



Financial Statements  
and  
Report of Independent Auditors

June 30, 2016

**CITY OF LAS CRUCES**  
**COMPREHENSIVE ANNUAL**  
**FINANCIAL REPORT**  
**FOR THE YEAR ENDED JUNE 30, 2016**

**Prepared by**  
**Finance Department**  
**Victoria Fredrick,**  
**Financial Services Director**

**Cover photo courtesy of City of Las Cruces**  
**Mitchell Carleton, Public Information Office, and**  
**Enhanced by Leesa Mandlman**

# City of Las Cruces

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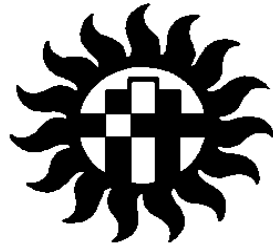
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City of Las Cruces

November 30, 2016

Honorable Mayor and City Council,  
City of Las Cruces, New Mexico

We are pleased to submit the Comprehensive Annual Financial Report for the City of Las Cruces (City), New Mexico, for the fiscal year ended June 30, 2016, in accordance with Article V, Section 5.09, of the City Charter. Responsibility for the accuracy of the presented data and the completeness and fairness of presentation, including all disclosures, rests with the City. We believe the data, as presented, are accurate in all material respects and are presented in a manner that fairly sets forth the financial position and results of operations of the City. Furthermore, we believe that all disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

In the Financial Section of this report, the independent auditor's report is immediately followed by Management's Discussion & Analysis (MD&A). The MD&A provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

### **Profile of the City**

The City of Las Cruces, incorporated in 1946 and chartered in 1985, is a home-rule municipality with a Council/Manager form of government consisting of a mayor and six council members. The mayor is elected at large for a four-year term. Council members are elected from six member districts for a four-year term. Elections are held on a bi-annual basis. The city manager, appointed by the City Council, is responsible for the management of all City employees and the administration of all City affairs.

This report includes financial statements of the funds required for those activities, organizations, and functions related to the City and that are controlled by or dependent upon the City's governing body, the City Council. The financial reporting entity consists of the City, a discretely presented component unit: South Central Solid Waste Authority, and one blended component unit: the Downtown Tax Increment Development District. These component units are included in the City's reporting entity because of the significance of their operational relationship or financial relationship with the City. Considering the above criteria, this report includes all funds of the City.

The City provides a full range of services. These services include public safety (police and fire); community services (culture and recreation); facilities; streets, public improvements; planning, zoning, engineering; public utilities (gas, water, wastewater, and solid waste) and general administration of services.



### **Economic Condition and Outlook**

The local economy is expected to follow the US economy in a slow and uneven recovery. Health Care, Service and Leisure/Hospitality are two sectors that are expected to do well over the near term. The local job picture, in total, will still underperform the nation in part due to our dependence on Public Sector jobs. Private sector job growth should offset public sector job losses leading to a 0.5% growth in FY16.

Population growth which slowed along with the national economy is expected to show a very modest gain in FY16. While the City is expected to add approximately 1,000 net new residents in FY16, the rate of growth will be under 2% for the fifth year in a row. The slowly expanding population base is directly linked to local jobs opportunities and to the national housing market. As retirees planning to relocate begin to see some progress on selling houses in other areas of the US, Las Cruces should see a pick-up in people moving into the area.

The City's revenue growth has been influenced by the slow economic conditions. Gross Receipts Tax, which is by far the City's largest revenue source, is largely dependent on construction activity and personal income gains that come from wage and salary jobs.

A key to achieving the rate of employment growth forecast for the Las Cruces area is the relationship between the private and government sectors. Las Cruces is highly dependent on public sector employment because of the presence of the Federal Government and New Mexico State University. The recovery to date has been concentrated in private jobs with public jobs actually declining in recent years. The outlook anticipates all new jobs being created in the private sector while the public sector slowly returns to a level close to zero growth.

The City has navigated the recession and managed its finances by taking a prudent, conservative approach. The balances in the City's general fund reflect this philosophy and have been consistently maintained at twice the amount required by the State.

While the General Fund balances are anticipated to ebb slightly over the time horizon, the City can continue to provide its citizens services. This ability is a dividend of the City's prudent fiscal management practice for the past several years, and is allowing the City to navigate the recession while maintaining services.

### **Long Term Plans and Major Initiatives**

The downtown plaza, named Plaza de Las Cruces, was completed in September 2016 and dedicated on the September 17<sup>th</sup>. The plaza is the premier gathering place for Las Cruces. It has already hosted five major events, including the annual Zombie Walk. It is also the new home of the Wednesday Farmers and Crafts Market. The plaza will continue to be well used as a venue for events as well as an informal meeting place and an attraction for children to play in the splash fountain.

Honorable Mayor and City Council,  
City of Las Cruces, New Mexico  
11/30/2016

During fiscal year 2016 a major portion of the East Mesa Safety Complex was completed. Completion of this project is expected to occur late into fiscal year 2017. This complex will allow the Las Cruces Police Department and the Las Cruces Fire Department to provide faster response time to emergency situations that may occur in the East Mesa area of Las Cruces.

Through the City's renewable and energy efficiency efforts, solar panels were installed at Munson Center, Sage Café, East Mesa Public Safety Complex, Las Cruces Regional Aquatic Center, and the Las Cruces Convention Center, resulting in a savings of 1,151,631 kilowatt hours and \$146,745 during fiscal year 2016. In other sustainability efforts, the City continued LED retrofits at Fire Stations 2, 3, 5, and 6 as well as the Police Academy, Fielder Memorial Safe Haven, Juvenile Citation building, Railroad Depot, and six other facilities resulting in a savings of 234,792 kilowatt hours and \$28,837 during fiscal year 2016. The LED retrofit on Solano alone saved 158,965 kilowatt hours and \$22,891 during fiscal year 2016.

Long range plans continue to include fleet replacement and facility maintenance as well as the need to provide utility services, public safety, and recreational facilities in newly developed areas.

During fiscal year 2014 the City Council formalized a five year strategic plan, which serves as a guide to plan the use of City resources and direct the future of City programs. The guiding four themes under which all of the goals will align are Fiscal Responsibility, Service Delivery Excellence, Infrastructure Development and Quality of Life/Community Identity. Each year the City's financial and operational performance is measured against the plan and outcomes are reported to the City Council and the community at large.

There were 25 goals identified by City Council, with the top ten listed below:

1. Increase city focus on strategic job creation
2. Promote responsible, stable, and sustainable economic development
3. Develop a diverse/perpetual funding strategy for capital and operating needs
4. Support neighborhood vitality and downtown revitalization
5. Increase educational, recreational and cultural opportunities and amenities
6. Foster regional collaboration and partnerships to maximize mutually beneficial outcomes
7. Foster creativity and innovation
8. Define the City's infrastructure policy
9. Provide and maintain reliable infrastructure to support community needs
10. Support cost-effective energy initiatives

The strategic plan, with progress updates, is available on the City's website for public review.

### **Internal Control Framework**

Integrated within the business systems of the City are the policies and procedures over accounting and financial reporting that make up the internal control framework. The internal control framework provides assurance that the accounting systems and underlying data are reliable; however, there are certain limitations inherent in the internal control framework. Management may choose to accept certain risks because the cost to prevent all risks is not reasonable. Management is responsible for establishing and maintaining effective internal controls. Although some level of risk within the internal control framework is unavoidable, the City's management maintains an attitude of supporting strong and effective internal controls.

## **Financial Information, Management and Control**

The financial position and operating results of the City are provided in the financial statements. Management's discussion and analysis and includes financial highlights, describes the financial statements, and provides financial analysis of the City's financial position and results of operations. Following is a brief description of financial information, management of financial resources, and financial obligations.

### **Budgetary Control**

In New Mexico, state statutes mandate that municipalities operate within the confines of a balanced budget. Annual budgets are adopted for all funds. If a fund is not overspent, it is in compliance with state law. All unexpended budget appropriations lapse at the end of the fiscal year.

The City Manager is responsible for presenting an annual budget to the City Council. The Council sets hearings for annual budget review and approves the final budget. The final budget is then submitted to the New Mexico Department of Finance and Administration, Local Government Division. The Local Government Division must then approve and certify the City's operating budget, budget increases and budget transfers between funds.

The adopted budget becomes a document that details a clear and precise picture of the cost of public services that will be provided. The budget is controlled through an integrated accounting system to assure effective fiscal management and accountability. Budget adjustments requested throughout the fiscal year that increase fund expenditures must be approved by the City Council.

### **Taxes**

The allocation of the property tax for fiscal year 2016 and the two preceding years is based on the mill levy below (per thousand):

<u>Purpose</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Operational mill levy:			
Residential	6.699	6.806	6.801
Non-residential	7.12	7.120	7.120

The City has no outstanding general obligation bonds. Therefore, the debt service levy for all three years is zero.

The gross receipts tax rate on receipts within the City was 8.3125% at June 30, 2016. The breakdown and sources of the gross receipts tax rate include:

	<u>Tax Rate</u>	<u>Percent of Total Rate</u>
State shared	5.125%	61.65%
Municipal GRT- general purpose	1.25%	15.04%
Municipal GRT-infrastructure	0.25%	3.01%
Municipal Environmental GRT	0.0625%	0.75%
Municipal Hold Harmless GRT	0.375%	4.51%
Dona Ana County-local option taxes	<u>1.25%</u>	<u>15.04%</u>
	8.3125%	100.0%

## **Debt Administration**

The City has significant capacity for future capital and infrastructure acquisitions, should the need arise. The City's current unused general obligation (G.O.) bond capacity is in excess of \$70 million. The City currently has no outstanding G.O. bonds.

The City had seventeen bond issues outstanding at June 30, 2016. Gross receipts tax revenues finance twelve bond issues outstanding. Five issues are Joint Utilities Revenue Bonds secured by the net operating revenues of the utility system. The amount of bonds outstanding at June 30, 2016 was \$99.9 million in governmental bonds and \$42.1 million in utility revenue bonds. Principal payments on bonds totaled \$12.5 million during the fiscal year. In addition, the City had thirteen loans outstanding from New Mexico Finance Authority and other entities totaling \$11.7 million with principal payments during the fiscal year of \$3.7 million.

## **Independent Audit**

New Mexico State law requires that an annual audit of a governmental unit's financial statements be performed by independent public accountants. Federal law requires that a single audit be performed for federal grant funds as required by the Single Audit Act Amendments of 1996, Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, and ARRA requirements. Additionally, the City Charter requires an annual audit of all accounts of the City by an independent certified public accountant.

The independent auditor's reports on the financial statements, required supplementary information, and other supplementary information are included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

The independent firm of certified public accountants, Moss Adams, LLP, has audited the financial statements and related notes. The financial statements have been prepared in accordance with generally accepted accounting principles (GAAP) for local governments as prescribed by the Governmental Accounting Standards Board (GASB).

## **GFOA Award**

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 Las Cruces for the comprehensive annual financial report for the fiscal year ended June 30, 2015. This was the twelfth consecutive year that the City has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must demonstrate proficiencies in both generally accepted accounting principles and applicable legal requirements.

We believe that this current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to GFOA to determine eligibility for the certificate. This award represents the highest form of recognition in governmental accounting and

Honorable Mayor and City Council,  
City of Las Cruces, New Mexico  
11/30/2016

financial reporting. This is an outstanding accomplishment that demonstrates the professionalism residing in the City's Financial Services Department.

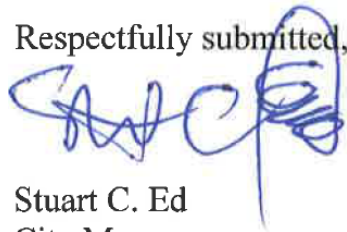
The preparation of the annual CAFR is primarily the responsibility of the Accounting Department. I would like to recognize Victoria Fredrick, Financial Services Director, Melissa Meyer and Maria Villa, Accounting Managers, and the Accounting staff including Natalia Dominguez, Josie Medina, Maria Sanchez, Maricela Ortiz, Vicky Delgado, Gilbert Rodriguez, Josh Saffell and James Williams for their efforts in this accomplishment.

### **Acknowledgments**

The annual audit cannot be completed without the efforts and dedication of the Financial Services Department staff. I would like to express my appreciation to staff for their many hours of hard work devoted to this year's audit.

I would also like to thank the Mayor, City Council, and City Management for their interest and support in planning and conducting the financial affairs of the City in a responsible and progressive manner.

Respectfully submitted,

A handwritten signature in blue ink, appearing to read 'Stuart C. Ed', is written over the text 'Respectfully submitted,'.

Stuart C. Ed  
City Manager

**City of Las Cruces**  
**June 30, 2016**

LIST OF PRINCIPAL OFFICIALS

City Council

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Ken Miyagishima	Mayor
Kasandra Gandara	Councilor
Gregory Z. Smith	Councilor
Olga Pedroza	Councilor
Jack Eakman	Councilor
Gill M. Sorg	Councilor
Cecelia H. Levatino	Councilor

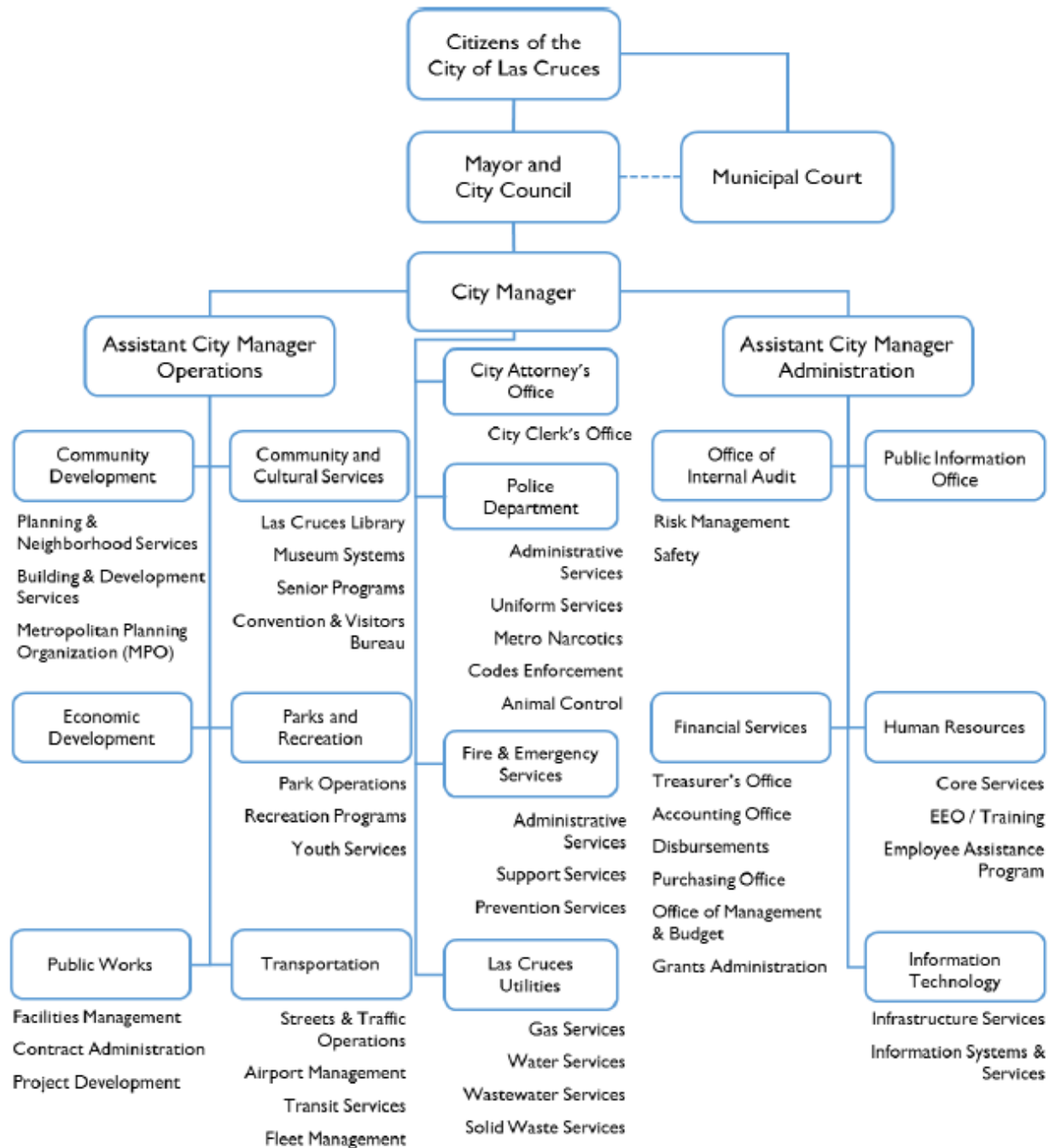
Other officials

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Robert Garza, P.E.	City Manager
Daniel Avila, P.E.	Assistant City Manager/COO
David Dollahon, AICP	Assistant City Manager/CAO

# City of Las Cruces

## CITY GOVERNMENT ORGANIZATION CHART





Government Finance Officers Association

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

Presented to

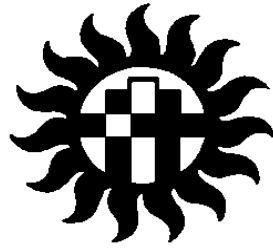
**City of Las Cruces  
New Mexico**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2015**

Executive Director/CEO





City of Las Cruces

## Report of Independent Auditors

Mr. Timothy Keller, New Mexico State Auditor  
 and the Honorable Mayor and City Council Members  
 of the City of Las Cruces

### Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, the aggregate remaining fund information, and the budgetary comparisons for the general fund and major special revenue funds of the City of Las Cruces, New Mexico (the City), as of and for the year ended June 30, 2016, which collectively comprise the City's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the nonmajor governmental, nonmajor enterprise, internal service funds, agency funds and the budgetary comparisons for the debt service fund, special revenue funds, capital project funds, proprietary funds, and all nonmajor funds presented as supplementary information, as defined by the Government Accounting Standards Board (GASB), in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2016, as listed in the table of contents.

### Management's Responsibility for the Financial Statements

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

### Auditor's Responsibility

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

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

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Mr. Timothy Keller, New Mexico State Auditor  
and the Honorable Mayor and City Council Members  
of the City of Las Cruces

***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Las Cruces, New Mexico as of June 30, 2016, the respective changes in financial position and, where applicable, cash flows thereof, and the respective budgetary comparisons for the general fund and major special revenue funds for the year then ended in accordance with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements and schedules referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental, nonmajor enterprise, internal service funds, and agency funds of the City of Las Cruces, New Mexico as of June 30, 2016, the respective changes in financial position, cash flows, where applicable thereof, and the respective budgetary comparisons of the debt service fund, special revenue funds, capital project funds, proprietary funds and all nonmajor funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

***Other Matters***

***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and schedule of the City's proportionate share of the net pension liability and the schedule of the City's contributions as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the GASB who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Mr. Timothy Keller, New Mexico State Auditor  
and the Honorable Mayor and City Council Members  
of the City of Las Cruces

*Other Information*

Our audit was conducted for the purpose of forming opinions on the City's financial statements, the combining and individual fund financial statements, and the budgetary comparisons. The accompanying schedule of expenditures of federal awards, as required by *Title 2 U.S. Code of Federal Regulations (CFR) Part 200*, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, the introductory and statistical section, and the other schedules required by 2.2.2 *NMAC* included as Other Supplementary Information 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.

The schedule of expenditures of federal awards and other schedules required by 2.2.2 *NMAC* included as Other Supplementary Information as listed in the table of contents are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards and other schedules required by 2.2.2 *NMAC* included as Other Supplementary Information as listed in the table of contents are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated November 30, 2016 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.



November 30, 2016  
Albuquerque, New Mexico

**City of Las Cruces**  
**Management's Discussion and Analysis**  
**June 30, 2016**

**Management's Discussion and Analysis**

The Management Discussion and Analysis presents an overview of the City's financial activities for the fiscal year ended June 30, 2016. It is intended to be read in conjunction with the Letter of Transmittal and the City's financial statements. In accordance with Governmental Accounting Standards Board standards, comparisons to prior-year balances and activity are presented.

***Financial Highlights***

- The assets and deferred outflows of resources of the City of Las Cruces exceeded its liabilities at the close of the most recent fiscal year by \$597.4 million (net position). Of this amount, \$(53.9) million represents unrestricted net position, which may be used to meet the government's ongoing obligations to citizens and creditors.
- At the close of the current fiscal year, the City of Las Cruces' governmental funds reported combined fund balances of \$178 million an increase of \$35 million in comparison with the prior year. Approximately 19.5% of this amount (\$34.5 million) is available for spending at the government's discretion (unassigned fund balance).
- The pooled cash and investments for the governmental and business-type activities increased \$39 million and \$12 million, respectively.
- The total bond and certificate of obligation debt for the governmental and business-type activities increased \$25 million and \$12 million respectively. During the fiscal year increased total debt outstanding to \$177 million due to the issuance of new debt to fund public parks, recreational facilities, street improvements, as well as to acquire public buildings.

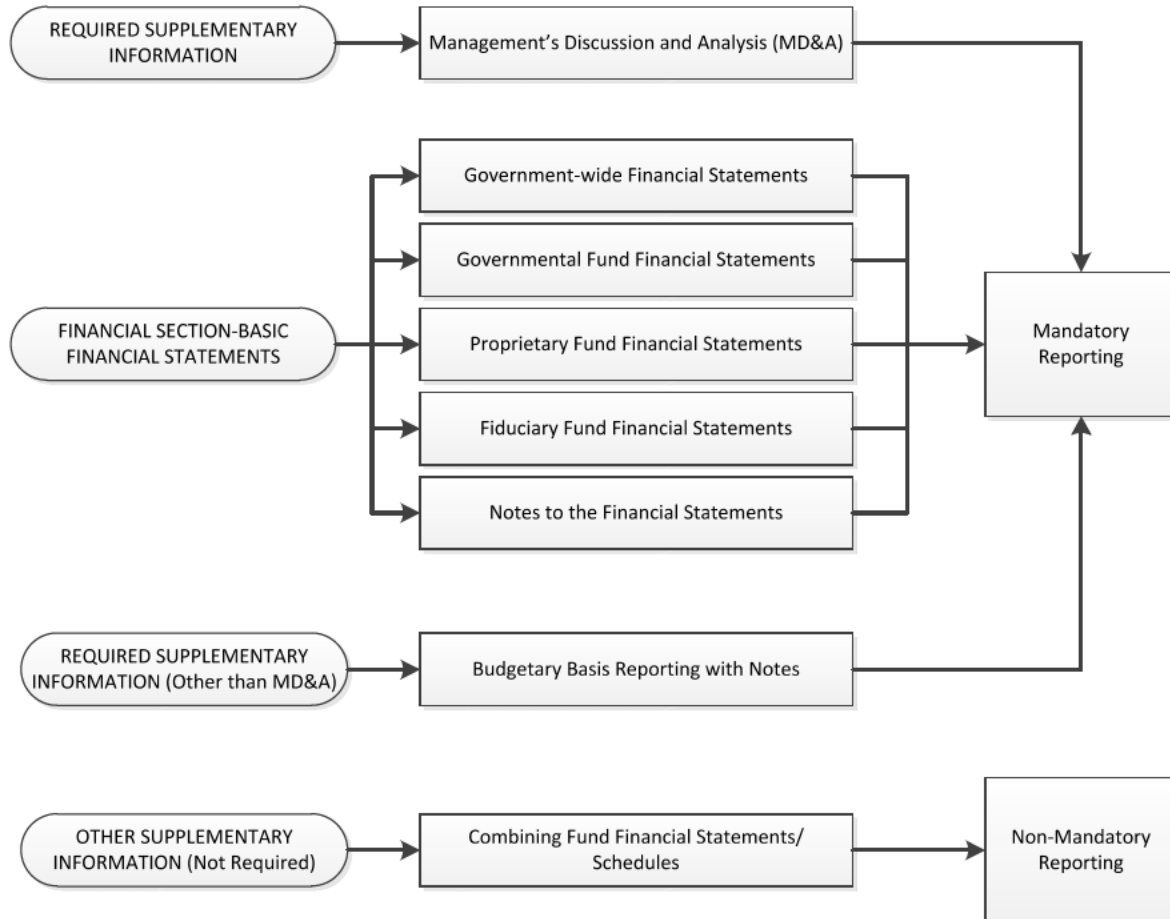
***Overview of the Financial Statements***

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.

The financial statements presented herein include all of the activities of the City of Las Cruces using the integrated approach as prescribed by Governmental Accounting Standards Board ("GASB") Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, and all amendments thereafter.

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The following illustration summarizes the sections and reporting requirements of this financial report.



***Government-wide Financial Statements***

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

The *Statement of Net Position* is a presentation of the City's assets and liabilities, including capital and infrastructure assets, and long-term liabilities. This statement reports the difference between the two as net position. Over time, increases or decreases in net position may help indicate whether the financial position of the City is improving or deteriorating.

The *Statement of Activities* presents information showing how the government's net position changed during fiscal year 2016. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned, but unused, vacation leave). Both of these financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other

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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, Police, Fire, Community Development, Public Works, Transportation, and Community & Cultural Services. Prior to Fiscal Year 2016 the activity Information Technology was included; however, on June 20, 2016, as part of the chart of accounts implementation, Information Technology activity was rolled into the General Government activity due to the fact that Information Technology is a function of the General Government and is more appropriately included as part of that line rather than being broken out separately. The business-type activities of the City include Gas, Water, Waste Water, Solid Waste, Transit, and Alternative Fuels.

The government-wide financial statements include not only the City itself (known as the *primary government*), but also the following legally separate component units: South Central Solid Waste Authority (SCSWA), and the Las Cruces Downtown Tax Increment Development District (TIDD). SCSWA is a discretely presented component unit and the financial information for this component unit is reported separately from the primary government in the government-wide financial statements.

The TIDD is a blended component unit of the City, whose board is comprised of the members of the City Council. The purpose of the TIDD is to finance public infrastructure serving the downtown area. The TIDD is presented as a special revenue fund in the financial statements. The funds to acquire or construct public infrastructure within the TIDD District is presented as a capital project fund in the financial statements.



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#### ***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. The focus of the fund financial statements is on the City's major funds, although nonmajor funds are also presented in aggregate and further detailed in the supplementary statements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds. Fund financial statements allow the City to present information regarding fiduciary funds, since they are not reported in the government-wide financial statements.

#### ***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.

The focus of governmental funds is narrower than that of the government-wide financial statements; therefore, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. Because governmental fund financial statements do not encompass the additional long-term focus of the government-wide financial statements, additional information is provided that explains the relationship (or differences) between them.

The City maintains five governmental fund types for financial reporting purposes. The governmental fund types are General Fund, Special Revenue Funds, Capital Projects Funds, Debt Service Funds and Fiduciary Funds. The City maintains one hundred and seven governmental funds, eight of which combine into the General Fund and twenty-eight combine to make the Debt Service Fund. Information is presented separately in the Governmental Funds Balance Sheet and in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances for the funds that comprise the General Fund, which is considered to be a major fund. Three other governmental funds, Sonoma Ranch, Telshor Facility, and Debt Service are also reported as major funds. The remaining sixty-nine governmental funds are combined into a single, aggregated presentation as Other Governmental Funds. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* in the Combining Financial Statements section 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 the fiscal activities relating to Gas, Water, and Wastewater utilities, as well as Solid Waste disposal. The City also uses enterprise funds to account for Transit and Alternative Fuels, which are reported as non-major enterprise



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funds. *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 vehicle maintenance and self-insurance. These services have been allocated to *governmental activities* in the government-wide financial statements as they predominantly serve governmental functions.

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 Gas, Water, and Wastewater Utilities, as well as Solid Waste funds, which are considered to be major funds of the City. Data from the non-major enterprise funds, as well as all the internal service funds, are combined into single, aggregated presentations in the proprietary fund financial statements. Individual fund data for the non-major enterprise funds and the internal service funds is provided in the form of *combining statements* in the Combining Financial Statements section of this report.

***Fiduciary Funds***

Fiduciary funds are used to account for resources held for the benefit of parties outside of the primary government. Fiduciary funds are *not* reflected in the government-wide financial statement as the resources of those funds are *not* available to support the City's programs and operations. The Statement of Fiduciary Assets and Liabilities for the agency funds is presented in the basic financial statements section of this report.

***Notes to the Financial Statements***

The Notes are an integral part of the financial statements and provide additional information that is essential to a full understanding and fair presentation of the data provided in both the government-wide and fund financial statements.

***Other Information***

In addition to the basic financial statements and the accompanying notes, this report also presents the required supplementary information of the City's governmental and proprietary funds: general, debt service, special revenue, capital project, enterprise, and internal service funds. Budgetary comparison schedules have been provided which demonstrates budgetary compliance.

***Statistics***

The statistical section provides statistical data on financial trends, revenue and debt capacity, demographic and economic data, and operating information.

***Government-Wide Overall Financial Analysis***

Net position over time, may serve as a useful indicator of a government's financial position. In the case of the City of Las Cruces, assets and deferred outflows of resources exceeded liabilities and deferred inflows by \$376 million, at the close of the most recent fiscal year.

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**Net Position (in 000's)**

Eighty four percent of the City's net position is investment in capital assets (i.e., land, land improvements, buildings, equipment, utility infrastructure), net of any related outstanding debt used to acquire those assets. This compares with sixty-three percent in fiscal year 2015. The City uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Twenty-five percent of the City's net position is resources that are subject to external restrictions on how they may be used. This amount increased by six percent from 2015. The remaining balance of *unrestricted net position* (\$53 million) may be used to meet the government's ongoing obligations to citizens and creditors.

