,197,236 |  | 0,507,493 |
| City direct Gross Receipts Tax rate |  | 6.44\% |  | 6.69\% |  | 6.69\% |  | 7.31\% |  | 7.63\% |  | 7.63\% |  | 7.94\% |

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 for 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 the 2006 and 2007 totals.
(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 DIRECT AND OVERLAPPING GROSS RECEIPTS TAX RATES LAST SIX FISCAL YEARS (UNAUDITED) 

|  | $\begin{array}{c}\text { City } \\ \text { Fiscal } \\ \text { Year }\end{array}$ |  |
| :---: | :---: | :---: | \(\left.\begin{array}{c}Direct <br>

Rate\end{array} \quad \begin{array}{c}Santa Fe <br>

County\end{array}\right]\)|  |  |  |
| :---: | :---: | :---: |
| 2002 |  | $5.84 \%$ |
| 2003 | $6.69 \%$ | $6.13 \%$ |
| 2004 | $6.69 \%$ | $6.13 \%$ |
| 2005 | $7.31 \%$ | $6.25 \%$ |
| 2006 | $7.63 \%$ | $6.31 \%$ |
| 2007 | $7.63 \%$ | $6.31 \%$ |
| 2008 | $7.94 \%$ | $6.63 \%$ |

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 SCHEDULE OF PLEDGED REVENUES <br> FISCAL YEAR 2007 AND 2008 <br> (UNAUDITED) |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Fiscal Year |  |  |  |
|  | 2007 (1) |  |  | 2008 (2) |
| 0.05\% Municipal Gross Receipts Tax (GRT) revenues | \$ | 15,567,593 | \$ | 16,457,363 |
| MGRT Infrastructure revenues |  | 1,922,480 |  | 1,689,805.00 |
| MGRT Environmental revenues |  | 1,923,944 |  | 1,691,581.00 |
| State shared GRT revenues |  | 39,035,621 |  | 1,112,958.00 |
| TOTAL | \$ | 58,449,638 |  | 60,951,707 |

CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF GROSS RECEIPTS TAX REVENUES
FISCAL YEAR 2007 AND 2008

|  | Fiscal Year |  |  |  |
| :---: | :---: | :---: | :---: | :---: |
|  | 2007 (1) |  | 2008 (2) |  |
| Municipal general GRT (Including Capital Improvements) | \$ | 31,135,186 | \$ | 32,914,726 |
| Infracture revenues |  | 7,689,920 |  | 7,789,486 |
| MGRT revenues |  | 7,783,796 |  | 8,228,681 |
| Environmental revenues |  | 1,923,944 |  | 1,691,581 |
| State-shared GRT revenues |  | 39,035,621 |  | 41,112,958 |
| Water Capital Outlay |  | 7,503,571 |  | 8,113,597 |
| TOTAL | \$ | 95,072,038 |  | 99,851,029 |

Source: City of Santa Fe Cash Management and Investment Officer
(1) Includes year-end accruals
(2) Unaudited

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

GENERAL FUND EQUITY DEBT

| Fiscal Year Ended June 30 | Population ${ }^{1}$ | Assessed Value ${ }^{2}$ | Total General Obligation Debt Outstanding June 30 | Amount <br> Available Debt Service Fund | Net Bonded Debt | Ratio of Net Long Term Debt To Assessed Value | Net General Long Term Debt Per Capita |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 1999 | 61,700 | 1,829,092,934 | - | - | - | - | - |
| 2000 | 62,203 | 1,917,663,295 | - | - | - | - | - |
| 2001 | 63,000 | 1,979,555,408 | - | - | - | - | - |
| 2002 | 63,500 | 2,073,426,259 | - | - | - | - | - |
| 2003 | 64,700 | 2,179,835,636 | - | - | - | - | - |
| 2004 | 65,800 | 2,375,557,803 | - | - | - | - | - |
| 2005 | 66,500 | 2,622,431,696 | - | - | - | - | - |
| 2006 | 68,359 | 2,888,942,909 | - | - | - | - | - |
| 2007 | 69,142 | 3,171,185,528 | - | - | - | - | - |
| 2008 (3) | 69,961 | 3,450,998,939 | 20,000,000 | - | 20,000,000 | 0.6\% | 286 |

${ }^{1}$ Estimated population figures for 1999, 2000, 2001, 2002, 2003, 2004, 2005, 2006, 2007 and 2008 were provided by the City of Santa Fe Planning Department staff. Estimated population figures for 1997 were provided by, "Population Estimated Program," U.S. Bureau of Census released March 1997.
${ }^{2}$ 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 ussued its first general obligation debt in 28 years on June 10, 2008
$\begin{array}{cccccc}\begin{array}{c}\text { FISCAL } \\ \text { YEAR }\end{array} & \text { PRINCIPAL }\end{array}$ INTEREST $\left.\begin{array}{c}\text { DEBT } \\ \text { SERVICE }\end{array} \begin{array}{c}\text { TOTAL }\end{array} \begin{array}{c}\text { RATIO OF DEBT } \\ \text { SERVICE TO } \\ \text { GENERAL FUND } \\ \text { EXPENDITURE }\end{array} \begin{array}{c}\text { GENERAL } \\ \text { GOVERNENTAL } \\ \text { EXPENDITURES }\end{array}\right]$

The City of Santa Fe issued its first general obligation bond in 28 years on June 10, 2008 There were no principal or interest expenditures for the fiscal year ending June 30, 2008

## CITY OF SANTA FE, NEW MEXICO <br> COMPUTATION OF DIRECT AND OVERLAPPING DEBT <br> JUNE 30, 2008 <br> (UNAUDITED)

|  | General <br> Obligation as of <br> June 30,2008 | Percentage <br> Applicable to City <br> of Santa Fe | City of Santa Fe <br> Share of Debt |
| :--- | :---: | :---: | :---: |
| State of New Mexico | $\$ 353,220,000$ | $6.98 \%$ | $\$$ |
| City of Santa Fe | $20,000,000$ | $100.00 \%$ | $24,654,756$ |
| Santa Fe County | $80,295,000$ | $53.47 \%$ | $20,000,000$ |
| Santa Fe Public Schools | $55,100,000$ | $57.80 \%$ | $42,933,737$ |
| Santa Fe Community College | $24,320,000$ | $57.80 \%$ | $31,847,800$ |
| Total Direct and Overlapping Debt |  | $\$$ | $14,056,960$ |

## Ratios:

Total direct and overlapping debt to assessed ..... 3.82\%valuation for tax year 2008 \$3,497,344
Direct and overlapping debt ..... 1.27\%to actual valuation of $\$ 10,508,328,192$
Direct and overlapping debt per capita of 73,199 ..... \$ 1,824

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

## Refuse System Bonds

| Fiscal Year | Gross Revenues |  | Less: <br> Operating <br> Expenses |  | Net Revenue Available for Debt Service |  | Debt |  | Service |  | Coverage |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  | Principal | Interest |  |  |
| 1997 | \$ | 7,123,256 |  |  | \$ | 5,986,595 | \$ | 1,136,661 | \$ | 800,000 | \$ | 133,598 | 1.22 |
| 1998 |  | 8,382,057 |  | 6,809,405 |  |  |  | 1,572,652 |  | 725,000 |  | 112,584 | 1.88 |
| 1999 |  | 10,571,354 |  | 7,395,347 |  | 3,176,007 |  | 745,000 |  | 272,439 | 3.12 |
| 2000 |  | 7,234,904 |  | 6,735,602 |  | 499,302 |  | 765,000 |  | 239,053 | 0.50 |
| 2001 |  | 7,217,858 |  | 6,972,029 |  | 245,829 |  | 845,000 |  | 204,603 | 0.23 |
| 2002 |  | 7,686,945 |  | 6,407,879 |  | 1,279,066 |  | 855,000 |  | 173,020 | 1.24 |
| 2003 |  | 9,168,144 |  | 7,313,927 |  | 1,854,217 |  | 975,000 |  | 130,176 | 1.68 |
| 2004 |  | 8,758,678 |  | 7,389,506 |  | 1,369,172 |  | 830,000 |  | 79,800 | 1.50 |
| 2005 |  | 9,002,479 |  | 7,568,713 |  | 1,433,766 |  | 775,000 |  | 38,750 | 1.76 |
| 2006 |  | 9,586,034 |  | 8,177,846 |  | 1,408,188 |  | - |  | - | - |

Water Refunding Bonds


| Municipal Recreation Complex Bonds |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Fiscal Year | Gross Revenues | Less: Operating Expenses | Net Revenue Available for Debt Service | $\frac{\text { Debt }}{\text { Principal }}$ | Service Interest | Coverage |
| 1999 | 4,640,220 | 1,081,864 | 3,558,356 | 305,000 | 1,094,705 | 2.54 |
| 2000 | 3,410,269 | 2,069,710 | 1,340,559 | 320,000 | 1,029,467 | 0.99 |
| 2001 | 3,244,066 | 1,190,557 | 2,053,509 | 335,000 | 1,014,747 | 1.52 |
| 2002 | 2,316,542 | 727,534 | 1,589,008 | 465,000 | 996,190 | 1.09 |
| 2003 | 2,288,481 | 740,862 | 1,547,619 | 495,000 | 973,632 | 1.05 |
| 2004 | 2,433,497 | 817,025 | 1,616,472 | 515,000 | 949,227 | 1.10 |
| 2005 | 2,392,543 | 1,740,581 | 651,962 | 545,000 | 923,133 | 0.44 |
| 2006 | 2,280,039 | 1,578,402 | 701,637 | 580,000 | 894,988 | 0.48 |
| 2007 | 2,097,707 | 1,583,318 | 514,389 | 670,000 | 606,128 | 0.40 |
| 2008 | 2,382,508 | 1,533,264 | 849,244 | 705,000 | 579,328 | 0.66 |




Note: Details regarding the City's outstanding debt can be found in the notes to the fnanciai statements.
${ }^{1}$ See the Table XV Economic and Demographic Information for personal income and population data.
Resources: City of Santa Fe's Investment Officer and the Pianning Department Staff.

| Year | Population | Personal Income (thousands of dollars) | Per Capita Personal Income | Unemployment Rate |
| :---: | :---: | :---: | :---: | :---: |
| 1999 | 61,700 | 1,523,373 | 24,690 | 2.80\% |
| 2000 | 62,203 | 1,583,315 | 25,454 | 3.60\% |
| 2001 | 63,000 | 1,651,734 | 26,218 | 3.60\% |
| 2002 | 63,500 | 1,714,754 | 27,004 | 3.80\% |
| 2003 | 64,700 | 1,799,566 | 27,814 | 4.30\% |
| 2004 | 65,800 | 1,885,104 | 28,649 | 4.30\% |
| 2005 | 66,500 | 1,962,282 | 29,508 | 4.50\% |
| 2006 | 68,359 | 2,103,816 | 30,776 | 3.50\% |
| 2007 | 69,142 | 2,191,041 | 31,689 | 3.10\% |
| 2008 | 69,961 | 2,276,951 | 32,546 | 3.30\% |

Source: The City of Santa Fe's Planning Department

POPULATION:

| YEAR | CITY | COUNTY | STATE |
| :---: | :---: | :---: | :--- |
| 1999 | 61,700 | 123,386 | $1,736,931$ |
| 2000 | 62,203 | 124,288 | $1,823,000$ |
| 2001 | 63,000 | 130,915 | $1,829,146$ |
| 2002 | 63,500 | 134,525 | $1,855,059$ |
| 2003 | 64,700 | 138,000 | $1,874,614$ |
| 2004 | 65,800 | 141,000 | $1,903,289$ |
| 2005 | 66,500 | 144,000 | $1,928,384$ |
| 2006 | 68,359 | 144,809 | $1,954,599$ |
| 2007 | 69,142 | 146,295 | $1,964,402$ |
| 2008 | 69,961 | 147,781 | $1,984,356$ |

Source: Estimated population figures for 1998, 1999, 2000, 2001,2002, 2003, 2004, 2005, 2006 and 2007 were provided by the City of Santa Fe Planning Dept. Staff. Estimated population figure for 1997 was provided by the Population Estimated Program, U.S. Bureau of the Census released March, 1997. Estimates for State Population for 1997-2006 were provided by the Bureau of Business and Economic Research and U.S. Census.

AGE PROFILE:

| AGE | CITY | STATE | UNITED <br> STATES |
| :--- | ---: | ---: | ---: |
| $0-19$ | $22.80 \%$ | $31.10 \%$ | $28.70 \%$ |
| $20-34$ | $20.00 \%$ | $1.50 \%$ | $20.90 \%$ |
| $35-44$ | $15.30 \%$ | $15.50 \%$ | $16.10 \%$ |
| $45-54$ | $17.30 \%$ | $13.50 \%$ | $18.10 \%$ |
| $55+$ | $24.60 \%$ | $20.40 \%$ | $16.20 \%$ |
|  | $100.00 \%$ | $100.00 \%$ | $100.00 \%$ |

Source: Age profile for, "State and United States," U.S. Department of Commerce released December 2000.

# CITY OF SANTA FE, NEW MEXICO <br> DEMOGRAPHIC AND ECONOMIC INFORMATION (UNAUDITED) 

## INCOME PROFILE:

HOUSEHOLD INCOME DISTRIBUTION, SANTA FE COUNTY, 2000:

| INCOME \$ | NUMBER OF <br> HOUSEHOLDS | PERCENT OF <br> HOUSEHOLDS |
| :---: | ---: | ---: |
| Under 10,000 | 4,787 | $9 \%$ |
| 10,000 to 14,999 | 3,157 | $6 \%$ |
| 15,000 to 24,999 | 6,573 | $13 \%$ |
| 25,000 to 34,999 | 6,834 | $13 \%$ |
| 35,000 to 49,999 | 8,863 | $17 \%$ |
| 50,000 to 74,999 | 9,672 | $18 \%$ |
| 75,000 to 99,000 | 5,771 | $11 \%$ |
| 100,000 and more | 6,824 | $13 \%$ |
| Total Households | 52,481 | $100 \%$ |

The table above sets forth Income Profile based on the 2000 U.S. Census Bureau for 2000.