	Governmental Activities			Business - type Activities			Total		
	2016	2015	2014	2016	2015	2014	2016	2015	2014
Current and Other Assets	\$ 225,830	\$ 187,668	\$ 154,686	\$ 93,302	\$ 76,785	\$ 63,384	\$ 319,132	\$ 264,453	\$ 218,070
Capital Assets	374,118	362,515	365,533	217,727	214,557	216,152	591,845	577,072	581,685
Total Assets	599,948	550,183	520,219	311,029	291,342	279,536	910,977	841,525	799,755
Deferred Outflows of Resources	11,215	9,143	-	1,705	1,978	123	12,920	11,121	123
Total Assets and Deferred Outflows of Resources	\$ 611,163	\$ 559,326	\$ 520,219	\$ 312,734	\$ 293,320	\$ 279,659	\$ 923,897	\$ 852,646	\$ 799,878
Current and Other Liabilities	\$ 23,844	\$ 22,074	\$ 18,661	\$ 11,447	\$ 11,366	\$ 8,684	\$ 35,291	\$ 33,440	\$ 27,345
Long-term Liabilities	209,315	159,298	79,218	79,110	63,722	48,889	288,425	223,020	128,107
Total Liabilities	233,159	181,372	97,879	90,557	75,088	57,573	323,716	256,460	155,452
Deferred Inflow of Resources	2,152	21,645	-	628	3,253	820	2,780	24,898	820
Net Position:									
Net investment in capital assets	300,431	190,996	289,783	204,136	166,565	173,829	504,567	357,561	463,612
Restricted Net Position	116,782	80,631	61,253	29,918	26,407	13,718	146,700	107,038	74,971
Unrestricted Net Position	(41,361)	84,682	71,304	(12,505)	22,007	33,719	(53,866)	106,689	105,023
Total Net Position	375,852	356,309	422,340	221,549	214,979	221,266	597,401	571,288	643,606
Total Liabilities, Deferred Inflows and Net Position	\$ 611,163	\$ 559,326	\$ 520,219	\$ 312,734	\$ 293,320	\$ 279,659	\$ 923,897	\$ 852,646	\$ 799,878

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Changes in net position during 2016 and comparative amounts for 2015 and 2014 were:

**Summary of Changes in Position (in 000's)**

	<b>Governmental Activities</b>			<b>Business - type Activities</b>			<b>Total</b>		
	<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
Revenues:									
Program Revenues:									
Charges for services	\$ 22,604	\$ 12,347	\$ 15,761	\$ 52,639	\$ 49,952	\$ 49,930	\$ 75,243	\$ 62,299	\$ 65,691
Operating grants and contributions	2,646	4,398	5,729	5,118	2,253	2,459	7,764	6,651	8,188
Capital grants and contributions	3,939	6,044	8,423	328	294	-	4,267	6,338	8,423
General Revenue:									
Taxes-GRT and property	114,456	108,145	96,148	-	-	-	114,456	108,145	96,148
Franchise fees/lodgers tax	2,873	2,438	2,701	-	-	-	2,873	2,438	2,701
Investment income (loss)	4,805	5,515	5,892	2,714	2,797	1,465	7,519	8,312	7,357
Gain on sale of capital assets	-	-	-	441	-	-	441	-	-
Miscellaneous	-	-	10	-	-	-	-	-	10
Capital asset contribution	-	-	-	-	-	231	-	-	231
Total Revenue	<u>151,323</u>	<u>138,887</u>	<u>134,664</u>	<u>61,240</u>	<u>55,296</u>	<u>54,085</u>	<u>212,563</u>	<u>194,183</u>	<u>188,749</u>
Expenses:									
General Government	29,352	17,464	16,477	-	-	-	29,352	17,464	16,477
Police	26,784	26,926	28,115	-	-	-	26,784	26,926	28,115
Fire	14,247	13,828	12,734	-	-	-	14,247	13,828	12,734
Community Development	5,214	4,859	4,592	-	-	-	5,214	4,859	4,592
Community and Cultural Services	9,553	9,273	9,315	-	-	-	9,553	9,273	9,315
Public Works	21,483	21,885	21,168	-	-	-	21,483	21,885	21,168
Information Technology	-	3,416	3,341	-	-	-	-	3,416	3,341
Transportation	8,042	8,161	8,159	-	-	-	8,042	8,161	8,159
Parks and Recreation	10,324	9,798	9,120	-	-	-	10,324	9,798	9,120
Gas	-	-	-	11,274	10,776	10,958	11,274	10,776	10,958
Water	-	-	-	15,994	15,009	14,306	15,994	15,009	14,306
Waste water	-	-	-	14,318	13,246	12,536	14,318	13,246	12,536
Solid waste	-	-	-	11,627	10,942	11,438	11,627	10,942	11,438
Other	-	-	-	4,625	4,393	4,632	4,625	4,393	4,632
Interest on long-term debt	3,613	3,071	3,158	-	-	-	3,613	3,071	3,158
Total Expenses	<u>128,612</u>	<u>118,681</u>	<u>116,179</u>	<u>57,838</u>	<u>54,366</u>	<u>53,870</u>	<u>186,450</u>	<u>173,047</u>	<u>170,049</u>
Increase (decrease) in net position before transfers	22,711	20,206	18,485	3,402	930	215	26,113	21,136	18,700
Transfers	(3,168)	(2,943)	(3,161)	3,168	2,943	3,161	-	-	-
Change in net position	19,543	17,263	15,324	6,570	3,873	3,376	26,113	21,136	18,700
Net Position - beginning	356,309	422,341	407,016	214,979	221,266	217,890	571,288	643,607	624,906
Restatement	-	(83,295)	-	-	(10,160)	-	-	(93,455)	-
Net Position - ending	<u>\$ 375,852</u>	<u>\$ 356,309</u>	<u>\$ 422,340</u>	<u>\$ 221,549</u>	<u>\$ 214,979</u>	<u>\$ 221,266</u>	<u>\$ 597,401</u>	<u>\$ 571,288</u>	<u>\$ 643,606</u>

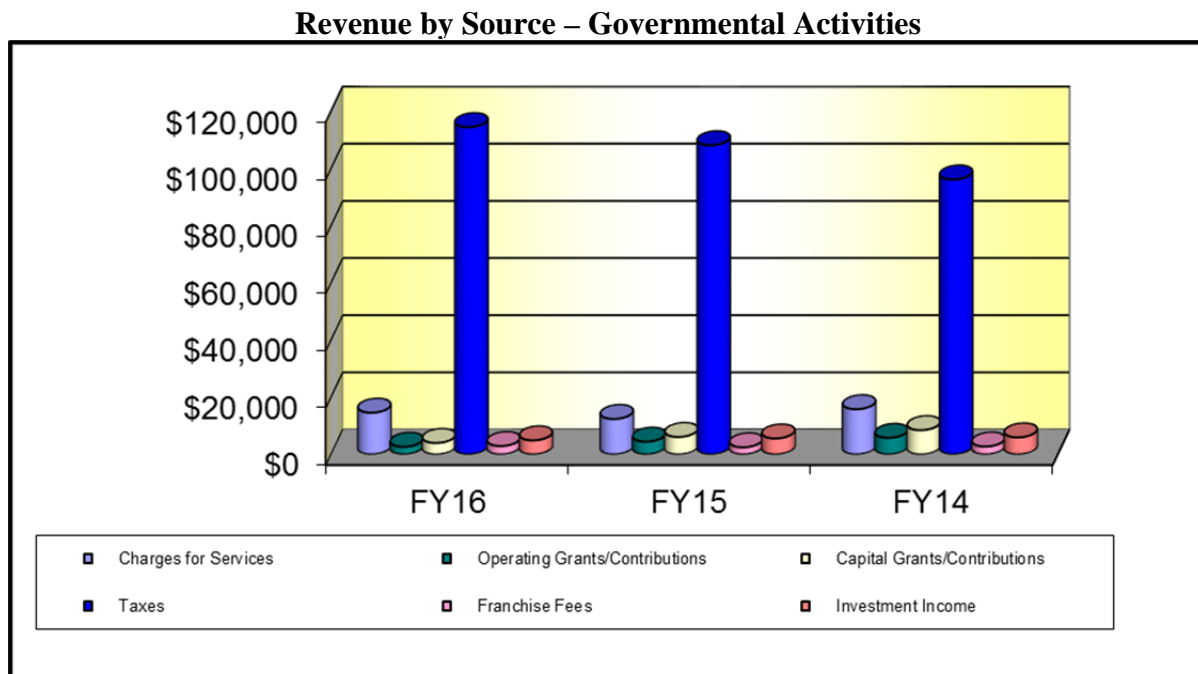
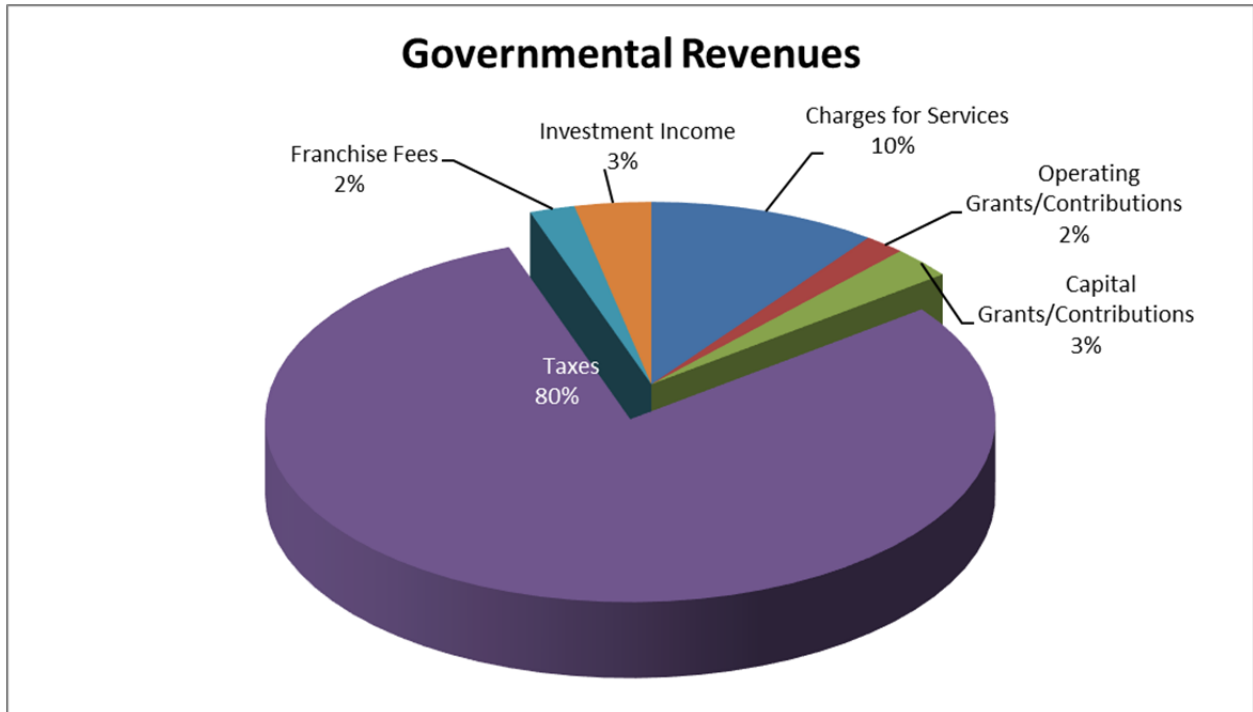
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#### *Governmental Activities*

During the current fiscal year, net position for governmental activities increased \$20 million from the prior fiscal year for an ending balance of \$376 million. Gross receipts tax, property tax, and franchise fees increased from \$110.6 million in fiscal year 2015 to \$117.3 million in fiscal year 2016.



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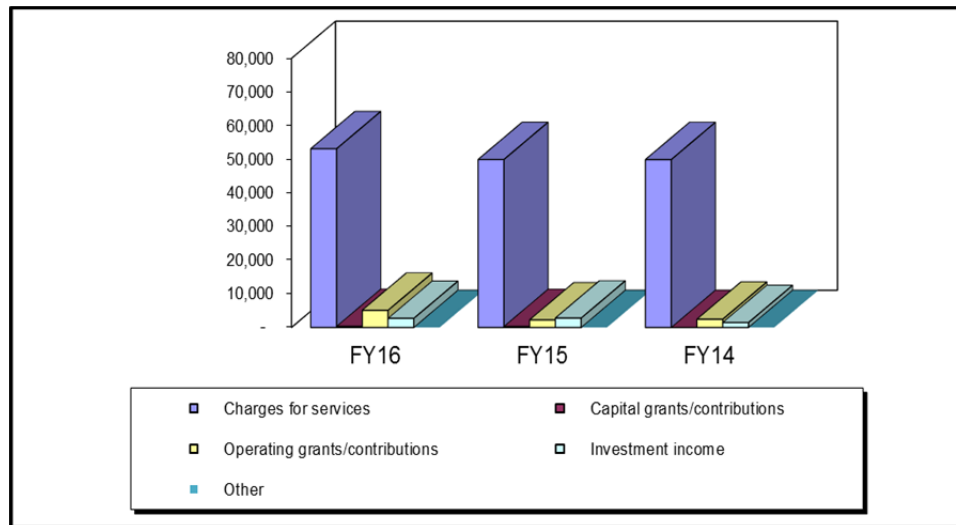
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Expenses of the City's governmental activities increased from \$118.7 million in fiscal year 2015 to \$128.2 million in 2016 due to increased costs in general government.

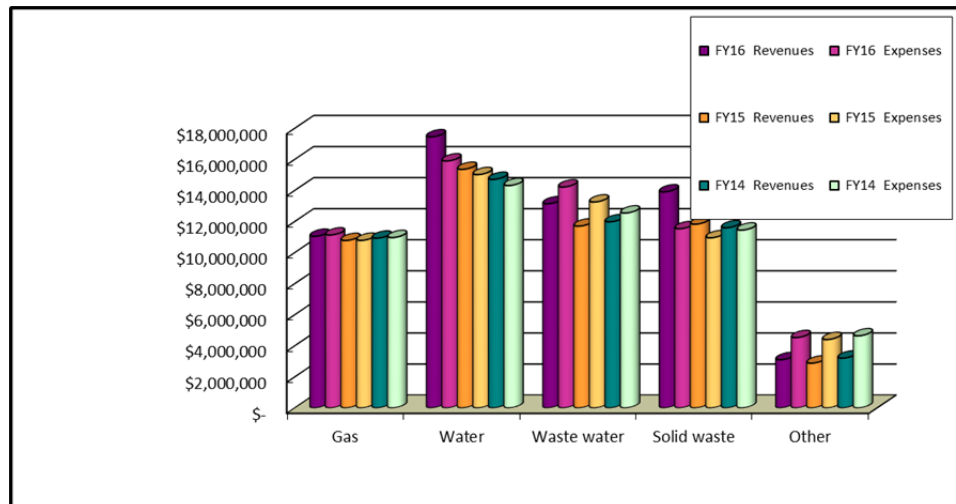
#### ***Business-type Activities***

For the City's business-type activities, the net position increased by \$7 million to reach an ending balance of \$222 million. Charges for services increased from \$50.0 million in 2015 to \$52.6 million in 2016 due to the increased rates that were in effect as a result of the rate case that took place. Operating grants and contributions increased from \$2.3 million in fiscal year 2015 to \$5.1 million in fiscal year 2016.

#### **Revenues by Source – Business-type Activities**



#### **Expenses and Program Revenues – Business-type Activities**



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***Financial Analysis of the City's Funds***

Gross receipts tax, the largest revenue source in the general fund, increased by \$5.9 million from 2016 due to the increase in gross receipts tax authorized by the Legislature to make up for the state funding reductions. Operating and capital grants and contributions decreased by \$3.9 million due to a decrease in legislative funding.

***Governmental Funds***

The focus of the City's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable resources*. Unlike the government-wide financial statements, governmental fund financial statements focus on current sources and uses of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. This information is useful in assessing the City's financing requirements. Non-financial assets such as governmental buildings, roads, drainage ways and long-term liabilities, such as payables or long-term liabilities that will not be paid with current assets, are excluded. Such information is useful in assessing the City's financing requirements. In particular, the *Unassigned Fund Balance* may serve as a useful measure of the government's net resources available for spending at the end of the fiscal year.

The General Fund, Sonoma Ranch, Debt Service and Telshor Facility funds are reported as major governmental funds. As of the end of fiscal year 2016, the City's governmental funds reported combined ending fund balances of \$178.0 million, an increase of \$35.0 million from the prior year due to the issuance of refunding debt.

The fund balance of the General Fund is reported in the five categories defined by GASB 54. The nonspendable fund balance of \$1.82 million is for inventories. The restricted fund balance of \$50 thousand is for grants for public safety programs, community development and community, transportation, and cultural services. The committed fund balance of \$8 million is for debt service. The assigned fund balance in the General Fund is \$5.8 million and is mainly for the acquisition of new vehicles and economic development. The allocation to each function is presented in the governmental funds balance sheet. The unassigned fund balance in the General Fund is \$34.7 million. The total fund balance in the General Fund is \$50.5 million.

Fund balances of other major governmental funds are committed and restricted. The fund balance in Sonoma Ranch of \$2.6 million is committed for public works. The Telshor Facility fund has \$36.9 million restricted for health related programs. All other governmental funds are combined and reported as non-major governmental funds. Non-major governmental funds have a restricted fund balance of \$74.2 million public safety, housing and community development, debt service, public works, community and cultural services, parks and recreation and transportation. The committed fund balance of \$19 million is for debt service, public works, public safety programs, and parks and recreation.

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***General Fund***

The General Fund is the chief operating fund of the City. At the end of fiscal year 2016, unassigned fund balance of the general fund was \$34.7 million, while total fund balance was \$50.5 million. Of the \$34.7 million in unassigned fund balance, \$8.4 million represents the amount required by state and local policy to be held in reserve in the General Fund.

The fund balance of the City's General Fund increased \$5.2 million during the current fiscal year, attributed primarily to an increase in tax revenue combined with prudent budgetary controls and fiscal monitoring of expenditures throughout the year.

Revenues - The difference between the original budget and the final amended budget for revenues is an increase of approximately \$42 thousand for the year. This reflects a decrease in the budget of \$35 thousand for Charges for Services, which was determined as part of an End-Of-Year revenue review, netted against a \$77.5 thousand increase from Other sources of revenue; which included the recognition of revenue from the NM MFA, revenue to be obtained in the transferal of partial ownership of fiber-optic infrastructure to Don Ana County, and an increase due to a mid-year review of revenue and expense.

Actual revenues for the fiscal year were approximately \$8.4 million more than the final budget. Actual revenues from Gross Receipts exceeded budget by approximately \$7.3 million, which was due to gross receipts tax distributions from the State exceeding what was estimated throughout the year. Actual revenues for Investment Income exceeded final budget by approximately \$1 million, which was due to the same excess of gross receipts tax distributions from the State increasing the cash balance in the bank which increased the amount of investment income.

Expenditures - Differences between the original expenditures budget and the final amended expenditures budget totaled approximately \$6.8 million and are briefly summarized as follows:

- The budget for general government decreased by \$2.5 million. \$2.15 million is attributable to transfers made to other expenditure line items as described in each of the other line items described below. \$350 thousand is attributable to a transfer from general government, fund 1400 Facilities Maintenance, out of the general fund completely to the capital fund 4227 for a needed increase to paving funds.
- The budget for police increased by \$2.0 million. \$1.2 million is attributable to a transfer from parks and recreation that was necessary to correct the chart of accounts conversion where budget was recorded to the wrong account. \$190 thousand is attributable to a transfer from general government that was necessary to correct the chart of accounts conversion where budget was recorded to the wrong account. \$11 thousand is attributable to a transfer from general government to provide match for the VOCA grant. \$15 thousand is attributable to an increase in budget for funding received from New Mexico State University for a Youth Leadership Academy. \$120 thousand is attributable to a transfer from general government to cover expense for a Staffing Survey. \$450 thousand is attributable to the 1<sup>st</sup> quarter and mid-year budget adjustments for various items including a Record Management System with the Dona Ana Sheriff's Office, salary merit

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and longevity increases, building maintenance and operations, minor equipment and minor construction costs transferred from general government.

- The budget for fire increased \$108 thousand which is attributable to Mid-Year Budget adjustment for salary merit and longevity increases transferred from general government.
- The budget for community development increased by \$207 thousand. \$56 thousand is attributable to the Mid-Year budget adjustment for salary merit and longevity increases transferred from general government. \$151 thousand is attributable to a transfer from general government for the purchase of Accela Land Management Software configuration and implementation.
- The budget for community & cultural services increased by \$101 which is attributable to Mid-Year budget adjustment for salary merit and longevity increases, salary increases due to time study adjustments, and projected increase to operating expenses including minor equipment costs transferred from general government.
- The budget for transportation increased by \$108 thousand. \$90 thousand is attributable to a transfer from public works to be used for Street Improvements as a match to a State of New Mexico Legislative appropriation. \$14 thousand is attributable to a transfer from general government as a match for an FAA grant, \$4 thousand is attributable to Mid-Year budget adjustment for salary merit and longevity increases transferred from general government.
- The budget for Parks and Recreation decreased by \$1.3 million which is due to a transfer to police in the amount of \$1.2 million and to transportation in the amount of \$90 thousand.
- The budget for capital outlay decreased by \$5.56 million. \$6.5 million was a transfer out of capital outlay to the TIDD fund for construction work on the Amador project. The budget was also increased by \$940 thousand for transfers in to cover greater vehicle acquisition and replacement costs, transfers in to provide matching funds for grants received during the fiscal year, increase for State of New Mexico Legislative appropriations for street improvements and a mid-year budget increase for computer upgrades, equipment and vehicle purchases, and building maintenance and repairs from general government.

Actual expenditures were approximately \$11.9 million less than the final expenditures budget. These variances can be briefly summarized as follows:

- The general government actual expenditures were approximately \$4 million less than the final budget. \$3 million is attributable to debt service charges that were budgeted but not incurred, the budget department estimated this as potential debt service that did not occur in this fiscal year. As this item should be in the debt service funds rather than in the general fund, the budget department has corrected this by moving this budgeted amount to the debt service funds as of the 2017 Fiscal year. \$600 thousand is attributable to a retainer for council that was budgeted but not incurred. \$400 thousand is attributable to conservative spending on operating expenditures so that they were less than estimated.



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- Actual expenditures for police were \$2.7 million less than budget. \$1.7 million is attributable to salary savings and \$1 million is attributable to conservative spending on operating expenditures so that they were less than estimated.
- Actual expenditures for public works were \$2.6 million less than budget. \$2.2 million is attributable to salary savings and \$400 thousand is attributable to conservative spending on operating expenditures so that they were less than estimated.
- Actual expenditures for transportation were \$623 thousand less than budget. \$132 thousand is attributable to salary savings and \$491 thousand is attributable to conservative spending on operating expenditures so that they were less than estimated.
- Actual expenditures for capital outlay were \$765 thousand less than budget. This variance is caused by conservative spending on capital items so that expenditure was less than budgeted costs by \$2.849 million. This savings was netted against a correction of \$2.084 million which was for engineering cost allocations.

***Long-Term Debt***

At the end of fiscal year 2016, the City had total long-term debt outstanding of \$177 million in bonds, notes and leases, with a net increase of \$36.6 million over the prior year due to the issuance of new debt.

**Outstanding Bonds and Liabilities to Financial Institutions 2015**

	Governmental			Business-type			Total		
	2016	2015	Change	2016	2015	Change	2016	2015	Change
Revenue Bonds: Outstanding	\$ 99,935,000	\$ 72,015,000	\$ 27,920,000	\$ 65,445,000	\$ 53,050,000	\$ 12,395,000	\$ 165,380,000	\$ 125,065,000	\$ 40,315,000
Notes Payable: Outstanding	8,605,230	11,576,819	(2,971,589)	3,116,172	3,812,635	(696,463)	11,721,402	15,389,454	(3,668,052)
<b>Total Outstanding</b>	<b>\$ 108,540,230</b>	<b>\$ 83,591,819</b>	<b>\$ 24,948,411</b>	<b>\$ 68,561,172</b>	<b>\$ 56,862,635</b>	<b>\$ 11,698,537</b>	<b>\$ 177,101,402</b>	<b>\$140,454,454</b>	<b>\$ 36,646,948</b>

***Capital Assets***

The City's investment in capital assets for its governmental and business-type activities as of June 30, 2016 amounts to \$592 million, net of accumulated depreciation. This investment in capital assets includes land, buildings, land and building improvements, leasehold improvements, equipment, infrastructure, and construction in progress. The total decrease in the City's investment in capital assets for the current fiscal year, net of accumulated depreciation, was 0.8 percent.

Additional information on the City's capital assets can be found in Note 4.

**Economic Outlook**

The local economy is expected to follow the US economy in a slow and uneven recovery. Health Care, Service and Leisure/Hospitality are two sectors that are expected to do well over the near term. The local job picture, in total, will still underperform the nation in part due to our dependence on Public Sector jobs. Private sector job growth should offset public sector job losses leading to a 0.5% growth in FY16.

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Population growth which slowed along with the national economy is expected to show a very modest gain in FY16. While the City is expected to add approximately 1,000 net new residents in FY16 the rate of growth will be under 2% for the fifth year in a row. The slowly expanding population base is directly linked to local jobs opportunities and to the national housing market. As retirees planning to relocate begin to see some progress on selling houses in other areas of the US, Las Cruces should see a pick-up in people moving into the area.

The City's revenue growth has been influenced by the slow economic conditions. Gross Receipts Tax, which is by far the City's largest revenue source, is largely dependent on construction activity and personal income gains that come from wage and salary jobs.

A key to achieving the rate of employment growth forecast for the Las Cruces area is the relationship between the private and government sectors. Las Cruces is highly dependent on public sector employment because of the presence of the Federal Government and New Mexico State University. The recovery to date has been concentrated in private jobs with public jobs actually declining in recent years. The outlook anticipates all new jobs being created in the private sector while the public sector slowly returns to a level close to zero growth.

The City has navigated the recession and managed its finances by taking a prudent, conservative approach. The balances in the City's general fund reflect this philosophy and have been consistently maintained at twice the amount required by the State.

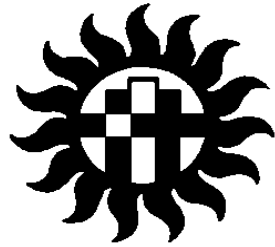
While the General Fund balances are anticipated to ebb slightly over the time horizon, the City can continue to provide its citizens services. This ability is a dividend of the City's prudent fiscal management practice for the past several years, and is allowing the City to navigate the recession while maintaining services.

***Requests for Information***

This financial report is designed to present users with an overview of the City's finances and to demonstrate the City's accountability. If you have questions concerning any of the information provided in this report or need additional financial information, contact

Financial Services Director  
City of Las Cruces  
P.O. Box 20000  
Las Cruces, NM 88004

## Government-Wide Financial Statements



City of Las Cruces

**City of Las Cruces**  
**Statement of Net Position**  
**June 30, 2016**

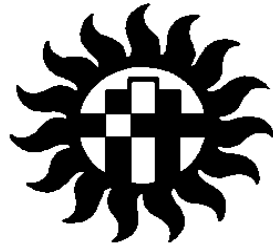
	Primary Government			South Central
	Governmental	Business-type	Total	Solid Waste
	Activities	Activities		Authority
<b>Assets</b>				
Cash and investments	\$ 107,609,994	\$ 54,742,246	\$ 162,352,240	\$ 2,465,185
Receivables, net	22,425,832	3,986,805	26,412,637	595,212
Other assets	2,221,406	2,362,114	4,583,520	-
Due from other governmental units	22,215,694	1,836,480	24,052,174	-
Due from South Central Solid Waste	1,534,170	-	1,534,170	-
Notes receivable	-	457,019	457,019	-
Restricted cash and investments	69,823,178	29,918,292	99,741,470	3,200,883
Capital assets:				
Land and construction in progress	50,167,592	8,304,442	58,472,034	1,712,977
Other capital assets, net of depreciation	323,950,441	209,422,646	533,373,087	7,523,242
Total capital assets	374,118,033	217,727,088	591,845,121	9,236,219
Total assets	599,948,307	311,030,044	910,978,351	15,497,499
<b>Deferred Outflows of Resources</b>				
Deferred amount from investment earnings	5,392	-	5,392	-
Deferred amount from refundings	394,049	685,790	1,079,839	-
Deferred charges related to pensions	10,815,193	1,018,987	11,834,180	164,493
Total deferred outflows of resources	11,214,634	1,704,777	12,919,411	164,493
<b>Liabilities</b>				
Accounts payable and accrued liabilities	9,497,290	4,782,469	14,279,759	628,756
Unearned revenue	2,425,940	-	2,425,940	-
Customer deposits	-	1,224,082	1,224,082	-
Long-term liabilities:				
Due within one year	11,920,477	5,440,474	17,360,951	217,659
Due in more than one year	209,314,591	79,110,760	288,425,351	5,262,240
Total liabilities	233,158,298	90,557,785	323,716,083	6,108,655
<b>Deferred Inflows of Resources</b>				
Deferred gain of revenue for cost of gas	-	170,387	170,387	-
Deferred inflows related to pensions	2,152,329	457,547	2,609,876	29,373
Total deferred inflows of resources	2,152,329	627,934	2,780,263	29,373
<b>Net Position</b>				
Net investment in capital assets	300,431,414	204,136,578	504,567,992	7,562,445
Restricted for:				
Public safety programs	2,489,312	-	2,489,312	-
Housing and community development	613,421	-	613,421	-
Debt service	6,045,168	20,229,607	26,274,775	-
Public works	65,360,733	8,464,603	73,825,336	-
Health-related programs	2,982,186	-	2,982,186	-
Community and cultural services	36,926,001	-	36,926,001	-
Parks and recreation	2,275,118	-	2,275,118	-
Transportation	90,345	-	90,345	-
Customer deposits	-	1,224,082	1,224,082	-
Curbside recycling program	-	-	-	-
Unrestricted	(41,361,384)	(12,505,768)	(53,867,152)	1,961,519
Total net position	\$ 375,852,314	\$ 221,549,102	\$ 597,401,416	\$ 9,523,964

**The accompanying notes are an integral part of these financial statements.**

**City of Las Cruces**  
**Statement of Activities**  
**For the Year Ended June 30, 2016**

Functions/Programs	Program Revenues				Net Revenue (Expense) and Changes in Net Position			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			South Central Solid Waste Authority
					Governmental Activities	Business-type Activities	Total	
<b>Primary government</b>								
Governmental activities								
General government	\$ 29,352,376	\$ 11,406,062	\$ 261,301	\$ 3,681,812	\$ (14,003,201)	\$ -	\$ (14,003,201)	\$ -
Police	26,784,454	4,008,210	453,499	-	(22,322,745)	-	(22,322,745)	-
Fire	14,246,842	2,241,589	109,542	-	(11,895,711)	-	(11,895,711)	-
Community development	5,213,672	587,454	341,297	257,626	(4,027,295)	-	(4,027,295)	-
Community and cultural services	9,553,385	947,182	598,147	-	(8,008,056)	-	(8,008,056)	-
Public works	21,482,947	934,210	463,571	-	(20,085,166)	-	(20,085,166)	-
Transportation	8,041,532	850,027	352,893	-	(6,838,612)	-	(6,838,612)	-
Parks and recreation	10,324,569	1,629,526	66,629	-	(8,628,414)	-	(8,628,414)	-
Interest on long-term debt	3,612,877	-	-	-	(3,612,877)	-	(3,612,877)	-
Total governmental activities	128,612,654	22,604,260	2,646,879	3,939,438	(99,422,077)	-	(99,422,077)	-
Business-type activities								
Gas	11,273,615	10,872,445	-	72,569	-	(328,601)	(328,601)	-
Water	15,993,648	15,705,758	1,537,425	167,738	-	1,417,273	1,417,273	-
Wastewater	14,317,690	11,767,317	1,255,539	87,192	-	(1,207,642)	(1,207,642)	-
Solid waste	11,626,780	13,525,241	-	-	-	1,898,461	1,898,461	-
Transit/other	4,625,168	768,221	2,325,482	-	-	(1,531,465)	(1,531,465)	-
Total business-type activities	57,836,901	52,638,982	5,118,446	327,499	-	248,026	248,026	-
Total primary government	\$ 186,449,555	\$ 75,243,242	\$ 7,765,325	\$ 4,266,937	(99,422,077)	248,026	(99,174,051)	-
<b>Component units</b>								
Solid waste	9,586,483	10,301,931	-	-	-	-	-	715,448
Total component units	\$ 9,586,483	\$ 10,301,931	\$ -	\$ -	-	-	-	715,448
<b>General revenues</b>								
Taxes:								
Gross receipts					99,613,753	-	99,613,753	-
Property					14,841,410	-	14,841,410	-
Franchise fees and lodgers taxes					2,873,464	-	2,873,464	-
Investment income					4,804,673	2,713,872	7,518,545	201,235
Gain (loss) on sale of capital assets					-	441,294	441,294	-
Other					-	-	-	(50,380)
Transfers					(3,167,574)	3,167,574	-	-
Total general revenues and transfers					118,965,726	6,322,740	125,288,466	150,855
Change in net position					19,543,649	6,570,766	26,114,415	866,303
Net position, beginning of year					356,308,665	214,978,336	571,287,001	8,657,661
Net position, end of year					\$ 375,852,314	\$ 221,549,102	\$ 597,401,416	\$ 9,523,964

The accompanying notes are an integral part of these financial statements.