The table below sets forth the per-captia income, based on the total gross income divided by population, for Santa Fe County, the State of New Mexico and the United States.

| CALENDAR <br> YEAR | SANTA FE <br> COUNTY | STATE OF NEW <br> MEXICO | UNITED <br> STATES |
| :---: | :---: | :---: | :---: |
| 1999 | 29,346 | 20,920 | 27,859 |
| 2000 | 29,949 | 21,931 | 29,469 |
| 2001 | 31,568 | 23,081 | 30,413 |
| 2002 | 32,932 | 24,730 | 30,795 |
| 2003 | 32,378 | 24,903 | 31,487 |
| 2004 | 36,095 | 26,184 | 33,090 |
| 2005 | 37,934 | 28,042 | 34,685 |
| 2006 | 38,854 | 29,929 | 36,714 |
| 2007 | 40,020 | 31,474 | 38,611 |
| 2008 | 41,221 | 33,019 | 39,769 |

Source: Bureau of Business \& Economic Research, UNM
(Continued)

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

PUBLIC SCHOOL DISTRICT ENROLLMENT
The Santa Fe Public School District consists of 21 elementary schools (which includes kindergarden), 4 mid-high schools, and 2 high schools.

| YEAR | PRE- <br> KINDERGARTEN <br> KINDERGARTEN | $\mathbf{1 - 6}$ | $\mathbf{7 - 1 2}$ | SPECIAL <br> EDUCATION | TOTAL |
| :---: | ---: | :---: | :---: | :---: | :---: |
| 1999 | 1,088 | 7,063 | 5,432 | 0 | 13,583 |
| 2000 | 1,113 | 7,072 | 5,527 | 0 | 13,712 |
| 2001 | 1,011 | 6,860 | 5,507 | 0 | 13,378 |
| 2002 | 1,015 | 6,879 | 5,199 | 0 | 13,093 |
| 2003 | 1,094 | 6,745 | 5,626 | 0 | 13,465 |
| 2004 | 1,056 | 6,819 | 5,682 | 0 | 13,557 |
| 2005 | 1,292 | 6,770 | 5,673 | 0 | 13,735 |
| 2006 | 1,269 | 6,796 | 5,675 | 0 | 13,740 |
| 2007 | 1,241 | 6,850 | 5,274 | 0 | 13,365 |
| 2008 | 1,216 | 6,947 | 5,395 | 0 | 13,558 |

The NM Department of Education no longer separately reports special education for public school.
Source: New Mexico Department of Education

## PRIVATE SCHOOL DISTRICT ENROLLMENT-ASSESS EVALUATION UNIT

Santa Fe has 27 private and/or parochial schools, grades 1-12.

| YEAR | KINDERGARTEN | $1-6$ | $7-12$ | SPECIAL <br> EDUCATION | TOTAL |
| :---: | :---: | :---: | :---: | :---: | :---: |
| 1999 | 287 | 826 | 2,120 | 4 | 3,237 |
| 2000 | 228 | 874 | 1,994 | 1 | 3,097 |
| 2001 | 263 | 868 | 1,700 | 0 | 2,831 |
| 2002 | 222 | 872 | 2,258 | 0 | 3,352 |
| 2003 | 275 | 847 | 2,244 | 0 | 3,366 |
| 2004 | 216 | 805 | 2,263 | 0 | 3,284 |
| 2005 | 188 | 820 | 2,379 | 0 | 3,387 |
| 2006 | 150 | 808 | 1,600 | 0 | 2,558 |
| 2007 | 195 | 859 | 1,643 | 0 | 2,697 |
| 2008 | 482 | 875 | 2,379 | 0 | 3,736 |

Source: New Mexico Department of Education

HIGHER EDUCATION ENROLLMENT

| School Year <br> Ending | College of Santa <br> Fe | Santa Fe <br> Community <br> College | St. Johns <br> College | UNM Graduate <br> Center | Institute of <br> Indian Arts |
| :---: | :---: | :---: | :---: | :---: | :---: |
| 1999 | 1,809 | 5,262 | 535 | 249 | 128 |
| 2000 | 1,788 | 5,078 | 528 | 173 | 130 |
| 2001 | 2,392 | 8,421 | 516 | 118 | 146 |
| 2002 | 2,369 | 8,535 | 467 | 118 | 194 |
| 2003 | 2,520 | 8,756 | 444 | 82 | 199 |
| 2004 | 2,565 | 9,747 | 450 | 15 | 182 |
| 2005 | 2,543 | 8,592 | 463 | 34 | 231 |
| 2006 | 2,576 | 8,537 | 473 | 40 | 239 |
| 2007 | 2,614 | 8,961 | 473 | 50 | 337 |
| 2008 | 2,121 | 9,039 | 483 | Not Available | 270 |
|  |  |  |  |  |  |

Source: Individual Institutions

## CITY OF SANTA FE, NEW MEXICO

PROPERTY VALUE, CONSTRUCTION PERMITS AND UTILITY CONNECTIONS LAST TEN CALENDAR YEARS (UNAUDITED)

|  | CONSTRUCTION PERMITS ${ }^{2}$ |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| CALENDAR | PROPERTY <br> VEAR | VALUE ${ }^{1}$ | ISSUED |  |  | VALUE |
|  |  |  |  |  |  |  |
| 1997 | $2,795,111,929$ | 1,427 | $84,583,077$ |  |  |  |
| 1998 | $3,048,763,623$ | 1,384 | $89,121,016$ |  |  |  |
| 1999 | $3,231,587,632$ | 5,441 | $125,101,646$ |  |  |  |
| 2000 | $3,443,148,983$ | 4,373 | $115,792,548$ |  |  |  |
| 2001 | $3,616,542,015$ | 5,209 | $154,772,016$ |  |  |  |
| 2002 | $3,789,882,996$ | 6,392 | $154,617,427$ |  |  |  |
| 2003 | $4,053,243,194$ | 6,006 | $135,332,034$ |  |  |  |
| 2004 | $4,374,594,705$ | 6,722 | $160,606,719$ |  |  |  |
| 2005 | $4,887,341,479$ | 6,871 | $487,596,832$ |  |  |  |
| 2006 | $5,405,014,766$ | 7,076 | $249,530,361$ |  |  |  |
| 2007 | $6,074,890,747$ | 6,224 | $213,697,011$ |  |  |  |

Utility Connections

| CALENDAR <br> YEAR | WATER <br> METERS $^{3}$ | ELECTRIC <br> METERS $^{4}$ | GAS METERS $^{\mathbf{5}}$ | TELEPHONE <br> STATIONS $^{6}$ |
| :---: | :---: | :---: | :---: | ---: |
|  |  |  |  |  |
| 1996 | 24,398 | 48,678 | 34,022 | 15,076 |
| 1997 | 24,996 | 49,934 | 35,743 | 22,777 |
| 1998 | 26,723 | 55,170 | 37,671 | 23,000 |
| 1999 | 27,642 | 55,238 | 38,871 | Not Available |
| 2000 | 28,221 | 56,325 | 40,096 | Not Available |
| 2001 | 28,893 | 58,593 | 40,489 | Not Available |
| 2002 | 31,477 | 60,515 | 41,968 | Not Available |
| 2003 | 31,615 | 62,330 | 42,599 | Not Available |
| 2004 | 33,734 | 64,199 | 43,876 | Not Available |
| 2005 | 35,287 | 66,124 | 45,192 | Not Available |
| 2006 | 36,169 | 68,107 | 46,547 | Not Available |
| 2007 | 37,073 | 70,150 | 47,943 | Not Available |

Source:
${ }^{1}$ Santa Fe County Assessor: Value of property on which taxes are assessed.
${ }^{2}$ City of Santa Fe Building Inspectors Office.
${ }^{3}$ Sangre De Cristo Water Division
${ }^{4}$ Public Service Company of New Mexico
${ }^{5}$ Public Service Company of New Mexico
${ }^{6}$ Public Regulation Commission

# CITY OF SANTA FE, NEW MEXICO <br> TEN LARGEST EMPLOYERS SANTA FE METROPOLITAN AREA 

| EMPLOYER | TYPE OF BUSINESS | APPROXIMATE NUMBER OF EMPLOYEES | PERCENTAGE <br> 1 |
| :---: | :---: | :---: | :---: |
| State of New Mexico | Government | 9,443 | 11.8\% |
| Santa Fe School District | Education | 1,850 | 2.3\% |
| U.S. Federal Government | Government | 1,750 | 2.2\% |
| City of Santa Fe | Government | 1,719 | 2.2\% |
| St. Vincent Hospital | Medical | 1,450 | 1.8\% |
| Santa Fe County | Government | 815 | 1.0\% |
| Santa Fe Community College | Education | 717 | 0.9\% |
| Santa Fe Opera | Entertainment | 650 | 0.8\% |
| College of Santa Fe | Education | 564 | 0.7\% |
| Santa Fe Ski Company | Recreation | 437 | 0.5\% |
| Totals |  | 19,395 | 24.3\% |

[^0]Source: City of Santa Fe Budget Office


## CITY OF SANTA FE, NEW MEXICO <br> MISCELLANEOUS STATISTICS <br> (UNAUDITED)

## Form of Government

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

The City Charter provides for a City Manager appointed by the Mayor and approved by the Council who is responsible for the administration of the merit system and, subject to the authority of the Mayor, supervises the operation of all departments.
Year of incorporation ..... 1891
City area (square miles) ..... 41.6
Fire Protection
Number of stations (Manned and Unmanned) ..... 10
Total employees (Includes 7 Civilians) ..... 133
Police Protection
Number of stations ..... 2
Total employees (Includes 46 Civilians) ..... 201
Parks
Acreage (developed, not open space or trails) ..... 1,225
Number of parks ..... 87
Community centers and recreational buildings ..... 6
Swimming pools ..... 4
Tennis courts ..... 22
Libraries
Holdings ..... 360,562 items
Circulation ..... 548,218 per year
Municipal Sewer
Number of sewer accounts ..... 24,100
Miles of sanitary lines ..... 315

Notes:
Data as of June 30, 2008

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## Supplementary Schedules

CITY OF SANTA FE, NEW MEXICO
COMBINED SCHEDULE OF DEPOSITS AND INVESTMENTS

## (RECONCILIATION OF BANK BALANCE TO CARRYING BALANCE)

## ALL FUNDS

June 30, 2008

|  | Type of Account |  | Bank Balance | Outstanding Chocks |  | Deposits In Transit | Carrying Balance |  | FAIR VALUE |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Primary government |  |  |  |  |  |  |  |  |  |  |
| Change, imprest funds | Petty cash | \$ | - | \$ | - | \$ | \$ | 9,324 | \$ | 9,324 |
| Deposits with financial institutions: |  |  |  |  |  |  |  |  |  |  |
| Wells Fargo Bank - Medical Claims | Checking |  | 92,832 |  | 776 | - |  | 92,056 |  | 92,056 |
| Wells Fargo Bank - Medical Claims - UHC | Checking |  | 14,078 |  | - | - |  | 14,078 |  | 14,078 |
| Wells Fargo Bank - General Liability | Checking |  | 40,289 |  | 33,185 | - |  | 7,104 |  | 7,104 |
| Wells Fargo Bank - Workers' Comp. | Checking |  | 67,385 |  | 28,218 | - |  | 39,167 |  | 39,167 |
| Wells Fargo Bank - E\&O/Law Enforcement | Checking |  | 89,784 |  | - | - |  | 88,784 |  | 89,784 |
| Wells Fargo Bank - HUD Loan Repayment | Checking |  | 1,911 |  | - | - |  | 1,911 |  | 1,911 |
| Welis Fargo Bank - HUD Debt Service Reserve | Checking |  | 40,000 |  | - | - |  | 40,000 |  | 40,000 |
| Wells Fargo Bank - Common | Checking |  | 302,262 |  | - | - |  | 302,262 |  | 302,262 |
| Wells Fargo Bank - Overland Sweep | Sweep |  | 12,458,041 |  | 3,160,621 | 1,604,626 |  | 10,902,046 |  | 10,902,046 |
| Wells Fargo Bank - Credit Card | Checking |  | - |  | - | 45,619 |  | 45,619 |  | 45,619 |
| Wells Fargo Bank - Business Savings | Savings |  | 14,859,319 |  | - | - |  | 14,859,319 |  | 14,859,319 |
| Wells Fargo Bank - Escrow for Water Rights Purchase | Savings |  | 5,143 |  | - | - |  | 5,143 |  | 5,143 |
| Wells Fargo Gov't Money Market - 20048 Reserve Cas | Trust |  | 967,388 |  | - | - |  | 967,388 |  | 967,388 |
| Bank of Albuq. - NMFA Fire Veh. Loan-Reserve | Trust |  | 116,986 |  | - | - |  | 116,986 |  | 116,986 |
| New Mexico Finance Authority-Flre Veh. Trust | Trust |  | 11,645 |  | - | - |  | 11,645 |  | 11,645 |
| New Mexico Finance Authority-Pkg Garage | Trust |  | 425,836 |  | - | - |  | 425,836 |  | 425,836 |
| New Mexico Finance Authority-SWAMA Reserve | Trust |  | 100,000 |  | - | - |  | 100,000 |  | 100,000 |
| NMFA - Railyard Phase II Tax Exempt | Trust |  | 338,102 |  | - | - |  | 338,102 |  | 338,102 |
| NMFA - Railyard Phase II Taxable | Trust |  | 55,726 |  | - | - |  | 55,726 |  | 55,726 |
| Bank of Albuq.-NMFA Railyard Loan-Reserve | Trust |  | 429,560 |  | - | - |  | 429,560 |  | 429,560 |
| Bank of Albuq.-NMFA Rallyard Loan-Reserve | Trust |  | 52,885 |  | - | - |  | 52,885 |  | 52,885 |
| New Mexico Finance Authority-Rallyard Phase I | Trust |  | 23 |  | - | - |  | 23 |  | 23 |
| Now Mexico Flnance Authority-Rallyard Phase I | Trust |  | 3 |  | - | - |  | 3 |  | , |
| Century Bank-Certificate of Deposit | Time Deposit |  | 100,000 |  | - | - |  | 100,000 |  | 100,000 |
| Guadalupe Credit Union-CD | Time Deposit |  | 100,000 |  | - | - |  | 100,000 |  | 100,000 |
| First Community Bank-CD | Time Deposit |  | 200,000 |  | - | - |  | 200,000 |  | 200,000 |
| State Employees Credit Union-CD | Time Deposit |  | 100,000 |  | - | - |  | 100,000 |  | 100,000 |
| Wells Fargo Bank-CD | Time Deposit |  | 100,000 |  | - | - |  | 100,000 |  | 100,000 |
| Los Alamos National Bank-CD | Time Deposit |  | 100,000 |  | - | - |  | 100,000 |  | 100,000 |
| Community Bank-CD | Time Deposit |  | 200,000 |  | - | - |  | 200,000 |  | 200,000 |
| New Mexico Bank \& Trust | Time Deposit |  | 1,000,000 |  | - | - |  | 1,000,000 |  | 1,000,000 |
| First National Bank of Santa Fe | Time Deposit |  | 1,000,000 |  | - | - |  | 1,000,000 |  | 1,000,000 |
| First National Bank of Santa Fe | Time Deposit |  | 3,000,000 |  | - | - |  | 3,000,000 |  | 3,000,000 |
| Total bank and carrying balances |  |  | 36,369,198 |  | 3,222,800 | 1,660,245 |  | 34,796,643 |  | 34,796,643 |
| Wells Fargo Gov't Money Market Forward Purchase Agr. | Investment |  | 181,358 |  | - | - |  | 181,358 |  | 181,358 |
| Wells Fargo Government Money Market - Inv. Trust | Investment |  | 18,528,707 |  | - | - |  | 18,528,707 |  | 18,528,707 |
| Blackrock Investors T-Fund Money Mkt | Investment |  | 10,500,000 |  | - | - |  | 10,500,000 |  | 10,500,000 |
| Fidelity Government Fund-Money Mkt | Investment |  | 15,000,000 |  | - | - |  | 15,000,000 |  | 15,000,000 |
| NM State Local Government Investment Pool | Investment |  | 41,500,324 |  | - | - |  | 41,500,324 |  | 41,500,324 |
| NM State Local Government Investment Pool | Investment |  | 2,204,716 |  | - | - |  | 2,204,716 |  | 2,204,716 |
| New Mexico Municipal Securities | Investment |  | 5,850,000 |  | - | - |  | 5,850,000 |  | 5,891,644 |
| U.S. Government Agency Securities | Investment |  | 121,107,753 |  | - | - |  | 121,107,753 |  | 122,944,484 |
| Total Investment balances |  |  | 214,872,868 |  | - | - |  | 214,872,858 |  | 216,751,233 |
| Total Accounts |  |  | 251,242,056 |  | 3,222,800 | 1,650,245 |  | 249,678,825 |  | 251,557,200 |
| Less: joint venture share of pooled cash |  |  | (14,449,623) |  | - | - |  | ( $14,449,544$ ) |  | (14,604,327) |
| Total primary government |  |  | 236,792,433 |  | 3,222,800 | 1,650,245 |  | 235,229,281 |  | 236,952,873 |

CITY OF SANTA FE, NEW MEXICO
COMBINED SCHEDULE OF DEPOSITS AND INVESTMENTS (RECONCILIATION OF BANK BALANCE TO CARRYING BALANCE)

ALL FUNDS
June 30, 2008

|  | Type of Account | Bank Balance |  | Outstanding Checks |  | Deposits In Translt |  | Carrying Balance |  | FAIR VALUE |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| (continued) |  |  |  |  |  |  |  |  |  |  |  |
| Component unit |  |  |  |  |  |  |  |  |  |  |  |
| Change, Imprest funds | Petty cash | \$ | - | \$ | - | \$ | - | \$ | 225 | \$ | 225 |
| Deposits with financial Institutions: |  |  |  |  |  |  |  |  |  |  |  |
| New Mexico Bank and Trust-Security / Deposit | Savings |  | 11,305 |  | - |  | - |  | 11,305 |  | 11,305 |
| New Mexico Bank and Trust-Operating (La Cleneguita) | Checking |  | 20,936 |  | 868 |  | - |  | 20,068 |  | 20,068 |
| New Mexico Bank and Trust-Insurance \& Taxes | Savings |  | 5,156 |  | - |  | - |  | 5,156 |  | 5,156 |
| New Mexico Bank and Trust-Replacement Resurves | Savings |  | 33,933 |  | - |  | - |  | 33,933 |  | 33,933 |
| New Mexico Bank and Trust-Residual Receipts | Savings |  | 110,089 |  | - |  | - |  | 110,089 |  | 110,089 |
| Now Mexico Bank and Trust-Operating (Camino Consu | Checking |  | 263,903 |  |  |  |  |  | 263,903 |  | 263,903 |
| First Community Bank-General Fund Operating | Checking |  | 493,574 |  | 195,751 |  | 3,504 |  | 301,327 |  | 301,327 |
| First Community Bank-Operating (Voucher) | Checking |  | 835,451 |  | 11,269 |  | 474 |  | 824,656 |  | 824,656 |
| First Community Bank-Reserves (Vouchar) | Savings |  | 576,339 |  | - |  | - |  | 576,339 |  | 576,339 |
| First Community Bank-FSS Escrow | Checking |  | 43,428 |  |  |  |  |  | 43,428 |  | 43,428 |
| Los Alamos Natl Bank-Operating (Reglon II) | Checking |  | 73,300 |  | 2,097 |  | - |  | 71,203 |  | 71,203 |
| Los Alamos NatI Bank-Board account | Checking |  | 8,277 |  | - |  | - |  | 8,277 |  | 8,277 |
| Los Alamos Natl Bank-Operating (Camino Consuelo) | Checking |  | 86,318 |  | 26,437 |  | 25,000 |  | 84,881 |  | 84,881 |
| Los Alamos Natl Bank-Security deposit (Camino Consl | Checking |  | 20,042 |  |  |  |  |  | 20,042 |  | 20,042 |
| Los Alamos Natl Bank-Security deposit (HA) | Savings |  | 22,707 |  | 2,830 |  | - |  | 19,877 |  | 19,877 |
| Los Alamos Natl Bank-Operating (Clelo Azul) | Checking |  | 106,305 |  | 985 |  | - |  | 105,320 |  | 105,320 |
| Los Alamos Natl Bank-Operating (Voucher) | Checking |  | 27,833 |  | - |  | - |  | 27,833 |  | 27,833 |
| Los Alamos Natl Bank-Operating (Mora County) | Checking |  | 80,150 |  | - |  | - |  | 80,150 |  | 80,150 |
| Los Alamose Natl Bank-Employee Fund | Checking |  | 1,676 |  | 211 |  | - |  | 1,465 |  | 1,465 |
| Wells Fargo Bank-Operating (Region II) | Checking |  | 350,377 |  | - |  | - |  | 350,377 |  | 350,377 |
| Total bank and carrying balances |  |  | 3,171,099 |  | 240,448 |  | 28,978 |  | 2,959,854 |  | 2,959,854 |
| Investments |  |  |  |  |  |  |  |  |  |  | - |
| Bank of New York-Bond fund | Investment |  | 294,126 |  | - |  | $\cdots$ |  | 294,126 |  | 294,126 |
| Bank of New York-Debt service fund | Investment |  | 263,365 |  | - |  | - |  | 263,365 |  | 263,365 |
| Bank of New York-Extreordinary maintenance | Investment |  | 24,537 |  | - |  | - |  | 24,537 |  | 24,537 |
| Bank of New York-Insurance escrow | Investmem |  | 116,584 |  | - |  | - |  | 116,584 |  | 116,584 |
| Bank of New York-Operating | Investment |  | 26,459 |  | - |  | - |  | 26,459 |  | 26,459 |
| Bank of New York-PY Surplus fund | Investment |  | 496,109 |  | - |  | - |  | 496,109 |  | 496,109 |
| Bank of New York-Revenue fund | Investment |  | 144,647 |  |  |  |  |  | 144,647 |  | 144,647 |
| Los Alamos Natl Bank-CD's | Investment |  | 200,000 |  | - |  | - |  | 200,000 |  | 200,000 |
|  |  |  | 1,565,827 |  | - |  | - |  | 1,565,827 |  | 1,565,827 |
| Total component unit |  |  | 4,736,926 |  | 240,448 |  | 28,978 |  | 4,525,681 |  | 4,626,681 |
| TOTAL BANK BALANCE ALL FUNDS |  |  |  | \$ | 3,463,248 |  | 79,223 | \$ | 239,754,962 | \$ | ,478,554 |

## CITY OF SANTA FE, NEW MEXICO

 SCHEDULE OF PLEDGED COLLATERAL (MARKET VALUE)June 30, 2008


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

June 30, 2008

| Bank Balance | Total Unsecured Public Funds | Pledged Securities Market Value | Maturity Date |
| :---: | :---: | :---: | :---: |
| FIRST COMMUNITY BANK: |  |  |  |
| Certificate of Deposit 200,000 |  |  |  |
| Federal Deposit Insurance $\quad(100,000)$ |  |  |  |
| Total Unsecured Public Funds | 100,000 |  |  |
| Collateral held at Federal Home Loan Bank of Dallas: |  |  |  |
| Taos, NM GRT CUSIP 87601RAL4 |  | $(124,150)$ | 06/01/23 |
| Total Pledged Collateral |  | $(124,150)$ |  |
| Difference between Pledged Collateral and Unsecured Funds |  | $(24,150)$ |  |
| 102\% pledged collateral requirement |  | 102,000 |  |
| Total Pledged Collateral |  | $(124,150)$ |  |
| Pledged collateral (over) under 102\% requirement |  | (22,150) |  |
| FIRST NATIONAL BANK OF SANTA FE: |  |  |  |
| Certificate of Deposit 3,000,000 |  |  |  |
| Certificate of Deposit 1,000,000 |  |  |  |
| Federal Deposit Insurance $\quad(100,000)$ |  |  |  |
| Total Unsecured Public Funds | 3,900,000 |  |  |
| Collateral held at Federal Reserve Bank of Boston: |  |  |  |
| FHLMC, CUSIP 3128M1UF4 |  | $(1,921,428)$ | 01/01/22 |
| FNMA, CUSIP 31371JZS6 |  | $(69,171)$ | 04/01/21 |
| FNMA, CUSIP 31371KBNO |  | $(52,536)$ | 08/01/21 |
| FNMA, CUSIP 31371KU41 |  | $(309,635)$ | 10/01/09 |
| FNMA, CUSIP 31371RMM5 |  | $(352,937)$ | 02/01/33 |
| FNMA, CUSIP 31382N2V3 |  | $(385,682)$ | 03/01/29 |
| FHLMC, CUSIP 31394GTX1 |  | $(1,104,323)$ | 12/15/16 |
| GNMA, CUSIP 36202DLU3 |  | $(71,669)$ | 02/20/31 |
| Total Pledged Collateral |  | $(4,267,381)$ |  |
| Difference between Pledged Collateral and Unsecured Funds |  | $(367,381)$ |  |
| 102\% pledged collateral requirement |  | 3,978,000 |  |
| Total Pledged Collateral |  | $(4,267,381)$ |  |
| Pledged collateral (over) under 102\% requirement |  | (289,381) |  |


| NEW MEXICO BANK AND TRUST: |  |  |
| :--- | ---: | ---: |
| Certificate of Deposit | $1,000,000$ |  |
| Federal Deposit Insurance | $(100,000)$ | 900,000 |

Collateral held at Commerce Bank:
FHLB, CUSIP 3133XL6B4
Total Pledged Collateral
Difference between Pledged Collateral and Unsecured Funds

102\% pledged collateral requirement
Total Pledged Collateral
Pledged collateral (over) under 102\% requirement
900,000

| $(1,121,109)$ |
| ---: |
| $(1,121,109)$ |
| $(221,109)$ |
| 918,000 |
| $(1,121,109)$ |
| $(203,109)$ |

06/04/09
(continued)

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

June 30, 2008

| Bank Balance | Total Unsecured Public Funds |  | Pledged Securitles Market Value | Maturity Date |
| :---: | :---: | :---: | :---: | :---: |
| COMPONENT UNIT: |  |  |  |  |
| New Mexico Bank and Trust |  |  |  |  |
| Checking and Savings | \$ | 445,322 |  |  |
| Federal Depository Insurance |  | $(200,000)$ |  |  |
| Total Unsecured Public Funds |  | 245,322 |  |  |
| Collateral held at Commerce Bank of St Louis: |  |  |  |  |
| Eastern NM Univ Rev, CUSIP 276785UD2 (par value) |  |  | $(239,110)$ | 4/1/17 |
| Total Pledged Collateral |  |  | $(239,110)$ |  |
| Difference between Pledged Collateral and Unsecured Funds |  |  | 6,212 |  |
| 50\% pledged collateral requirement |  |  | $122,661$ |  |
| Total Pledged Collateral |  |  | $(239,110)$ |  |
| Pledged collateral (over) under 50\% requirement |  |  | $(116,449)$ |  |
| First Community Bank |  |  |  |  |
| Checking | \$ | 1,948,792 |  |  |
| Federal Depository Insurance |  | $(200,000)$ |  |  |
| Total Unsecured Public Funds |  | 1,748,792 |  |  |
| Collateral held at FRB Dallas: |  |  |  |  |
| FFCB, CUSIP 31331Q7A9 |  |  | $(110,917)$ | 8/4/09 |
| FHR 2836 DY, CUSIP 31395F6H2 |  |  | $(88,430)$ | 8/15/14 |
| MBS FHLMC Gold, CUSIP 312962FT5 |  |  | $(434,275)$ | 10/1/18 |
| TAOS N MEX ST, CUSIP 87601RAL4 |  |  | $(297,960)$ | 6/1/23 |
| FHR 2812 OB, CUSIP 31395AUY9 |  |  | $(53,745)$ | 12/15/23 |
| FNR 2004-18 EA, CUSIP 31393XSVo |  |  | $(12,386)$ | 3/25/31 |
| FNR 2003-49 JE, CUSIP 31393CY80 |  |  | $(600,770)$ | 4/25/33 |
| FNR 2003-64 YA, CUSIP 31393DKWO |  |  | $(252,908)$ | 5/25/23 |
| FNR 2417 CH, CUSIP 31339D5M6 |  |  | $(167,166)$ | 7/15/30 |
| Total Pledged Collateral |  |  | $(2,018,557)$ |  |
| Difference between Pledged Colliateral and Unsecured Funds |  |  | $(269,765)$ |  |
| 50\% pledged collateral requirement |  |  | 874,396 |  |
| Total Pledged Collateral |  |  | $(2,018,557)$ |  |
| Pledged collateral (over) under 50\% requirement |  |  | $(1,144,161)$ |  |
| Los Alamos National Bank; |  |  |  |  |
| Checking and savings | \$ | 426,608 |  |  |
| Certificate of deposit |  | 200,000 |  |  |
| Federal Depository Insurance |  | $(200,000)$ |  |  |
| Total Unsecured Public Funds |  | 426,608 |  |  |
| Coliateral held at FRB Dallas |  |  |  |  |
| FHLB, cusip 31339XLHQ9 |  |  | $(750,000)$ | 6/10/11 |
| Total Pledged Collateral |  |  | $(750,000)$ |  |
| Difference between Pledged Collateral and Unsecured Funds |  |  | $(323,392)$ |  |
| 50\% pledged collateral requirement |  |  | 213,304 |  |
| Total Pledged Collateral |  |  | $(750,000)$ |  |
| Pledged collateral (over) under 50\% requirement |  |  | $(536,696)$ |  |

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

June 30, 2008

| Bank <br> Balance | Total Unsecured Public Funds | Pledged Securities Market Value | Maturity Date |
| :---: | :---: | :---: | :---: |
| Wells Fargo Bank: |  |  |  |
| Checking | \$ 350,377 |  |  |
| Federal Depository Insurance | $(100,000)$ |  |  |
| Total Unsecured Public Funds | 250,377 |  |  |
| Collateral held |  |  |  |
| None |  |  |  |
| Difference between Pledged Collateral and Unsecured Funds |  | $(250,377)$ |  |
| 50\% pledged collateral requirement |  | 125,189 |  |
| Total Pledged Collateral |  | - |  |
| Pledged collateral (over) under 60\% requirement |  | 125,189 |  |



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Other Supplementary Financial Data

| CITY OF SANTA FE, NEW MEXICO <br> Schedule of Industrial Revenue Bonds Authorized <br> As of June 30, 2008 (Unaudited) |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
| Recipient | $\begin{gathered} \text { Year } \\ \text { Issue } \end{gathered}$ | Year of Retirement | Interest Rate | Amount of Issue | Purpose |
| Hillhaven Corporation | 1983 | 2013 | $68 \%$ of prime rate of Bank of New York | 4,060,000 | Construction of Nursing Home |
| Crow-Hobbs | 1983 | 2013 | 10.25\% | 4,000,000 | Commercial Office |
| College of Santa Fe | 1997 | 2021 | 3.9\%-6.0\% | 8,770,000 | Redeem portion of Outstanding debt and Fund capital projects |
| Tierra Contenta | 1998 | 2008 | Variable | 3,000,000 | Acquisition and Construction of a housing/commercial development |
| St. John's College | 1998 | 2024 | 4.50\%-5.50\% | 6,900,000 | Refund outstanding balance on the 1992 debt issue and construction of campus facilities |
| College of Santa Fe | 1998 | 2028 | 5.00\%-5.50\% | 3,825,000 | Construction and remodeling of 48 student housing units |
| College of Santa Fe | 2001 | 2026 | 4.50\%-6.25\% | 2,335,000 | Renovation of an 86 student residence hall |
| College of Santa Fe | 2004 | 2029 | 3.125\%-5.75\% | \% 5,400,000 | Acquiring, renovating and expanding classroom and teaching facilities |
| College of Santa Fe | 2006 | 2036 | Variable | 25,000,000 | Refund all prior debt, construct student services center |
| Ridgetop Road LLC | 2007 | 2037 | 15.00\% | 45,000,000 | Commercial office |