City of Las Cruces

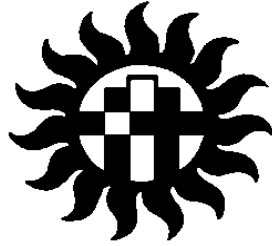
## Fund Financial Statements



**City of Las Cruces**  
**Balance Sheet—Governmental Funds**  
**June 30, 2016**

	General Fund	Debt Service	Sonoma Ranch	Telshor Facility	2015A HHS	Other Governmental Funds	Total Governmental Funds
<b>Assets</b>							
Pooled cash and investments	\$ 32,447,860	\$ -	\$ 2,561,942	\$ -	\$ 22,146,882	\$ 33,821,502	\$ 90,978,186
Restricted cash and investments	-	5,750,466	-	36,987,443	-	27,085,269	69,823,178
Receivables, net	946,694	8,585,000	7,184,269	44,752	-	5,656,118	22,416,833
Due from other funds	2,000,802	-	-	-	-	-	2,000,802
Due from other governmental units	16,976,363	-	-	-	-	5,239,188	22,215,551
Inventories	1,820,976	-	-	-	-	-	1,820,976
Total assets	54,192,695	14,335,466	9,746,211	37,032,195	22,146,882	71,802,077	209,255,526
<b>Deferred Outflows of Resources</b>							
Deferred amount from investment earnings	5,392	-	-	-	-	-	5,392
<b>Total Deferred Outflows of Resources</b>	5,392	-	-	-	-	-	5,392
<b>Total Assets and Deferred Outflows of Resources</b>	<b>\$ 54,198,087</b>	<b>\$ 14,335,466</b>	<b>\$ 9,746,211</b>	<b>\$ 37,032,195</b>	<b>\$ 22,146,882</b>	<b>\$ 71,802,077</b>	<b>\$ 209,260,918</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances</b>							
<b>Liabilities</b>							
Accounts and contracts payable	\$ 1,674,871	\$ -	\$ -	\$ 106,194	\$ 705,515	\$ 2,829,304	\$ 5,315,884
Due to other funds	-	-	-	-	-	2,000,802	2,000,802
Accrued liabilities	1,953,981	-	-	-	-	49,864	2,003,845
Unearned revenue	5,956	350,000	-	-	-	4,837,118	5,193,074
Total liabilities	3,634,808	350,000	-	106,194	705,515	9,717,088	14,513,605
<b>Deferred Inflows of Resources</b>							
Deferred special assessment receipts	99,085	-	7,184,269	-	-	-	7,283,354
Unavailable revenue	-	8,585,000	-	-	-	877,271	9,462,271
<b>Total Deferred Inflows of Resources</b>	99,085	8,585,000	7,184,269	-	-	877,271	16,745,625
<b>Total Liabilities and Deferred Inflows of Resources</b>	<b>3,733,893</b>	<b>8,935,000</b>	<b>7,184,269</b>	<b>106,194</b>	<b>705,515</b>	<b>10,594,359</b>	<b>31,259,230</b>
<b>Fund Balances</b>							
<b>Non-spendable:</b>							
Inventories	\$ 1,820,976	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,820,976
<b>Restricted for:</b>							
Public safety programs	5,360	-	-	-	-	2,483,952	2,489,312
Housing and community development	15,722	-	-	-	-	597,699	613,421
Debt service funds	-	5,400,466	-	-	-	644,702	6,045,168
Public works	-	-	-	-	21,441,367	43,919,366	65,360,733
Community and cultural services	17,922	-	-	-	-	2,964,264	2,982,186
Health-related programs	-	-	-	36,926,001	-	-	36,926,001
Parks and recreation	-	-	-	-	-	2,275,118	2,275,118
Transportation	10,691	-	-	-	-	79,654	90,345
<b>Committed for:</b>							
Debt service	8,034,176	-	-	-	-	2,556,718	10,590,894
Health-related programs	-	-	-	-	-	27,556	27,556
Public safety programs	-	-	-	-	-	1,408,872	1,408,872
Public works	-	-	2,561,942	-	-	4,455,769	7,017,711
Parks and recreation	-	-	-	-	-	-	-
<b>Assigned to:</b>							
Public works	635,718	-	-	-	-	-	635,718
Community development	-	-	-	-	-	-	-
Information technology	-	-	-	-	-	-	-
Office of emergency management reserve	-	-	-	-	-	-	-
Economic development	1,847,905	-	-	-	-	-	1,847,905
Transportation	1,122	-	-	-	-	-	1,122
Vehicle acquisition fund	3,346,971	-	-	-	-	-	3,346,971
<b>Unassigned:</b>							
Unassigned	34,727,631	-	-	-	-	(205,952)	34,521,679
Total fund balances	50,464,194	5,400,466	2,561,942	36,926,001	21,441,367	61,207,718	178,001,688
<b>Total liabilities, deferred inflows and fund balances</b>	<b>\$ 54,198,087</b>	<b>\$ 14,335,466</b>	<b>\$ 9,746,211</b>	<b>\$ 37,032,195</b>	<b>\$ 22,146,882</b>	<b>\$ 71,802,077</b>	<b>\$ 209,260,918</b>

**The accompanying notes are an integral part of these financial statements.**



City of Las Cruces

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

Total fund balances for governmental funds	\$ 178,001,688
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds (excludes \$88,357 that are reported in internal services funds)	374,029,676
Other assets are not available to pay for current-period expenditures and, therefore, are reported as unearned revenue in the funds	20,794,351
The contribution of certain capital assets is deferred in the statement of net position	(1,281,592)
Long-term liabilities applicable to the City's governmental activities are not due and payable in the current period and, accordingly, are not reported in the funds. (excludes long-term liabilities reported in internal services funds of \$7,988,275 and net pension liabilities of \$91,218,430)	(122,028,363)
The amount due from South Central Solid Waste Authority is not available to pay current-period expenditures and is, therefore, not reported in the funds	1,534,170
Deferred outflows of pensions (excludes \$129,421 of deferred outflows from pensions of internal service funds reported below)	10,738,262
Net pension liabilities are not reported in governmental funds but reported on the statement of net position	(91,218,430)
Deferred inflows of pensions (excludes \$9,196 of deferred inflows from pensions of internal service funds reported below)	(2,147,535)
Assets and liabilities of internal service funds are included in net position of governmental activities	<u>7,430,087</u>
Net position of governmental activities	<u>\$ 375,852,314</u>

**The accompanying notes are an integral part of these financial statements.**

**City of Las Cruces**  
**Statement of Revenues, Expenditures, and Changes in**  
**Fund Balance—Governmental Funds**  
**For the Year Ended June 30, 2016**

	General Fund	Debt Service	Sonoma Ranch	Telshor Facility	2015A HHS	Other Governmental Funds	Total Governmental Funds
<b>Revenues</b>							
Taxes	\$ 95,313,685	\$ -	\$ -	\$ -	\$ -	\$ 19,141,478	\$ 114,455,163
Charges for services	2,842,674	-	-	-	-	114,978	2,957,652
Fees and fines	665,022	-	-	-	-	2,573,019	3,238,041
Investment income (loss)	1,512,627	196,332	90,563	922,571	65,347	1,233,641	4,021,081
Franchise fees	2,873,464	-	-	-	-	-	2,873,464
Licenses and permits	1,577,456	-	-	-	-	-	1,577,456
Intergovernmental:							
Federal	-	-	-	-	-	3,234,375	3,234,375
State	-	-	-	-	-	3,545,479	3,545,479
Local	4,670	-	-	-	-	-	4,670
Other	3,972,073	500,236	968,277	-	-	1,771,177	7,211,763
Total revenues	108,761,671	696,568	1,058,840	922,571	65,347	31,614,147	143,119,144
<b>Expenditures</b>							
<b>Current</b>							
General government	19,804,279	-	-	-	-	1,465,998	21,270,277
Police	22,487,668	-	-	-	-	2,544,310	25,031,978
Fire	12,576,218	-	-	-	-	614,573	13,190,791
Community development	3,295,856	-	-	-	-	1,914,816	5,210,672
Community and cultural services	5,314,072	-	-	-	-	3,355,846	8,669,918
Public works	5,241,293	-	-	-	105,581	2,495,238	7,842,112
Transportation	4,768,996	-	-	-	-	1,979,871	6,748,867
Parks and recreation	9,142,296	-	-	-	-	373,816	9,516,112
Capital outlay	5,852,903	-	-	-	2,277,795	22,260,535	30,391,233
Debt service:							
Principal	-	10,705,464	-	-	-	-	10,705,464
Interest and other charges	-	3,592,138	-	-	-	-	3,592,138
Debt issuance costs	-	-	-	-	342,050	283,598	625,648
Total expenditures	88,483,581	14,297,602	-	-	2,725,426	37,288,601	142,795,210
Revenues over (under) expenditures	20,278,090	(13,601,034)	1,058,840	922,571	(2,660,079)	(5,674,454)	323,934
<b>Other Financing Sources (Uses)</b>							
Proceeds of debt	-	1,148,611	-	-	23,075,000	11,456,389	35,680,000
Premiums on issuance of debt	-	-	-	-	1,026,446	126,257	1,152,703
Proceeds from sale of capital assets	1,167,038	-	-	-	-	30,805	1,197,843
Transfers in	6,577,912	12,096,476	-	-	-	16,057,912	34,732,300
Transfers out	(22,861,277)	-	-	(300,000)	-	(14,879,372)	(38,040,649)
Total other financing sources (uses)	(15,116,327)	13,245,087	-	(300,000)	24,101,446	12,791,991	34,722,197
Net change in fund balances	5,161,763	(355,947)	1,058,840	622,571	21,441,367	7,117,537	35,046,131
Fund balances, beginning of year	45,302,431	5,756,413	1,503,102	36,303,430	-	54,090,181	142,955,557
Fund balances, end of year	\$ 50,464,194	\$ 5,400,466	\$ 2,561,942	\$ 36,926,001	\$ 21,441,367	\$ 61,207,718	\$ 178,001,688

**The accompanying notes are an integral part of these financial statements.**

# City of Las Cruces

## Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balance of Governmental Funds to the Statement of Activities For the Year Ended June 30, 2016

### Net change in fund balances—governmental funds

Total revenues and other financing sources in the governmental funds differ from total revenues for governmental activities in the statement of activities. The difference results primarily from the long-term economic focus of the statement of activities versus the current financial sources focus of the governmental funds. The main components of the difference are describe below:

\$ 35,046,131

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of certain capital outlays is allocated over the estimated useful lives of the assets acquired and reported as depreciation expense. As a result, fund balance decreased by the amount of financial resources expended, whereas net position decreased by the amount of depreciation expense charged for the year:

Capital outlay	\$ 30,391,233	
Depreciation	(18,878,353)	
Difference in proceeds and net capital assets sold	(1,197,843)	
Disposal of capital assets not recorded in governmental funds	1,284,802	
Total		11,599,839

Proceeds from the issuance of long-term obligations provide current financial resources to governmental funds and increase long-term liabilities in the statement of net position.

Repayment of debt principal is an expenditure in the governmental funds, but the current year principal repayment reduces long-term liabilities in the statement of net position.

Repayments of bonds and notes payable	10,705,464	
Premiums on issuance of debt	(1,152,703)	
Proceeds from bonds and notes payable	(35,680,000)	
Interest expense related to bond refunding	(20,739)	
Amortization of premium/discount of bond and notes payable	108,894	
Total		(26,039,084)

The change in the liability for compensated absences affects expenses reported in the statement of activities but does not require the use of current financial resources and, therefore, is not reported as expenditures in governmental funds.

55,416

Revenues in the statement of activities that do not meet the "availability" criteria for revenue recognition and, therefore, are not reported as revenues in the funds.

7,876,141

Principal payments by South Central Solid Waste to the City's debt service fund are reported as revenue in the debt service fund but reduce assets on the statement of net position.

(455,000)

Change in PERA liability affects expenses reported in the statement of activities but does not require the use of current financial resources and, therefore, is not reported as expenditures in governmental funds.

(1,769,189)

Internal service funds are used by management to charge the costs of certain activities such as insurance and telecommunications to individual funds. The change in net position of internal service funds is reported within governmental activities.

(6,770,605)

### Change in net position of governmental activities

\$ 19,543,649

**The accompanying notes are an integral part of these financial statements.**

**City of Las Cruces**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balance—Budget and Actual**  
**General Fund**  
**For the Year Ended June 30, 2016**  
**(With Comparative Actual Amounts for the Year Ended June 30, 2015)**

	June 30, 2016		June 30, 2015 (As Reclassified)		
	Budgeted Amounts		Variance with Final Budget - Positive (Negative)	Actual	
	Original	Final	Actual		
<b>Revenues</b>					
Local taxes					
Gross receipts	\$ 75,065,303	\$ 75,065,303	\$ 82,347,641	\$ 7,282,338	\$ 76,932,663
Property	11,260,187	11,260,187	11,299,666	39,479	11,060,833
Utility franchise	1,235,170	1,235,170	1,163,436	(71,734)	1,259,748
Total local taxes	87,560,660	87,560,660	94,810,743	7,250,083	89,253,244
State-shared taxes	483,504	483,504	502,942	19,438	475,146
Charges for services	3,145,619	3,110,559	2,842,674	(267,885)	2,750,235
Fees and fines	687,665	687,665	665,022	(22,643)	654,159
Investment income (loss)	506,201	506,201	1,512,627	1,006,426	1,219,947
Franchise fees	2,775,191	2,775,191	2,873,464	98,273	2,438,470
Licenses and permits	1,106,660	1,106,660	1,577,456	470,796	1,072,697
Operating grants and contributions	16,613	16,613	4,670	(11,943)	7,440
Other	3,997,035	4,074,585	3,972,073	(102,512)	6,379,592
	12,718,488	12,760,978	13,950,928	1,189,950	14,997,686
Total revenues	100,279,148	100,321,638	108,761,671	8,440,033	104,250,930
<b>Expenditures</b>					
Current					
General government	26,512,959	23,999,583	19,804,279	4,195,304	14,590,348
Police	23,193,806	25,207,260	22,487,668	2,719,592	22,790,188
Fire	12,574,952	12,682,809	12,576,218	106,591	12,150,566
Community development	3,379,080	3,585,628	3,295,856	289,772	3,093,414
Community and cultural services	5,528,966	5,630,075	5,314,072	316,003	5,206,661
Public works	7,810,322	7,822,543	5,241,293	2,581,250	8,552,498
Information technology	-	-	-	-	3,307,482
Transportation	5,283,626	5,392,093	4,768,996	623,097	5,006,488
Parks and recreation	10,914,857	9,591,317	9,142,296	449,021	9,083,711
Capital outlay	12,180,660	6,618,275	5,852,903	765,372	6,702,890
Debt service					
Interest	-	-	-	-	-
Principal	-	-	-	-	-
Total expenditures	107,379,228	100,529,583	88,483,581	12,046,002	90,484,246
Revenues over (under) expenditures	(7,100,080)	(207,945)	20,278,090	20,486,035	13,766,684
<b>Other Financing Sources (Uses)</b>					
Issuance of debt	26,125	26,125	-	(26,125)	104,500
Proceeds from sale of capital assets	60,553	1,163,097	1,167,038	3,941	87,238
Payment to agency	-	-	-	-	-
Transfers in	4,855,592	6,737,193	6,577,912	(159,281)	4,332,789
Transfers out	(12,466,952)	(22,887,612)	(22,861,277)	26,335	(13,633,679)
Total other financing sources (uses)	(7,524,682)	(14,961,197)	(15,116,327)	(155,130)	(9,109,152)
Net change in fund balance	(14,624,762)	(15,169,142)	5,161,763	20,330,905	4,657,532
Fund balance, beginning of year	45,302,431	45,302,431	45,302,431	-	40,644,899
<b>Fund balance, end of year</b>	<b>\$ 30,677,669</b>	<b>\$ 30,133,289</b>	<b>\$ 50,464,194</b>	<b>\$ 20,330,905</b>	<b>\$ 45,302,431</b>

**The accompanying notes are an integral part of these financial statements.**

**City of Las Cruces**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balance—Budget and Actual**  
***Sonoma Ranch***  
**For the Year Ended June 30, 2016**  
**(With Comparative Actual Amounts for the Year Ended June 30, 2015)**

	June 30, 2016			June 30, 2015	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
<b>Revenues</b>					
Investment income	\$ -	\$ -	\$ 90,563	\$ 90,563	\$ 66,822
Other	-	-	968,277	968,277	-
Total revenues	-	-	1,058,840	1,058,840	66,822
Net change in fund balance	-	-	1,058,840	1,058,840	66,822
Fund balance, beginning of year	1,503,102	1,503,102	1,503,102	31,055	1,436,280
<b>Fund balance</b> , end of year	\$ 1,503,102	\$ 1,503,102	\$ 2,561,942	\$ 1,089,895	\$ 1,503,102

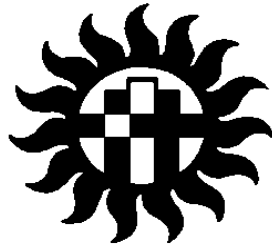
The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balance—Budget and Actual**  
***Telshor Facility***  
**For the Year Ended June 30, 2016**  
**(With Comparative Actual Amounts for the Year Ended June 30, 2015)**

	June 30, 2016			June 30, 2015	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
<b>Revenues</b>					
Investment income	\$ -	\$ -	\$ 922,571	\$ 922,571	\$ 1,852,290
Other	-	-	-	-	-
Total revenues	-	-	922,571	922,571	1,852,290
<b>Other Financing Sources (Uses)</b>					
Transfers out	(300,000)	(300,000)	(300,000)	-	(300,000)
Total other financing sources (uses)	(300,000)	(300,000)	(300,000)	-	(300,000)
Net change in fund balance	(300,000)	(300,000)	622,571	922,571	1,552,290
Fund balance, beginning of year	36,303,430	36,303,430	36,303,430	2,011,532	34,751,140
Fund balance, end of year	\$ 36,003,430	\$ 36,003,430	\$ 36,926,001	\$ 2,934,103	\$ 36,303,430

The accompanying notes are an integral part of these financial statements.





City of Las Cruces

**City of Las Cruces**  
**Statement of Net Position—Proprietary Funds**  
**June 30, 2016**

	Enterprise Funds						Internal Service Funds
	Gas	Water	Waste Water	Solid Waste	Other Enterprise Funds	Totals	
<b>Assets</b>							
Current assets							
Cash and investments	\$ 20,889,901	\$ 13,583,448	\$ 11,892,297	\$ 8,557,607	\$ (181,007)	\$ 54,742,246	\$ 16,631,808
Accounts receivable, net of allowance for uncollectible accounts	735,982	1,570,868	746,178	794,284	139,493	3,986,805	8,999
Due from other governments	-	490,275	603,238	-	742,967	1,836,480	143
Inventories	815,327	509,302	406,672	630,813	-	2,362,114	400,430
Total current assets	22,441,210	16,153,893	13,648,385	9,982,704	701,453	62,927,645	17,041,380
Non-current assets							
Restricted cash and investments	672,672	12,485,157	15,792,412	968,051	-	29,918,292	-
Notes receivable	-	265,316	191,703	-	-	457,019	-
Advance to other funds	-	-	2,480,000	-	-	2,480,000	-
Other	-	-	-	-	-	-	-
Capital assets	67,958,245	137,370,501	136,605,297	14,518,075	13,091,455	369,543,573	2,316,650
Less accumulated depreciation	(41,039,370)	(43,812,379)	(52,953,295)	(8,002,301)	(6,009,140)	(151,816,485)	(2,228,293)
Net capital assets	26,918,875	93,558,122	83,652,002	6,515,774	7,082,315	217,727,088	88,357
Total non-current assets	27,591,547	106,308,595	102,116,117	7,483,825	7,082,315	250,582,399	88,357
Total assets	50,032,757	122,462,488	115,764,502	17,466,529	7,783,768	313,510,044	17,129,737
<b>Deferred outflows of resources</b>							
Deferred amount from refundings	-	315,143	370,647	-	-	685,790	-
Deferred charges related to pensions	190,167	140,656	153,994	393,431	140,739	1,018,987	76,931
Total deferred outflows of resources	190,167	455,799	524,641	393,431	140,739	1,704,777	76,931
<b>Liabilities</b>							
Current liabilities							
Accounts and contracts payable	744,739	1,640,240	1,382,608	44,227	86,630	3,898,444	2,145,378
Accrued liabilities	187,556	290,332	224,902	123,690	57,545	884,025	32,183
Current portion of non-current liabilities	210,388	2,415,912	2,004,711	781,269	28,194	5,440,474	1,959,490
Total current liabilities	1,142,683	4,346,484	3,612,221	949,186	172,369	10,222,943	4,137,051
Non-current liabilities							
Customer deposits	672,672	212,680	149,939	188,791	-	1,224,082	-
Revenue bonds payable	4,022,569	32,119,022	28,409,197	-	-	64,550,788	-
Notes payable	-	-	-	2,409,118	-	2,409,118	-
Compensated absences	246,904	194,739	166,854	120,862	112,778	842,137	51,212
Claims	-	-	-	-	-	-	4,601,230
Accrued landfill closure cost	-	-	-	856,000	-	856,000	-
Advance from other funds	-	2,480,000	-	-	-	2,480,000	-
Net pension liability	2,805,792	1,948,969	2,078,558	1,732,874	1,886,524	10,452,717	982,294
Total non-current liabilities	7,747,937	36,955,410	30,804,548	5,307,645	1,999,302	82,814,842	5,634,736
Total liabilities	8,890,620	41,301,894	34,416,769	6,256,831	2,171,671	93,037,785	9,771,787
<b>Deferred inflows of resources</b>							
Deferred gain of revenue for cost of gas	170,387	-	-	-	-	170,387	-
Deferred inflows related to pensions	32,120	36,916	72,541	275,690	40,280	457,547	4,794
Total deferred inflows of resources	202,507	36,916	72,541	275,690	40,280	627,934	4,794
<b>Net Position</b>							
Net investment in capital assets	22,685,918	91,177,099	80,700,311	3,325,387	7,082,315	204,971,030	88,357
Restricted for customer deposits	672,672	212,680	149,939	188,791	-	1,224,082	-
Restricted for capital projects	-	6,257,556	1,492,294	714,753	-	8,464,603	-
Restricted for debt service	-	6,014,922	14,150,179	64,506	-	20,229,607	-
Unrestricted	17,771,207	(22,082,780)	(14,692,890)	7,034,002	(1,369,759)	(13,340,220)	7,341,730
Total net position	\$ 41,129,797	\$ 81,579,477	\$ 81,799,833	\$ 11,327,439	\$ 5,712,556	\$ 221,549,102	\$ 7,430,087

**The accompanying notes are an integral part of these financial statements.**

**City of Las Cruces**  
**Statement of Revenues, Expenses, and Changes in Net Position**  
**Proprietary Funds**  
**For the Year Ended June 30, 2016**

	Enterprise Funds						Internal Service Funds
	Gas	Water	Waste Water	Solid Waste	Other Enterprise Funds	Totals	
<b>Operating Revenues</b>							
Sales/charges	\$20,137,353	\$15,800,217	\$ 11,775,913	\$13,702,807	\$ 756,330	\$ 62,172,620	16,476,049
Provision for uncollectible accounts	(177,746)	(117,294)	(78,133)	(158,164)	-	(531,337)	-
Net sales/charges	<u>19,959,607</u>	<u>15,682,923</u>	<u>11,697,780</u>	<u>13,544,643</u>	<u>756,330</u>	<u>61,641,283</u>	<u>16,476,049</u>
Utility extension/service fee	274,856	114,616	32,350	-	-	421,822	-
Rentals	-	769	-	-	-	769	195,514
Other	<u>28,790</u>	<u>80,715</u>	<u>37,187</u>	<u>(19,402)</u>	<u>11,891</u>	<u>139,181</u>	<u>-</u>
Total operating revenues	20,263,253	15,879,023	11,767,317	13,525,241	768,221	62,203,055	16,671,563
Cost of gas, water and services, respectively	<u>(9,390,808)</u>	<u>(173,265)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(9,564,073)</u>	<u>(2,372,505)</u>
Gross Margin	<u>10,872,445</u>	<u>15,705,758</u>	<u>11,767,317</u>	<u>13,525,241</u>	<u>768,221</u>	<u>52,638,982</u>	<u>14,299,058</u>
<b>Operating Expenses</b>							
Personnel services	3,182,438	2,540,037	2,289,788	2,229,014	2,481,499	12,722,776	1,331,486
Supplies	334,830	511,476	1,208,946	284,073	93,430	2,432,755	208,119
Utilities	16,399	1,844,423	995,421	32,602	33,020	2,921,865	24,108
Professional services	200,514	1,847,521	1,107,054	4,654,764	168,448	7,978,301	1,132,841
Motor pool charges	-	-	-	-	345,736	345,736	605
Motor fuel	-	-	-	-	498,504	498,504	-
Repairs and maintenance	1,413,414	2,172,818	1,115,263	860,017	12,808	5,574,320	119,850
Rent	2,153	32,441	9,283	788	-	44,665	-
Depreciation and amortization	2,159,194	2,404,460	3,451,613	1,076,756	756,335	9,848,358	21,770
Payment in lieu of taxes	538,436	585,369	531,151	298,919	-	1,953,875	-
Administrative charges from other funds	2,857,796	2,582,554	2,425,222	2,168,168	-	10,033,740	-
Customer service	-	-	-	-	-	-	-
Closure/post-closure costs	-	-	-	(280,244)	-	(280,244)	-
Claims and judgments	-	-	-	-	-	-	19,036,995
Insurance	88,708	65,814	62,178	61,693	-	278,393	-
Pension expenses	265,291	188,445	187,330	175,220	186,579	1,002,865	16,638
Other	<u>69,719</u>	<u>15,497</u>	<u>10,438</u>	<u>-</u>	<u>48,809</u>	<u>144,463</u>	<u>110,103</u>
Total operating expenses	<u>11,128,892</u>	<u>14,790,855</u>	<u>13,393,687</u>	<u>11,561,770</u>	<u>4,625,168</u>	<u>55,500,372</u>	<u>22,002,515</u>
Operating income (loss)	(256,447)	914,903	(1,626,370)	1,963,471	(3,856,947)	(2,861,390)	(7,703,457)
<b>Non-operating Revenues (Expenses)</b>							
Gain (loss) on sale of capital assets	25,245	28,220	18,855	368,974	-	441,294	8,485
Investment (loss) income	700,664	622,941	1,037,630	359,723	(7,086)	2,713,872	783,592
Grants	-	1,537,425	1,255,539	-	2,325,482	5,118,446	-
Interest expense	<u>(144,723)</u>	<u>(1,202,793)</u>	<u>(924,003)</u>	<u>(65,010)</u>	<u>-</u>	<u>(2,336,529)</u>	<u>-</u>
Total non-operating revenues (expenses)	<u>581,186</u>	<u>985,793</u>	<u>1,388,021</u>	<u>663,687</u>	<u>2,318,396</u>	<u>5,937,083</u>	<u>792,077</u>
Income (loss) before capital	<u>324,739</u>	<u>1,900,696</u>	<u>(238,349)</u>	<u>2,627,158</u>	<u>(1,538,551)</u>	<u>3,075,693</u>	<u>(6,911,380)</u>
<b>Capital contributions</b>	<u>72,569</u>	<u>167,738</u>	<u>87,192</u>	<u>-</u>	<u>-</u>	<u>327,499</u>	<u>-</u>
<b>Transfers</b>							
Transfers in	-	889,329	1,535,525	-	2,045,674	4,470,528	140,775
Transfers out	<u>-</u>	<u>(452,954)</u>	<u>(850,000)</u>	<u>-</u>	<u>-</u>	<u>(1,302,954)</u>	<u>-</u>
Change in net position	397,308	2,504,809	534,368	2,627,158	507,123	6,570,766	(6,770,605)
Net position, beginning of year	<u>40,732,489</u>	<u>79,074,668</u>	<u>81,265,465</u>	<u>8,700,281</u>	<u>5,205,433</u>	<u>214,978,336</u>	<u>14,200,692</u>
<b>Net position, end of year</b>	<u>\$ 41,129,797</u>	<u>\$ 81,579,477</u>	<u>\$ 81,799,833</u>	<u>\$ 11,327,439</u>	<u>\$ 5,712,556</u>	<u>\$ 221,549,102</u>	<u>\$ 7,430,087</u>

**The accompanying notes are an integral part of these financial statements.**

**City of Las Cruces**  
**Statement of Cash Flows—Proprietary Funds**  
**For the Year Ended June 30, 2016**

	Enterprise Funds					Totals	Internal Service Funds
	Gas	Water	Waste Water	Solid Waste	Other Enterprise Funds		
<b>Cash flows from operating activities</b>							
Cash received from customers	\$20,598,046	\$15,548,889	\$11,742,965	\$13,697,061	\$ 644,949	\$ 62,231,910	\$ 16,671,564
Cash paid to suppliers	(15,067,060)	(9,464,980)	(7,242,194)	(9,757,899)	(1,522,804)	(43,054,937)	(3,988,050)
Cash paid to employees	(3,297,404)	(2,916,941)	(2,420,075)	(2,232,613)	(2,471,294)	(13,338,327)	(1,331,486)
Claims paid	-	-	-	-	-	-	(16,956,940)
Other receipts	28,790	80,715	37,187	(19,402)	11,891	139,181	-
Net cash provided (used) by operating activities	2,262,372	3,247,683	2,117,883	1,687,147	(3,337,258)	5,977,827	(5,604,912)
<b>Cash flows from non-capital financing activities</b>							
Grants and contributions	-	1,537,425	1,255,539	-	2,325,482	5,118,446	-
Transfers in	-	889,329	1,535,525	-	2,045,674	4,470,528	140,775
Transfers out	-	-	-	-	-	-	-
Investment income	-	70,754	(837)	-	-	69,917	-
Loans for development impact fees	-	(753,976)	-	-	-	(753,976)	-
Advance to/from other funds	-	(289,238)	(548,978)	-	-	(838,216)	-
Net cash provided (used) by non-capital financing activities	-	1,454,294	2,241,249	-	4,371,156	8,066,699	140,775
<b>Cash flows from capital and related financing activities</b>							
Purchase of capital assets	(2,446,939)	(4,277,216)	(3,822,478)	(691,832)	(1,207,819)	(12,446,284)	(16,108)
Acquisition of other assets	-	-	-	-	-	-	-
Principal paid: revenue bonds/lease purchase/advances	4,022,570	6,819,585	3,128,262	(696,463)	-	13,273,954	-
Interest paid: revenue bonds/lease purchase/advances	(144,723)	(1,202,793)	(882,889)	(65,010)	-	(2,295,415)	-
Net cash provided (used) by capital and related financing activities	1,430,908	1,339,576	(1,577,105)	(1,453,305)	(1,207,819)	(1,467,745)	(16,108)
<b>Cash flows from investing activities</b>							
Cash interest received	700,664	622,941	1,037,630	359,723	(7,086)	2,713,872	783,592
Net cash provided (used) by investing activities	700,664	622,941	1,037,630	359,723	(7,086)	2,713,872	783,592
Net increase (decrease) in pooled cash and investments	4,393,944	6,664,494	3,819,657	593,565	(181,007)	15,290,653	(4,696,653)
Cash and investments, beginning of year	17,168,629	19,404,111	23,865,052	8,932,093	-	69,369,885	21,328,461
Cash and investments, end of year	\$ 21,562,573	\$ 26,068,605	\$ 27,684,709	\$ 9,525,658	\$ (181,007)	\$ 84,660,538	\$ 16,631,808
<b>Cash and investments at June 30 consisted of:</b>							
Current assets							
Cash and investments	\$ 20,889,901	\$ 13,583,448	\$ 11,892,297	\$ 8,557,607	\$ (181,007)	\$ 54,742,246	\$ 16,631,808
Non-current assets							
Restricted cash and investments	672,672	12,485,157	15,792,412	968,051	-	29,918,292	-
Total cash and investments, June 30	\$ 21,562,573	\$ 26,068,605	\$ 27,684,709	\$ 9,525,658	\$ (181,007)	\$ 84,660,538	\$ 16,631,808

(Continued)

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Statement of Cash Flows—*Proprietary Funds* – continued**  
**For the Year Ended June 30, 2016**

	Enterprise Funds					Totals	Internal Service Funds
	Gas	Water	Waste Water	Solid Waste	Other Enterprise Funds		
<b>Reconciliation of operating income to net cash provided (used) by operating activities</b>							
Operating income (loss)	\$ (256,447)	\$ 914,903	\$ (1,626,370)	\$ 1,963,471	\$ (3,856,947)	\$ (2,861,390)	\$ (7,703,457)
Adjustments to reconcile operating income to net cash provided by operating activities:							
Depreciation and amortization	2,159,194	2,404,460	3,451,613	1,076,756	756,335	9,848,358	21,770
Provision for uncollectible accounts	177,746	117,294	78,133	158,164	-	531,337	-
Increase in liability for landfill closure costs	-	-	-	(218,000)	-	(218,000)	-
Change in assets, deferred outflows, liabilities, and deferred inflows:							
Accounts receivable	68,023	(377,187)	(71,718)	(20,313)	(111,381)	(512,576)	-
Inventories	66,531	(23,870)	20,035	(98,748)	-	(36,052)	(40,118)
Due from other governmental agencies	-	(480,519)	(603,238)	-	-	(1,083,757)	(143)
Accounts and contracts payable	(43,066)	952,413	993,294	(1,186,676)	(135,470)	580,495	1,740,640
Estimated liability for insurance claims	-	-	-	-	-	-	368,440
Wages payable and accrued liabilities	93,205	(380,457)	(170,620)	(39,872)	(29,966)	(527,710)	(15,749)
Deferred gain of revenue	(93,529)	-	-	-	-	(93,529)	-
Unearned revenue	57,118	110,172	40,333	37,799	40,171	285,593	23,705
Customer deposits	33,597	10,474	6,421	14,566	-	65,058	-
Total adjustments	<u>2,518,819</u>	<u>2,332,780</u>	<u>3,744,253</u>	<u>(276,324)</u>	<u>519,689</u>	<u>8,839,217</u>	<u>2,098,545</u>
Net cash provided (used) by operating activities	<u>\$ 2,262,372</u>	<u>\$ 3,247,683</u>	<u>\$ 2,117,883</u>	<u>\$ 1,687,147</u>	<u>\$ (3,337,258)</u>	<u>\$ 5,977,827</u>	<u>\$ (5,604,912)</u>
<b>Non-cash investing/financing activities</b>							
Advances to (from) other funds	\$ -	\$ -	\$ (850,000)	\$ -	\$ -	\$ (850,000)	\$ -
Capital contributions of capital assets	<u>72,569</u>	<u>167,738</u>	<u>87,192</u>	<u>-</u>	<u>-</u>	<u>327,499</u>	<u>-</u>
Total non-cash investing/financing activities	<u>\$ 72,569</u>	<u>\$ 167,738</u>	<u>\$ (762,808)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (522,501)</u>	<u>\$ -</u>

**The accompanying notes are an integral part of these financial statements.**

**City of Las Cruces**  
**Statement of Fiduciary Assets and Liabilities**  
*Agency Funds*  
**June 30, 2016**

**Assets**

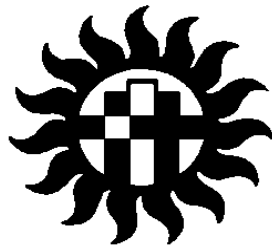
Pooled cash and investments	\$ 5,940,961
Accounts receivable	94,165
Due from other governments	<u>305,076</u>
Total assets	<u><u>\$ 6,340,202</u></u>

**Liabilities**

Due to fiscal agent	\$ 214,491
Accounts and contracts payable	146,570
Accrued wages payable	252,347
Funds held for others	<u>5,726,794</u>
Total liabilities	<u><u>\$ 6,340,202</u></u>

**The accompanying notes are an integral part of these financial statements.**

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**



City of Las Cruces

# City of Las Cruces

## Notes to Financial Statements

### June 30, 2016

#### 1) Description and Reporting Entity

The City of Las Cruces (the “City”) is a municipal corporation established under the laws of the State of New Mexico and operates under a Home Rule Charter. The City was incorporated in 1946 and operates under a Council/Manager form of government consisting of a Mayor and six Council members. The Mayor is elected at large for a four-year term. Council members are elected from six single member districts to four-year terms. Elections are held bi-annually. The City Manager, appointed by the City Council, is responsible for the management of all City employees and the administration of all City affairs.

The accompanying financial statements present the activities of the City of Las Cruces and its two component units; legally separate organizations for which the City is financially accountable. The component units are:

<b>Component Unit</b>	<b>Included in the Reporting Entity Because:</b>	<b>Separate Financial Statements</b>
South Central Solid Waste Authority, (SCSWA)	In accordance with the joint powers agreement (JPA), SCSWA revenues are the primary source of debt service for City bonds issued to construct a regional landfill and transfer station. According to GASB Statement No. 61, the SCSWA qualifies as a discretely presented component unit, due to the following reasons. There is a joint powers agreement (JPA) between the City of Las Cruces and SCSWA and the City of Las Cruces is still considered one of the largest customers for SCSWA. If SCSWA ever defaults, then the City of Las Cruces will take over the organization and pledged EGRT to cover the outstanding debt/loan/leases. The criteria of equity interest also exists and the City of Las Cruces will receive any assets if the component unit ever decides to dissolve.	Separate financial statements are available for SCSWA at 700 N. Main St., Las Cruces, New Mexico 88001.
Downtown Tax Increment Development District (TIDD)	The Board members for the TIDD are also the City Councilors, which allows the City to impose its will. According to GASB Statement No. 61, the TIDD qualifies as a blended component unit. Mainly due to management having operational responsibility for the blended component unit.	Presented as a blended component unit of the City.



**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**1) Description and Reporting Entity**

SCSWA is reported as discretely presented component unit in the accompanying financial statements while the TIDD is reported as a blended component unit.

**2) Basis of Presentation, Basis of Accounting**

Basis of Presentation

*Government-Wide Statements*—The statement of net position and the statement of activities display information about the primary government (the City) and its component units. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish between the governmental and business-type activities of the City. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Under GASB 33, the City defines “available to be 60 days after the fiscal year end. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the City and for each function of the City’s governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function.

Program revenues include (a) fees, fines, and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Non-operating revenues, such as subsidies and investment earnings, result from non-exchange transactions or ancillary activities. Proprietary fund operating expenses include the cost of services, administrative and general expenses and depreciation on capital assets.

*Fund Financial Statements*—The fund financial statements provide information about the City’s funds, including its fiduciary funds. Separate statements for each fund category—governmental, proprietary, and fiduciary—are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as non-major funds.

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**2) Basis of Presentation, Basis of Accounting (continued)**

The City reports the following as major governmental funds:

*General Fund*

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.

*Special Revenue Funds*

The Sonoma Ranch fund accounts for the reimbursements to the City from local developers for debt service on special roadway/utility projects.

The Telshor Facility fund accounts for the net proceeds of the facility lease with LifePoint Hospitals, doing business as Memorial Medical Center. Lease proceeds are used for health-related programs and projects.

The Debt Service fund accounts for the resources accumulated and payments made for principal and interest on long-term debt of the governmental funds.

*Capital Project Funds*

2015A HHS – This fund was created after the issuance of the New Mexico Hold Harmless Gross Receipts Tax Improvement Revenue Bonds, Series 2015A.

The City reports the following major enterprise funds:

The Gas fund accounts for the activities of the City's natural gas utility, which provides service to the residents of the City and some residents within the County.

The Water fund accounts for the activities of the City's natural water utility, which provides service to the residents of the City and some residents within the County.

The Wastewater fund accounts for the activities of the City's wastewater utility, which provides service to the residents of the City and some residents within the County.

The Solid Waste fund accounts for the activities of the City's solid waste utility, which provides service to the residents of the City and some residents within the County.

The City also reports the following fund types:

*Internal Service Funds*—used to report activities that provide goods or services to other funds, departments or agencies of the City and its component units on a cost-reimbursement basis. These activities include fleet services, general liability, and workers' compensation.

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**2) Basis of Presentation, Basis of Accounting (continued)**

*Agency Funds*—used to account for monies held by the City in a custodial capacity. These funds do not report operations or have a measurement focus. The funds held by the City in a fiduciary capacity include: Rio Grande Natural Gas Association (cash only); Mesilla Valley Regional Dispatch Authority; Metro Narcotics Agency; Animal Service Center of the Mesilla Valley; Mesilla Valley Safety Council; Branigan Estate (proceeds of sales of assets is used to purchase books for the library); Employee Benefits Committee; Veteran’s Memorial Wall; Veteran’s Museum; and Gifts and Memorials.

Measurement Focus, Basis of Accounting

*Government-Wide, Proprietary, and Fiduciary Fund Financial Statements*—The government-wide and proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place.

Non-exchange transactions, in which the City gives (or receives) value without directly receiving (or giving) equal value in exchange, include gross receipts and property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenues from gross receipts taxes are recognized when the underlying transaction takes place. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

*Governmental Fund Financial Statements*—Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The City considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Property taxes, sales taxes, franchise taxes, licenses, and interest are considered to be susceptible to accrual. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Under the terms of grant agreements, the City funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net position available to finance the program. It is the City’s policy to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants, and then by general revenues.

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**2) Basis of Presentation, Basis of Accounting (continued)**

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted 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 liabilities at the date of the financial statements. Actual results could differ from those estimates.

Fair Value of Financial Instruments

The provisions of GASB Statement No. 72, *Fair Value Measurement and Application*, have been implemented in the City's as of June 30, 2016. This standard addresses the City's reporting related to fair value measurements and provides guidance for applying fair value to certain investments and disclosures related to all fair value measurements.

The City's financial instruments consist of investments in securities, bonds and notes payable. The estimated fair value amounts have been determined by the City using available market information and appropriate valuation methodologies.

Assets, Liabilities and Equity

*Cash Equivalents and Investments*

The City pools idle cash from all funds for the purpose of increasing income through investment activities. A "Pooled Cash" concept is used in maintaining the cash and investment accounts in the accounting records. Under this method, all cash is pooled for investment purposes and each fund has equity in the pooled amount. All amounts included in pooled cash and investments with an original maturity of 90 days or less are considered to be cash equivalents for the purposes of the statement of cash flows.

Investments are stated at fair value.

*Restricted Cash and Investments*

The amount of cash held representing utility deposits is classified as restricted on the *Statement of Net Position—Propriety Funds*. Also, certain proceeds of joint utility revenue bonds, as well as resources set aside for their repayment, and resources set aside to fund capital asset replacements and landfill closure obligations, are classified as restricted as their use is limited.

*Receivables*

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied each year on July 1 on the taxable valuation of property location in the City as of the preceding January 1. The taxable valuations for the various classes of property are determined by the County Assessor and the State of New Mexico Department of Taxation and Revenue at one-third of assessed valuation. Taxes are payable in two equal installments on November 10 and April 10 and become delinquent after 30 days. Property taxes receivable are deemed to be substantially collectible.

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**2) Basis of Presentation, Basis of Accounting (continued)**

All trade receivables are shown net of an allowance for uncollectible amounts. The allowance for doubtful accounts is based on management's assessment of the collectability of specific customer accounts, the aging of the accounts receivable, historical experience, and other currently available evidence. Notes receivable in the statement of Net position consist of rehabilitation and redevelopment loans that are generally not expected or scheduled to be collected in the subsequent year.

*Inventories and Prepaid Items*

Inventories are valued at cost using the weighted average cost method. The costs of governmental fund-type inventories are recorded as expenditures when 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.

*Capital Assets*

Capital assets are defined as assets with an initial individual cost or fair value of more than \$5,000 and an estimated useful life in excess of one year. Purchased and constructed capital assets are reported at cost or estimated historical cost. Donated capital assets are recorded at their estimated fair value at the date of donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. The City has retroactively reported all major general infrastructures in these financial statements.

Assets, Liabilities and Equity — continued

In accordance with provisions of GASB No. 34, the City regards library materials (e.g., books, tapes, etc.), as individual assets versus collections and, therefore, they are not capitalized. Museum collections and exhibits are considered a collection but are not capitalized as allowed by GASB 34. Also, the initial purchase of software meeting the City's capital asset definition is capitalized; however, periodic costs for software upgrades are not capitalized due to the rapid change in technology.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful Lives</u>
Infrastructure	30–50
Land improvements	30
Buildings and improvements	30
Vehicles	4–12
Office equipment	3–10
Computer equipment	3–10

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**2) Basis of Presentation, Basis of Accounting (continued)**

*Compensated Absences*

The liability for compensated absences reported in the government-wide and proprietary fund statements consists of unpaid, accumulated annual and sick leave balances. The liability has been calculated using the vesting method, in which leave amounts for both employees who currently are eligible to receive termination payments and other employees who are expected to become eligible in the future to receive such payments upon termination are included.

*Pollution Remediation*

The City has implemented the provisions of Government Accounting Standards Board Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation*, obligations. Accordingly, liabilities are accrued in government-wide and proprietary fund financial statements when certain obligating events occur. Accrued pollution remediation costs are expensed unless they meet the criteria for capitalization in GASB Statement No. 49.

*Fund Balance*

Prior to 2011, the City reported the governmental fund balances as Reserved and Unreserved. Effective in 2011, the City implemented GASB 54 and reports the governmental fund balances in five categories, which include:

- 1) Non-spendable fund balance – amounts that are not in a spendable form or are required to be maintained intact. Examples are inventory or long-term receivables.
- 2) Restricted fund balance – amounts that can be spent only for the specific purposes imposed by creditors, grantors, contributors, or laws and regulations of other governments. An example is federal grants.
- 3) Committed fund balance – amounts to be used for specific purposes as determined by Council resolution, a formal action of the City's highest level of decision-making authority. Commitments established by the City Council may be changed or lifted only by an action of the City Council through resolution, taking the same formal action that imposed the original constraint.
- 4) Assigned fund balance – comprises amounts *intended* to be used by the City for specific purposes. Intent can be expressed by the City Council, or by an official or body to which the City Council delegates the authority. In governmental funds other than the General Fund, assigned fund balance represents the amount that is not restricted or committed but has earmarked by the governing body by accounting them in these funds.
- 5) Unassigned fund balance – is the residual classification of the General Fund and includes all amounts not contained in other classifications. Unassigned amounts are technically available for any purpose. Unassigned Fund Balance is only reported in the General Fund.

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**2) Basis of Presentation, Basis of Accounting (continued)**

It is essential that the City maintain adequate levels of fund balance in the General Fund to mitigate revenue fluctuations and unanticipated expenditures. Therefore, the City has adopted a formal fund balance policy. The fund balance policy establishes a minimum amount to be held in the fund balance of the General Fund of 8.33%, or 1/12, of the annual budgeted expenditures. This policy applies only to the chief operating fund of the City - the General Fund. In addition to the GASB requirement, the State of New Mexico requires that a 1/12 reserve be maintained in the General Fund. The 1/12 reserve is reported in the financial statements as Unassigned Fund Balance.

When multiple categories of fund balance are available for expenditure (for example, a construction project is being funded partly by a grant, funds set aside by the City Council, and unassigned fund balance), the City will start with the most restricted category and spend those funds first before moving down to the next category of available funds.

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**2) Basis of Presentation, Basis of Accounting (continued)**

The City of Las Cruces reports fund balances by specific function. These functions may include multiple purposes for the use of these fund balances. Further detail for certain major functions is listed below:

	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
<b>Non-spendable:</b>			
Inventories	\$ 1,820,976	\$ -	\$ 1,820,976
<b>Restricted:</b>			
Public Safety			
Police	5,360	1,144,029	1,149,389
Fire	-	855,318	855,318
Municipal	-	484,605	484,605
Housing and community development			
MPO Planning	15,722	-	15,722
Affordable Housing Trust	-	510,944	510,944
Housing & Community	-	86,755	86,755
Debt Service	-	6,045,168	6,045,168
Public Works			
Streets Maintenance & Operations	-	44,846,178	44,846,178
Flood Control	-	4,945,212	4,945,212
Downtown	-	7,636,543	7,636,543
Griggs & Walnut	-	2,499,478	2,499,478
Facilities Maintenance	-	5,236,159	5,236,159
Convention Center	-	197,163	197,163
Community and Cultural Services	17,922	2,964,264	2,982,186
Health Related Programs			
Community Healthcare Initiatives	-	300,000	300,000
Held for Investment Proceeds To Benefit Community Healthcare Initiatives	-	36,626,001	36,626,001
Parks and recreation	-	2,275,118	2,275,118
Transportation	10,691	79,654	90,345
<b>Committed:</b>			
Debt Service	8,034,176	2,556,718	10,590,894
Health-related programs	-	27,556	27,556
Public Safety			
Police	-	1,408,872	1,408,872
Public Works	-	7,017,711	7,017,711
Subtotal	<u>9,904,847</u>	<u>127,743,446</u>	<u>137,648,293</u>



**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**2) Basis of Presentation, Basis of Accounting (continued)**

	<u>General Fund</u>	<u>Other Funds</u>	<u>Total</u>
<b>Assigned to:</b>			
Public works	\$ 635,718	\$ -	\$ 635,718
Economic development	1,847,905	-	1,847,905
Transportation	1,122	-	1,122
Vehicle Acquisition Fund			
IT Vehicle Replacement	60,000	-	60,000
Parks & Recreation Vehicle Replacement	452,000	-	452,000
Public Works Vehicle Replacement	166,000	-	166,000
Transportation Vehicle Replacement	112,000	-	112,000
Police Vehicle Replacement	775,500	-	775,500
Fire Vehicle Replacement	105,000	-	105,000
Fire - NMFA Loan Repayment	1,490,000	-	1,490,000
Vehicle Replacement Reserve	186,471	-	186,471
<b>Unassigned</b>	<u>34,727,631</u>	<u>(205,952)</u>	<u>34,521,679</u>
<b>Total fund balance</b>	<u>\$ 50,464,194</u>	<u>\$ 127,537,494</u>	<u>\$ 178,001,688</u>

**Budgets**

The City budget is prepared on a basis consistent with accounting principles generally accepted in the United States of America (GAAP), using an estimate of the anticipated revenues and expenditures. Annual appropriated budgets are adopted for all funds. All unexpended appropriations will lapse at the end of the fiscal year. The State of New Mexico Department of Finance and Administration (DFA) allows GAAP budgeting to the extent cash and investments required for operations are available. Budgets of the City's component units (PHA and SCSWA) are also prepared on a GAAP basis.

New Mexico State law prohibits a municipality from making expenditures in excess of approved appropriations. If a fund is not overspent, it is in compliance with state law. The budget may be amended by the City Council; however, DFA approval must be obtained on budget increases and budget transfers between funds.

**Reclassification of Funds**

In 2016, the City implemented a newly restructured chart of accounts as part of the reimplementation of its Enterprise Resource Planning Software MUNIS. As a result of this new structure, the Capital Improvement Reserve Fund and EDA West Mesa Industrial Park Fund, that were presented as nonmajor governments funds as of June 30, 2015, were reclassified into the general fund in 2016. These changes reduced unnecessary internal transfers since these funds unrestricted activities received its funding from the general fund.

The 2015 ending fund balance in the Capital Improvement Reserve Fund and EDA West Mesa Industrial Park Fund funds were \$1,815,556 and \$1,512,247, respectively. In addition to redirecting \$56,372 from other unrestricted funds, the general fund equity balance as of June 30, 2015 of \$45,291,911 is reported in these financial statements for \$45,302,431.

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**2) Basis of Presentation, Basis of Accounting (continued)**

Changes in Accounting

GASB Statement No. 73, Amendments to Certain Provisions of GASB Statements 67 and 68, is effective for years beginning after June 15, 2015. This Statement clarifies the application of certain provisions of Statements 67 and 68. The provisions of GASB Statement No. 73 have been implemented for the year ended June 30, 2016. The City's financial statements and note disclosures reflect any required changes.

GASB Statement No. 82, an amendment of GASB Statements No. 67, No. 68, and No. 73, is effective for years beginning after June 15, 2016. This Statement addresses issues regarding (1) the presentation of payroll-related measures in required supplementary information, (2) the selection of assumptions and the treatment of deviations from the guidance in an Actuarial Standard of Practice for financial reporting purposes, and (3) the classification of payments made by employers to satisfy employee (plan member) contribution requirements. The provisions of GASB Statement No. 82 have been implemented early for the year ended June 30, 2016. The City's financial statements and note disclosures reflect any required changes.

**3) Cash and Investments**

The City follows the practice of pooling cash and investments of all funds with the City Treasurer except for restricted funds generally held by outside custodians and certain special revenue, debt service reserve, and capital projects funds. The cash and investment pool is not reported as a trust and agency fund. Each fund's equity in the pool is included in "Cash and investments" on its balance sheet or statement of net position.

**Cash and investments**

Governmental activities	\$ 107,609,994
Business-type activities	54,742,246
Total primary government	162,352,240
South Central Solid Waste Authority	2,465,185
	<u>164,817,425</u>

**Restricted cash and investments**

Governmental activities	69,823,178
Business-type activities	29,918,292
Total primary government	99,741,470
Fiduciary funds (excludes \$214,491 due to fiscal agent)	5,726,577
South Central Solid Waste Authority	3,200,883
Total Cash and Investments	<u>\$ 273,486,355</u>

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**3) Cash and Investments (continued)**

Total cash and investments at fair value are as follows:

	Pooled Cash & Investments	Other Cash & Investments	Total
Carrying amount of bank deposits	\$ 21,198,302	\$ 63,867,016	\$ 85,065,318
Investments	142,296,769	39,561,815	181,858,584
Cash with fiscal agent	-	5,866,529	5,866,529
Cash on hand	-	13,629	13,629
Accrued interest	682,295	-	682,295
Total Cash and Investments	<u>\$ 164,177,366</u>	<u>\$ 109,308,989</u>	<u>\$ 273,486,355</u>

**Bank Balance of Deposits**

*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. The City's investment ordinance requires collateralization of 100% of the uninsured portion of the City's deposits with financial institutions. Securities pledged by financial institutions are accepted at market value, except obligations of the state of New Mexico and its subdivisions, which are accepted at par value. As of June 30, 2016, the City's deposits, totaling \$85,543,545 was insured by FDIC or collateralized by securities held in trust by a third-party bank for the depository bank in the City's name and thus was not exposed to custodial credit risk.

**Investments**

The City's investment policy allows investment in: a) U.S. Treasury obligations; b) U.S. government agency and instrumentality obligations; c) repurchase agreements whose underlying securities and/or collateral consist of allowed investments described in (a) or (b) above; d) commercial paper rated not less than A-1, P-1, F-1, or equivalent by a nationally recognized rating agency; e) pooled funds maintained by the State Treasurer; and f) mutual funds whose portfolios consist solely of allowed investments.

The City may also invest money identified as long-term in the pools of the New Mexico State Council (SIC) subject to annual review and approval by the City Council. The SIC is a component unit of the primary government of the State of New Mexico. The fair value of the City's position in the SIC pools is the same as the value of the pool shares.

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**3) Cash and Investments (continued)**

As of June 30, 2016, the City had the following investments:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Weighted-Avg Maturity (Yrs)</u>
Pooled Investments:		
Overnight repurchase agreement	\$ 13,611,029	0.00
U.S. agency coupon bonds	125,686,740	12.07
U.S. agency treasury bills	2,999,000	0.15
	<u>142,296,769</u>	
Telshor Facility Fund:		
U.S. agency coupon bonds	15,008,380	12.21
External investment equity pools	20,300,487	N/A
Total Telshor Facility Fund	<u>35,308,867</u>	
Project Funds:		
Money market funds	420	0.09
	<u>420</u>	
Water and Wastewater Funds:		
U.S. agency coupon bonds	4,252,528	2.61
Total Investments	<u>\$ 181,858,584</u>	

*Interest Rate Risk.* The City does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The investment pool includes step-up coupon securities that total \$124,682,860 issued by U.S. government agencies that are callable by the issuer under certain circumstances. For purposes of calculating weighted average maturity, the City uses duration.

*Credit Risk.* The City's investment policy lists the criteria for selecting investments and the order of priority as follows: 1) safety; 2) liquidity; and 3) yield. As of June 30, 2016, the City's investments in coupon bonds of U.S. agencies were rated AA+ by Standard & Poor's and Aaa by Moody's Investors Service. The City's money market fund investments were rated AAAM by Standard & Poor's and/or Aaa by Moody's. The external investment pools of the NM State Investment Council are not rated.

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**3) Cash and Investments (continued)**

*Custodial Credit Risk.* For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's investment policy requires that securities held in street name with a broker or dealer be insured, and that all other securities be held by the City or a third-party safekeeping financial institution acting as trustee for the City. As of June 30, 2016, all of the City's securities are held in either the street name or by a third-party financial institution in the City's name.