## CITY OF SANTA FE, NEW MEXICO

Schedule of Bonds Payable
Classified by Fund and Purpose June 30, 2008 (UNAUDITED)

| Fund and Purpose | Interest Rate | Date of Issue | Amount of Issue | Date of Final Maturity | Outstanding Serles Issue | June 30, 2008 <br> Total |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Revenue bonds payable solely from state-shared taxes: |  |  |  |  |  |  |
| Gross receipts tax | 4.50\% - 5.50\% | 11/25/97 | 22,000,000 | June 1, 2010 | 7,905,000 |  |
|  | 4.00\% - 5.60\% | 11/30/99 | 18,500,000 | June 1, 2012 | 15,250,000 |  |
|  | 3.00\% - 5.25\% | 02/01/02 | 17,995,000 | June 1, 2015 | 15,400,000 |  |
|  | 2.00\% - 4.00\% | 01/14/04 | 18,660,000 | June 1, 2018 | 14,440,000 |  |
|  | 2.75\%-4.25\% | 08/25/04 | 8,470,000 | June 1, 2010 | 2,980,000 |  |
|  | 4.00\% - 5.00\% | 02/14/06 | 17,710,000 | June 1, 2023 | 16,505,000 |  |
|  | 3.25\%-5.50\% | 04/07/08 | 20,135,000 | June 1, 2022 | 20,135,000 |  |
| Total bonds payable solely from state-shared taxes |  |  |  |  | 92,615,000 |  |
| General obligation bonds payable solely from property tax: |  |  |  |  |  |  |
| Property tax | 3.75\% - 5.00\% | 06/10/2008 | 20,000,000 | June 1, 2028 | 20,000,000 |  |
| Total bonds payable solely from property tax |  |  |  |  |  |  |
| Total bonds payable from |  |  |  |  |  |  |
| Revenue bonds payable from Enterprise funds (primary government) |  |  |  |  |  |  |
| Convention Center | $\begin{aligned} & 3.75 \%-4.75 \% \\ & 3.250 \%-5.50 \% \end{aligned}$ | $\begin{aligned} & 03 / 28 / 06 \\ & 04 / 07 / 08 \end{aligned}$ | $\begin{array}{r} 42,220,000 \\ 8,570,000 \end{array}$ | June 15,2035 June 1, 2022 | $\begin{array}{r} 41,935,000 \\ 8,570,000 \end{array}$ |  |
| Total bonds payable from Convention Center fund |  |  |  |  | 50,505,000 |  |
| Solid Waste | 4.25\% - 5.00\% | 07/31/06 | 15,160,000 | June 1, 2023 | 13,810,000 |  |
| Total bonds payable from Solid Waste fund |  |  |  |  | 13,810,000 |  |
| Municipal Recreation Complex | 4.00\% - 4.25\% | 08/30/05 | 15,315,000 | June 1, 2024 | 13,140,000 |  |
| Total bonds payable from Municipal Recreation Complex fund |  |  |  |  | 13,140,000 |  |
| Water Revenue Bonds | 4.25\% - 5.00\% | 08/09/06 | 49,790,000 | June 1, 2025 | 49,790,000 |  |
| Total bonds payable from Water fund |  |  |  |  | 49,790,000 |  |
| Wastewater Bonds | $\begin{aligned} & 4.00 \%-6.00 \% \\ & 4.125 \%-5.00 \% \end{aligned}$ | $\begin{aligned} & \text { 12/11/97 } \\ & 09 / 29 / 06 \end{aligned}$ | $\begin{array}{r} 20,800,000 \\ 9,780,000 \end{array}$ | June 1, 2022 <br> June 1, 2021 | $\begin{array}{r} 18,000,000 \\ 8,895,000 \end{array}$ |  |
| Total bonds payable from Wastewater fund |  |  |  |  | 26,895,000 |  |
| Total revenue bonds payable <br> from Enterprise funds (business-type) |  |  |  |  |  |  |
| TOTAL LONG-TERM INDEBTEDNESS |  |  |  |  |  | \$266,755,000 |

CITY OF SANTA FE, NEW MEXICO
Schedule of Mortgage Revenue Bonds Authorized As of June 30, 2008 (Unaudited)

| Recipient | Year <br> Issue | Year of <br> Retirement | Interest <br> Rate | Amount <br> of Issue | Purpose |
| :---: | :---: | :---: | :---: | :---: | :---: |


| Single Family Mortgage 1995 | 2028 | $4.55 \%-6.30 \%$ | $\$ 10,500,000$ | Finance a Single <br> Family Mortgage |
| :--- | :--- | :--- | :--- | :--- | :--- |
| Revenue Bonds - FNMA |  |  |  | Loan Program |
| And GNMA Mortgage - |  |  |  |  |
| Backed Securities |  |  |  |  |
| Program-Series 1995A |  |  |  |  |


| Single Family Mortgage | 1995B1 | 2028 | $4.65 \%-6.25$ | $10,000,000$ | Finance a Single |
| :--- | :--- | :--- | :--- | :--- | :--- |
| Revenue Bonds - FNMA | 1995B2 | 2028 | $5.66 \%-5.80$ | $10,000,000$ | Family Mortgage |
| And GNMA Mortgage - |  |  |  |  |  |
| Backed Securities |  |  |  |  |  |
| Program-Series 1995B |  |  |  |  |  |


| CITY OF SANTA FE, NEW MEXICOSCHEDULE OF JOINT POWERS AGREEMENTSFISCAL YEAR ENDEDJune 30, 2008 |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| PARTICIPANTS | $\begin{gathered} \text { RESPONSIBLE } \\ \hline \text { PARTY } \\ \hline \end{gathered}$ | DESCRIPTION | DATES OF AGREEMENT | TOTAL AMOUNT/ CITY SHARE | FYO7 AMOUNT | AUDIT RESPONSIBILITY |
| City of Santa Fe Santa Fe County | Solid Waste Management Agency | Disposal of Solid Waste | 09/08/1995 until termination | Fees for Usage | \$2,333,871 | SWAMA |
| City of Santa Fe Santa Fe County | Regional Emergency Regional Center | Establishment of E911 Communication Center | 11/01/2001 until termination | - | - | RECC |
| City of Santa Fe <br> Santa Fe County | Both | Extra Territorial Zoning | 03/25/1981 until termination | - | - | Both |
| City of Santa Fe Santa Fe County | Both | Create Regional City/ County Planning Authority | 06/30/1982 until termination | - | - | Both |
| City of Santa Fe Santa Fe County | Both | Sanitary Sewer Service | 02/14/1996 until termination | - | - | N/A |
| City of Santa Fe <br> Santa Fe County | Both | Urban Growth Area within the Extraterritorial Zone | 06/04/2002 until termination | - | - | N/A |
| City of Santa Fe Santa Fe County | Both | Joint Regional Trails and Open Space Santa Fe River Trails Project | 09/14/2004 to 06/30/2008 | \$285,000 | 285,000 | City of Santa fe |
| City of Santa Fe Santa Fe County | Both | Joint Regional Trails and Open Space Santa Fe River Trails Project | 09/14/2004 to 06/30/2008 | \$1,330,000 | 1,330,000 | City of Santa fe |
| City of Santa Fe Santa Fe County | Both | Governing the Buckman Direct Diversion Project | 10/07/2004 until termination | 50\% Ownership | - | City of Santa Fe |
| City of Santa Fe Santa Fe County | Both | Water Resource Agreement | 01/12/2005 until termination | - | - | City of Santa Fe <br> (Continued) |

CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF JOINT POWERS AGREEM

| June 30,2008 |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| PARTICIPANTS | $\begin{gathered} \text { RESPONSIBLE } \\ \text { PARTY } \end{gathered}$ | DESCRIPTION | DATES OF AGREEMENT | TOTAL AMOUNT/ CITY SHARE | $\begin{gathered} \text { FY07 } \\ \text { AMOUNT } \\ \hline \end{gathered}$ | AUDIT RESPONSIBILITY |
| City of Santa Fe | Both | Buckman Direct | 01/12/2005 | - | - | City of Santa Fe |
| Santa Fe County |  | Diversion Project | until termination |  |  |  |
| City of Santa Fe | Both | Household Hazardous | 07/01/07 to | - | - | City of Santa Fe |
| Santa Fe County |  | Waste Day | 07/31/2008 |  |  |  |
| City of Santa Fe | Both | Comprehensive | 04/26/2007 | - | - | City of Santa Fe |
| Santa Fe County |  | Community DWI | until termination |  |  |  |
| City of Santa Fe | Both | Operation of the Santa Fe | 05/09/2007 | - | - | City of Santa Fe |
| Santa Fe County |  | Regional Emergency | until termination |  |  |  |
|  |  | Communications Center |  |  |  |  |
| City of Santa Fe | Both | Wild Fire Protection and | 06/06/2006 to | - | - | Both |
| ENMRD |  | Suppresion | 06/06/20011 |  |  |  |
| City of Santa Fe | Both | Senior Citizen Programs | 07/01/04 to | - | \$424,551 | City of Santa Fe |
| Santa Fe County |  |  | 08/30/2007 |  |  |  |
| City of Santa Fe | Both | International Conference | 01/01/2008 | \$85,000 | \$85,000 | Both |
| NM Dept of Tourism |  | on Creative Tourism | 06/30/2008 |  |  |  |
| City of Santa Fe | Both | Day Reporting Program | 07/01/2007 | \$93,000 | \$93,000 | Both |
| Santa Fe County |  | for Juveniles | 06/30/2008 |  |  |  |
| City of Santa Fe | Both | Participation in New Mexico | 07/01/2007 | Per Agreement | Per Agreement | Both |
| Navel Criminal Invetigation |  | Law Enforcement Information | 01/25/2008 |  |  |  |
| Service |  | Exchange |  |  |  |  |
| City of Santa Fe | Both | Regional Mobilization Plan | 07/01/2007 | - | - | Both |
| New Mexico Energy, Minerals and |  | Wildlife Fire Protection and | 06/30/2008 |  |  |  |
| Natural Resources Department |  | Suppression Fire Department |  |  |  |  |
|  |  |  |  |  |  | (Continued) |

CITY OF SANTA FE, NEW MEXICO
SCHEDULE OF JOINT POWERS AGREEMENTS
FISCAL YEAR ENDED
June 30, 2008

| PARTICIPANTS | RESPONSIBLE PARTY | DESCRIPTION | DATES OF AGREEMENT | TOTAL AMOUNT/ CITY SHARE | FY07 AMOUNT | AUDIT RESPONSIBILITY |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| City of Santa Fe | Both | Cooperate in the Service of | 07/01/2007 | \$25/warrant | \$25/warrant | Both |
| Administrative Office of the Courts |  | Enforcement and issuing of Outstanding Warrants | 06/30/2008 | Served | Served |  |
| City of Santa Fe | Both | Nutrition Services Incentive | 07/01/2007 | \$4,884 | \$4,884 | Both |
| North Central NM Economic |  | Program for Senior Services | 06/30/2008 |  |  |  |
| Development |  |  |  |  |  |  |
| City of Santa Fe | Both | School Crossing Guard | 07/01/2007 | \$175,000 | \$175,000 | Both |
| Santa Fe Public Schools |  | Program | 06/30/2008 |  |  |  |
| City of Santa Fe | Both | Santa Fe Visitors Information | 07/01/2007 | \$25,000 | \$25,000 | Both |
| New Mexico Tourism Department |  | Center | 06/30/2008 |  |  |  |
| City of Santa Fe | Both | Senior assisted program | 07/01/2007 | - | - | City of Santa fe |
| Casa Real Healthcare Center |  | for 12 seniors with exceptional needs | 06/30/2008 |  |  |  |
| City of Santa Fe | Both | Senior assisted program | 07/01/2007 | - | - | City of Santa fe |
| Santa Fe Public Schools |  | for 12 seniors with exceptional needs | 06/30/2008 |  |  |  |
| City of Santa Fe | Both | Senior assisted program | 07/01/2007 | - | - | City of Santa fe |
| Sombrillo Elementrary |  | for 12 seniors with exceptional needs | 06/30/2008 |  |  |  |


| Grantor <br> Program Name Grant Number | State Program or Award Amount | Cash/Accrued or (Doferred) Revenue at July 1, 2007 | Cash or Recelpts Recognized | Distursementsf Expendifures | Cash/Accrued or (Deferred) Revenue at June 30, 2008 |
| :---: | :---: | :---: | :---: | :---: | :---: |

N.M. HIGHWAY AND TRANSPORTATION DEPARTMENT
Operation Buckle Down
Selective Traffic Enforcement Program
Operation DW
Selective Traffic Enforcement Program
Camino Alire Bridge
Cerrilos Road Project
Southside Signal
Small Drainage
Intersection Safety
Paved Street Resurfacing
EI Camino Real Scenic Byways
Richards Avenue/Rcdeo Road Intersection Improvements
Camino de Ios Montoyas Cold Milling
AirporI Improvements
Airporitimprovements
Airport Improvements
Airport Improvements
Airport Improvements
Airport Improvements
Temporary Assistance to Needy Families (TANF)
Commuter Rail System Infrastructura
TOTAL Highway and Transportation Department

| \$ | 16,509 | \$ | 4,725 | \$ | 1,200 | \$ | 1,200 | \$ | 4,725 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | 20,000 |  | - |  | 9,132 |  | 9,132 |  | - |
|  | 36,593 |  | 8,716 |  | 9,557 |  | 7,220 |  | 6,379 |
|  | 18,382 |  | 4,115 |  | 18,382 |  | 18,382 |  | 4,115 |
|  | 100,000 |  | 100,000 |  | 100,000 |  | - |  | - |
|  | 4,909,978 |  | - |  | 190,348 |  | 913,263 |  | 722,915 |
|  | 25,000 |  | 23,351 |  | 23,351 |  | - |  | - |
|  | 75,000 |  | - |  | - |  | 75,000 |  | 75,000 |
|  | 60,000 |  | 60,000 |  | 60,000 |  | - |  | - |
|  | 74,483 |  | - |  | 74,483 |  | 74,483 |  | - |
|  | 151,352 |  | 1,186 |  | 3,412 |  | 4,731 |  | 2,505 |
|  | 930,368 |  | - |  | 930,368 |  | 930,368 |  | - |
|  | 50,000 |  | - |  | 43,076 |  | 43,076 |  |  |
|  | 200,000 |  | - |  | - |  | 24,273 |  | 24,273 |
|  | 15,000 |  | - |  | 14,047 |  | 14,047 |  | - |
|  | 5,263 |  | - |  | - |  | 1,024 |  | 1,024 |
|  | 195,668 |  | 38,589 |  | 19,730 |  | 22,374 |  | 41,233 |
|  | 59,951 |  | 7,512 |  | 7,512 |  | - |  |  |
|  | 6,000 |  | - |  | - |  | 240 |  | 240 |
|  | 50,000 |  | 6,610 |  | 6,610 |  | - |  |  |
|  | 682,000 |  | 682,000 |  | 682,000 |  | - |  | - |
| \$ | 7,681,547 | \$ | 936,804 | \$ | 2,193,208 | \$ | 2,138,813 | \$ | 882,409 |

## N.M. DEPARTMENT OF TOURISM

International Conference on Creative Tourism
Beautification and Litter Control Program
Beautification and Litter Control Program
Design Week
Marketing Program
TOTAL N.M. Department of Tourism

| \$ | 85,000 | \$ | - | S | 85,000 | \$ | 85,000 | S | - |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | 74,400 |  | 17,079 |  | 17,079 |  | - |  |  |
|  | 31,200 |  | - |  | 14,784 |  | 26,861 |  | 12,077 |
|  | 14,000 |  | 14,000 |  | 6,000 |  | 3,000 |  | 11,000 |
|  | 12,000 |  | - |  | 12,000 |  | 12,000 |  |  |
| \$ | 216,600 | \$ | 31,079 | \$ | 134,863 | \$ | 126,861 | \$ | 23,077 |

N.M. PUBLIC REGULATION COMMISSION

Fire Protection
TOTAL PUBLIC REGULATION COMMISION

| $\$$ | 471,847 | $\$$ | $-\$$ | 471,847 | $\$$ | 471,847 | $\$$ | - |
| :--- | :--- | :--- | :--- | :--- | :--- | :--- | :--- | :--- |
| $\$$ | 471,847 | $\$$ | - | $\$$ | 471,847 | $\$$ | 471,847 | $\$$ |

## N.M. HEALTH AND ENVIRONMENT DEPARTMENT

Emergency Medical Service
Sewer Line 2400 Block Aqua Fria
SF Water Treatment Facility
Effluent Line-Tierra Contenta
Effluent Line-Tierra Contenta
TOTAL Health and Envlronment Department

| \$ | 20,000 | \$ | - | \$ | 20,000 | \$ | 20,000 | \$ | - |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | 75,000 |  | - |  | - |  | 4,477 |  | 4,477 |
|  | 2,000,000 |  | 87,102 |  | 87,102 |  | - |  |  |
|  | 25,000 |  | - |  | 6,876 |  | 6,876 |  |  |
|  | 79,000 |  | - |  | 34,094 |  | 34,094 |  |  |
| \$ | 2,199,000 | \$ | 87,102 | \$ | 148,072 | \$ | 65,447 | \$ | 4,477 |