*Concentration of Credit Risk.* The City's formal investment policy places no limit on the amount the City may invest in any one issuer. As of June 30, 2016, 56% of the City's investment pool was in Fannie Mae (FNMA), 33% was in Federal Home Loan Mortgage Corporation (FHLMC), 11% in Federal Home Loan Bank (FHLB). Of the Telshor Fund, 7% was in FHLB and 93% was in FNMA. Of the Water and Wastewater Funds portfolio, 100% was in FNMA.

*Fair Market Value Hierarchy.* The City categorizes its fair value measurement within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets: Level 2 inputs are significant other observable inputs: Level 3 inputs are significant unobservable inputs.

The City has the following recurring fair value measurements as of June 30, 2016:

- New Mexico State Investment Council Pools of \$16 million, and are valued using quoted prices in an active market for identical assets (Level 1 input).
- U.S. Agency securities of \$145 million, Stagecoach Sweep Repurchase Agreement of \$13 million, U.S. Treasury securities of \$3 million, New Mexico State Investment Council Pools of \$4 million are valued using a matrix pricing model and SDWF Money Market of \$420 (Level 2 input).

*Investment Pools.* The City's investment in Pools are reported at an amount determined by the fair value per share of the pool's underlying portfolio, unless the pool is a 2a7-like, in which case they are reported at share value. A 2a7-like pool is one which is not registered with the Securities and Exchange commission ("SEC") as an investment company, but nevertheless has a policy that it will, and does, operate in a manner consistent with the SEC's Rule 2a7 of the Investment Act of 1940.

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**3) Cash and Investments (continued)**

The City's investment in pools at June 30, 2016 are shown below:

	Reported Amount	Fair Value	Weighted Average Maturity
Overnight Repurchase Agreement	\$ 13,611,029	\$ 13,611,029	
State Investment Council Large Cap Active Equity Pool	7,709,242	7,709,242	
State Investment Council Large Cap Index Equity Pool	4,272,637	4,272,637	
State Investment Council Non-U.S. Developed Equity Pool	2,120,633	2,120,633	
State Investment Council Mid/Small Cap Equity Pool	6,197,975	6,197,975	
SDWF Money Market Mutual Fund	420	420	30 days

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**4) Capital Assets**

Primary Government

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

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
<b>Governmental activities</b>					
<i>Capital assets not being depreciated</i>					
Land and land rights	\$ 14,701,285	\$ 7,980,208	\$ (81,000)	\$ -	\$ 22,600,493
Land improvements	19,072,599	52,521	-	-	19,125,120
Construction in progress	2,575,069	6,217,673	(350,763)	-	8,441,979
Total capital assets not being depreciated	36,348,953	14,250,402	(431,763)	-	50,167,592
<i>Other capital assets</i>					
Buildings and building improvements	136,727,379	1,172,205	(2,889,680)	-	135,009,904
Leasehold improvements	3,124,131	-	(3,124,131)	-	-
Airport runways	27,742,013	259,212	-	-	28,001,225
Park improvements	21,620,098	758,174	-	-	22,378,272
Land improvement remediation	1,633,551	-	-	-	1,633,551
Machinery and equipment	47,753,451	4,380,435	(3,717,510)	(1,743)	48,414,633
Roads network	311,834,022	13,244,052	(292,155)	-	324,785,919
Flood control network	35,063,617	85,767	(128)	-	35,149,256
Total other capital assets at cost	585,498,262	19,899,845	(10,023,604)	(1,743)	595,372,760
<i>Less accumulated depreciation for</i>					
Buildings and building improvements	(34,673,133)	(4,207,352)	1,920,779	-	(36,959,706)
Leasehold improvements	(1,621,605)	(45,011)	1,666,616	-	-
Airport runway	(9,424,694)	(849,211)	-	-	(10,273,905)
Park improvements	(4,865,301)	(631,410)	-	-	(5,496,711)
Land improvement remediation	(54,452)	(108,903)	-	-	(163,355)
Machinery and equipment	(37,986,928)	(3,119,983)	3,200,556	(73)	(37,906,428)
Roads network	(160,502,364)	(8,944,364)	-	-	(169,446,728)
Flood control network	(10,203,367)	(972,119)	-	-	(11,175,486)
Total accumulated depreciation	(259,331,844)	(18,878,353)	6,787,951	(73)	(271,422,319)
Total other capital assets at historic cost, net	326,166,418	1,021,492	(3,235,653)	(1,816)	323,950,441
<b>Governmental activities capital assets, net</b>	<b>\$ 362,515,371</b>	<b>\$ 15,271,894</b>	<b>\$ (3,667,416)</b>	<b>\$ (1,816)</b>	<b>\$ 374,118,033</b>

Land and land rights were increased by approximately \$7.9 million with the purchase of land to build the Downtown Civic Plaza and the purchase of the Amador Hotel Site and land purchase.

Construction in progress was increased by approximately \$4.2 million related to ongoing projects: East Mesa Public Safety Complex, Solar Energy Costs, Branigan Library Land Improvements, Downtown underground project and the Cinematic Theatre Project.

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**4) Capital Assets (continued)**

Airport infrastructure increased by approximately \$259 thousand due to the West-end Taxiway-FAA. Parks Improvement increased by \$758 thousand which included Sagecrest and Young Park restrooms, Solar charging station and the Rustic Red Baseball turf, etc.

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
<b>Business type activities</b>					
<i>Capital assets not being depreciated</i>					
Land and land rights	\$ 7,743,482	\$ -	\$ -	\$ -	\$ 7,743,482
Construction in progress	260,031	300,929	-	-	560,960
Total capital assets not being depreciated	<u>8,003,513</u>	<u>300,929</u>	<u>-</u>	<u>-</u>	<u>8,304,442</u>
<i>Other capital assets</i>					
Buildings and building improvements	10,867,863	7,865	-	-	10,875,728
Land improvements	335,172	-	-	-	335,172
Distribution and collection system	80,276,290	148,679	-	174,310	80,599,279
Utilities transmission	230,866,870	8,585,054	(254,548)	(174,310)	239,023,066
Machinery and equipment	27,881,967	4,151,231	(1,908,105)	1,743	30,126,836
Total other capital assets at historic cost	<u>350,228,162</u>	<u>12,892,829</u>	<u>(2,162,653)</u>	<u>1,743</u>	<u>360,960,081</u>
<i>Less accumulated depreciation for</i>					
Buildings and building improvements	(3,539,399)	(364,273)	-	-	(3,903,672)
Land improvements	(190,783)	(31,385)	-	-	(222,168)
Distribution and collection system	(38,239,612)	(1,561,082)	-	-	(39,800,694)
Utilities transmission	(82,672,479)	(5,642,752)	71,055	-	(88,244,176)
Machinery and equipment	(19,032,756)	(2,190,837)	1,856,795	73	(19,366,725)
Total accumulated depreciation	<u>(143,675,029)</u>	<u>(9,790,329)</u>	<u>1,927,850</u>	<u>73</u>	<u>(151,537,435)</u>
Total other capital assets at historic cost, net	<u>206,553,133</u>	<u>3,102,500</u>	<u>(234,803)</u>	<u>1,816</u>	<u>209,422,646</u>
Business type activities capital assets, net	<u>\$ 214,556,646</u>	<u>\$ 3,403,429</u>	<u>\$ (234,803)</u>	<u>\$ 1,816</u>	<u>\$ 217,727,088</u>

Leasehold improvements decreased by approximately \$3.1 million due to the termination of leases concerning the Court Youth Centers.

Roads increased by approximately \$4.9 million which included the ADA Improvements, Dam Trail improvements, La Llorona Trail Improvements, paving and Streets for FY16, Sidewalks, Lighting. Traffic Safety Mgmt. control, etc.

The City spent approximately \$11 million for equipment purchases, which included vehicles for Las Cruces Police and Fire Departments and Parks & Recreation.

Decreases in machinery and equipment were due to the retirement of items sent to auction and donations made to outside agencies.



**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**4) Capital Assets (continued)**

Business Type Activities

There were no changes for land or land rights during the year for 2016.

CIP was increased primarily by \$300 thousand related to Transit Center.

Buildings and buildings improvements decreased by \$111 thousand primarily due to not having much additions for 2016.

The Utilities transmission increased by \$5 million primarily due to Gas infrastructure additions and donated Subdivisions as well as adjustment costs for interest expense.

Machinery and equipment remained at \$4.1 million due to various purchases of machinery and equipment for Gas, Water, Wastewater, transit, and Solid Waste. Included in this was partial expense for the Munis reimplementation cost.

Depreciation expense was charged to functions as follows:

	Governmental Activities	Business- type Activities
General government	\$ -	\$ -
Police	1,386,652	-
Fire	863,277	-
Community development	3,000	-
Public services	883,467	-
Public works	13,583,530	-
Transportation	1,292,665	-
Parks and recreation	808,457	-
Gas	-	2,139,874
Water	-	2,385,142
Wastewater	-	3,432,295
Solid waste	-	1,076,683
Other	-	756,335
In addition, depreciation on capital assets held by the City's internal service funds is charged to the various functions based on their usage of the assets	57,305	-
Total depreciation expense	<u>\$ 18,878,353</u>	<u>\$ 9,790,329</u>

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**4) Capital Assets (continued)**

Component Unit

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

	Balances June 30, 2015	Additions	Dispositions	Transfer	Balances June 30, 2016
Capital assets not being depreciated					
Land	\$ 807,276	\$ -	\$ -	\$ -	\$ 807,276
Landfill cell/site - construction in progress	708,875	-	-	-	708,875
Construction in progress	177,164	-	-	19,662	196,826
Total	1,693,315	-	-	19,662	1,712,977
Capital assets being depreciated					
Buildings	4,540,840	601,259	-	-	5,142,099
Equipment	9,968,910	766,489	(171,733)	415,652	10,979,318
Infrastructure	1,056,988	-	-	-	1,056,988
Landfill cell/site	7,413,352	-	-	-	7,413,352
Total	22,980,090	1,367,748	(171,733)	415,652	24,591,757
Less accumulated depreciation					
Buildings	2,512,526	93,741	-	-	2,606,267
Equipment	7,185,290	690,117	(171,733)	-	7,703,674
Infrastructure	835,021	10,089	-	-	845,110
Landfill cell/site	5,856,548	56,916	-	-	5,913,464
Total accumulated depreciation	16,389,385	850,863	(171,733)	-	17,068,515
Total capital assets, net	\$ 8,284,020	\$ 516,885	\$ -	\$ 435,314	\$ 9,236,219

**5) Receivables and Payables**

Governmental activities receivables were as follows at June 30, 2016:

	General Fund	Debt Service	Sonoma Ranch	Telshor Facility	Other Governmental Funds	Internal Service Funds	Total Governmental Activities
Accounts	\$ 933,161	\$ -	\$ -	\$ -	\$ 3,691,439	\$ 8,999	\$ 4,633,599
Dockets	5,097,909	-	-	-	-	-	5,097,909
Interest	-	-	2,209,929	44,752	387,875	-	2,642,556
Contracts	-	-	-	-	4,109,596	-	4,109,596
Special assessments	-	8,585,000	4,974,340	-	489,396	-	14,048,736
Less: allowance for doubtful accounts	(5,084,376)	-	-	-	(3,022,188)	-	(8,106,564)
Total governmental receivables	\$ 946,694	\$ 8,585,000	\$ 7,184,269	\$ 44,752	\$ 5,656,118	\$ 8,999	\$ 22,425,832

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**5) Receivables and Payables (continued)**

Governmental Activities

Special assessments receivables of \$14,048,736 and related interest receivable of \$2,597,598 represent amounts due from local developers to reimburse the City for the construction of subdivisions or other improvements for residential development. Though a majority of special assessments are not scheduled for collection within the next fiscal year, amounts are expected to be fully collected. The receivables are deferred and reported in the Sonoma Ranch Fund.

Business-type activities receivables were as follows at June 30, 2016:

	<u>Accounts Receivable</u>	<u>Allowance for Doubtful Accounts</u>	<u>Accounts Receivable, Net</u>
Gas	\$ 1,894,073	\$ (1,158,091)	\$ 735,982
Water	2,176,858	(605,990)	1,570,868
Wastewater	1,249,666	(503,488)	746,178
Solid waste	1,439,282	(644,998)	794,284
Other enterprise funds	139,493	-	139,493
Total business-type activities	<u>\$ 6,899,372</u>	<u>\$ (2,912,567)</u>	<u>\$ 3,986,805</u>

Business-type Activities

The accounts receivable for business-type activities are related to the provision of utility services to City customers. Receivables are shown net of an allowance for doubtful accounts. The allowance for doubtful accounts is based on management's assessment of the collectability of specific customer accounts, the aging of the accounts receivable, historical experience, and other currently available evidence.

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**5) Receivables and Payables (continued)**

Governmental activities accounts payable and accrued liabilities at June 30, 2016 were as follows:

	Vendors	Salaries and Benefits	Total Accounts Payable and Accrued Liabilities
<i>Governmental activities</i>			
General Fund	\$ 1,674,871	\$ 1,953,981	\$ 3,628,852
Sonoma Ranch	-	-	-
Debt service	-	-	-
Telshor Facility	106,194	-	106,194
Other governmental	2,829,303	49,865	2,879,168
Internal service funds	2,145,378	32,183	2,177,561
Total governmental activities	<u>\$ 6,755,746</u>	<u>\$ 2,036,029</u>	<u>\$ 8,791,775</u>

Business-type activities accounts payable and accrued liabilities at June 30, 2016 were as follows:

	Vendors	Salaries and Benefits	Accrued Interest	Taxes Payable	Total Accounts Payable and Accrued Liabilities
<i>Business-type activities</i>					
Gas	\$ 744,737	\$ 111,981	\$ 12,639	\$ 62,938	\$ 932,295
Water	1,640,239	97,967	95,644	96,722	1,930,572
Wastewater	1,382,608	92,206	83,560	49,136	1,607,510
Solid waste	44,227	54,919	9,364	59,407	167,917
Other enterprise funds	86,630	57,545	-	-	144,175
Total business-type activities	<u>\$ 3,898,441</u>	<u>\$ 414,618</u>	<u>\$ 201,207</u>	<u>\$ 268,203</u>	<u>\$ 4,782,469</u>

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**6) Interfund Assets, Liabilities and Transfers**

Primary Government

Governmental interfund receivables and interfund payables as of June 30, 2016 were as follows:

	Interfund Receivables	Interfund Payables	Total
<b>Governmental activities</b>			
<i>General fund</i>			
Nonmajor governmental funds	\$ 2,000,802	\$ -	\$ 2,000,802
<i>Nonmajor governmental funds</i>			
General fund	-	(2,000,802)	(2,000,802)
Total governmental activities	<u>\$ 2,000,802</u>	<u>\$ (2,000,802)</u>	<u>\$ -</u>

The governmental fund balances reflect short-term advances from the general fund to funds with a credit cash balance. Credit cash balances are related to grant activity where grant expenditures are followed by grant reimbursements. Grant funding is generally used for senior programs, certain police activities, and capital grants for equipment, roadways, flood control, and airport improvements.

Business-type Activities

Business-type activities receivables and payables as of June 30, 2016 were as follows:

	Interfund Receivables	Interfund Payables	Total
<b>Business-type activities</b>			
<i>Major enterprise funds</i>			
Water Development Fund	\$ -	\$ (2,480,000)	\$ (2,480,000)
Waste Water Development Fund	2,480,000	-	2,480,000
Total business-type activities	<u>\$ 2,480,000</u>	<u>\$ (2,480,000)</u>	<u>\$ -</u>

Business-type Activities

The business-type activities interfund balances reflect long-term advances of pooled cash between utilities. The water development fund borrowed cash from the wastewater development fund in fiscal year 2012, with a ten-year repayment schedule including interest. The water development fund advance will be repaid in 2023.

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**6) Interfund Assets, Liabilities and Transfers (continued)**

Interfund Transfers

Interfund transfers for the fiscal year ended June 30, 2016 consisted of the following:

Transfers From	Transfers To	Amount		Purpose
		2016	2015	
BETWEEN GOVERNMENTAL AND BUSINESS-TYPE COLUMNS				
Operating or Debt Subsidy				
General Fund	Transit Funds	1,125,000	1,141,809	Operating subsidy for transit fund
Gasoline Tax Fund	Transit Funds	720,674	576,621	Operating subsidy for transit fund
Nonmajor governmental funds	Transit Funds	200,000	-	Operating subsidy for transit fund
Revenue Allocation				
Environmental gross receipts tax fund	Wastewater fund	685,525	685,525	Transfer share of tax revenue
Environmental gross receipts tax fund	Water fund	436,375	314,535	Transfer share of tax revenue
Environmental gross receipts tax fund	Solid waste fund	-	224,207	Transfer share of tax revenue
BETWEEN FUNDS WITHIN GOVERNMENTAL OR BUSINESS-TYPE COLUMNS				
Operating or Debt Subsidy				
General fund	Debt service funds	7,690,007	7,023,672	Debt Service for subsidy from pledged revenues
General fund	Nonmajor governmental funds	4,163,799	1,420,000	Transfer to prisoner care and affordable housing
General Fund	Internal service funds	140,775	1,577	Funding for City fleet and insurance funds
Debt service funds	Debt service funds	9,884	59,623	Transfer excess reserves to debt service funds
Debt service funds	General fund	278,597	-	Transfer excess debt service funds to general fund
Nonmajor governmental funds	Debt service funds	4,130,373	5,607,747	Debt service subsidy from pledged revenues
Nonmajor governmental funds	General fund	8,778,482	2,332,789	Transfers for administrative and engineering costs
Internal service funds	General fund	-	-	Move services to general fund, administrative fees
Clean Communities fund	Gas fund	-	-	Transfer operation of natural gas fuel pumps
Water fund	Wastewater fund	-	-	Water borrowed cash in 2012 with a 10 year repayment
Nonmajor governmental funds	Nonmajor governmental funds	-	115,444	Transfer from Court Award
Capital Contributions				
Nonmajor governmental funds	Nonmajor governmental funds	6,112,885	2,800,887	Transfer to capital projects
General fund	Nonmajor governmental funds	330,000	2,000,000	Transfer to capital improvement reserves
Revenue Allocation				
Telshor Facility fund	Nonmajor governmental funds	300,000	300,000	Recurring allocation of special revenue
Environmental gross receipts tax fund	Nonmajor governmental funds	388,733	388,733	Transfer share of tax revenue

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**7) Long-term Liabilities**

Primary Government

Changes in long-term liabilities are as follows:

	Primary Government				Amount
	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
Governmental Activities					
Tax revenue bonds	\$ 72,015,000	\$ 35,680,000	\$ 7,760,000	\$ 99,935,000	\$ 7,465,000
Unamortized premium/discount on sales tax revenue bonds	4,041,329	1,152,703	309,424	4,884,608	313,029
Notes payable	11,576,819	-	2,971,589	8,605,230	1,465,265
Net pension liability	68,827,978	32,443,525	9,070,779	92,200,724	-
Pollution remediation	5,411,307	-	-	5,411,307	-
Claims and judgements	6,190,036	19,395,426	19,036,995	6,548,467	1,947,237
Compensated absences	3,457,728	5,290,846	5,098,842	3,649,732	729,946
	<u>171,520,197</u>	<u>93,962,500</u>	<u>44,247,629</u>	<u>221,235,068</u>	<u>11,920,477</u>
Business-type Activities					
Utility revenue bonds	53,050,000	17,065,000	4,670,000	65,445,000	4,245,000
Unamortized discount / premium on utility revenue bonds	2,658,905	1,118,675	198,117	3,579,463	228,675
Notes payable	3,812,635	-	696,463	3,116,172	707,054
Net pension liability	7,867,619	3,376,412	815,389	10,428,642	-
Landfill closure and post-closure costs (Note 9)	1,118,000	-	218,000	900,000	44,000
Compensated absences	1,002,466	1,633,180	1,577,764	1,057,882	215,745
	<u>69,509,625</u>	<u>23,193,267</u>	<u>8,175,733</u>	<u>84,527,159</u>	<u>5,440,474</u>
Total long-term liabilities	<u>\$ 241,029,822</u>	<u>\$ 117,155,767</u>	<u>\$ 52,423,362</u>	<u>\$ 305,762,227</u>	<u>\$ 17,360,951</u>

Net pension liability and net other postemployment benefit obligations have typically been liquidated in the fund to which the employees are assigned. For governmental activities, most pension liability and postemployment benefit obligations have been liquidated in the general fund. Claims and judgment liabilities have typically been liquidated in the general fund and the self-insurance fund (an internal service fund). Compensated absences typically have been liquidated in the fund to which the employees are assigned. For governmental activities, most compensated absences liquidate in the general fund. For business-type activities, each major fund and transit have a significant share of the liquidations. The balances for compensated absences and claims and adjustments are adjusted to include all internal service fund balances in governmental activities.

Description of Bonds

In 2010, Municipal Gross Receipts Revenue Refunding Bonds, Series A and B, were issued to refund the 1999 A and B Gross Receipts Tax Bonds and the 2006 Street Improvement and Flood Control NMFA notes. The bonds are secured by a pledge of certain future gross receipts tax through maturity. For the current year, such pledged revenues totaled \$14.2 million. Principal payments on the bonds for the current year for the Series A and Series B bonds were \$690,000 and \$175,000, respectively. Interest payments were \$105,150 and \$33,900, respectively.

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**7) Long-term Liabilities (continued)**

State-shared Gross Receipts Tax Revenue Bonds, Series 2010, were issued to refund the 2008 NMFA Convention Center note. The bonds are secured through maturity by state-shared gross receipts tax and lodger's tax revenues. Such revenues totaled \$38.3 million in 2016. For the current year, principal and interest paid was \$615,000 and \$973,769, respectively

In 2012, Municipal Gross Receipts Revenue Bonds, Series 2011A and 2011B were issued to fund street and facilities improvements and improve flood control. Series 2011A bonds are secured by state-shared gross receipts tax revenues through maturity. These pledged revenues were \$36.2 million in 2016. Series 2011B bonds are secured by certain future gross receipts tax through maturity. In fiscal year 2016, such pledged revenues totaled \$7.1 million. Principal payments on the bonds for the current year for the Series A and Series B bonds were \$860,000 and \$105,000, respectively. Interest payments were \$275,575 and \$19,119, respectively.

State-shared Gross Receipts Tax Revenue Bonds, Series 2014, were issued to fund roadway construction and facility construction and equipment. The bonds are secured through maturity by state-shared gross receipts tax revenues. Such revenues totaled \$36.2 million in 2016. For the current year, principal and interest paid was \$565,000 and \$318,900, respectively.

In 2014, Municipal Gross Receipts Revenue Bonds, Series 2014A and 2014B were issued to fund street improvements and improve flood control. Series 2014A bonds are secured by certain future gross receipts tax through maturity. For the current year, such pledged revenues totaled \$7.1 million. Series 2014B bonds are secured by certain future gross receipts tax through maturity. In fiscal year 2016, such pledged revenues totaled \$7.1 million. Principal payments on the bonds for the current year for the Series A and Series B bonds were \$1,030,000 and \$310,000 respectively. Interest payments were \$197,019 and \$34,400 respectively.

The City issued \$19,195,000 bond par amount in State-shared Gross Receipts Tax Refunding Bonds, Series 2015 to defease and refund the Series 2005 State-shared Gross Receipts tax bonds and pay the costs of issuance. The proceeds for the advance refunding were deposited in an irrevocable trust and the associated debt was defeased and subsequently called on June 1, 2015. The true interest cost on the new bond series is 2.73 percent with a final maturity of June 1, 2035. The net present value savings resulting from this refunding is \$2,724,805. The difference in cash flow requirements to service the old debt of \$29,526,983 and the cash flows to service the debt of \$26,014,758 is \$3,512,225. The bonds are secured through maturity by state-shared gross receipts tax revenues. Such revenues totaled \$36.2 million in 2016. For the current year, principal and interest paid was \$2,110,000 and \$658,888 respectively.



**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**7) Long-term Liabilities (continued)**

In 2015, Hold Harmless Gross Receipts Revenue Bonds, Series 2015A and 2015B were issued to fund street and facility improvements and economic development projects. The Series 2015A and 2015B bonds are secured by certain future gross receipts tax through maturity. For the current year, such pledged revenues totaled \$9.5 million. Principal payments on the bonds for the current year for the Series A and Series B bonds were \$1,215,000 and \$85,000 respectively. Interest payments were \$504,312 and \$92,126, respectively.

Taxable Subordinate Lien State-shared Gross Receipts Improvement Revenue Bonds, Series 2016 were issued to fund street and infrastructure improvements in the Metro Verde development area. The Series 2016 bonds are secured by a subordinate lien on certain future gross receipts tax through Maturity. For the current year, such pledged revenues totaled \$36.2 million. The City expects to be reimbursed for costs of the project through the Metro Verde Voluntary Assessment District. Principal and interest payments on the bonds for the current year were \$0 and \$46,434 respectively.

**Debt Service Requirements**

Tax revenue bonds payable by governmental activities are summarized as follows:

Type	Purpose	Original Date	Due Date	Issue	Balance Outstanding	Interest Rates %
Gross receipts tax refunding	Street projects refunding	9/28/2010	2021	\$ 12,255,000	\$ 2,815,000	2 5-3 0
Gross receipts tax refunding	Flood control refunding	9/28/2010	2021	4,390,000	955,000	2 5-3 0
Gross receipts tax refunding	Convention center refunding	9/28/2010	2037	24,330,000	21,060,000	2 0-5 0
Gross receipts tax revenue	Facilities and improve streets	7/12/2011	2023	9,640,000	6,865,000	3 0-4 0
Gross receipts tax revenue	Flood control	7/12/2011	2021	1,530,000	495,000	2 0-3 625
Gross receipts tax revenue	Facilities and improve streets	7/29/2014	2026	10,000,000	9,435,000	2 0-4 0
Gross receipts tax revenue	Street improvement	7/29/2014	2028	8,000,000	5,940,000	2 0-4 0
Gross receipts tax revenue	Flood control	7/29/2014	2024	1,500,000	1,140,000	2 0-3 0
Gross receipts tax refunding	City Hall refunding	3/11/2015	2035	19,195,000	16,850,000	2 25-4 0
Gross receipts tax revenue	Facilities and improve streets	9/24/2015	2035	23,075,000	21,860,000	3 0-5 0
Gross receipts tax revenue	Economic development	9/24/2015	2035	4,020,000	3,935,000	3 0-4 125
Gross receipts tax revenue	Streets in assessment district	3/9/2016	2031	8,585,000	8,585,000	3 1-3 75
				<u>\$ 126,520,000</u>	<u>\$ 99,935,000</u>	

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**7) Long-term Liabilities (continued)**

Future debt service requirements for governmental activities revenue bonds are:

Years ending June 30,	Principal	Interest	Total
2017	\$ 7,465,000	\$ 3,678,763	\$ 11,143,763
2018	5,810,000	3,437,663	9,247,663
2019	5,885,000	3,248,913	9,133,913
2020	6,105,000	3,027,269	9,132,269
2021	6,280,000	2,793,044	9,073,044
2022-2026	26,515,000	10,628,225	37,143,225
2027-2031	22,205,000	6,202,848	28,407,848
2032-2037	19,670,000	2,321,118	21,991,118
	<u>\$ 99,935,000</u>	<u>\$ 35,337,843</u>	<u>\$ 135,272,843</u>

**Defeased Bonds**

During prior fiscal years, the City entered into various advance refunding transactions related to certain of its bonded debt. A portion of the proceeds of the refunding issues was placed in trust and used to purchase securities of the U.S. government and related agencies at various interest rates and maturities sufficient to meet all debt service requirements of the refunded debt. The assets are administered by trustees and are restricted for retirement of refunded debt. The liability for the refunded bonds and the related securities and escrow accounts are not included in the accompanying financial statements since the City defeased its obligation for the payment of the refunded debt upon completion of the refunding transactions.

As of June 30, 2016, no defeased bonds are outstanding. The entire remaining defeased balance from fiscal year 2015 was paid from escrow during fiscal year 2016.

**Non-recourse (Conduit) Debt**

The City has issued Industrial Revenue Bonds to provide financial assistance to private sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are obligated for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of June 30, 2016, no Industrial Revenue Bonds are outstanding.

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**7) Long-term Liabilities (continued)**

Arbitrage

Under U.S. Treasury Department regulations, all governmental tax-exempt debt issued after August 31, 1986 is subject to arbitrage rebate requirements. The requirements stipulate, in general, that the earnings from the investment of tax-exempt bond proceeds, which exceed related interest expenditures on the bonds, must be remitted to the federal government on every fifth anniversary of each bond issue. The City periodically engages an independent consultant to determine whether the City has an arbitrage liability. No arbitrage liability is reported in the financial statements as of June 30, 2016.

Governmental Activities Notes Payable

Details of governmental activities notes payable are:

Type	Purpose	Original Date	Due Date	Original Issue	Outstanding	Interest Rates %
2009 NMFA Note	Parking deck	1/23/2009	2021	\$ 4,999,890	\$ 1,750,000	4.650
2010 NMFA Note	Fire apparatus	7/30/2010	2020	938,875	378,361	2.108
2010 NMFA Note	Griggs Walnut	1/18/2008	2032	1,478,799	1,257,897	2.000
2010 HUD Loan	Facilities	7/21/2010	2030	2,000,000	1,663,000	1.700
2011 NMFA Note	Gas tax refunding	10/14/2011	2016	2,045,000	273,441	0.919
2011 NMFA Note	Fire apparatus	11/18/2011	2019	964,250	391,967	0.230
2012 NMFA Note	2003 SSGRT refunding	6/1/2012	2018	2,280,000	625,000	0.400
2014 NMFA Note	SCSWA projects	6/20/2014	2028	2,780,000	1,855,000	0.250
2014 NMFA Note	Fire apparatus	12/12/2014	2022	443,325	358,314	1.975
2015 Estate Loan	Land Purchase	4/16/2015	2020	104,500	52,250	0.000
				<u>\$ 18,034,639</u>	<u>\$ 8,605,230</u>	

The 2010 NMFA-Fire apparatus loan is secured through maturity by fire protection fund revenues which totaled \$725,117 in 2016. The 2010 NMFA Griggs Walnut Plume note is secured by the 1995 environmental gross receipts tax revenues which totaled \$1,773,442 in 2016. The 2010 HUD loan is secured by property. The 2011 Gas Tax Refunding loan is secured by gasoline tax revenues which totaled \$1,547,856 in 2016. The 2014 SCSWA Projects loan is secured by the SCSWA operating revenues and City and County Environmental Gross Receipts taxes.

The remaining notes payable in the table above are secured through maturity by the state-shared gross receipts tax which totaled \$36.2 million in 2016.

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**7) Long-term Liabilities (continued)**

Principal and interest paid on the outstanding notes in the current year was \$1,753,080 and \$298,537, respectively.

Debt Service Requirements

Future debt service requirements for governmental activities notes payable are:

<u>Years ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	\$ 1,465,265	\$ 260,401	\$ 1,725,666
2018	1,484,618	221,071	1,705,689
2019	911,842	178,760	1,090,602
2020	781,206	151,483	932,689
2021	623,801	124,263	748,064
2022-2026	1,800,557	406,326	2,206,883
2027-2032	1,537,941	125,813	1,663,754
	<u>\$ 8,605,230</u>	<u>\$ 1,468,117</u>	<u>\$ 10,073,347</u>

Joint Utility Revenue Bonds

In 2006, the City issued \$17,575,000 in joint utility revenue bonds (Series 2006). Certain proceeds of this issuance were deposited in the Acquisition Fund and used to finance the acquisition, installation, and construction of water and wastewater capital improvements. Additionally, certain proceeds were used to fund the Reserve Requirement and pay costs of issuance relating to these bonds.

On May 12, 2015, the City issued \$16,895,000 of 2015 joint utility refunding bonds to defease the Series 2006 bonds. The total interest cost on the new bond is 2.4 percent with a final maturity of June 1, 2035. The gain from this refunding is \$429,226 and the present value savings resulting from this refunding is \$1,038,837. The difference in cash flow requirements to service the old debt of \$15,746,075 and the cash flows to service the debt of \$12,914,300 is \$2,831,775.

In 2009, the City issued \$17.6 million in joint utility refunding revenue bonds (Series 2009) to defease \$18.2 million of outstanding 1997 Series bonds and refund \$2.0 million of outstanding 2000 Series bonds. These monies contemporaneously funded a reserve account for the Series 2009 bonds and paid all costs and expenses pertaining to their issuance.

In 2010, the City issued \$24.8 million in joint utility refunding revenue bonds (Series 2010) to refund eight 2003 through 2007 NMFA notes with \$24.8 million outstanding. This refunding also established a reserve account and paid all costs of issuance.

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**7) Long-term Liabilities (continued)**

On August 26, 2014, the City issued \$7,125,000 of joint utility refunding revenue bonds (Series 2014A) to defease and refund the 2005 joint utility revenue bonds. Proceeds were deposited in an escrow fund that then paid the outstanding balance of the bonds on June 1, 2015. Certain other proceeds were used to fund a debt service reserve account and pay costs of issuance relating to these bonds. The average interest of the Series 2014A bonds is 3.42 percent. The City had a gain of \$266,052 and obtained a net present value savings from this refunding of \$529,520. The cash flows to service the refunding bonds is \$985,728 less than the cash flows required to service the debt on the 2005 bonds.

The City issued \$3.4 million in joint utility improvement revenue bonds (Series 2014B). The proceeds of these bonds were used to improve the City's Joint Utility System, fund a reserve account and pay costs of issuance relating to these bonds.

In 2015, the City issued \$16.9 million in joint utility refunding and improvement revenue bonds (Series 2015) to refund and defease \$13.1 million of outstanding 2006 Series bonds. The proceeds were also used to improve the City's Joint Utility System, fund a standalone surety reserve, and pay all costs of issuance.

Joint utility revenue bonds are summarized as follows as of June 30, 2016:

Purpose	Issue Date	Due Date	Original Issued	Outstanding	Interest Rates %
Series 2010 refunding bond	9/14/2010	2027	\$ 24,840,000	<b>\$ 23,400,000</b>	2.0-4.0
Series 2014A refunding bond	8/26/2014	2025	7,125,000	<b>5,940,000</b>	2.0-4.0
Series 2014B system improvement	8/26/2014	2034	3,425,000	<b>3,190,000</b>	3.0-5.0
Series 2015 refunding and rehabilitation	5/12/2015	2035	16,895,000	<b>15,850,000</b>	2.0-5.0
Series 2015A improvement bond	12/16/2015	2035	17,065,000	<b>17,065,000</b>	2.375-5.0
			<u>\$ 69,350,000</u>	<u><b>\$ 65,445,000</b></u>	

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**7) Long-term Liabilities (continued)**

Future debt service requirements for business-type activities joint utility revenue bonds are:

Year ending June 30,	Principal	Interest	Total
2017	\$ 4,245,000	\$ 2,302,113	\$ 6,547,113
2018	4,385,000	2,168,163	6,553,163
2019	4,500,000	2,041,563	6,541,563
2020	4,615,000	1,908,313	6,523,313
2021	4,770,000	1,759,563	6,529,563
2022-2026	26,045,000	5,732,364	31,777,364
2027-2031	10,455,000	1,891,012	12,346,012
2031-2035	6,430,000	515,424	6,945,424
	<u>\$ 65,445,000</u>	<u>\$ 18,318,515</u>	<u>\$ 83,763,515</u>

The 2009, 2010, 2014A, 2014B, and 2015 JU revenue bond ordinances provide that the net revenue of the City's utility systems shall be at least 125% of the maximum outstanding debt requirements for the utility system. These bonds are not a general obligation to the City, but are payable and collectible solely out of the net revenues of the systems. Net revenue as defined in the bond ordinances means the revenue after deducting operation and maintenance expenses. Operation and maintenance expenses include all reasonable and necessary current expenses of the City, paid or accrued, for operating, maintaining, and repairing the system; and shall include, without limiting the generality of the foregoing, legal and overhead expenses of the various City departments directly related and reasonably allocable to the administration of the system, insurance premiums, the reasonable charge of depository banks and paying agents, contractual services, professional services required by this ordinance, salaries and administrative expenses, labor, and the cost of materials and supplies used for current operation; but shall not include any allowance for depreciation, payments in lieu of taxes, liabilities incurred by the City as a result of its negligence in the operation of the system, improvements, extension, enlargements or betterment, or any charges for the accumulation of reserves for capital replacements. The net revenue for the fiscal year ended June 30, 2016 exceeded the maximum annual debt service requirement. Bond reserve accounts have been established to accumulate funds.

The bond ordinances provide that any monies in any fund or account may be invested in any legal investment permitted by law, with the stipulation that investments of amounts in the escrow account will be made only in federal securities. The obligations so purchased as an investment of monies in a fund or account will be deemed at all times to be part of such fund or account, and the interest accruing thereon and any profit realized therefrom will be credited to the fund or account, and any loss resulting from each

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**7) Long-term Liabilities (continued)**

investment will be charged to the fund or account. The City Treasurer will present for redemption or sale on the prevailing market any obligations so purchased as an investment of monies in the fund or account whenever it will be necessary to do so in order to provide monies to meet any payment or transfer from such fund or account.

Bond covenants require reporting of the number of utility customers served, which were as follows for the year ended June 30, 2016:

	Water	Wastewater	Gas	Solid Waste
Residential	28,394	30,158	36,807	31,628
Commercial/other	4,259	3,360	3,039	2,687
Total	<u>32,653</u>	<u>33,518</u>	<u>39,846</u>	<u>34,315</u>

Business-type Activities Notes Payable

The notes payable for the business-type activities are paid from the net revenues of the utility system. City ordinance 1593, adopted by the City Council on December 18, 1996, provides authority for the City to issue additional debt with a parity lien on the pledged revenues of the utility system.

A comparison of the pledged revenues recognized during the year with the required debt service for the year is presented in the Pledged-Revenue Bond/Note Coverage Schedule located in the statistical section.

Details of business-type activities notes payable are:

Type	Purpose	Original Date	Due Date	Original Issued	Outstanding	Interest Rates %
2008 NMFA Note	Vehicle Maintenance Shop	9/12/2008	2018	\$ 1,708,755	\$ <b>400,688</b>	1.9-3.85
2011 NMFA Note	Solid Waste Vehicles	12/16/2011	2019	1,016,561	<b>423,859</b>	0.32-2.11
2015 NMFA Note	Solid Waste Equipment	1/9/2015	2022	2,775,819	<b>2,291,625</b>	0.21-2.01
				<u>\$ 5,501,135</u>	<u>\$ <b>3,116,172</b></u>	

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**7) Long-term Liabilities (continued)**

Future debt service requirements for business-type activities notes payable are:

<u>Year ending December 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	\$ 707,054	\$ 56,185	\$ 763,239
2018	719,353	43,886	763,239
2019	521,704	29,669	551,373
2020	382,858	21,761	404,619
2021	388,945	15,673	404,618
2022-2026	396,258	8,361	404,619
	<u>\$ 3,116,172</u>	<u>\$ 175,535</u>	<u>\$ 3,291,707</u>

Changes in long-term liabilities of SCSWA for the year ended June 30, 2016 are as follows:

	<u>Balances</u>			<u>Balances</u>	<u>Amount</u>
	<u>June 30, 2015</u>	<u>Increases</u>	<u>Decreases</u>	<u>June 30, 2016</u>	<u>Due Within</u>
					<u>One Year</u>
Long-term debt					
Due to City of Las Cruces	\$ 1,989,170	\$ -	\$ 455,000	\$ 1,534,170	\$ 140,000
Other noncurrent liabilities					
Net pension liability	1,223,363	723,527	-	1,946,890	-
Estimated landfill closure/postclosure liability	1,613,007	104,334	-	1,717,341	-
Compensated absences	176,906	-	35,013	141,893	28,379
Capital lease	187,900	-	48,295	139,605	49,280
	<u>\$ 5,190,346</u>	<u>\$ 827,861</u>	<u>\$ 538,308</u>	<u>\$ 5,479,899</u>	<u>\$ 217,659</u>



**City of Las Cruces**  
**Notes to Financial Statements**  
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**8) Landfill Closure and Post-Closure Care Cost**

State and federal laws and regulations require placement of a final cover on landfill sites when waste is no longer accepted and performance of certain maintenance and monitoring functions at the sites for thirty years after closure. Although closure and post-closure care costs will be paid only near or after the date that a landfill stops accepting waste, a portion of the closure and post closure costs are reported as an operating expense in each period based on landfill capacity used as of each balance sheet date.

The City's landfill closure and post-closure care liability is reported as \$900,000 as of the year ended June 30, 2016. Actual closure and post-closure care costs may be higher due to inflation, changes in technology, or changes in regulations. The liability reported reflects a decrease in the estimate of total closure and post-closure costs of \$218,000 during the fiscal year ended June 30, 2016. The Foothills landfill is at 100% capacity and closed.

SCSWA's landfill closure and post-closure care liability is reported as \$1,717,341 as of the fiscal year ended June 30, 2016. Actual closure and post-closure care costs may be higher due to inflation, changes in technology, or changes in regulations. The liability reported reflects an increase in the estimate of total closure and post-closure costs of \$104,334 during the fiscal year ended June 30, 2016.

The City enacted a 1/16<sup>th</sup> cent environmental gross receipts tax that became effective January 1, 1995, to raise funds for environmental costs such as for landfill closure and post-closure care. The landfill closure was not funded from the EGRT fund during the year due to additional revenues from landfill charges and investment income.

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**9) Pollution Remediation Obligation**

Certain property owned by the City has been declared a Superfund Site by the Environmental Protection Agency (EPA). The EPA has determined that the City is a responsible party along with Doña Ana County, which also owns part of the contaminated property. On April 20, 2005, the City and Doña Ana County established a memorandum of understanding for a Joint Superfund Project (JSP) to work collaboratively with the EPA to complete the Remedial Investigation and Feasibility Study (RIFS) within the Superfund process. In December 2004, the JSP submitted a good-faith offer to the EPA for a Funding Agreement to achieve this objective. In April 2005, a negotiated funding agreement in the amount of \$800,000, payable to the EPA to complete the RIFS, was signed. In October 2005, the EPA and its contractor began the remaining fieldwork, which was completed in fiscal year 2007. As a result of this study, the City accrued a liability of \$6,890,106 to pay its share of the pollution remediation cost, as follows:

	Total Obligation	City's Portion
Capital assets	\$ 5,151,978	\$ 2,575,989
Operating costs	1,459,664	729,832
Completion costs	<u>7,168,571</u>	<u>3,584,285</u>
	<u>\$ 13,780,213</u>	<u>\$ 6,890,106</u>

The pollution remediation obligation is reported in long-term liabilities in the statement of net position (see Note 7). The pollution remediation obligation is an estimate and is subject to revision because of the price increases or reductions, changes in technology or changes in applicable laws or regulations.

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**9) Pollution Remediation Obligation (continued)**

The City and County each received a \$3.5 million construction drawdown loan from the New Mexico Finance Authority (NMFA) to cover some of the costs of the pollution remediation project. City project costs of \$1,478,799 were funded using loan proceeds. The City has begun repayment of the loan using Environmental Gross Receipt Tax funds.

The City and County also received \$243,000 for design and engineering in grant funds from the New Mexico Environment Department. As of June 30, 2016, all \$243,000 was applied to design and engineering costs. Construction on the project completed and remediation operations began August 2012.

The liability could be reduced in subsequent years by the sale of potable water, a by-product of the remediation process, to cover operating and administrative costs. The sale of potable water was \$85,665 less than operating costs. EGRT funds were used to cover the City's share of the operating loss of \$42,833.

**10) Deferred Compensation Plan**

The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Service Code Section 457. The plan, available to all City employees, permits them to defer taxation on a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are solely the property and rights of the plan participants. The City has 568 active participants in the plan as of June 30, 2016.

City of Las Cruces employees who work 20 or more hours a week participate in a defined-benefit, contributory retirement plan through the Public Employees Retirement Act of the State of New Mexico, a cost-sharing multiple employer public employee retirement system administered by the Public Employees Retirement Association (PERA). Benefit provisions are established and may only be amended by state statute.

Information pertaining to the actuarially computed present value of vested accumulated plan benefits and non-vested accumulated plan benefits, the plan's net position available for benefits and the assumed rate of return used in computing the present value, and ten year historical trend information presenting PERA's progress in accumulating sufficient assets to pay benefits when due is not available through individual government agencies participating in the plan. Actuarial pension data for the State of New Mexico, as employer, is provided at the state-wide level in a separately issued audit report of PERA. The report may be obtained by writing to PERA, PO Box 2123, 1120 Paseo de Peralta, Santa Fe, NM 88504-2323. Additional contact information is located at [www.pera.state.nm.us](http://www.pera.state.nm.us).

**City of Las Cruces**  
**Notes to Financial Statements**  
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**11) New Mexico Retiree Health Care Plan**

The New Mexico Retiree Health Care Act (the “Act” or “NMRHCA”) (Chapter 10, Article 7C NMSA 1978) provides comprehensive core group health insurance for persons who have retired from certain public services in New Mexico. The Retiree Health Care Authority (the Authority) is the administrator of the plan and determines required contributions under authority of the Act. The purpose is to provide eligible retirees, their spouses, dependents, and surviving spouses and dependents with health insurance consisting of a plan, or optional plans, of benefits that can be purchased by funds flowing into the Retiree Health Care Fund and by co-payments or out-of-pocket payments of eligible retirees.

Eligible employers include institutions of higher education, school districts, or other entities participating in the Public School Insurance Authority, state agencies, state courts, magistrate courts, municipalities, or counties, which are affiliated under or covered by the Educational Retirement Act, Public Employees Retirement Act, Volunteer Firefighters Retirement Act, Judicial Retirement Act, or the Magistrate Retirement Act.

*Eligible Retiree:* Employees are eligible to participate per the Act if:

- Employees receive a disability or normal retirement benefit from public service in New Mexico with an NMRHCA-participating employer, **and**
- Employees did one of the following:
  - Retired with a pension before their employer’s effective date with the NMRHCA program, *or*
  - Employees and/or their employer (on your behalf) made contributions to the NMRHCA fund from their employer’s NMRHCA effective date until their date of retirement, *or*
  - Employees and/or their employer (on your behalf) made contributions to the NMRHCA fund for at least five years before their date of retirement. *(If employees are awarded a duty-related disability retirement, they are not required to meet the NMRHCA’s five-year contribution rule.)*

Each participating employer makes contributions to the fund in the amount of 2 percent of each participating employee’s annual salary. Each participating employee contributes to the fund an employee contribution equal to 1 percent of the employee’s annual salary. Each participating retiree pays a monthly premium for the medical plus basic life plan and an additional participation fee of five dollars if the eligible participant retired prior to the employer’s NMRHCA effective date or is a former legislator and made no contributions to the plan. After retirement, premiums are paid to the Authority by the retiree.

**City of Las Cruces**  
**Notes to Financial Statements**  
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**11) New Mexico Retiree Health Care Plan (continued)**

The City of Las Cruces has paid all of the employers' required contributions, which were as follows:

2016	\$ 907,011
2015	847,444
2014	831,594
2013	854,248
2012	711,422

Contributions from participating employers and participating employees become the property of the Retiree Health Care Fund and are not refundable under any circumstances, including termination of employment or termination of the participating employer's operation or participation in the Retiree Health Care Act. The employer, employee, and retiree contributions are required to be remitted to the Retiree Health Care Authority on a monthly basis.

The Authority issues a separate, publicly-available audited financial report that includes post-employment benefit expenditures of premiums and claims paid, participant contributions (employer, employee, and retiree), and net expenditures for the fiscal year. The report also includes the approximate number of retirees participating in the plan. That report may be obtained by writing to the Retiree Health Care Authority, 4308 Carlisle Blvd, NE, Suite 104, Albuquerque, New Mexico 87109.

**12) Multiple-Employer Cost Sharing Pension Plans**

General Information about the Pension Plan

*Plan description.* Compliant with the requirements of GASB Statement No. 68, Accounting and Financial Reporting for Pensions, the State of New Mexico has implemented the standard for the fiscal year ending June 30, 2016. The City as part of the primary government of the State of New Mexico, is a contributing employer to a cost-sharing multiple employer defined benefit pension plan administered by the PERA. Disclosure requirements for governmental funds apply to the primary government as a whole, and as such, this information will be presented in the Component Appropriation Funds Annual Financial Report (General Fund) and the CAFR of the State of New Mexico. Information concerning the net pension liability, pension expense, and pension related deferred inflows and outflows of resources of the primary government will be contained in the General Fund and the CAFR and will be available, when issued, from the Office of Santa Fe Controller, Room 166, Bataan Memorial Building, 407 Galisteo Street, Santa Fe, New Mexico, 87501.

**City of Las Cruces**  
**Notes to Financial Statements**  
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**12) Multiple-Employer Cost Sharing Pension Plans (continued)**

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

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

*Benefits provided.* For a description of the benefits provided and recent changes to the benefits see Note 1 in the PERA audited financial statements for the fiscal year ended June 30, 2015 available at <http://www.nmpera.org/financial-overview>.

*Contributions.* The contribution requirements of defined benefit plan members and the City of Las Cruces are established in state statute under Chapter 10, Article 11, NMSA 1978. The contribution requirements may be amended by acts of the legislature. For the employer and employee contribution rates in effect for FY15 for the various PERA coverage options, for both Tier I and Tier II, see the tables available in the note disclosures on pages 31 through 32 of the PERA FY15 annual audit report at <http://www.nmpera.org/assets/uploads/downloads/comprehensive-annual-financial-reports/CAFR-2015.pdf>. The PERA coverage options that apply to City of Las Cruces are: General Municipal, Police and Fire. Statutorily required contributions to the pension plan from the City of Las Cruces were \$7,823,369 and employer paid member benefits that were “picked up” by the employer were \$2,046,156 for the year ended June 30, 2016. These contributions of the City includes its discretely presented component unit and fiduciary funds.

**City of Las Cruces**  
**Notes to Financial Statements**  
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**12) Multiple-Employer Cost Sharing Pension Plans (continued)**

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

The assets of the PERA fund are held in one trust, but there are six distinct membership groups (municipal general members, municipal police members, municipal fire members, state general members, state police members and legislative members) for whom separate contribution rates are determined each year pursuant to chapter 10, Article 11 NMSA 1978. Therefore, the calculations of the net pension liability, pension expense and deferred Inflows and Outflows were performed separately for each of the membership groups: municipal general members; municipal police members; municipal fire members; state general members; state police members and legislative members. The City of Las Cruces proportion of the net pension liability for each membership group that the employer participates in is based on the employer contributing entity's percentage of that membership group's total employer contributions for the fiscal year ended June 30, 2015. Only employer contributions for the pay period end dates that fell within the period of July 1, 2014 to June 30, 2015 were included in the total contributions for a specific employer.

Regular and any adjustment contributions that applied to fiscal year ended June 30, 2015 are included in the total contribution amounts. In the event that an employer is behind in reporting to PERA its required contributions, an estimate (receivable) was used to project the unremitted employer contributions. This allowed for fair and consistent measurement of the contributions with the total population. This methodology was used to maintain consistent measurement each year in determining the percentages to be allocated among all the participating employers.

For PERA Fund Division: General Municipal, at June 30, 2016, the City of Las Cruces reported a liability of \$49,796,563 for its proportionate share of the net pension liability. At June 30, 2016, the Municipal's proportion was 5.0272 percent, which was unchanged from its proportion measured as of June 30, 2015, due to the insignificance of the difference.

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**12) Multiple-Employer Cost Sharing Pension Plans (continued)**

For the year ended June 30, 2016, the City of Las Cruces recognized PERA Fund Division Municipal's pension expense of \$1,404,870, which excludes the City's fiduciary funds and discretely presented component units. At June 30, 2016, the City of Las Cruces reported PERA Fund Division Municipal deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of Assumptions	\$ -	\$ 19,473
Differences between expected and actual experience	-	1,107,282
Net difference between projected and actual earnings on pension plan investments	-	140,612
Changes in proportion and differences between employer contributions and proportionate share of contributions	287,572	
City of Las Cruces contributions subsequent to the measurement date	<u>3,719,703</u>	<u>-</u>
Total	<u>\$ 4,007,275</u>	<u>\$ 1,267,367</u>

\$3,719,703 reported as deferred outflows of resources related to pensions resulting from City of Las Cruces contributions subsequent to the measurement date June 30, 2015 will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:

2017	\$ (244,949)
2018	(244,949)
2019	(244,949)
2020	(244,948)

For PERA Fund Division: Police, at June 30, 2016, the City of Las Cruces reported a liability of \$23,390,154 for its proportionate share of the net pension liability. At June 30, 2016, the Police proportion was 5.0069 percent, which was unchanged from its proportion measured as of June 30, 2015, due to the insignificance of the difference.



**City of Las Cruces**  
**Notes to Financial Statements**  
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**12) Multiple-Employer Cost Sharing Pension Plans (continued)**

For the year ended June 30, 2016, the City of Las Cruces recognized PERA Fund Division Police's pension expense of \$769,055. At June 30, 2016, the City of Las Cruces reported PERA Fund Division Municipal deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of Assumptions	\$ -	\$ 996,073
Differences between expected and actual experience	1,680,631	-
Net difference between projected and actual earnings on pension plan investments	-	66,784
Changes in proportion and differences between employer contributions and proportionate share of contributions	-	243,198
City of Las Cruces contributions subsequent to the measurement date	<u>2,176,380</u>	<u>-</u>
Total	<u><u>\$ 3,857,011</u></u>	<u><u>\$ 1,306,055</u></u>

\$2,176,380 reported as deferred outflows of resources related to pensions resulting from City of Las Cruces contributions subsequent to the measurement date June 30, 2015 will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:

2017	\$ 93,644
2018	93,644
2019	93,644
2020	93,644

For PERA Fund Division: Fire, at June 30, 2016, the City of Las Cruces reported a liability of \$29,442,649 for its proportionate share of the net pension liability. At June 30, 2016, the Fire proportion was 5.8719 percent, which was unchanged from its proportion measured as of June 30, 2015, due to the insignificance of the difference.

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**12) Multiple-Employer Cost Sharing Pension Plans (continued)**

For the year ended June 30, 2016, the City of Las Cruces recognized PERA Fund Division Fire's pension expense of \$585,387. At June 30, 2016, the City of Las Cruces reported PERA Fund Division Municipal deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of Assumptions	\$ 639,182	\$ -
Differences between expected and actual experience	1,193,511	-
Net difference between projected and actual earnings on pension plan investments	-	36,454
Changes in proportion and differences between employer contributions and proportionate share of contributions	477,477	-
City of Las Cruces contributions subsequent to the measurement date	<u>1,659,724</u>	<u>-</u>
Total	<u><u>\$ 3,969,894</u></u>	<u><u>\$ 36,454</u></u>

\$1,659,724 reported as deferred outflows of resources related to pensions resulting from City of Las Cruces contributions subsequent to the measurement date June 30, 2015 will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2017	\$ 568,422
2018	568,422
2019	568,422
2020	568,422

For the SCSWA at June 30, 2016, a liability of \$1,946,890 was recorded for its proportionate share of the net pension liability. At June 30, 2016, the SCSWA's proportion was 2.01 percent, which was unchanged from its proportion measured as of June 30, 2015, due to the insignificance of the difference.

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**12) Multiple-Employer Cost Sharing Pension Plans (continued)**

For the year ended June 30, 2016, SCSWA recognized pension expense of \$280,779. At June 30, 2016, SCSWA reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of Assumptions	\$ -	\$ 491
Differences between expected and actual experience	-	27,896
Net difference between projected and actual earnings on pension plan investments	-	986
Changes in proportion and differences between SCSWA's contributions and proportionate share of contributions	7,245	-
SCSWA's contributions subsequent to the measurement date	<u>157,248</u>	<u>-</u>
Total	<u>\$ 164,493</u>	<u>\$ 29,373</u>

\$157,248 reported as deferred outflows of resources related to pensions resulting from SCSWA's contributions subsequent to the measurement date June 30, 2015 will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:

2017	\$ (5,532)
2018	(5,532)
2019	(5,532)
2020	(5,532)

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

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**12) Multiple-Employer Cost Sharing Pension Plans (continued)**

Actuarial valuation date	June 30, 2014
Actuarial cost method	Entry Age Normal
Amortization method	Level Percentage of Pay, Open
Amortization period	Solved for based on statutory rates
Asset valuation method	Fair value
Actuarial assumptions:	
· Investment rate of return	7.75% annual rate, net of investment expense
· Payroll growth	3.50% annual rate
· Projected salary increases	3.50% to 14.25% annual rate
· Includes inflation at	3.00% annual rate
Mortality Assumption	RP-2000 Mortality Tables (Combined table for healthy post-retirements, Employee table for active members, and Disabled table for disabled retirees before retirement age) with projection to 2018 using Scale AA.
· Experience Study Dates	July 1, 2008 to June 30, 2013

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

<b>ALL FUNDS - Asset Class</b>	<b>Target Allocation</b>	<b>Long-Term Expected Real Rate of Return</b>
U.S. Equity	21.1%	5.00%
International Equity	24.8%	5.20%
Private Equity	7.0%	8.20%
Core and Global Fixed Income	26.1%	1.85%
Fixed Income Plus Sectors	5.0%	4.80%
Real Estate	5.0%	5.30%
Real Assets	7.0%	5.70%
Absolute Return	4.0%	4.15%
Total	<u>100.0%</u>	

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**12) Multiple-Employer Cost Sharing Pension Plans (continued)**

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

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

<b>PERA Fund Division - Municipal</b>	<b>1% Decrease (6.75%)</b>	<b>Current Discount Rate (7.75%)</b>	<b>1% Increase (8.75%)</b>
City of Las Cruces' proportionate share of the net pension liability	\$ 43,371,200	\$ 49,796,563	\$ 56,221,926
 <b>PERA Fund Division - Police</b>	 <b>1% Decrease (6.75%)</b>	 <b>Current Discount Rate (7.75%)</b>	 <b>1% Increase (8.75%)</b>
City of Las Cruces' proportionate share of the net pension liability	\$ 20,372,070	\$ 23,390,154	\$ 26,408,238
 <b>PERA Fund Division - Fire</b>	 <b>1% Decrease (6.75%)</b>	 <b>Current Discount Rate (7.75%)</b>	 <b>1% Increase (8.75%)</b>
City of Las Cruces' proportionate share of the net pension liability	\$ 25,643,598	\$ 29,442,649	\$ 33,241,700

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**12) Multiple-Employer Cost Sharing Pension Plans (continued)**

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

<b>PERA Fund Division - SCSWA</b>	<b>1% Decrease (6.75%)</b>	<b>Current Discount Rate (7.75%)</b>	<b>1% Increase (8.75%)</b>
SCSWA's proportionate share of the net pension liability	\$ 1,695,678	\$ 1,946,890	\$ 2,198,102

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued FY15 PERA financial report. The report is available at <http://www.pera.state.nm.us/publications.html>.

**13) Risk Management**

The City is exposed to various risks of loss related to torts and civil rights claims (including law enforcement and employment related exposures); theft, damage and destruction of its real and personal assets; workers' compensation losses; errors and omissions of City officers and officials; and natural disasters. The City uses the insurance fund (an internal service fund) to account for and finance its uninsured risks of loss. At various periods in past years, certain risk exposures were insured and the City continues to benefit from case coverage on claims that were incurred during those claim years. As of fiscal year, 2016 Employee healthcare benefits and premiums we moved from the General Fund to the Internal services funds which is the direct cause for increase in the amount reported for Health Programs.

The insurance fund tracks claims on a fund-by-fund basis and assesses charges to each fund based on historical claims experience and the need to establish a reserve for unanticipated catastrophic losses. The claims liabilities reported in the insurance fund are based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

**City of Las Cruces**  
**Notes to Financial Statements**  
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**13) Risk Management (continued)**

The risk of loss associated with actions of employees resulting in damage to persons or property of others is subject to limitations of the New Mexico State Tort Claims Act. The self-insurance fund uses excess worker's compensation insurance agreements to reduce its exposure to large losses from employee on-the-job injuries. Excess insurance permits recovery of a portion of losses from the excess insurer, although it does not discharge the primary liability of the fund as direct insurer of the risks.