N.M. ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

Wildiand Urban Interface (Project 3)
Hazardous Fuel Reduction (Project 4)
Santa Fe Rail and River Trail
Tierra Contenta Spine Trail
Santa Fe River Channel Improvement
Compressed Natural Gas Vehicles
tOTAL Energy, Minerals and Natural Resources

| \$ | 180,000 | \$ | 119,081 | \$ | 119,081 | \$ | - | \$ |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | 225,000 |  | 100,909 |  | 111,961 |  | 11,052 |  |  |
|  | 238,364 |  | 201,770 |  | 238,364 |  | 36,594 |  |  |
|  | 94,130 |  | - |  | 94,130 |  | 94,130 |  |  |
|  | 10,000 |  | - |  | 10,000 |  | 10,000 |  |  |
|  | 60,000 |  | - |  | 60,000 |  | 60,000 |  |  |
| \$ | 807,494 | \$ | 421,760 | \$ | 633,636 | \$ | 211,776 | \$ |  |


| Grantor Program Name Grant Number | State Program or Award Amount | Cash/Accrued or (Daferted) Revenue at July 1, 2007 | Cash or Receipts Recognized | Disbursements/ Expenditures | Cash/Accrued or (Deferred) Revenue at June 30, 2008 |
| :---: | :---: | :---: | :---: | :---: | :---: |

STATE AGENCY ON AGING
Senior Companion Program
Senior Employment Program
Foster Grandparent Program
Retired Senior Volunteer Program
HB-2-Nutrition
HB-2- In Home Support
HB-2-Assisted Transportation
HB-2-Miscellaneous programs
State Area On Aging Capital improvemnts
Title III-E
Senior Center Renovations
Mary Ester Gonzales Senior Center
TOTAL State Agency on Aging

## COUNTY OF SANTA FE

Senior Administration
Senior Nutrition
County Grant
Section 9-Santa Fe County
Senior Assisted Transportation
Southside Library
Trails/Bike Paths
Santa Fe Rail/River Trail
Santa Fe Railyard Park \& Plaza
TOTAL County of Santa Fe

## SANTA FE PUBLIC SCHOOLS

Crossing Guards Grant
TOTAL Santa Fe Public Schools
N.M. DEPARTMENT OF FINANCE AND ADMINISTRATION

Click It or Ticket
Domestic Violance Awareness - CYFD
Planning for Transit Oriented Development
Monica Roybal Center
Villa Real de la Santa Fe de St. Francisco de Assisi
Municipal Court Automation
Hazardous Equipment \& Training
Law Enforcement Protection
Santa Fe Boys and Giris Club
Santa Fe Boys and Giris Club
Santa Fe Boys and Girls Club
Women's Health Services
National Dance Institute
Santa Fe Junior Wrestling
Lensic
Open Hands
Rape Crisis Center
Santa Fe Children's Museum
Santa Fe Children's Museum
Santa Fe Civic Housing Authority
Santa Fe Civic Housing Authority
Library General Obligation Bonds
New Mexico State Library
La Farge Branch Library

| \$ | 129,009 | \$ | 14,082 | \$ | 127,678 | \$ | 129,009 | \$ | 15,413 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | 30,460 |  | 5,735 |  | 29,908 |  | 30,460 |  | 6,287 |
|  | 117,772 |  | 7,412 |  | 110,711 |  | 117,772 |  | 14,473 |
|  | 37,506 |  | 14,947 |  | 44,993 |  | 37,506 |  | 7,460 |
|  | 315,330 |  | - |  | 292,576 |  | 315,330 |  | 22,754 |
|  | 164,327 |  | - |  | 81,328 |  | 164,327 |  | 82,999 |
|  | 95,246 |  | - |  | 95,246 |  | 95,246 |  |  |
|  | 5,000 |  | - |  | 3,398 |  | 5,000 |  | 1,602 |
|  | 324,637 |  | - |  | - |  | 324,637 |  | 324,637 |
|  | 133,472 |  | 56,437 |  | 56,437 |  | - |  | - |
|  | 274,500 |  | - |  | - |  | 4,500 |  | 4,500 |
|  | 120,000 |  | * |  | - |  | 29,892 |  | 29,892 |
| \$ | 1,747,259 | \$ | 98,613 | \$ | 842,275 | \$ | 1,253,679 | \$ | 510,017 |


| \$ | 76,006 | \$ | - | \$ | 73,254 | \$ | 76,006 | \$ | 2,752 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | 240,618 |  | - |  | 120,240 |  | 240,618 |  | 120,378 |
|  | 332,576 |  | 85,284 |  | 85,284 |  | - |  |  |
|  | 96,011 |  | 15,313 |  | 111,324 |  | 96,011 |  | - |
|  | 107,927 |  | - |  | 70,303 |  | 107,927 |  | 37,624 |
|  | 20,000 |  | - |  | 20,000 |  | 20,000 |  | - |
|  | 65,000 |  | - |  | - |  | 1,975 |  | 1,975 |
|  | 285,000 |  | - |  | - |  | 226,066 |  | 226,066 |
|  | 470,000 |  | - |  | - |  | 470,000 |  | 470,000 |
| \$ | 1,693,138 | 5 | 100,597 | \$ | 480,405 | \$ | 1,238,804 | \$ | 858,796 |


| $\$$ | 175,000 | $\$$ | - | 98,703 | $\$$ | 98,703 | $\$$ | $\cdot$ |
| :--- | :--- | :--- | :--- | :--- | :--- | :--- | :--- | :--- |
| $\$$ | 175,000 | $\$$ | $\cdot$ | $\$$ | 98,703 | $\$$ | 98,703 | $\$$ |


| \$ | 6,000 | \$ | 4,350 | \$ | - | \$ | - | \$ | 4,350 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | 2,000 |  | - |  | 2,000 |  | 2,000 |  | - |
|  | 200,000 |  | - |  | - |  | 138,320 |  | 138,320 |
|  | 50,000 |  | - |  | - |  | 45,705 |  | 45,705 |
|  | 40,000 |  | - |  | 14,682 |  | 14,682 |  | - |
|  | 32,871 |  | - |  | 3,422 |  | 3,422 |  | - |
|  | 7,000 |  | - |  | 7,000 |  | 7,000 |  |  |
|  | 111,600 |  | - |  | 111.600 |  | 111,600 |  | - |
|  | 232,250 |  | 22,500 |  | 22,500 |  | - |  | - |
|  | 35,000 |  | - |  | 35,000 |  | 35,000 |  |  |
|  | 110,000 |  | - |  | 89,760 |  | 89,760 |  |  |
|  | 120,000 |  | 28,724 |  | 28,724 |  | - |  | - |
|  | 248,500 |  | 169,266 |  | 169,266 |  | - |  | - |
|  | 30,000 |  | - |  | 29,991 |  | 29,991 |  |  |
|  | 50,000 |  | 22,329 |  | - |  | - |  | 22,329 |
|  | 35,000 |  | 10,000 |  | 10,000 |  | - |  | - |
|  | 95,000 |  | 95,000 |  | 95,000 |  | - |  |  |
|  | 120,000 |  | 9,433 |  | 9,433 |  | - |  | - |
|  | 30,000 |  | - |  | 25,595 |  | 25,595 |  | - |
|  | 75,000 |  | - |  | - |  | 66,325 |  | 66,325 |
|  | 25,000 |  | - |  | - |  | 25,000 |  | 25,000 |
|  | 168,792 |  | 86,066 |  | 98,793 |  | 20,434 |  | 7.707 |
|  | 28,827 |  | - |  | 6,828 |  | 6,828 |  | - |
|  | 75,000 |  | - |  | 17,079 |  | 44,783 |  | 27,704 |
|  |  |  |  |  |  |  |  |  | antinued) |


| Grantor Program Name Grant Number | State <br> Program or Award Amount |  | Cash/Accrued or (Deferred) Revenue at July 1, 2007 |  | Cash or Recelpts Recognized | Disbursements/ Expenditures | Cash/Accrued or (Deforred) Revenue at June 30, 2008 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Joint Training Facility | 150,000 |  | 148,500 |  | 148,500 | - | - |
| Joint Training Facility | 40,000 |  | 40,000 |  | 40,000 | - | - |
| Joint Training Facility | 675,000 |  | 178,028 |  | 263,402 | 490,223 | 404,849 |
| Police \& Fire Training Site | 700,000 |  | - |  | - | 693,000 | 693,000 |
| Police/Fire Joint Training Facility | 50,000 |  | - |  | - | 50,000 | 50,000 |
| Public Safety Building (Police Main Facility) | 1,000,000 |  | - |  | - | 691,502 | 691,502 |
| Santa Fe Police Department | 450,000 |  | - |  |  | 445,500 | 445,500 |
| La Familia | 1,809,150 |  | 55,634 |  | - | 43,380 | 99,014 |
| Korean War Memorial | 16,000 |  | 6,000 |  | 6,000 | - | - |
| Ragla Park Exp | 50,000 |  | - |  | - | 7,924 | 7,924 |
| Santa Fe Boys \& Girls Club | 20,000 |  | 20,000 |  | 20,000 | - | - |
| Santa Fe Boys \& Girls Club | 50,000 |  | 15,000 |  | 50,000 | 35,000 | - |
| Santa Fe Boys \& Girls Club | 48,800 |  | - |  | - | 14,139 | 14,139 |
| Santa Fe Boys \& Girls Club | 75,000 |  | - |  | 67,616 | 67,616 | - |
| Fort Marcy | 150,000 |  | - |  | - | 150,000 | 150,000 |
| Franklin Miles Park Improvements | 40,000 |  | - |  | - | 40,000 | 40,000 |
| El Museo Cultural | 198,000 |  | 1,009 |  | - | - | 1,009 |
| Larragoite Park | 30,000 |  | - |  | - | 30,000 | 30,000 |
| Larragoite Park | 50,000 |  | - |  | - | 50,000 | 50,000 |
| Larragoite Park | 25,000 |  | - |  | - | 25,000 | 25,000 |
| La Tierra Trails | 40,000 |  | 16,842 |  | 16,842 | 20,468 | 20,468 |
| Alto Park | 200,000 |  | 200,000 |  | 200,000 | 50,000 | 50,000 |
| Santa Fe Youth Consortium | 486,400 |  | 19,602 |  | 19,602 |  | - |
| Southside Library | 1,941,920 |  | 183,150 |  | 183,150 | - | - |
| Cathedral Park | 120,000 |  | 33,416 |  | 33,416 | 40,013 | 40,013 |
| Bikeways/Horse Trails, Grant | 3,500,000 |  | - |  |  | 489,640 | 489,640 |
| Tierra Contenta/Vistas Del Sol | 235,000 |  | - |  | - | 25,000 | 25,000 |
| Amilia White Park | 30,000 |  | 30,000 |  | 30,000 | - | - |
| Parking Enterprise Fund Transportation Section | 25,000 |  | - |  | 24,515 | 24,515 |  |
| Marty Sanchez Golf Course | 20,000 |  | - |  | 20,000 | 20,000 | - |
| MRC Rugby Fields | 335,000 |  | - |  | 53,433 | 53,433 | - |
| Genoveva Chavez Center | 45,000 |  | 10,525 |  | 10,525 | - | - |
| Genoveva Chavez Center | 123,750 |  | . |  | - | 123,750 | 123,750 |
| Genoveva Chavez Center | 50,000 |  | - |  | - | 20,856 | 20,856 |
| Santa Fe Municipal Airport | 250,000 |  | - |  | - | 250,000 | 250,000 |
| Airport Lighting Project | 75,000 |  | - |  | - | 9,021 | 9,021 |
| Santa Fe Railyard-Farmer's Market | 1,493,950 |  | 320,000 |  | - | 1,466,000 | 1,786,000 |
| Santa Fe Railyard-Traffic Impact | 500,000 |  | 80,345 |  | 1,118 |  | 79,227 |
| Santa Fe Railyard-Park and Plaza | 2,225,000 |  | 669,663 |  | 1,390,000 | 1,730,337 | 1,010,000 |
| Santa Fe Railyard-Park and Plaza | 725,000 |  | - |  | , | 725,000 | 725,000 |
| Railyard Property -Teen Art Center - Warehouse 21 | 95,000 |  | - |  | - | 95,000 | 95,000 |
| Railyard-Youth Center - Warehouse 21 | 75,000 |  | - |  | - | 75,000 | 75,000 |
| Railyard-Youth Center - Warehouse 21 | 100,000 |  | - |  | - | 100,000 | 100,000 |
| Railyard-Youth Center - Warehouse 21 | 382,635 |  | - |  | - | 382,635 | 382,635 |
| Railyard-Youth Center - Warehouse 21 | 123,750 |  | - |  | - | 123,750 | 123,750 |
| Railyard Teen Art Center - Warehouse 21 | 371,250 |  | - |  | - | 371,250 | 371,250 |
| Railyard Teen Art Center - Warehouse 21 | 108,900 |  | - |  | - | 38,006 | 38,006 |
| TOTAL Dept, of Finance and Adminlstration | \$ 21,232,346 | \$ | 2,475,382 | \$ | 3,354,792 | 9,733,403 | \$ 8,863,993 |

NM FINANCE AUTHORITY
Buckman Direct Diversion
Water Project Grant/Loan
Drinking Water State Revolving Loan
TOTAL NM Mortgage Flnance Authority

| $\$$ | $\mathbf{3 , 3 8 0 , 9 5 4}$ | $\$$ | 889,365 | $\mathbf{\$}$ | $\mathbf{8 8 9 , 3 6 5}$ | $\$$ | - | $\$$ |
| :--- | ---: | :--- | ---: | :--- | ---: | :--- | ---: | :--- |
|  | $2,000,000$ |  | - | - | $1,767,685$ | $1,767,685$ |  |  |
|  | $15,150,000$ |  | - | - | $14,686,973$ | $14,686,973$ |  |  |
| $\$$ | $\mathbf{2 0 , 5 3 0 , 9 5 4}$ | $\mathbf{\$}$ | $\mathbf{8 8 9 , 3 6 5}$ | $\mathbf{\$}$ | $\mathbf{8 8 9 , 3 6 5}$ | $\$$ | $\mathbf{1 6 , 4 6 4 , 6 5 8}$ | $\mathbf{\$}$ |

## CITY OF SANTA FE, NEW MEXICO

SCHEDULE OF OTHER FINANCIAL ASSISTANCE
FISCAL YEAR ENDED
June 30, 2008
(UNAUDITED)

| Grantor <br> Program Name Grant Number | State <br> Program or Award Amount | Cash/Accrued or (Deferred) Revenue at July 1, 2007 | Cash or Recelpts Racognized | Disbursements/ Expenditures | Cash/Accrued or (Deferred) Revenue at June 30, 2008 |
| :---: | :---: | :---: | :---: | :---: | :---: |

## NM ARTS COMMISSION

NM Arts Grant
NEA-Arts in School
TOTAL NM Arts Commission

| $\$$ | 10,000 | $\$$ | 7,409 | $\$$ | 8,009 | $\$$ | 600 | $\$$ |
| :--- | ---: | :--- | ---: | :--- | ---: | ---: | :--- | :--- |
|  | 32,000 |  | 52,451 | 52,451 | - | - |  |  |
| $\$$ | 42,000 | $\$$ | 58,860 | $\$$ | 60,460 | $\$$ | 600 | $\$$ |
|  |  |  |  |  |  |  |  |  |

OTHER

| US Conference of Mayors | \$ | 25,000 | \$ | - | \$ | 25,000 | \$ | 25,000 | \$ | - |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Easter Seals Grant |  | 4,108 |  | 4,108 |  | 2,567 |  | - |  | 1,541 |
| Santa Fe Regional Juvenila Justice Board |  | 2,500 |  | - |  | 2,500 |  | 2,500 |  |  |
| Millstream Fund |  | 1,500 |  | - |  | 1,500 |  | 1,500 |  |  |
| McCune Charitable Foundation "Arts Work" |  | 10,000 |  | - |  | 10,000 |  | 10,000 |  |  |
| Witter Bynner Foudation for Poetry |  | 4,000 |  | - |  | 4,000 |  | 4,000 |  |  |
| Buckaroo Ball Committee, Inc |  | 15,260 |  | - |  | 15,260 |  | 15,260 |  |  |
| Susan Kathleen Black Foundation |  | 5,000 |  | - |  | 5,000 |  | 5,000 |  |  |
| Bettinn Baruch Foundation |  | 2,300 |  | - |  | 2,300 |  | 2,300 |  |  |
| TOTAL Other | \$ | 68,668 | \$ | 4,108 | \$ | 68,127 | \$ | 65,560 | \$ | 1,541 |
| GRAND TOTAL | \$ | 56,866,852 | \$ | 5,104,670 | \$ | 9,375,653 | \$ | 31,859,951 | \$ | 27,688,968 |