Self-insurance premiums and program costs (claims, fees, and transfers to other funds, less reimbursed expenses) were:

	2016		2015	
	Program Costs (Benefits)	Premiums	Program Costs (Benefits)	Premiums
Health program	\$ 14,166,794	\$(11,667,196)	\$ 4,543,363	\$ (4,625,610)
Workers compensation	802,808	(149,148)	1,040,444	(2,438,290)
Liability insurance	4,450,689	(176,046)	1,522,815	(593,851)
Unemployment insurance	91,253	(33,981)	102,135	(325,831)
Judgments insurance	-	-	-	-
Total	<u>\$ 19,511,544</u>	<u>\$(12,026,371)</u>	<u>\$ 7,208,757</u>	<u>\$ (7,983,582)</u>

In prior years, a reserve was established in the self-insurance fund's claims liability account for four wrongful death claims filed against the City. In 2013 two of these cases were dismissed and resulted in a significant reduction in the fund's claim liability. The City currently has one significant case, that is, one remaining alleged wrongful death case. The City believes that the reserve funds will more than cover any potential liability from this case. As of June 30, 2016, litigation is still pending on remaining claim.

Changes in the insurance fund's claims liability were:

	2016	2015
Claims liabilities, beginning of year	\$ 5,800,147	\$ 5,480,397
Current year claims and changes in estimate	19,036,995	5,330,538
Payment of claims liabilities	<u>(18,288,675)</u>	<u>(5,010,788)</u>
Claims liabilities, end of year	<u>\$ 6,548,467</u>	<u>\$ 5,800,147</u>

**City of Las Cruces**  
**Notes to Financial Statements**  
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**14) Development Impact Fees**

The City collects and expends development impact fees in accordance with Ordinance No. 1456, which requires impact fees to be used for capital improvements or facility expansions identified in a capital improvements plan. In addition to capital improvements, development impact fees may also be used to pay for debt service costs if the proceeds of the debt issued were used in accordance with the capital improvements plan.

The expenditures of collected fees must improve the following facilities:

- 1) Water supply, treatment, and distribution facilities, and wastewater collection and treatment facilities;
- 2) Parks, recreational areas, open space, trails, and related areas and facilities; and
- 3) Major roads, stormwater drainage, and public safety (police and fire) facilities.

In addition to the construction of capital improvements or facility expansions, Ordinance 1456 §4 states that the development impact fee may also be used to pay for the preparation and updating of the capital improvements plan, the estimated costs of the plan, or up to three percent of administrative costs for City employees who are qualified professionals. Additionally, debt service costs may be paid from impact fees assessed if the proceeds of the debt issued were used in accordance with the capital improvements identified in the capital improvements plan.

The initial land use assumptions and capital improvements plan prepared by Tischler & Associates, Inc. on January 6, 1995 is a 10 to 20 year plan with professional engineering estimates of costs well exceeding the assessed development impact fees. A significant portion of the assessed development impact fees for the water and wastewater system have been used to pay debt service on bonds. The expenditures from the bond proceeds were spent on specific items listed in the initial capital improvements plan and were expended within five years of the completion of the capital improvements plan.

In August 2011, the City Council adopted Resolution No. 12-024, *Impact Fee Capital Improvements Plan for Major Roads, Stormwater Drainage, and Public Safety (fire and police) Facilities*. The public safety fees apply to all new development in the City, while the major roads and drainage fees apply only to new development located in the “growth area” (i.e. outside the City’s designated infill area).



**City of Las Cruces**  
**Notes to Financial Statements**  
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**14) Development Impact Fees (continued)**

Development impact fee activity for the year ended June 30, 2016 is shown below. Unspent fees collected in previous years can be netted with overspent fees and are available for expenditure in the current fiscal year.

**Parks Impact Fees**

Impact fees collected	\$ 686,639
Investment gain	32,333
Expenditures	<u>(325,783)</u>
Net Parks Impact Fees	<u><u>\$ 393,189</u></u>

**Public Safety Impact Fees**

Impact fees collected	\$ 392,520
Investment gain	25,520
Expenditures	<u>(705,441)</u>
Net Public Safety Impact Fees	<u><u>\$ (287,401)</u></u>

**Water Impact Fees**

Impact fees collected	\$ 926,252
Investment gain	58,560
Expenditures	<u>(996,888)</u>
Net Water Impact Fees	<u><u>\$ (12,076)</u></u>

**Wastewater Impact Fees**

Impact fees collected	\$ 1,059,852
Investment gain	164,515
Expenditures	<u>(1,336,223)</u>
Net Wastewater Impact Fees	<u><u>\$ (111,856)</u></u>

**Total Impact Fees**

Collections	\$ 3,065,263
Investment gain	280,928
Expenditures	<u>(3,364,335)</u>
Net Impact Fees	<u><u>\$ (18,144)</u></u>

**City of Las Cruces**  
**Notes to Financial Statements**  
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**15) Telshor Facility Lease Memorial Medical Center / Province Hospital (Telshor Facility)**

In 1966 the City and the County adopted a joint resolution to create a joint county-municipal hospital to provide medical services to all of the citizens of Doña Ana County. The hospital was constructed and operated by the City and County through a Board of Trustees until 1998, when it was leased to Memorial Medical Center, Inc. (MMCI), a New Mexico not-for-profit corporation.

On June 1, 2004, the City, the County, and MMCI jointly terminated the lease. On that date, the City and County executed a 40-year lease agreement for the hospital facilities and equipment with PHC-Las Cruces, Inc. (PHC), a New Mexico corporation and a wholly-owned subsidiary of Province Healthcare Corporation, a Delaware corporation. In accordance with the lease agreement PHC deposited amounts into escrow accounts to cover contingencies of the hospital and pay hospital liabilities specified in the agreement, including outstanding bonds.

The net lease proceeds, after these deposits and liabilities, are summarized as follows:

	<u><b>Total</b></u>	<u><b>City Portion</b></u>
Total lease amount	\$ 150,000,000	\$ 75,000,000
Less:		
Hospital liabilities assumed by PHC	9,247,375	4,623,688
Amounts deposited into escrow to cover		
medical malpractice and other contingencies	14,445,892	7,222,946
Payment of outstanding hospital bonds	50,038,987	25,019,493
Payment of hospital pension liabilities	24,100,000	12,050,000
Closing costs	1,000	500
Cash paid by PHC to the City and County	<u>\$ 52,166,746</u>	<u>\$ 26,083,373</u>

As part of the PHC lease, the City and County received amounts needed to cover specific future costs. The maximum amounts of these costs are as follows:

	<u><b>Total</b></u>	<u><b>City Portion</b></u>
Employee severance agreements	\$ 987,266	\$ 493,633
Construction costs	1,278,414	639,207
Future payments to MMCI for expanded care services	19,200,000	9,600,000
Hospital property taxes	5,000,000	2,500,000
	<u>\$ 26,465,680</u>	<u>\$ 13,232,840</u>

The proceeds of the PHC lease are reported in a special revenue fund (Telshor Facility fund) because the City Council adopted a resolution restricting the use of the lease proceeds to fund health-related programs and health-related capital projects.

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**15) Telshor Facility Lease Memorial Medical Center / Province Hospital (Telshor Facility) (continued)**

The asset purchase agreement entitles PHC to compensation solely from the escrow account if PHC incurs any losses, including the discharge of malpractice liabilities, in connection with events that occurred on or prior to the closing.

MMCI began distributing its cash and investments equally between the City and the County in July 2004. MMCI retained cash to pay certain liabilities. Any cash remaining at the end of the liquidation process will be distributed equally between the City and the County. In April 2005, PHC merged with LifePoint Hospitals. The lease continues with LifePoint Hospitals.

The City and County did not receive distributions from the escrow accounts in FY16.

**16) Las Cruces Convention Center**

In 2008, the City began construction of the Las Cruces Convention Center. Construction and furnishing the convention center was completed in December 2010, with the grand opening in January 2011. The City retains ownership of all the furnishings, equipment, and the convention center facility.

During FY16 the City entered into an amended contract through June 30, 2016 with four remaining optional one year extensions with Global Spectrum, henceforth referred to as Spectra, to manage the facility and grounds on behalf of the City. Spectra is responsible for operations and maintenance of all physical and mechanical facilities necessary for the operation, maintenance, and management of the convention center. All facility staff and other personnel are hired by Spectra and are employees or independent contractors of Spectra. Compensation to Spectra during FY16 for management services was a fixed management fee.

The City applied to the state for the governmental liquor license pursuant to 60-6A-101, NMSA 1978. In accordance with the management agreement, the liquor license will be leased to Spectra and will be used exclusively for the operation of the convention center. The operations manager will ensure that all activities associated with the liquor license shall strictly conform to New Mexico law and the regulations of the New Mexico Alcohol and Gaming Division of the New Mexico Regulation and Licensing Department.

Each year the annual operating budget prepared by Spectra will be provided to the City. The operating budget will include a projection of operating revenues and expenses for the fiscal year. The annual budget is subject to the review and approval of the City. The City has agreed to provide a one-time facility operating fee of \$50,000 and restore any deficit in this balance to the operating account on a monthly basis. During FY16, the City provided funding of \$108,067.

**City of Las Cruces**  
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**16) Las Cruces Convention Center (continued)**

In order to utilize energy incentives relating to the installation of solar panels, the City must and does pay the electric bills directly. This funding totaled \$75,146 in FY16.

Spectra must maintain independent records, in accordance with generally accepted accounting principles, of the operations and maintenance of the convention center. The City has the right to audit the records. Additionally, Spectra must provide monthly financial statements to the City, and must provide the City with a copy of their audited annual financial statements.

**17) Major Construction Commitments**

The City has the following construction commitments as of June 30, 2016. These projects are evidenced by contractual arrangements with construction contractors:

Commitments of Business-type Activities

Project	Fund	Contract Amount	Spent to Date	Commitment Remaining	Source of Payment
<b>Joint Utilities</b>					
Gas Infrastructure Rehabilitation	Gas Capital Improvements	\$ 694,881	\$ 66,611	\$ 628,270	Gas Utility Rates
Gas Street Improvements	Gas Capital Improvements	351,735	16,977	334,758	Gas Utility Rates
Gas Infrastructure Development	Gas Capital Improvements	214,705	61,351	153,354	Gas Utility Rates
Water Quality Lab	Water NMFA Loan Project	107,568	-	107,568	2015 Joint Utility Bond
Water Pavement Replacement	Water NMFA Loan Project	56,656	-	56,656	2015 Joint Utility Bond
Water Infrastructure Rehabilitation	Water Capital Improvements	845,667	197,082	648,585	Water Utility Rates
Water Line Rehabilitation	Water Capital Improvements	504,256	434,291	69,965	Water Utility Rates
Water Drill Replacement Wells (NMED)	Water Capital Improvements	1,857,761	1,412,164	445,597	NMED Grant
Water East Mesa Water System	Water NMFA Loan Project	215,210	51,380	163,830	2009 Joint Utility Bond
Water Drill Replacement Wells	Water NMFA Loan Project	672,294	78,869	593,425	NMFA Bond
Water East Mesa Reservoir	Water NMFA Loan Project	150,828	-	150,828	NMFA Bond
Water Drill Replacement Wells	Water NMFA Loan Project	150,000	-	150,000	2007 Joint Utility Bond
Water Street Utility Rehabilitation	Water NMFA Loan Project	174,606	-	174,606	2007 Joint Utility Bond
Water Infrastructure Development Zone				-	2007 Joint Utility Bond
Interconnect PH B	Water NMFA Loan Project	750,081	-	750,081	2014 Joint Utility Bond
Water Street Improvement Project	Water NMFA Loan Project	983,458	126,623	856,835	Wastewater Utility Rates
Wastewater New Interceptors	Wastewater Capital Project	131,432	-	131,432	2015 Joint Utility Bond
Wastewater WWTP Clarifiers	Wastewater NMFA Loan Project	271,004	99,562	171,442	2015 Joint Utility Bond
Wastewater Water Quality Lab	Wastewater NMFA Loan Project	250,992	-	250,992	Wastewater Utility Rates
Wastewater Street Utility Rehabilitation	Wastewater Capital Project	527,575	-	527,575	Wastewater Utility Rates
Wastewater Line Manhole Rehabilitation	Wastewater Capital Project	180,000	79,974	100,026	Wastewater Utility Rates
Wastewater WWTP Rehabilitation	Wastewater Capital Project	2,815,171	393,113	2,422,058	Wastewater Utility Rates
Wastewater Force Main Rehabilitation	Wastewater Capital Project	143,802	63,891	79,911	Wastewater Utility Rates
Wastewater Septic Systems Phase II	Wastewater Capital Project				
SAP-14-1624		1,531,067	693,183	837,884	NMED Grant
Wastewater Street Improvements Project:	Wastewater NMFA Loan Project	857,092	983,369	(126,277)	2014 Joint Utility Bond
<b>Total</b>		<b>\$ 14,437,841</b>	<b>\$ 4,758,440</b>	<b>\$ 9,679,401</b>	

**City of Las Cruces**  
**Notes to Financial Statements**  
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**18) Contingent Liabilities**

The City receives financial assistance from federal and state grants and entitlements. Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims may result in a liability of the applicable funds. The City believes that liabilities resulting from disallowed amounts will not have a material effect on the City's financial statements.

The City is a defendant in various lawsuits. Management estimates that balances available in the self-insurance fund are sufficient to settle such lawsuits. Management is not aware of any other pending or threatened litigation that would adversely affect the City's financial position.

**19) Downtown Tax Increment Development District (TIDD)**

In December of 2007, Las Cruces formed the state's first Tax Increment Development District (TIDD) for downtown revitalization. The Downtown TIDD is defined by certain geographic boundaries, and receives an incremental portion of the gross receipts tax and property tax collected in this geographic area. The State of New Mexico, Dona Ana County, and the City contribute 75% of the incremental gross receipts tax is collected in the district. Additionally, both City and County contribute 75% of the incremental property tax assessed in the district.

The tax revenues that go to the TIDD are used for downtown public improvements and revitalization of the downtown area. Projects to be supported by TIDD funds include a downtown plaza, pedestrian safety improvements, roadways, street lighting and landscaping.

**20) Affiliated Organizations and Joint Powers Agreements**

The City is a participant in the following five affiliated organizations, four of which are joint ventures. Other than the City bonds secured by South Central Solid Waste Authority, the City is unaware of any circumstances that would cause a significant benefit or burden to the participating governments.

Mesilla Valley Regional Dispatch Authority

The City is a participant in a combined City-County communications/dispatch center for police, fire, and emergency medical services for the City/County area. The organization is governed by a board of thirteen individuals. The City and County each appoint four members; the Town of Mesilla, the City of Sunland Park, the City of Anthony and the Village of Hatch each appoint one member; and the final member is appointed at large by the other members.

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**20) Affiliated Organizations and Joint Powers Agreements (continued)**

The City contributes 53% of the net annual operating cost while the County contributes 47%. The joint powers agreement provides that if the agreement is terminated, property and any funds accrued by the organization shall be distributed to the City and County in proportion to the contributions made by the two entities.

The City is the fiscal agent for the organization and accounts for its resources in an agency fund. Separate audited financial statements were prepared for the year ended June 30, 2016. Requests for copies of financial statements can be made to the City of Las Cruces' Chief Administrative Officer.

Metro Narcotics Agency

The City is a participant in a joint City–County–State–University controlled substances investigation project for the City/County area. The organization is governed by a board of nine individuals. The City and County each appoint three members; the remaining three members are the State Police Chief, the University Police Chief, and the District Attorney.

All persons (agents and support staff) assigned to Metro are paid by their respective agencies. The City and the County make contributions to cover the net operating expenses of the organization in proportion to the number of agents assigned to the organization by the two entities. The joint powers agreement provides that if the agreement is terminated by all parties, assets and monies acquired without federal involvement will be distributed in proportion equal to their investment. Assets received from the federal government pursuant to the federal asset-sharing procedures will be distributed to the parties in proportion to their contribution to operational expenses.

The City is the fiscal agent for the organization and accounts for it in an agency fund. Separate audited financial statements were prepared for the year ended June 30, 2016. Request for copies of financial statements can be made to the City of Las Cruces' Chief Administrative Officer.

Metropolitan Planning Organization

The City is a participant in a joint City/County/Town of Mesilla Metropolitan Planning Organization jurisdictional area. The organization is governed by a board of nine; three each appointed by the City of Las Cruces, Dona Ana County and Town of Mesilla, respectively. The committee was constituted for the purpose of establishing, overseeing and directing transportation related policy within the Las Cruces urban area and to accomplish overall transportation planning for the City, County and Town.

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**20) Affiliated Organizations and Joint Powers Agreements (continued)**

The parties agree that some of the expense of the transportation planning process will be provided for by grant funds available under Section 112 of the Federal Highway Act of 1978 and Section 8 of the Urban Mass Transportation Act of 1964. Expenses not so provided shall be assumed by participating agencies according to the listing of funding sources contained in the annual Unified Work Program approved by the governing board.

The joint venture agreement may be terminated upon the mutual consent of both parties and shall not be terminated so long as any revenue bonds issued under the agreement by the City are outstanding.

South Central Solid Waste Authority

The City is a participant in South Central Solid Waste Authority (SCSWA), a City-County joint venture that establishes a mechanism for designing, constructing, financing, operating and maintaining regional solid waste landfills and related facilities. SCSWA is reported as a component unit of the City because its revenues are the primary source of debt service for City bonds issued to construct a regional landfill and transfer station.

The repayment of the bonds is secured by a pledge of the Authority's net revenues from operation of the facility. If the net revenues are not enough to satisfy the debt service requirements, the proceeds of the 1/16% Municipal Environmental Services Gross Receipts Tax of the City and the 1/8% County Environmental Services Gross Receipts Tax of the County are pledged.

SCSWA is governed by a board comprised of six working members and two ex-officio members. Three of the members are appointed from the City Council by the Mayor and three members are appointed from the County Commission by the Chairman. The two ex-officio members are the City Manager and the County Manager or their designees.

The City serves as the fiscal agent for the Authority for the term of the agreement. The fiscal agent is compensated for services rendered to the Authority in the amount of \$85,000 per year base rate. The base rate increases each year by the Consumer Price Index.

The joint venture agreement may be terminated upon the mutual consent of both parties and shall not be terminated so long as any revenue bonds issued under the agreement by the City are outstanding.

In 2016, the City of Las Cruces and Dona Ana County paid approximately \$2.6 million and \$563,580, respectively, to SCSWA for solid waste services provided.

**City of Las Cruces**  
**Notes to Financial Statements**  
**June 30, 2016**

**20) Affiliated Organizations and Joint Powers Agreements (continued)**

Animal Service Center of the Mesilla Valley

Animal Service Center of the Mesilla Valley was formed through a joint powers agreement (JPA) between the City of Las Cruces and Dona Ana County. The JPA provides for a governing board for the Authority. The ASCMV is governed by a Board that consists of six members and two ex-officio members. Three members are appointed from the City Council by the Mayor with the advice and consent of the City Council. Three members are appointed from the County Commission by the Chair with the advice and consent of the County Commission. The two ex-officio members are the City Manager and the County Manager, or their designees.

It is the mission of the center to provide safe shelter for all lost, mistreated, and abandoned animals of the Mesilla Valley and surrounding communities. The operations of the Authority began in February 2009. ASCMV receives funding from members of the joint powers agreement. During fiscal year 2016, ASCMV received \$901,787 from the City of Las Cruces and \$901,787 from Dona Ana County.

The City is the fiscal agent for the organization and accounts for it in an agency fund. Separate audited financial statements were prepared for the year ended June 30, 2016. Request for copies of financial statements can be made to the City of Las Cruces' Chief Administrative Officer.

**21) Subsequent Events**

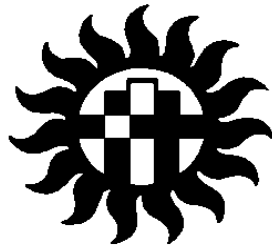
On August 24, 2016, the City issued \$5,000,000 of Municipal Gross Receipts Tax Improvement Revenue Bonds Series 2016 with a net effective interest rate of 1.8914 percent and a final maturity of June 1, 2028. These bonds are designated for flood control projects.

The City issued \$5,000,000 Tax-Exempt Industrial Revenue Bonds Series 2016 on September 20, 2016 for the F&A Dairy Products, Inc. Plant Equipment Upgrade Project. Per the terms of the agreement, the City is not legally liable for this debt.

Additionally, on October 19, 2016, the City issued \$16,375,000 of Joint Utility System Improvement Revenue Bonds Series 2016 with a net effective interest rate of 2.6435 percent and a final maturity of June 1, 2036. These bonds are designated to acquire, extend, enlarge, better, repair or otherwise improve the City's Joint Utility system.



**City of Las Cruces**  
**Required Supplementary Information**  
**June 30, 2016**



**City of Las Cruces**

**City of Las Cruces**  
**Schedule of the City's Proportionate Share of the Net Pension Liability**  
**Public Employees Retirement Association (PERA)**  
**Last 10 Fiscal Years\***

	2016	2015
<b>City of Las Cruces</b> proportion of the net pension liability (asset)		
Municipal	5.03%	4.64%
Police	5.01%	5.10%
Fire	5.87%	5.72%
<b>City of Las Cruces</b> proportionate share of the net pension liability (asset)		
Municipal	\$ 49,796,563	\$ 36,171,147
Police	23,390,154	16,640,441
Fire	29,442,649	23,884,004
<b>City of Las Cruces</b> covered-employee payroll		
Municipal	\$ 38,628,050	\$ 37,425,872
Police	10,991,888	11,050,695
Fire	6,733,578	6,694,291
<b>City of Las Cruces</b> proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll		
Municipal	128.91%	96.65%
Police	212.79%	150.58%
Fire	437.25%	356.78%
Plan fiduciary net position as a percentage of the total pension liability	76.99%	81.29%

The amounts presented were determined as of June 30. This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, the City of Las Cruces will present information for those years for which information is available. The PERA pension liability amounts for each division were rolled forward from the valuation date to the Plan year ending June 30 of the previous year.

**The accompanying notes are an integral part of these financial statements.**

**City of Las Cruces**  
**Schedule of the City's Contributions**  
**Public Employees Retirement Association (PERA)**  
**Last 10 Fiscal Years\***

	2016	2015
<b>Municipal</b>		
Contractually required contribution	\$ 3,983,174	\$ 6,016,189
Contributions in relation to the contractually required contribution	3,983,174	6,016,189
Contribution deficiency (excess)	-	-
<b>City of Las Cruces covered-employee payroll</b>	<b>\$ 38,628,050</b>	<b>\$ 37,425,872</b>
Contributions as a percentage of covered-employee payroll	10 31%	16 07%
<b>Police</b>		
Contractually required contribution	\$ 2,180,472	\$ 1,740,991
Contributions in relation to the contractually required contribution	2,180,472	1,740,991
Contribution deficiency (excess)	-	-
<b>City of Las Cruces covered-employee payroll</b>	<b>\$ 10,991,888</b>	<b>\$ 11,050,695</b>
Contributions as a percentage of covered-employee payroll	19 84%	15 75%
<b>Fire</b>		
Contractually required contribution	\$ 1,659,724	\$ 1,323,824
Contributions in relation to the contractually required contribution	1,659,724	1,323,824
Contribution deficiency (excess)	-	-
<b>City of Las Cruces covered-employee payroll</b>	<b>\$ 6,733,578</b>	<b>\$ 6,694,291</b>
Contributions as a percentage of covered-employee payroll	24 65%	19 77%

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

**The accompanying notes are an integral part of these financial statements.**

**City of Las Cruces**  
**Notes to Required Supplementary Information**  
**June 30, 2016**

- 1) *Changes of benefit terms* The Public employee Retirement Association (PERA) Fund, COLA and retirement eligibility benefits changes in recent years are described in Note 1 of the PERA FY15 audit available at  
<http://www.nmpera.org/assets/uploads/downloads/comprehensive-annual-financial-reports/CAFR-2015.pdf>
- 2) *Changes of assumptions* The PERA of New Mexico Annual Actuarial Valuation as of June 30, 2015 report is available at  
<http://www.nmpera.org/assets/uploads/downloads/retirement-fund-valuation-reports/6-30-2015-PERA-Valuation-Report-FINAL.pdf>

The summary of Key Findings for the PERA Fund can be found on pages 2 and 3 of the report. For details about changes in the actuarial assumptions, see Appendix B- Summary of Actuarial Assumptions & Methods.

**The accompanying notes are an integral part of these financial statements.**

## Combining Balance Sheet—Nonmajor Governmental Funds

**The accompanying notes are an integral part of these financial statements.**

**City of Las Cruces**  
**Combining Balance Sheet—Nonmajor Governmental Funds**  
**June 30, 2016**

	Special Revenue Fund					
	Community Development	Court Awarded Funds	Fire	Police Protection	Emergency Medical Services	Traffic Safety
<b>Assets</b>						
Pooled cash and investments	\$ -	\$ -	\$ -	\$ 9,430	\$ -	\$ -
Restricted cash and investments	121,501	289,932	500,554	287,235	1,797	60,714
Receivables, net	4,109,596	-	-	-	-	-
Due from other governmental units	158,790	-	-	33,304	-	-
	<u>4,389,887</u>	<u>289,932</u>	<u>500,554</u>	<u>329,969</u>	<u>1,797</u>	<u>60,714</u>
Total assets	\$ 4,389,887	\$ 289,932	\$ 500,554	\$ 329,969	\$ 1,797	\$ 60,714
<b>Liabilities, Deferred Inflows and Fund Balances</b>						
<b>Liabilities</b>						
Accounts and contracts payable	\$ 105,280	\$ -	\$ 32,126	\$ 50,699	\$ -	\$ -
Due to other funds	142,324	-	-	-	-	-
Accrued liabilities	6,413	-	-	909	-	-
Unearned revenue	4,049,115	-	224,468	26,866	533	-
Total liabilities	<u>4,303,132</u>	<u>-</u>	<u>256,594</u>	<u>78,474</u>	<u>533</u>	<u>-</u>
<b>Deferred inflows of resources:</b>						
Deferred special assessment receipts	-	-	-	-	-	-
Total liabilities and deferred inflows of resources	<u>4,303,132</u>	<u>-</u>	<u>256,594</u>	<u>78,474</u>	<u>533</u>	<u>-</u>
<b>Fund balances</b>						
<b>Restricted for:</b>						
Public safety programs	-	289,932	243,960	251,495	1,264	60,714
Housing and community development	86,755	-	-	-	-	-
Debt service	-	-	-	-	-	-
Public works	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-
Transportation	-	-	-	-	-	-
Community and cultural services	-	-	-	-	-	-
<b>Committed for:</b>						
Debt service	-	-	-	-	-	-
Public safety programs	-	-	-	-	-	-
Health-related programs	-	-	-	-	-	-
Public works	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-
<b>Assigned to:</b>						
Software fund	-	-	-	-	-	-
Office of Emergency Management Reserve	-	-	-	-	-	-
Vehicle acquisition fund	-	-	-	-	-	-
Public safety programs	-	-	-	-	-	-
Public works	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
Total fund balances	<u>86,755</u>	<u>289,932</u>	<u>243,960</u>	<u>251,495</u>	<u>1,264</u>	<u>60,714</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 4,389,887</u>	<u>\$ 289,932</u>	<u>\$ 500,554</u>	<u>\$ 329,969</u>	<u>\$ 1,797</u>	<u>\$ 60,714</u>

**The accompanying notes are an integral part of these financial statements.**

**City of Las Cruces**  
**Combining Balance Sheet—Nonmajor Governmental Funds**  
**(Continued)**  
**June 30, 2016**

	Special Revenue Fund					
	Safe Traffic Operations Program	Court Automation	Prisoner Care	Juvenile Recreation	Lodgers' Tax and LCCVB	DWI Prevention
<b>Assets</b>						
Pooled cash and investments	\$ 61,622	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted cash and investments	-	499,973	1,715,406	52,853	2,682,760	9,009
Receivables, net	-	-	-	-	337,386	-
Due from other governmental units	-	-	-	-	-	-
Total assets	<u>\$ 61,622</u>	<u>\$ 499,973</u>	<u>\$ 1,715,406</u>	<u>\$ 52,853</u>	<u>\$ 3,020,146</u>	<u>\$ 9,009</u>
<b>Liabilities, Deferred Inflows and Fund Balances</b>						
<b>Liabilities</b>						
Accounts and contracts payable	\$ 1,803	\$ 16,191	\$ 306,534	\$ -	\$ 41,695	\$ 68
Due to other funds	-	-	-	-	-	-
Accrued liabilities	-	-	-	-	14,187	-
Unearned revenue	-	-	-	-	-	-
Total liabilities	<u>1,803</u>	<u>16,191</u>	<u>306,534</u>	<u>-</u>	<u>55,882</u>	<u>68</u>
<b>Deferred inflows of resources:</b>						
Deferred special assessment receipts	-	-	-	-	-	-
Total liabilities and deferred inflows of resource	<u>1,803</u>	<u>16,191</u>	<u>306,534</u>	<u>-</u>	<u>55,882</u>	<u>68</u>
<b>Fund balances</b>						
Restricted for:						
Public safety programs	59,819	483,782	-	52,853	-	8,941
Housing and community development	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Public works	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-
Transportation	-	-	-	-	-	-
Community and cultural services	-	-	-	-	2,964,264	-
Committed for:						
Debt service	-	-	-	-	-	-
Public safety programs	-	-	1,408,872	-	-	-
Health-related programs	-	-	-	-	-	-
Public works	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-
Assigned to:						
Software fund	-	-	-	-	-	-
Office of Emergency Management Reserve	-	-	-	-	-	-
Vehicle acquisition fund	-	-	-	-	-	-
Public safety programs	-	-	-	-	-	-
Public works	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
Total fund balances	<u>59,819</u>	<u>483,782</u>	<u>1,408,872</u>	<u>52,853</u>	<u>2,964,264</u>	<u>8,941</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 61,622</u>	<u>\$ 499,973</u>	<u>\$ 1,715,406</u>	<u>\$ 52,853</u>	<u>\$ 3,020,146</u>	<u>\$ 9,009</u>