Single Audit Section

| Federal Grantori <br> Pass-Through Grantorl <br> Program or Cluster Title | Federal CFDA Number | Pass-Through Grantor's Number | Federal Program or Award Amount | Cash/Accrued or (Deferred) Revenue at July 1, 2007 | CH <br> Cash <br> Recelpts Recognized | Disbursements/ Expenditures | Cash/Accrued or (Deferred) Revenue at June 30, 2008 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |

## Primary Government

DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

| Department of Housing and Urban Development Direct Programs: |  |  |  |  |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| CDBG-Entitlement and (HUD-Administered) Small Cities Cluster. |  |  |  |  |  |  |  |  |  |  |  |  |
| Community Develop Block Grant | 14.218 | B00MC350003 | \$ | 593,856 | \$ | 181,217 | \$ | 665,819 | \$ | 568,001 | \$ | 83,399 |
| Total CDBG-Entitlement and (HUD-Administered) Small Cities Cluster |  |  |  | 593,856 |  | 181,217 |  | 665,819 |  | 568,001 |  | 83,399 |
| Shalter Plus | 14.238 | NM02C5-01-008 |  | 524,460 |  | 14,735 |  | 107,363 |  | 103,189 |  | 10,561 |
| Shelter Plus | 14.238 | NM02C5-01-010 |  | 194,496 |  | 27,920 |  | 27,920 |  | - |  | - |
| Shelter Plus | 14.238 | NMO2C5-01-011 |  | 121,272 |  | 11,494 |  | 11,494 |  | - |  | - |
| Shelter Plus | 14.238 | NM02C6-01-010 |  | 201,144 |  | - |  | 166,485 |  | 201,144 |  | 34,659 |
| Shelter Plus | 14.238 | NM02C6-01-011 |  | 196,800 |  | - |  | 175,812 |  | 196,008 |  | 20,196 |
| Shelter Plus | 14.238 | NM02C6-01-012 |  | 130,548 |  | - |  | 118,139 |  | 129,979 |  | 11,840 |
|  |  |  |  | 1,368,720 |  | 54,149 |  | 607,213 |  | 630,320 |  | 77,256 |
| Economic Development Initiative Grant | 14.246 | B00ED350029 |  | 300,000 |  | 213,000 |  | 230,488 |  | 17,488 |  | - |
|  |  |  |  | 300,000 |  | 213,000 |  | 230,488 |  | 17,488 |  | - |
| Fair Housing Initiative FY 05-06 | 14.409 | FH400G04102 |  | 77,494 |  | 60,758 |  | 62,776 |  | 2,018 |  | - |
| Fair Housing Initiative FY 05-06 | 14.409 | FH400G05112 |  | 99,175 |  | - |  | 46,491 |  | 72,174 |  | 25,683 |
|  |  |  |  | 176,669 |  | 60,758 |  | 109,267 |  | 74,192 |  | 25,683 |
| Department of Housing and Urban Development |  |  | \$ | 2,439,245 | \$ | 609,124 | \$ | 1,612,787 | \$ | 1,290,001 | \$ | 186,338 |

## DEPARTMENT OF INTERIOR

Natlonal Park Service
Passed through NM State Historic Presevation:
Historic Pres 15.904 35-06-21534.08

Department of Interior

| $\$$ | 15,000 | $\$$ | 3,500 | $\$$ | 22,500 | $\$$ | 19,000 | $\$$ |
| :--- | :--- | :--- | :--- | :--- | :--- | :--- | :--- | :--- |
| $\$$ | 15,000 | $\$$ | 3,600 | $\$$ | 22,500 | $\$$ | 19,000 | $\$$ |

## US DEPARTMENT OF JUSTICE

Passed-through NM Children
Juvenile Justice - Educe
Juvenile Justice - Contin
Juvenile Justice - Contin
Juvenile Justice - Contin
Jivenile Justice - Contin
Juvenile Justice - Contin

Juvenile Justice JABG
US Department of Justice
Primary Government

| 16.523 | 046903000-3061 | \$ | 90,000 | S | 13,220 | s | 13,000 | \$ | - | \$ | 220 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 16.523 | 07-690-3106 |  | 115,000 |  | 4,900 |  | 4,900 |  | - |  | . |
| 16.523 | 05-690-7000-7062 |  | 150,000 |  | 1,684 |  | - |  |  |  | 1,684 |
| 16.523 | 07-690-7000-7024 |  | 33,500 |  | 1,750 |  | 1,750 |  | - |  | - |
| 16.523 | 07-690-3106-1 |  | 40,000 |  | - |  | 36,500 |  | 39,980 |  | 3,480 |
| 16.523 | 08-690-6370 |  | 259,000 |  | - |  | 83,246 |  | 224,481 |  | 141,235 |
|  |  |  | 687,500 |  | 21,554 |  | 139,396 |  | 264,461 |  | 146,619 |
| 16.540 | 05-690-7000-7093 |  | 12,600 |  | 5,400 |  | - |  | - |  | 5,400 |
|  |  |  | 12,600 |  | 5,400 |  | - |  | - |  | 5,400 |
|  |  | \$ | 700,100 | \$ | 26,054 | s | 139,396 | \$ | 264,461 | s | 162,019 |

## DEPARTMENT OF TRANSPORTATON

Federal Highway Administration Direct Progrem:
Casa Solana Traffic Calming $\quad 20.219$
Total Federal Highway Administration Direct Program:
Federal Aviation Administration Direct Program:

| Alport Improvement Grant \#21 | 20.106 |
| :--- | :--- |
| Alrport Improvement Grant \#24 | 20.106 |
| Airport Improvement Grant \#25 | 20.106 |
| Airport Improvement Grant \#26 | 20.106 |
| Airport Improvement Grant \#28 | 20.106 |

Total Federal Aviation Administration Direct Program:

| TCSP001-92B | \$ | 200,000 | \$ | 8,072 | s | 8,072 | \$ | 107,856 | \$ | 107,856 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 200,000 |  | 8,072 | - | 8,072 |  | 107,856 |  | 107,856 |
| AlP 3-35-0037-21-2004 |  | 1,000,000 |  | 122,216 |  | 122,216 |  | - |  |  |
| AIP 3-35-0037-24-2005 |  | 535,028 |  | 1,508 |  | 2,262 |  | 754 |  |  |
| AIP 3-35-0037-25-2005 |  | 200,000 |  | 60 |  | 38,924 |  | 38,864 |  |  |
| AIP 3-35-0037-26-2005 |  | 957,591 |  | 13,974 |  | 13,475 |  | 9,138 |  | 9,637 |
| AIP 3-35-0037-28-2007 |  | 1,736,142 |  | 716,657 |  | 1,276,089 |  | 850,226 |  | 290,794 |
|  | \$ | 4,428,761 | \$ | 854,415 | \$ | 1,452,966 | \$ | 898,982 | \$ | 300,431 |


|  |
| :--- | :--- | :--- | :--- | :--- | :--- | :--- |

## Primary Government

department of health and human services

| Passed-hrough NM State Agency on Aging/NCNMEDD: Aging Cluster. |  |  |  |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Titie III-B 93.044 | 2007-0860026 | \$ | 108,669 | \$ | 824 | \$ | 824 | \$ | - | \$ | - |
| Titie III-C-1 93.045 | 2007-0860026 |  | 104,468 |  | - |  | 98,886 |  | 104,468 |  | 5,582 |
| Titie lli-C-2 93.045 | 2007-0860026 |  | 40,285 |  | - |  | 40,284 |  | 40,285 |  | 1 |
| NSIP 93.053 | 2007-0860026 |  | 137,385 |  | 9,248 |  | 142,648 |  | 137,385 |  | 3,985 |
| Total Agling Cluster. |  |  | 390,807 |  | 10,072 |  | 282,642 |  | 282,138 |  | 9,568 |
| Titte III-E 93.052 | 2007-0860026 |  | 76,340 |  | 36,221 |  | 61,619 |  | 76,340 |  | 50,942 |
| Passed-through Mid Region Council of Governments: Temporary Assistance to Needy Familier 93.558 | TANF 2007-08 |  | 50,000 |  | - |  | 27,127 |  | 50,000 |  | 22,873 |
| Department of Health and Human Services |  | 5 | 517,147 | \$ | 46,293 | \$ | 371,388 | \$ | 408,478 | \$ | 83,383 |

## CORPORATION FOR NATIONAL AND COMIMUNITY SERVICE

Passed-through NM State Agency on Aging/NCNMEDD:

| Foster Grandparant/Senior Companion Cluster. |  |  |
| :--- | :---: | ---: |
| Foster Grandparent Program | 94.011 | $05 S F W N M 007$ |
| Total Foster Grandparent/Sentor Companion Cluster. |  |  |
|  |  |  |
| Retired Sentor Voluntear Program | 94.002 | $05 S R W N M 002$ |

Total Passed-through NM State Agency on Aging:
Corporation for National and communlity Service

| $\$$ | 25,960 | $\$$ | 7,425 | $\$$ | 25,015 | $\$$ | 25,960 |
| :--- | :--- | :--- | :--- | :--- | :--- | :--- | :--- |
|  | 25,960 |  | 7,425 |  | 25,015 | 8,370 |  |
|  | 35,711 |  | 17,793 |  | 35,366 | 25,960 | 8,370 |
|  | 35,711 |  | 17,793 |  | 35,366 | 35,711 | 18,138 |
| $\$$ | 61,671 | $\$$ | 25,218 | $\$$ | 60,381 | $\$$ | 35,711 |
| $\$$ | 61,671 | $\$$ | 26,218 | $\$$ | 60,381 | $\$$ | 61,671 |


| Federal Grantor/ <br> Pass-Through Grantor/ <br> Program or Cluster Titie | Federal CFDA <br> Number | Pass-Through Grantor's Number | Federal Program or Award Amount | Cash/Accrued or (Deferred) Revenue at July 1, 2007 | C/Y <br> Cash <br> Recelpts Recognized | Dlsbursementas Expendiltures | Cash/Acerrued or (Deferred) Revenue at June 30, 2008 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |


| Santa Fe Muni Airport-TSA | 97.008 | HSTS0104ALEF075 | \$ | 71,736 | \$ | 10,293 | \$ | 27.599 | \$ | 17,306 | \$ | - |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| US Department of Homland Security |  |  | \$ | 71,736 | \$ | 10,293 | \$ | 27,699 | \$ | 17,306 | \$ | - |

## FEDERAL EMERGENGY MANAGEMENT AGENCY

Passed through NM Dept of Public Safety:
Assistance to Firefighters Grant

## Federal Emergency Management Agency

TOTAL EXPENDITURES OF FEDERAL AWARDS - Primary Government
97.044 EMW-2005-FG-
RDS - Primary Government

| $\$$ | 158,020 | $\$$ | 18,576 | $\$$ | 155,743 | $\$$ | 137,167 | $\$$ |
| :--- | ---: | ---: | ---: | ---: | ---: | ---: | ---: | ---: |
| $\$$ | 168,020 | $\$$ | 18,576 | $\$$ | 165,743 | $\$$ | 137,167 | $\$$ |
| $\$$ | $22,566,260$ | $\$$ | $2,936,460$ | $\$$ | $9,849,897$ | $\$$ | $10,767,492$ | $\$$ |

# CITY OF SANTA FE, NEW MEXICO <br> NOTES TO SUPPLEMENTAL SCHEDULE OF <br> EXPENDITURES OF FEDERAL AWARDS <br> JUNE 30, 2008 

## General

The following is a reconciliation of the total Federal Awards of the City of Santa Fe and its component unit Santa Fe Civic Housing Authority for the year ended June 30, 2008:

City of Santa Fe Federal Expenditures as reported on page 221
Santa Fe Civic Housing Authority Federal Expenditures as reported on page 251
Combined Federal Expenditures of the Primary Government and Component Unit

| \$ | $10,757,492$ |
| :--- | ---: |
|  | $6,238,831$ |
| $\$$ | $16,996,323$ |

## Basis of Accounting

The accompanying Supplemental Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting , which is described in note 1 to the City's Comprehensive Annual Financial Report.
Relationship to the Comprehensive Annual Financial Report: $\quad$ CFDA\# MOUNT
U.S. Department of Housing and Urban Development
Special Revenue Funds
Community Development Grants
Community Development Block Grants 14.218 \$ 568,001

| Shelter Plus | 14.238 | 103,189 |
| :--- | ---: | ---: |
| Shelter Plus | 14.238 | 201,144 |
| Shelter Plus | 14.238 | 196,008 |
| Shelter Plus | 14.238 | 129,979 |
| Economic Development Initiative Grant | 14.246 | 17,488 |
| Fair Housing Initiative | 14.409 | 2,018 |
| Fair Housing Initiative | 14.409 | 72,174 |

Component Unit
Enterprise Fund - Housing Authority

| Public Housing Subsidy | 14.850 | $1,244,253$ |
| :--- | ---: | ---: |
| Resident Opp and Support Services | 14.870 | 47,411 |
| Section 8 | 14.871 | $4,559,345$ |
| Capital Fund Program | 14.872 | 387,822 |

Department of Interior
Special Revenue GrantsHistoric Preservation Grant 15.90419,000
U.S. Department of Justice
Special Revenue Grants
Law Enforcement Grants
Juvenile Justice - Continuum ..... 16.523 ..... 264,461
Department of Transportation
Enterprise Fund - Transit Bus System

| Welfare to Work (JARC) | 20.516 | 262,152 |
| :--- | ---: | ---: |
| Section 5307 | 20.507 | $1,017,348$ |
| Section 5309 | 20.500 | $3,733,112$ |
| Section 5317 | 20.521 | 243,356 |
| Airport Improvement Grants | 20.106 | 898,982 |

# CITY OF SANTA FE, NEW MEXICO <br> NOTES TO SUPPLEMENTAL SCHEDULE OF <br> EXPENDITURES OF FEDERAL AWARDS <br> JUNE 30, 2008 

Special Revenue FundTransportation Grants

| Section 112 | 20.205 | 112,908 |
| :--- | ---: | ---: |
| Santa Fe Railyard Park and Plaza | 20.205 | $1,611,389$ |
| Section 8 | 20.505 | 30,696 |
| Ridefinders | 20.507 | 66,609 |

Capital Project Fund
Casa Solana Traffic Calming $20.219 \quad 107,856$
Intersection Safety 20.205 475,000Department of Health and Human Services
Special Revenue Funds
Senior CitizensGrants

| Title III C-1 | 93.045 | 104,468 |
| :--- | ---: | ---: |
| Title III C-2 | 96.045 | 76,340 |
| Title III E | 93.052 | 137,285 |
| NSIP | 93.053 | 50,000 |
|  | 93.558 | 25,960 |
| Foster Grandparent Program | 94.002 | 35,711 |

US Department of Homeland Security
Enterprise Fund -Airport
Santa Fe Muni Airport-TSA 97.008 ..... 17,306
Federal Emergency Management Agency
Special Revenue Funds
Emergency Service Grants
Emergency Preparedness Grants ..... 97.044137,167
TOTAL

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# REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS 

City of Santa Fe
Santa Fe, New Mexico
Honorable Mayor and City Council
and
Hector H. Balderas
New Mexico State Auditor

We have audited the accompanying financial statements of the governmental activities, the businesstype activities, each major fund, the aggregate remaining fund information, and the respective budgetary comparison for the general fund of City of Santa Fe (the City) as of and for the year ended June 30, 2008, which collectively comprise the City's basic financial statements as listed in the table of contents, and have issued our report dated March 31, 2009. We have also audited the financial statements of each of the City of Santa Fe's nonmajor governmental, nonmajor enterprise, and internal service funds and respective budgetary comparisons presented as supplementary information in the accompanying combining and individual fund financial statements as listed in the table of contents. Our report was modified to include a reference to other auditors. We did not audit the financial statements of the Santa Fe Civic Housing Authority, which is a discretely presented component unit of the City of Santa Fe. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Santa Fe Civic Housing Authority, is based on the report of the other auditors. 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.

## Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over financial reporting.

Our consideration of the internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as
discussed below, we did identify a deficiency in internal control over financial reporting that we consider to be a significant deficiency.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the City's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Office's financial statements that is more than inconsequential will not be prevented or detected by the agency's internal control. We consider the deficiency described in the accompanying schedule of findings and questioned costs to be a significant deficiency in internal control over financial reporting. This item can be referenced as finding 06-05.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the City's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we believe the significant deficiency described above is not material weakness.

## Compliance and Other Matters

As a part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

We noted certain matters that are required to be reported under Government Auditing Standards, paragraph 5.14 and 5.16 and Section 12-6-5 NMSA 1978 which are described in the accompanying schedule of findings and questioned costs as finding 06-06, 08-03, and 08-04.

The City's responses to the findings indentified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the City's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of management, City Council, the Office of the State Auditor, the New Mexico Legislature, Department of Finance and Administration and applicable federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

Albuquerque, New Mexico
March 31, 2009


Atkinson \& Co., Ltd.

ATKHSON\& CO. LTD.
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ALBUOUEROUE, NM B?110

POROX $25 \% 46$
ALBUOUEROHE, NM 87125

# REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133 

City of Santa Fe
Santa Fe, New Mexico
Honorable Mayor and City Council
and
Hector H. Balderas
New Mexico State Auditor

## Compliance

We have audited the compliance of the City of Santa Fe, New Mexico (the City) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A133 Compliance Supplement that are applicable to its major federal programs for the year ended June 30, 2008. The City's major federal programs are identified in the summary of audit results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the City of Santa Fe's management. Our responsibility is to express an opinion on the City of Santa Fe's compliance based on our audit.

The City of Santa Fe's basic financial statements include the operations of the Santa Fe Civic Housing Authority which received $\$ 5,724,015$ in federal awards which is not included in the Schedule of Expenditures of Federal Awards during the year ended June 30, 2008. We did not audit the compliance of the Santa Fe Civic Housing Authority, which is a discretely presented component unit of the City of Santa Fe. The compliance of the Santa Fe Civic Housing Authority was audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to compliance of Santa Fe Civic Housing Authority, is based on the report of the other auditors.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and (OMB) Circular A-133, Audits of States, Local Governments and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct
and material effect on major federal programs 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. Our audit does not provide a legal determination on the City of Santa Fe's compliance with those requirements.

In our opinion the City of Santa Fe complied, in all material respects, with the requirements referred to above that are applicable to its major federal programs for the year ended June 30, 2008. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as items 07-02, 08-01, and 08-02.

## Internal Control Over Compliance

The management of the City of Santa Fe is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the City of Santa Fe's internal control over compliance with requirements that could have a direct and material effect on its major federal programs in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance, and accordingly we do not express an opinion on the effectiveness of the City of Santa Fe's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in the entity's internal control that might be significant deficiencies or material weaknesses as defined below. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies.

A control deficiency in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 07-02, 08-01, and 08-02 to be significant deficiencies.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control. We did not consider any of the deficiencies described in the accompanying schedule of findings and questioned costs to be material weaknesses.

The City of Santa Fe's response to the findings indentified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the City of Santa Fe's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of management, City Council, the Office of the State Auditor, the New Mexico Legislature, the New Mexico Department of Finance and Administration and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than theses specified parties.

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Atkinson \& Co., Ltd.
Albuquerque, New Mexico March 31, 2009

## SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the year ended June 30, 2008

## I. Summary of Audit Results

1. The auditors' report expresses an unqualified opinion on basic financial statements of the auditee.
2. A significant deficiency in internal control were disclosed during the audit of the financial statements. The significant deficiency was not considered to be a material weakness.
3. No instances of noncompliance material to the financial statements of the City of Santa Fe were identified during the audit.
4. Three significant deficiencies in internal control over major programs were disclosed by the audit, but the significant deficiencies were not determined to be material weaknesses.
5. The auditors' report on compliance for the major federal award programs for the City of Santa Fe , expresses an unqualified opinion.
6. The audit disclosed three findings relating to major programs that the auditors are required to report on under § -.510(a) of OMB Circular A-133.
7. The programs tested as a major programs were as follows:

## CFDA Number Name of Federal Program

14.218 Community Development Block Grant
$14.238 \quad$ Shelter Plus Care
20.500/20.507 Federal Transit Cluster
8. The threshold for distinguishing Types $A$ and $B$ programs was $\$ 325,169$.
9. The City of Santa Fe was determined to be a high-risk auditee.

## SCHEDULE OF FINDINGS AND QUESTIONED COSTS-CONTINUED

For the year ended June 30, 2008
II. Findings - Findings and Questioned Costs - Major Federal Award Programs Audit

|  | Questioned <br> Costs |
| :--- | :---: |
|  |  |
| Community Development Block Grant | None |
| Shelter Plus Care | None |
| Federal Transit Cluster | None |

## III. Status of Prior Audit Findings

06-01 Internal Audit Plan Resolved
06-02 Consideration of Fraud Risk Factors Resolved
06-03 Lack of Review Over Charge Fees Resolved
06-04 IT Polices and Procedures Resolved
06-05 Due Date of Audit Report Repeated and Modified
06-06 Budget Overages
07-01 Approval of Bank Reconciliations
Repeated and Modified
07-02 Reporting of Federal Awards - U.S. Dept. of Housing and Urban CFDA \#14.218 Community Development Block Grant

Repeated and Modified
07-03 Reporting of Federal Awards - U.S. Dept. of Transportation CFDA \#20.500, 20.507, Federal Transit Cluster Resolved

## IV. Current Audit Findings

## Findings in Accordance with OMB Circular A-133

08-01 Reporting of Federal Awards - U.S. Dept. of Transportation CFDA \#20.500, \#20.507 Federal Transit Cluster
08-02 Data Collection Form-Late filing
Findings in Accordance with 2.2.2. NMAC
08-03 Employee Income Tax Compliance
Financial Statement Findings Required by Government Auditing Standards
08-04 IT Policies and Procedures

## SCHEDULE OF FINDINGS AND QUESTIONED COSTS -CONTINUED

For the year ended June 30, 2008

## PRIOR YEAR FINDINGS-REPEATED AND MODIFIED

## FINDING IN ACCORDANCE WITH 2.2.2. NMAC

## 06-05 Due Date of Audit Report (Significant Deficiency)

## Condition:

The June 30, 2008 audit report was not filed with the State Auditor by the applicable date noted in the contract. The report was not submitted until April 23, 2009.

## Criteria:

According to State Auditor Rule NMAC 2.2.2.9A, the audited financial statements are due by December 1 following the fiscal year-end, which would be December 1, 2008 for the year under audit.

## Effect:

The City is not in compliance with State Auditor Rule NMAC 2.2.2.9A for the fiscal year ended June 30, 2008. The users of the financial statements such as legislators, creditors, bondholders, state and federal grantors, oversight agencies, etc., do not have timely audit reports and financial statements for their review. Late audit reports could have an effect on state and federal funding.

## Cause:

There were several accounts that required additional time to reconcile and additional time to make correcting journal entries. Unusual economic conditions occurred right after June 30, 2008 requiring priority attention. The City of Santa Fe migrated into a web-base financial system which delayed the completion of the audit.

Recommendation:
We recommend the City evaluate whether there is adequate personnel to produce a timely CAFR and identify areas where additional training and procedures could be established

## Management Response:

The City of Santa Fe migrated into a web-base financial system and new human capital software. This delayed the completion of the audit. The City of Santa Fe will work with the auditors on giving the information needed to assist in completing the audit on a timely basis.

## SCHEDULE OF FINDINGS AND QUESTIONED COSTS -CONTINUED

For the year ended June 30, 2008

## PRIOR YEAR FINDINGS-REPEATED AND MODIFIED-CONTINUED

## FINDING IN ACCORDANCE WITH 2.2.2. NMAC-CONTINUED

## 06-06 Budget Overages

## Condition:

During our testwork over budgetary compliance for the year ended June 30, 2008, we noted the following budget overages for the City.

| Reporting <br> Unit | Budgetary <br> Level | Final <br> Budget | Actual <br> Amount | Overage <br> Amount |
| :--- | :--- | :--- | :--- | :--- |
| Special Revenue Fund Plaza Use | Fund Level | 22,314 | 27,131 | 4,823 |
| Special Revenue Fund Tierra Contenta | Fund Level | 201,308 | 362,252 | 160,944 |
| Debt Service Fund | Fund Level | $12,589,998$ | $12,714,022$ | 124,024 |
| Retiree Health Care Fund | Division Level | - | 76,255 | 76,255 |

In addition we noted the Senior Citizen Grant fund, Animal Service fund and NEA Grant fund final budgeted expenditures were in excess of budgeted revenues and beginning fund balance.

## Criteria:

New Mexico State Statue 6-6-6 NMSA 1978 requires that local government spending does not exceed budgeted amounts, unless approved budget adjustments are made. State law mandates that municipalities develop and operate within the confines of a balanced budget.

## Effect:

The possibility existed for the City to incur a significant budget overage that would have had financial impact. The city is not in compliance with state statutes.

## Cause:

Year-end adjustments of budgeted and actual expenditures were not completed for certain funds.
Recommendation:
Management should update polices and procedures that specifically include reviews that compare actual to budget expenditures

## Management Response:

The City of Santa Fe will work on reviewing actual to Budget Expenditure to ensure deadlines are met for budget purpose.

## SCHEDULE OF FINDINGS AND QUESTIONED COSTS -CONTINUED

For the year ended June 30, 2008

## PRIOR YEAR FINDINGS-REPEATED AND MODIFIED-CONTINUED

## FINDING IN ACCORDANCE WITH OMB CIRCULAR A-133

## 07-02 Reporting of Federal Awards - U.S. Dept. of Housing and Urban CFDA \#14.218 Community Development Block Grant, Grant Period July 1, 2007-June 30, 2008 (Significant Deficiency)

## Condition:

The SF-272 reports were not submitted for fiscal year 2008 in the allotted time frame. One quarterly report covering the period of $1 / 1 / 2008$ through $3 / 31 / 08$ was submitted on $5 / 22 / 2008$ and another quarterly report covering 7/1/2007 to 9/30/2007 was submitted on 1/16/2008.

## Criteria:

Per 24 CFR 85.41, "When reports are required on a quarterly or semiannual basis, they will be due 30 days after the reporting period. When required on an annual basis, they will be due 90 days after the grant year. Final reports will be due 90 days after the expiration or termination of grant support. © Federal Cash Transactions Report-- (1) Form. (i) For grants paid by letter of credit, Treasury check advances or electronic transfer of funds, the grantee will submit the standard form 272, Federal Cash Transactions Report, and when necessary, its continuation sheet, Standard Fro 272a, unless the terms of the award exempt the grantee from this requirement."

## Effect:

The city was out of compliance with the grant agreement and there exists the potential for granting agencies to question information provided and take actions as they deem to be necessary.

## Cause:

The City had turnover in personnel and did not have adequate staffing and process to ensure all reports were filed timely and accurately

Questioned Cost:
None

## Recommendation:

We recommend management of the City ensure that reports are accurately prepared and filed within the time frame allotted by the grant

## Management Response:

The City of Santa Fe Transit division will ensure that reporting to the Department of Transportation (DOT) is submitted on a semi-annual basis. Transit has drafted a procedure to meet this reporting requirement. Transit will assign a staff person or persons to complete the Grant manager responsibilities while the position is vacant.

## SCHEDULE OF FINDINGS AND QUESTIONED COSTS-CONTINUED

For the year ended June 30, 2008

## CURRENT YEAR FINDINGS

## FINDING IN ACCORDANCE WITH OMB CIRCULAR A-133

## 08-01 Reporting of Federal Awards - U.S. Dept. of Transportation CFDA \#20.500, \#20.507, Federal Transit Cluster, Grant Period July 1, 2007-June 30, 2008 (Significant Deficiency)

## Condition:

During our testing of transit reporting, we noted the Disadvantage Business Award (DBE) reports were not submitted to the Department of Transportation in fiscal year 2008 as required.

## Criteria:

Recipients of Federal Transit funds are required to certify compliance with 49 CFR section 26.49 , as a condition to bid on a transit vehicle procurement in which Federal Transit funds are involved. To monitor the progress of the DBE program the City is required to submit semi-annual reports based on a record-keeping system

## Effect:

As the city did not submit the reports, the Department of Transportation has no way to monitor the progress of the DBE program. Departures from requirements could create responses from DOT.

## Cause:

The 2008 reports were not submitted due to the resignation of the transit manager and the replacement manager was not aware that the reports had to be submitted.

## Questioned Cost:

None

## Recommendation:

We recommend the City train its employees to submit the proper reports. We also recommend the creation of a report calendar monitored centrally.

## Management Response:

City of Santa Fe will train other employees to ensure proper and compete reporting requirements are met. Each program will create a reporting calendar to ensure documentation and workflow for required reporting

## SCHEDULE OF FINDINGS AND QUESTIONED COSTS-CONTINUED

For the year ended June 30, 2008

## FINDING IN ACCORDANCE WITH OMB CIRCULAR A-133

## 08-02 Data Collection Form-Late filing

Condition:
The City did not file form SF-SAC (Data collection form), by the prescribed deadline of March 31, 2009. It was submitted on April 20, 2009.

Criteria:
For all entities that undergo a single audit, standard form SF-SAC is required to be submitted to the federal clearinghouse to summarize the single audit results. OMB A-133.320 (a) requires the report to be submitted within 9 months of the date of the audit period (March 31, 2009).

## Effect:

The City was not in compliance with the filing deadline of the SF-SAC to the federal clearinghouse pursuant to A-133 standards.

## Cause:

The audit report for the City was not submitted to the Office of the State Auditor until April of 2009, which was past the stated deadline. A completed audit forms the basis for filing the SF-SAC. The audit was late due to several accounts that required additional time to reconcile and additional time to make correcting journal entries. Unusual economic conditions occurred subsequent to June 30, 2008 requiring priority attention.

## Recommendation:

Atkinson \& Co., Ltd. recommends that the office work closely with our staff for fiscal year 2009 to prevent a reoccurrence of this finding by filing the required reports by the deadline.

## Management's Response:

The City of Santa Fe will work with the auditors on giving the information needed to assist in filing the required reports by the deadlines.

## SCHEDULE OF FINDINGS AND QUESTIONED COSTS-CONTINUED

For the year ended June 30, 2008

## FINDING IN ACCORDANCE WITH 2.2.2. NMAC

## 08-03 Employee Income Tax Compliance

## Condition:

During our testing of federal tax compliance, we noted the City is not using an IRS approved method to compute the taxable value of the personal use of nonqualified vehicles included in the employee's W-2.

## Criteria:

IRS Pub.15-B, Requirement 1.61-21 allows three methods of valuing personal use of an employer's vehicle. These methods include automobile lease valuation rule, cents-per-mile rule, and the commuting rule ( $\$ 3$ per day). The city's internal policy mandates use of the commuting rule.

Effect:
The city is out of compliance with the IRS regulation and the IRS could assess penalties for the noncompliance as they deem necessary.

## Cause:

The City does not review the employees W-2s to ensure the correct amount of taxable value is included as taxable wages.

## Recommendation:

We recommend the City implement review procedures to ensure the correct amount of taxable value of personal use of nonqualified vehicles is included on the employee's W-2 form.

Management Response:
The City of Santa Fe fuel system was damaged by lighting and under construction for most the year therefore delaying the implementation of the policy. The City will implement the policy in the FYE June 30, 2009.

## SCHEDULE OF FINDINGS AND QUESTIONED COSTS-CONTINUED

For the year ended June 30, 2008

## FINANCIAL STATEMENT FINDINGS REQUIRED BY GOVERNMENT AUDITING STANDARDS

## 08-04 IT Policies and Procedures

## Condition:

During our review of information technology policies and procedures, we noted the following conditions related to change controls and backup recovery testing procedures:

1) Application data owners do not perform periodic reviews of user access rights for all in-scope applications (and network access when required). Additionally when user access rights are modified (due to job transfers or other reasons), the access rights of these users are not reviewed in order to remove access rights that are no longer needed.
2) File server and application recovery procedures are not tested at least once annual to ensure data integrity and recovery.

## Criteria:

Policies and procedures should provide the basis for internal control activities that ensure backup recovery testing is performed and change controls are implemented. All internal control criteria and requirements apply to the IT function as well that protect the integrity of information.

## Effect:

Lack of backup recovery testing could result in unexpected backup failure in the event of a catastrophe. This could impair the City's ability to prepare reliable financial statements if relevant information is lost. Lack of changes control could result in unauthorized changes to application, database and operating systems.

## Cause:

Lack of written polices pertaining to backup recovery testing procedures and change procedures combined with inadequate staffing levels contribute to the internal control weakness, which can affect operations of the City.

## Recommendation:

We recommend policy controls surrounding Information technology processes detail responsibilities for recovery testing detail change controls related to application, databases, and user rights should be present to ensure only valid changes are made.

## Management Response:

The City of Santa Fe will establish written policies pertaining to backup recovery testing procedures and change procedures to ensure testing data integrity and recovery once annually.

## EXIT CONFERENCE

For the year ended June 30, 2008

An exit conference was held on April 13, 2009, to discuss the audit. The following individuals were in attendance:

## City of Santa Fe

Dave Millican
Teresita Garcia
Galen Buller

Finance Director
Assistant Finance Director
City Manager

Independent Auditor
Martin Mathisen, CPA
Morgan Browning, CPA

Audit Director
Audit Senior

| Federal Grantor/ <br> Pass-Through Grantor/ <br> Program Title | Federal CFDA <br> Number | Pass-Through Grantor's Number | Cash/Accrued or (Deferred) Revenue at July 1, 2007 Restated |  | HAP Equity July 1,2007 |  | Cash Recelpts Recognized |  | Disbursements/ Expendifures |  | Cash/Accrued or (Deferred) Revenue at June 30, 2008 |  | HAP <br> Equity July 1, 2008 |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Component Unit |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| Public Housing Subsidy | 14.850 |  | \$ | - | \$ | - | \$ | 1,244,253 | \$ | 1,244,253 | \$ | - | \$ | - |
| Resident Opp. \& Support Serv | 14.870 |  |  | 17,055 |  | - |  | 64,466 |  | 47,411 |  | - |  |  |
| Capital Fund Program | 14.872 |  |  | 128,784 |  | - |  | 430,286 |  | 387,822 |  | 86,320 |  | - |
| Section 8 Housing | 14.871 |  |  | 114,865 |  | 537,709 |  | 5,271,445 |  | 4,559,345 |  | - |  | 1,134,944 |
| Department of Housing and Urban Development |  |  | \$ | 260,704 | \$ | 537,709 | \$ | 7,010,460 | \$ | 6,238,831 | \$ | 86,320 | \$ | 1,134,944 |
| TOTAL EXPENDITURES OF FEDERAL AWARDS - Component Unit |  |  | \$ | 280,704 | \$ | 537,709 | \$ | 7,010,460 | \$ | 6,238,831 | \$ | 86,320 | \$ | 1,134,944 |

# Ricci \& Company lLC 

CERTIFIED PUBLIC ACCOUNTANTS
6200 UPTOWN BLVD. NE - SUITE 400
ALBUQUERQUE, NM 87110

# Independent Auditors' Report on Internal Control <br> Over Financial Reporting and on Compliance and Other Matters <br> Based on an Audit of Financial <br> Statements Performed in Accordance With Government Auditing Standards 

Board of Directors, Santa Fe Civic Housing Authority and<br>City Council, City of Santa Fe, New Mexico and<br>Mr. Hector Balderas<br>New Mexico State Auditor<br>Santa Fe, New Mexico

We have audited the accompanying financial statements of the business-type activities, each major fund, including the budgetary comparisons, and the aggregate remaining fund information of the Santa Fe Civic Housing Authority (the Authority), a component unit of the City of Santa Fe, as of and for the year ended June 30, 2008, which collectively comprise the Authority's basic financial statements as listed in the accompanying table of contents, and have issued our report thereon dated November 21, 2008. 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.

## Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Authority's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Authority's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Authority's internal control over financial reporting.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or a combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial date reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the Authority's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the Authority's internal control.

Board of Directors, Santa Fe Civic Housing Authority and<br>City Council, City of Santa Fe, New Mexico and<br>Mr. Hector Balderas<br>New Mexico State Auditor<br>Santa Fe, New Mexico

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

## Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Authority's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

We noted certain matters that are required to be reported under Government Auditing Standards January 2007 revision paragraphs 5.14 and 5.16, and Section 12-6-4, NMSA 1978, which are described in the accompanying schedule of findings and responses as findings 05-01, 07-04 and 0801.

The Authority's responses to the findings identified in our audit are described in the accompanying schedule of findings and responses. We did not audit the Authority's responses and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of management, others within the Authority, Office of the State Auditor, New Mexico Legislature, and applicable federal grantors, and is not intended to be and should not be used by anyone other than these specified parties.

Ricci \& Company LLC

Albuquerque, New Mexico
November 21, 2008

# Ricci \& Company llC 

CERTIFIED PUBLIC ACCOUNTANTS
6200 UPTOWN BLVD. NE - SUITE 400
ALBUQUERQUE, NM 87110

# Independent Auditors' Report on Compliance <br> With Requirements Applicable to Each Major <br> Program and Internal Control Over Compliance In Accordance With OMB Circular A-133 

Board of Directors, Santa Fe Civic Housing Authority and<br>City Council, City of Santa Fe, New Mexico and<br>Mr. Hector Balderas<br>New Mexico State Auditor<br>Santa Fe, New Mexico

## Compliance

We have audited the compliance of the State of New Mexico Santa Fe Civic Housing Authority (the Authority) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30, 2008. The Authority's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the Authority's management. Our responsibility is to express an opinion on the Authority's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States; and OMB Circular A133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Authority'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. Our audit does not provide a legal determination on the Authority's compliance with those requirements.

In our opinion, the Authority complied, in all material respects, with the requirements referred to above that are applicable to its major federal programs for the year ended June 30, 2008. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as item 07-05.

Board of Directors, Santa Fe Civic Housing Authority and
City Council, City of Santa Fe, New Mexico and
Mr. Hector Balderas
New Mexico State Auditor
Santa Fe, New Mexico

## Internal Control Over Compliance

The management of the Authority is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the Authority's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

A control deficiency in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe none of the reportable conditions described above is a material weakness.

The Authority's responses to the findings identified in our audit are described in the accompanying schedule of findings and responses. We did not audit the Authority's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of management, others within the Authority, Office of the State Auditor, the New Mexico Legislature, and federal awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.

## Ricci \& Company LLC

Albuquerque, New Mexico
November 21, 2008

## STATE OF NEW MEXICO

SANTA FE CIVIC HOUSING AUTHORITY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

## Year Ended June 30, 2008

| 05-01 | Cash Deposits and Related Liabilities | Updated and Included |
| :--- | :--- | :---: |
| $06-03$ | Payment Authorization | Resolved |
| $07-01$ | Cash Account Not Present on the Trial Balance | Resolved |
| $07-02$ | Due Date of Audit Report | Resolved |
| $07-03$ | Journal Entries | Resolved |
| $07-04$ | Budgetary Compliance | Updated and Included |
| $07-05$ | Section 8 Housing - Eligibility | Updated and Included |
| $07-06$ | Allowable Cost | Resolved |
| $07-07$ | Reporting | Resolved |
| $07-08$ | Special Tests - Waiting List | Resolved |
| $07-09$ | Special Tests - Tenant Participation Fund | Resolved |
| $07-10$ | Davis Bacon Act | Resolved |
| $07-11$ | Suspension and Debarment | Resolved |
| $07-12$ | Allocation of Salary Costs | Resolved |

## A. SUMMARY OF AUDIT RESULTS

## Financial Statements

Type of auditors' report issued
Internal control over financial reporting:

- Material weakness(es) identified?
- Significant deficiency(s) identified that are not considered to be material weakness(es)?

Non-compliance material to financial statements noted?

## Federal Awards

Internal control over major programs:

- Material weakness(es) identified?
- Significant deficiency(s) identified that are not considered to be material weakness(es)

Type of auditors' report issued on compliance for Major programs:

Any audit findings disclosed that are required to be reported in accordance with Section 501(a) of Circular A-133?

$\qquad$

Unqualified
$\qquad$ Yes $\qquad$
$\mathrm{Yes} \quad \mathrm{X}$ No

Yes $\quad \mathbf{X}$ None Reported

STATE OF NEW MEXICO
SANTA FE CIVIC HOUSING AUTHORITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2008
B. FINDINGS - FINANCIAL STATEMENT AUDIT

None.

## C. FINDINGS - FEDERAL MAJOR AWARD PROGRAMS

## 07-05 Section 8 Housing and Public Housing - Eligibility

## U.S. Dept. of Housing and Urban Development

CFDA \# 14.871 - Section 8 Housing
\# 14.850 - Public Housing Subsidy
Grant Period - July 1, 2007 - June 30, 2008

## CRITERIA

24 CFR 982 and 24 CFR 960 outline compliance requirements for Section 8 Tenant Based Assistance: Housing Choice Voucher Program and Public Housing Management Assessment Program, respectively, including income and documentation requirements.

## CONDITION

During our eligibility testwork of the Section 8 program, out of 12 participants tested, the following was noted:

- Two instances where recertification documentation was prepared but not signed by the tenants.
- Two instances where third party documentation of income was not present in the file.
- One instance where the incorrect amount of income was used to determine the tenant's annual income which resulted in an understatement of $\$ 168$. This resulted in an incorrect amount of rent charged to the tenant. Third party verification of income indicated the correct amount and was maintained in the tenant's file.

During our eligibility testwork of the Public Housing program, out of 12 participants tested, the following was noted:

- One instance where medical insurance deduction was understated by $\$ 751$. This resulted in an incorrect amount of rent charged to the tenant. Third party verification of medical insurance paid indicated the correct amount and was maintained in the tenant's file.
- Two instances where third party documentation was not present in the file.


## C. FINDINGS - FEDERAL MAJOR AWARD PROGRAMS (CONTINUED)

## 07-05 Section 8 Housing and Public Housing - Eligibility (Continued)

- One instance where the incorrect amount of income was used to determine the tenant's annual income which resulted in an understatement of $\$ 108$. This resulted in an incorrect amount of rent charged to the tenant. Third party verification of income indicated the correct amount and was maintained in the tenant's file.


## QUESTIONED COSTS

None.

## CAUSE

The Housing Authority did not have the proper quality control over documentation retention and proper income and rent calculation.

## EFFECT

The Housing Authority is not in compliance with the eligibility standards of the Section 8 and Public Housing programs. The conditions noted above have resulted, or could result in, incorrect rent charged or assistance provided.

## RECOMMENDATION

The Housing Authority should implement quality control procedures to ensure that all applicants provide the requisite documentation before their applications are approved. Additionally, the Housing Authority should develop and implement policies and procedures that specifically address documentation and proper income and rent calculation.

## MANAGEMENT RESPONSE

The Housing Authority concurs and will reassess its current quality control program, creating a checklist for required documents as well as for required procedural steps.

# STATE OF NEW MEXICO <br> SANTA FE CIVIC HOUSING AUTHORITY <br> SCHEDULE OF FINDINGS AND QUESTIONED COSTS <br> Year Ended June 30, 2008 

## D. FINDINGS - COMPLIANCE AND OTHER MATTERS

## 05-01 Cash Deposits and Related Liabilities

## CRITERIA

Per New Mexico Owner-Resident Relations, NMSA Sections 47-8-1 to 47-8-51, security deposits paid by tenants are to be held in a reserve account. The reserve account shall be maintained at or above the liability for tenant security deposits.

## CONDITION

During our review of tenant security deposits, we noted that there were insufficient funds in one of the security deposit bank accounts to at least meet the related tenant security deposits liability. However, it was noted that the Authority does have sufficient cash in operating accounts in excess of these liabilities.

## CAUSE

Management did not make transfers to security deposit accounts in a timely manner.

## EFFECT

Cash balances available in the security deposit bank accounts were not sufficient to cover all related liabilities.

## RECOMMENDATION

We recommend that management transfer funds on a monthly basis so that the cash balances and related liabilities match each other.

## MANAGEMENT RESPONSE

The Housing Authority concurs; deposits will be monitored more closely.

# STATE OF NEW MEXICO <br> SANTA FE CIVIC HOUSING AUTHORITY <br> SCHEDULE OF FINDINGS AND QUESTIONED COSTS <br> Year Ended June 30, 2008 

## D. FINDING - COMPLIANCE \& OTHER MATTERS

## 07-04 Budgetary Compliance

## CONDITION

Actual expenses exceeded budgeted expenses for the Housing Development Corporation fund.

## CRITERIA

Per SAO Rule 2.2.2.10 P(1), "If actual expenditures exceed budgeted expenditures at the legal level of budgetary compliance, that fact must be reported in a finding."

## CAUSE

The Board was not aware of those requirements.

## EFFECT

The Authority may jeopardize federal funding if budgets are not complied with.

## RECOMMENDATION

We recommend that the Authority comply with legal budget requirements as outlined in the State Auditor Rule.

## MANAGEMENT RESPONSE

During fiscal year 08, the Development site incurred extensive capital improvements. As these improvement sites were capitalized over 10 years, our depreciation doubled in amount over previous years - an amount not anticipated. In addition, some costs were not capitalized as they were determined to be repairs as opposed to capital enhancements. As these adjustments were determined after the fiscal year ended, it was not possible to modify the budget at that time; however, this fund's cash flow was positive when depreciation is not accounted for.

STATE OF NEW MEXICO
SANTA FE CIVIC HOUSING AUTHORITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2008

## D. FINDING - COMPLIANCE \& OTHER MATTERS

## 08-01 Pledged Collateral

## CRITERIA

Section 6-10-17 NMSA 1978 states that any financial institution designated as a depository of public money shall deliver securities having an aggregate value of at least one-half of the amount of public money to be deposited to a custodial bank and shall deliver a joint safekeeping receipt issued by the custodial bank to the public official from whom the money is received for deposit.

## CONDITION

During our review of cash, we noted that the Authority keeps a checking account for Region II at Wells Fargo that is in excess of FDIC limits. It was noted that Wells Fargo did not maintain any collateral on the account during FY08.

## CAUSE

The checking account was set up by Region II prior to the Authority taking ownership of Region II. The Authority was not aware that collateral was not maintained on the account.

## EFFECT

The Authority is not in compliance with State law and does not have its cash balance properly secured.

## RECOMMENDATION

We recommend that the Authority work with Wells Fargo to ensure that pledged collateral is maintained at the proper amount.

## MANAGEMENT RESPONSE

The Authority concurs, will withdraw all funds from this account and place them with a different bank, ensuring the proper level of collateral.

# STATE OF NEW MEXICO <br> SANTA FE CIVIC HOUSING AUTHORITY <br> EXIT CONFERENCE 

For the Year Ended June 30, 2008

## Exit Conference

An exit conference was held on November 21, 2008 to discuss the annual financial report. Attending were the following:

Representing the Santa Fe Civic Housing Authority:

| Michael Gònzales | Chairperson (effective November 1, 2008) |
| :--- | :--- |
| Elmer Longacre | Commissioner |
| Ed Romero | Executive Director |
| Rudy Gallegos | Deputy Director |
| Anna Chavez | Administrative Supervisor |

Representing the Independent Auditor:
Herman Chavez, CPA

Note: Management is responsible for the context of the report, even though the financial statements were prepared substantially by the independent auditor.

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[^0]:    ${ }^{1}$ These percentages are based on a total civilian labor force (Santa Fe County) of 79,729 from the New Mexico Deprtment of Labor for 2008.