**The accompanying notes are an integral part of these financial statements.**

**City of Las Cruces**  
**Combining Balance Sheet—Nonmajor Governmental Funds**  
**(Continued)**  
**June 30, 2016**

	Special Revenue Fund						
	Judicial Education	Environmental Gross Receipts Tax	Health Care Services From MMCI Lease	Special Revenue Grants	Gasoline Tax Street Maintenance Fund	Keep Las Cruces Beautiful	Older Americans Act Programs
<b>Assets</b>							
Pooled cash and investments	\$ -	\$ -	\$54,125	\$ -	\$ -	\$ -	\$ -
Restricted cash and investments	3,582	149,199	-	-	125,123	-	-
Receivables, net	-	-	-	79,999	-	-	-
Due from other governmental units	-	316,285	-	425,968	224,314	2,148	30,544
Total assets	<u>\$ 3,582</u>	<u>\$ 465,484</u>	<u>\$ 54,125</u>	<u>\$ 505,967</u>	<u>\$ 349,437</u>	<u>\$ 2,148</u>	<u>\$ 30,544</u>
<b>Liabilities, Deferred Inflows and Fund Balances</b>							
Liabilities							
Accounts and contracts payable	\$ 2,759	\$ -	\$ 26,569	\$ 18,705	\$ 159	\$ 1,500	\$ 28,737
Due to other funds	-	-	-	440,538	-	158	340
Accrued liabilities	-	-	-	5,038	7,913	-	1,467
Unearned revenue	-	-	-	40,231	-	286	-
Total liabilities	<u>2,759</u>	<u>-</u>	<u>26,569</u>	<u>504,512</u>	<u>8,072</u>	<u>1,944</u>	<u>30,544</u>
Deferred inflows of resources:							
Deferred special assessment receipts	-	-	-	-	-	-	-
Total liabilities and deferred inflows of resources	<u>2,759</u>	<u>-</u>	<u>26,569</u>	<u>504,512</u>	<u>8,072</u>	<u>1,944</u>	<u>30,544</u>
Fund balances							
Restricted for:							
Public safety programs	823	-	-	-	-	204	-
Housing and community development	-	-	-	-	-	-	-
Debt service	-	465,484	-	-	-	-	-
Public works	-	-	-	-	341,365	-	-
Parks and recreation	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-
Community and cultural services	-	-	-	-	-	-	-
Committed for:							
Debt service	-	-	-	-	-	-	-
Public safety programs	-	-	-	-	-	-	-
Health-related programs	-	-	27,556	-	-	-	-
Public works	-	-	-	1,455	-	-	-
Parks and recreation	-	-	-	-	-	-	-
Assigned to:							
Software fund	-	-	-	-	-	-	-
Office of Emergency Management Reserve	-	-	-	-	-	-	-
Vehicle acquisition fund	-	-	-	-	-	-	-
Public safety programs	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
Total fund balances	<u>823</u>	<u>465,484</u>	<u>27,556</u>	<u>1,455</u>	<u>341,365</u>	<u>204</u>	<u>-</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 3,582</u>	<u>\$ 465,484</u>	<u>\$ 54,125</u>	<u>\$ 505,967</u>	<u>\$ 349,437</u>	<u>\$ 2,148</u>	<u>\$ 30,544</u>

**The accompanying notes are an integral part of these financial statements.**



**City of Las Cruces**  
**Combining Balance Sheet—Nonmajor Governmental Funds**  
**(Continued)**  
**June 30, 2016**

	Special Revenue Fund						
	Affordable Housing Trust	Alarm Fines and Fees	Street Maintenance Operations	Flood Control Operations	Special Assessments/ Northrise Morningstar	Downtown Revitalization	Valley View Heske Garden
<b>Assets</b>							
Pooled cash and investments	\$ -	\$ -	\$ -		\$ 2,556,718	\$ -	\$ -
Restricted cash and investments	510,944	1,158	2,277,852	1,288,451	-	57,067	173,692
Receivables, net	-	-	-	-	877,271	300	-
Due from other governmental units	-	-	1,254,227	1,112,326	-	-	-
	<u>-</u>	<u>-</u>	<u>1,254,227</u>	<u>1,112,326</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 510,944</u>	<u>\$ 1,158</u>	<u>\$ 3,532,079</u>	<u>\$ 2,400,777</u>	<u>\$ 3,433,989</u>	<u>\$ 57,367</u>	<u>\$ 173,692</u>
<b>Liabilities, Deferred Inflows and Fund Balances</b>							
<b>Liabilities</b>							
Accounts and contracts payable	\$ -	\$ 1,150	\$ 497,245	\$ 68,819	\$ -	\$ 5,833	\$ -
Due to other funds	-	-	-	-	-	-	-
Accrued liabilities	-	-	4,970	8,967	-	-	-
Unearned revenue	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>1,150</u>	<u>502,215</u>	<u>77,786</u>	<u>-</u>	<u>5,833</u>	<u>-</u>
<b>Deferred inflows of resources:</b>							
Deferred special assessment receipts	-	-	-	-	877,271	-	-
Total liabilities and deferred inflows of resourc	<u>-</u>	<u>1,150</u>	<u>502,215</u>	<u>77,786</u>	<u>877,271</u>	<u>5,833</u>	<u>-</u>
<b>Fund balances</b>							
<b>Restricted for:</b>							
Public safety programs	-	8	-	-	-	-	-
Housing and community development	510,944	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Public works	-	-	3,029,864	2,322,991	-	51,534	-
Parks and recreation	-	-	-	-	-	-	173,692
Transportation	-	-	-	-	-	-	-
Community and cultural services	-	-	-	-	-	-	-
<b>Committed for:</b>							
Debt service	-	-	-	-	2,556,718	-	-
Public safety programs	-	-	-	-	-	-	-
Health-related programs	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-	-
<b>Assigned to:</b>							
Software fund	-	-	-	-	-	-	-
Office of Emergency Management Reserve	-	-	-	-	-	-	-
Vehicle acquisition fund	-	-	-	-	-	-	-
Public safety programs	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
Total fund balances	<u>510,944</u>	<u>8</u>	<u>3,029,864</u>	<u>2,322,991</u>	<u>2,556,718</u>	<u>51,534</u>	<u>173,692</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 510,944</u>	<u>\$ 1,158</u>	<u>\$ 3,532,079</u>	<u>\$ 2,400,777</u>	<u>\$ 3,433,989</u>	<u>\$ 57,367</u>	<u>\$ 173,692</u>

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Combining Balance Sheet—Nonmajor Governmental Funds**  
**(Continued)**  
**June 30, 2016**

	Special Revenue Fund				Capital Projects Fund		
	Griggs Walnut Plume	TIDD Dedicated Revenues	Las Cruces Convention Center	Public Safety Impact Fee	HUD Facilities	Public Parks	Street Improvement
<b>Assets</b>							
Pooled cash and investments	\$ -	\$ -	\$ 49,689	\$ -	\$ -	\$ 2,133,419	\$ 1,080,807
Restricted cash and investments	2,652,398	6,903,012	-	1,489,568	430	-	-
Receivables, net	9,240	-	129,529	-	-	-	-
Due from other governmental units	-	318,705	-	-	-	-	-
Total assets	<u>\$ 2,661,638</u>	<u>\$ 7,221,717</u>	<u>\$ 179,218</u>	<u>\$ 1,489,568</u>	<u>\$ 430</u>	<u>\$ 2,133,419</u>	<u>\$ 1,080,807</u>
<b>Liabilities, Deferred Inflows and Fund Balances</b>							
<b>Liabilities</b>							
Accounts and contracts payable	\$ 162,160	\$ 9,376	\$ -	\$ 459,411	\$ -	\$ 31,993	\$ -
Due to other funds	-	-	-	-	-	-	-
Accrued liabilities	-	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-	-
Total liabilities	<u>162,160</u>	<u>9,376</u>	<u>-</u>	<u>459,411</u>	<u>-</u>	<u>31,993</u>	<u>-</u>
Deferred inflows of resources:							
Deferred special assessment receipts	-	-	-	-	-	-	-
Total liabilities and deferred inflows of resources	<u>162,160</u>	<u>9,376</u>	<u>-</u>	<u>459,411</u>	<u>-</u>	<u>31,993</u>	<u>-</u>
<b>Fund balances</b>							
Restricted for:							
Public safety programs	-	-	-	1,030,157	-	-	-
Housing and community development	-	-	-	-	-	-	-
Debt service	-	-	179,218	-	-	-	-
Public works	2,499,478	7,212,341	-	-	430	-	1,080,807
Parks and recreation	-	-	-	-	-	2,101,426	-
Transportation	-	-	-	-	-	-	-
Community and cultural services	-	-	-	-	-	-	-
Committed for:							
Debt service	-	-	-	-	-	-	-
Public safety programs	-	-	-	-	-	-	-
Health-related programs	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-	-
Assigned to:							
Software fund	-	-	-	-	-	-	-
Office of Emergency Management Reserve	-	-	-	-	-	-	-
Vehicle acquisition fund	-	-	-	-	-	-	-
Public safety programs	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
Total fund balances	<u>2,499,478</u>	<u>7,212,341</u>	<u>179,218</u>	<u>1,030,157</u>	<u>430</u>	<u>2,101,426</u>	<u>1,080,807</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 2,661,638</u>	<u>\$ 7,221,717</u>	<u>\$ 179,218</u>	<u>\$ 1,489,568</u>	<u>\$ 430</u>	<u>\$ 2,133,419</u>	<u>\$ 1,080,807</u>

**The accompanying notes are an integral part of these financial statements.**

**City of Las Cruces**  
**Combining Balance Sheet—Nonmajor Governmental Funds**  
**(Continued)**  
**June 30, 2016**

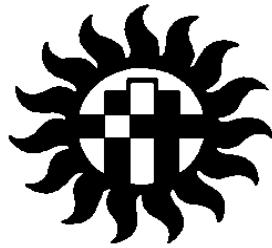
	Capital Projects Fund						
	Capital Grant Projects	Sales Tax- Street Maintenance	VAD Street Project	Flood Control	Completed Debt Projects	2003 Sales Tax Facilities and Parks	State Equipment Acquisition
<b>Assets</b>							
Pooled cash and investments	\$ -	\$ 8,013,281	\$ 7,334,433	\$ 2,594,998	\$ -	\$ 5,706,528	\$ -
Restricted cash and investments	-	-	-	-	-	-	426,745
Receivables, net	-	72,228	-	40,569	-	-	-
Due from other governmental units	<u>1,362,577</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 1,362,577</u>	<u>\$ 8,085,509</u>	<u>\$ 7,334,433</u>	<u>\$ 2,635,567</u>	<u>\$ -</u>	<u>\$ 5,706,528</u>	<u>\$ 426,745</u>
<b>Liabilities, Deferred Inflows and Fund Balances</b>							
<b>Liabilities</b>							
Accounts and contracts payable	\$ 94,048	\$ 588,251	\$ -	\$ 13,346	\$ -	\$ 264,847	\$ -
Due to other funds	784,745	-	-	-	184,563	-	436,578
Accrued liabilities	-	-	-	-	-	-	-
Unearned revenue	<u>404,130</u>	<u>91,489</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>1,282,923</u>	<u>679,740</u>	<u>-</u>	<u>13,346</u>	<u>184,563</u>	<u>264,847</u>	<u>436,578</u>
<b>Deferred inflows of resources:</b>							
Deferred special assessment receipts	-	-	-	-	-	-	-
Total liabilities and deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balances</b>							
Restricted for:							
Public safety programs	-	-	-	-	-	-	-
Housing and community development	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Public works	-	7,405,769	7,334,433	2,622,221	-	5,441,681	-
Parks and recreation	-	-	-	-	-	-	-
Transportation	79,654	-	-	-	-	-	-
Community and cultural services	-	-	-	-	-	-	-
Committed for:							
Debt service	-	-	-	-	-	-	-
Public safety programs	-	-	-	-	-	-	-
Health-related programs	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-	-
Assigned to:							
Software fund	-	-	-	-	-	-	-
Office of Emergency Management Reserve	-	-	-	-	-	-	-
Vehicle acquisition fund	-	-	-	-	-	-	-
Public safety programs	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Unassigned	-	-	-	-	(184,563)	-	(9,833)
Total fund balances	<u>79,654</u>	<u>7,405,769</u>	<u>7,334,433</u>	<u>2,622,221</u>	<u>(184,563)</u>	<u>5,441,681</u>	<u>(9,833)</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 1,362,577</u>	<u>\$ 8,085,509</u>	<u>\$ 7,334,433</u>	<u>\$ 2,635,567</u>	<u>\$ -</u>	<u>\$ 5,706,528</u>	<u>\$ 426,745</u>

**The accompanying notes are an integral part of these financial statements.**

**City of Las Cruces**  
**Combining Balance Sheet—Nonmajor Governmental Funds**  
**(Continued)**  
**June 30, 2016**

	Capital Projects Fund					
	2003 Sales Tax Street Lights	2005 GRT Public Improvements	Convention Center	2015B HHS	TIDD Street Projects	Total
<b>Assets</b>						
Pooled cash and investments	\$ -	\$ -	\$ 197,163	\$ 4,006,621	\$ 22,668	\$ 33,821,502
Restricted cash and investments	-	-	-	-	4,804,314	27,085,269
Receivables, net	-	-	-	-	-	5,656,118
Due from other governmental units	-	-	-	-	-	5,239,188
Total assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 197,163</u>	<u>\$ 4,006,621</u>	<u>\$ 4,826,982</u>	<u>\$ 71,802,077</u>
<b>Liabilities, Deferred Inflows and Fund Balances</b>						
Liabilities						
Accounts and contracts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,829,304
Due to other funds	5,929	5,627	-	-	-	2,000,802
Accrued liabilities	-	-	-	-	-	49,864
Unearned revenue	-	-	-	-	-	4,837,118
Total liabilities	<u>5,929</u>	<u>5,627</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,717,088</u>
Deferred inflows of resources:						
Deferred special assessment receipts	-	-	-	-	-	877,271
Total liabilities and deferred inflows of resource	<u>5,929</u>	<u>5,627</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,594,359</u>
Fund balances						
Restricted for:						
Public safety programs	-	-	-	-	-	2,483,952
Housing and community development	-	-	-	-	-	597,699
Debt service	-	-	-	-	-	644,702
Public works	-	-	197,163	4,006,621	372,668	43,919,366
Parks and recreation	-	-	-	-	-	2,275,118
Transportation	-	-	-	-	-	79,654
Community and cultural services	-	-	-	-	-	2,964,264
Committed for:						
Debt service	-	-	-	-	-	2,556,718
Public safety programs	-	-	-	-	-	1,408,872
Health-related programs	-	-	-	-	-	27,556
Public works	-	-	-	-	4,454,314	4,455,769
Parks and recreation	-	-	-	-	-	-
Assigned to:						
Software fund	-	-	-	-	-	-
Office of Emergency Management Reserve	-	-	-	-	-	-
Vehicle acquisition fund	-	-	-	-	-	-
Public safety programs	-	-	-	-	-	-
Public works	-	-	-	-	-	-
Unassigned	<u>(5,929)</u>	<u>(5,627)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(205,952)</u>
Total fund balances	<u>(5,929)</u>	<u>(5,627)</u>	<u>197,163</u>	<u>4,006,621</u>	<u>4,826,982</u>	<u>61,207,718</u>
Total liabilities, deferred inflows and fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 197,163</u>	<u>\$ 4,006,621</u>	<u>\$ 4,826,982</u>	<u>\$ 71,802,077</u>

**The accompanying notes are an integral part of these financial statements.**



City of Las Cruces

Combining Statement of Revenues, Expenditures, and Changes in Fund  
Balance—Nonmajor Governmental Funds

**City of Las Cruces**  
**Combining Statement of Revenues, Expenditures, and**  
**Changes in Fund Balance—Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2016**

	Special Revenue Fund				
	Community Development Block Grant	Court Awarded Funds	Emergency Medical Services	Fire	Police Protection
<b>Revenues</b>					
Taxes					
Gross receipts	\$ -	\$ -	\$ -	\$ -	\$ -
Property	-	-	-	-	-
Lodgers	-	-	-	-	-
State-shared	-	-	-	-	-
Charges for services	8,528	-	-	-	-
Fees and fines	-	4,947	-	-	-
Investment income (loss)	17,132	10,488	412	26,990	12,510
Licenses and permits	-	-	-	-	-
Intergovernmental					
Federal	1,133,948	-	-	-	33,304
State	-	-	19,740	725,117	139,482
Local	-	-	-	-	-
Other	73,497	-	-	-	74,306
Total revenues	<u>1,233,105</u>	<u>15,435</u>	<u>20,152</u>	<u>752,107</u>	<u>259,602</u>
<b>Expenditures</b>					
Current					
General government	-	-	-	-	-
Police	-	38,842	-	-	287,099
Fire	-	-	19,740	585,423	-
Community development	1,034,304	-	-	-	-
Community and cultural services	-	-	-	-	-
Public works	-	-	-	-	-
Transportation	-	-	-	-	-
Parks and recreation	-	-	-	-	-
Capital outlay	136,425	-	-	139,695	-
Debt service					
Principal	-	-	-	-	-
Debt issuance cost	-	-	-	-	-
Interest and other charges	-	-	-	-	-
Total expenditures	<u>1,170,729</u>	<u>38,842</u>	<u>19,740</u>	<u>725,118</u>	<u>287,099</u>
Revenues over (under) expenditures	<u>62,376</u>	<u>(23,407)</u>	<u>412</u>	<u>26,989</u>	<u>(27,497)</u>
<b>Other Financing Sources (Uses)</b>					
Issuance of debt	-	-	-	-	-
Premium on issuance of debt	-	-	-	-	-
Sale of capital assets	-	-	-	-	30,805
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>30,805</u>
Net change in fund balances	62,376	(23,407)	412	26,989	3,308
Fund balances, beginning of year	<u>24,379</u>	<u>313,339</u>	<u>852</u>	<u>216,971</u>	<u>248,187</u>
<b>Fund balances</b> , end of year	<u>\$ 86,755</u>	<u>\$ 289,932</u>	<u>\$ 1,264</u>	<u>\$ 243,960</u>	<u>\$ 251,495</u>

**The accompanying notes are an integral part of these financial statements.**

**City of Las Cruces**  
**Combining Statement of Revenues, Expenditures, and**  
**Changes in Fund Balance—Nonmajor Governmental Funds**  
**(Continued)**  
**For the Year Ended June 30, 2016**

	Special Revenue Fund					
	Traffic	Safe Traffic Operations Program	Court Automation	Prisoner Care	Juvenile Recreation	Lodgers' Tax and LCCVB
<b>Revenues</b>						
Taxes						
Gross receipts	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Property	-	-	-	-	-	-
Lodgers	-	-	-	-	-	2,089,168
State-shared	-	-	-	-	3,725	-
Charges for services	-	-	-	-	-	-
Fees and fines	27,647	4,069	115,660	230,086	-	-
Investment income (loss)	2,261	3,687	11,908	68,077	2,282	106,457
Licenses and permits	-	-	-	-	-	-
Intergovernmental						
Federal	-	-	-	-	-	-
State	-	-	-	-	-	-
Local	-	-	-	-	-	-
Other	-	-	21,683	-	-	3,848
Total revenues	<u>29,908</u>	<u>7,756</u>	<u>149,251</u>	<u>298,163</u>	<u>6,007</u>	<u>2,199,473</u>
<b>Expenditures</b>						
Current						
General government	-	-	-	-	-	-
Police	19,898	2,418	130,564	1,720,912	-	-
Fire	-	-	-	-	-	-
Community development	-	-	-	-	-	-
Community and cultural services	-	-	-	-	-	2,036,006
Public works	-	-	-	-	-	-
Transportation	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-
Capital outlay	-	163,224	-	-	-	-
Debt service						
Principal	-	-	-	-	-	-
Debt issuance cost	-	-	-	-	-	-
Interest and other charges	-	-	-	-	-	-
Total expenditures	<u>19,898</u>	<u>165,642</u>	<u>130,564</u>	<u>1,720,912</u>	<u>-</u>	<u>2,036,006</u>
Revenues over (under) expenditures	<u>10,010</u>	<u>(157,886)</u>	<u>18,687</u>	<u>(1,422,749)</u>	<u>6,007</u>	<u>163,467</u>
<b>Other Financing Sources (Uses)</b>						
Issuance of debt	-	-	-	-	-	-
Premium on issuance of debt	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	1,268,750	-	12,786
Transfers out	-	-	-	-	-	(51,522)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,268,750</u>	<u>-</u>	<u>(38,736)</u>
Net change in fund balances	10,010	(157,886)	18,687	(153,999)	6,007	124,731
Fund balances, beginning of year	<u>50,704</u>	<u>217,705</u>	<u>465,095</u>	<u>1,562,871</u>	<u>46,846</u>	<u>2,839,533</u>
<b>Fund balances</b> , end of year	<u>\$ 60,714</u>	<u>\$ 59,819</u>	<u>\$ 483,782</u>	<u>\$ 1,408,872</u>	<u>\$ 52,853</u>	<u>\$ 2,964,264</u>

The accompanying notes are an integral part of these financial statements.



**City of Las Cruces**  
**Combining Statement of Revenues, Expenditures, and**  
**Changes in Fund Balance—Nonmajor Governmental Funds**  
**(Continued)**  
**For the Year Ended June 30, 2016**

	Special Revenue Fund				
	DWI Prevention	Judicial Education	Environmental Gross Receipts Tax	Health Care Services From MMCI Lease	Special Revenue Grants
<b>Revenues</b>					
Taxes					
Gross receipts	\$ -	\$ -	\$ 1,833,015	\$ -	\$ -
Property	-	-	-	-	-
Lodgers	-	-	-	-	-
State-shared	-	-	-	-	-
Charges for services	-	-	-	-	-
Fees and fines	3,124	33,836	-	-	-
Investment income (loss)	1,268	6	1,661	1,883	-
Licenses and permits	-	-	-	-	-
Intergovernmental					
Federal	-	-	-	-	1,490,495
State	-	-	-	-	160,165
Local	-	-	-	-	-
Other	-	-	-	-	1,555
Total revenues	<u>4,392</u>	<u>33,842</u>	<u>1,834,676</u>	<u>1,883</u>	<u>1,652,215</u>
<b>Expenditures</b>					
Current					
General government	-	-	59,573	307,813	-
Police	1,403	33,888	-	-	295,283
Fire	-	-	-	-	2,408
Community development	-	-	-	-	505,825
Community and cultural services	-	-	-	-	306,396
Public works	-	-	-	-	-
Transportation	-	-	-	-	-
Parks and recreation	-	-	-	-	340,618
Capital outlay	-	-	-	-	200,230
Debt service					
Principal	-	-	-	-	-
Debt issuance cost	-	-	-	-	-
Interest and other charges	-	-	-	-	-
Total expenditures	<u>1,403</u>	<u>33,888</u>	<u>59,573</u>	<u>307,813</u>	<u>1,650,760</u>
Revenues over (under) expenditures	<u>2,989</u>	<u>(46)</u>	<u>1,775,103</u>	<u>(305,930)</u>	<u>1,455</u>
<b>Other Financing Sources (Uses)</b>					
Issuance of debt	-	-	-	-	-
Premium on issuance of debt	-	-	-	-	-
Sale of capital assets	-	-	-	-	-
Transfers in	-	-	-	300,000	-
Transfers out	-	-	(1,603,278)	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(1,603,278)</u>	<u>300,000</u>	<u>-</u>
Net change in fund balances	2,989	(46)	171,825	(5,930)	1,455
Fund balances, beginning of year	<u>5,952</u>	<u>869</u>	<u>293,659</u>	<u>33,486</u>	<u>-</u>
<b>Fund balances</b> , end of year	<u>\$ 8,941</u>	<u>\$ 823</u>	<u>\$ 465,484</u>	<u>\$ 27,556</u>	<u>\$ 1,455</u>

**The accompanying notes are an integral part of these financial statements.**

**City of Las Cruces**  
**Combining Statement of Revenues, Expenditures, and**  
**Changes in Fund Balance—Nonmajor Governmental Funds**  
**(Continued)**  
**For the Year Ended June 30, 2016**

	Special Revenue Fund							
	Gas Tax Street Maintenance	Keep Las Cruces Beautiful	Older Americans Act Program	Affordable Housing Trust	Alarm Fines and Fees	Street Maintenance Operations	Flood Control Operations	Special Assessments/ Northrise Morningstar
<b>Revenues</b>								
Taxes								
Gross receipts	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,332,841	\$ -	\$ -
Property	-	-	-	-	-	-	4,287,315	-
Lodgers	-	-	-	-	-	-	-	-
State-shared	1,547,857	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-	-
Fees and fines	-	-	-	-	127,415	77,202	-	-
Investment income (loss)	5,553	-	-	10,944	8	-	46,329	99,901
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental								
Federal	-	-	217,468	-	-	-	-	-
State	-	30,985	585,818	-	-	-	-	-
Local	-	-	-	-	-	-	-	-
Other	-	-	210,158	-	-	-	-	126,265
Total revenues	<u>1,553,410</u>	<u>30,985</u>	<u>1,013,444</u>	<u>10,944</u>	<u>127,423</u>	<u>7,410,043</u>	<u>4,333,644</u>	<u>226,166</u>
<b>Expenditures</b>								
Current								
General government	-	-	-	-	127,415	-	-	-
Police	-	-	-	-	-	-	-	-
Fire	-	-	-	-	-	-	-	-
Community development	-	-	-	-	-	-	-	-
Community and cultural services	-	-	1,013,444	-	-	-	-	-
Public works	-	-	-	-	-	1,805,843	537,350	-
Transportation	554,694	-	-	-	-	650,941	774,236	-
Parks and recreation	-	30,985	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	350,000	-
Debt service								
Principal	-	-	-	-	-	-	-	-
Debt issuance cost	-	-	-	-	-	-	-	-
Interest and other charges	-	-	-	-	-	-	-	-
Total expenditures	<u>554,694</u>	<u>30,985</u>	<u>1,013,444</u>	<u>-</u>	<u>127,415</u>	<u>2,456,784</u>	<u>1,661,586</u>	<u>-</u>
Revenues over (under) expenditures	<u>998,716</u>	<u>-</u>	<u>-</u>	<u>10,944</u>	<u>8</u>	<u>4,953,259</u>	<u>2,672,058</u>	<u>226,166</u>
<b>Other Financing Sources (Uses)</b>								
Issuance of debt	-	-	-	-	-	-	-	-
Premium on issuance of debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	100,000	-	-	-	-
Transfers out	(826,301)	-	-	-	-	(4,235,186)	(1,756,056)	-
Total other financing sources (uses)	<u>(826,301)</u>	<u>-</u>	<u>-</u>	<u>100,000</u>	<u>-</u>	<u>(4,235,186)</u>	<u>(1,756,056)</u>	<u>-</u>
Net change in fund balances	172,415	-	-	110,944	8	718,073	916,002	226,166
Fund balances, beginning of year	<u>168,950</u>	<u>204</u>	<u>-</u>	<u>400,000</u>	<u>-</u>	<u>2,311,791</u>	<u>1,406,989</u>	<u>2,330,552</u>
<b>Fund balances, end of year</b>	<u>\$ 341,365</u>	<u>\$ 204</u>	<u>\$ -</u>	<u>\$ 510,944</u>	<u>\$ 8</u>	<u>\$ 3,029,864</u>	<u>\$ 2,322,991</u>	<u>\$ 2,556,718</u>

**The accompanying notes are an integral part of these financial statements.**

**City of Las Cruces**  
**Combining Statement of Revenues, Expenditures, and**  
**Changes in Fund Balance—Nonmajor Governmental Funds**  
**(Continued)**  
**For the Year Ended June 30, 2016**

	Special Revenue Fund					
	Downtown Revitalization	Valley View Heske Garden	Griggs Walnut Plume	TIDD Dedicated Revenues	Las Cruces Convention Center	Public Safety Impact Fee
<b>Revenues</b>						
Taxes						
Gross receipts	\$ -	\$ -	\$ -	\$ 568,932	\$ -	\$ -
Property	-	-	-	63,200	-	-
Lodgers	-	-	-	-	-	-
State-shared	-	-	-	1,415,425	-	-
Charges for services	-	-	106,450	-	-	-
Fees and fines	-	-	-	-	1,262,394	-
Investment income (loss)	2,225	7,081	100,371	182,329	28,201	57,857
Licenses and permits	-	-	-	-	-	-
Intergovernmental						
Federal	-	-	-	-	-	-
State	-	-	-	-	-	-
Local	-	-	-	-	-	-
Other	-	-	606,672	-	-	392,520
Total revenues	<u>2,225</u>	<u>7,081</u>	<u>813,493</u>	<u>2,229,886</u>	<u>1,290,595</u>	<u>450,377</u>
<b>Expenditures</b>						
Current						
General government	-	-	971,197	-	-	-
Police	-	-	-	-	-	14,003
Fire	-	-	-	-	-	7,002
Community development	70,300	-	-	304,387	-	-
Community and cultural services	-	-	-	-	-	-
Public works	-	-	-	-	-	-
Transportation	-	-	-	-	-	-
Parks and recreation	-	2,213	-	-	-	-
Capital outlay	-	-	-	2,297,565	-	718,266
Debt service						
Principal	-	-	-	-	-	-
Debt issuance cost	-	-	-	-	-	-
Interest and other charges	-	-	-	-	-	-
Total expenditures	<u>70,300</u>	<u>2,213</u>	<u>971,197</u>	<u>2,601,952</u>	<u>-</u>	<u>739,271</u>
Revenues over (under) expenditures	<u>(68,075)</u>	<u>4,868</u>	<u>(157,704)</u>	<u>(372,066)</u>	<u>1,290,595</u>	<u>(288,894)</u>
<b>Other Financing Sources (Uses)</b>						
Issuance of debt	-	-	-	-	-	-
Premium on issuance of debt	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-
Transfers in	70,000	-	388,733	6,500,000	-	-
Transfers out	-	-	-	(4,600,099)	(1,247,914)	-
Total other financing sources (uses)	<u>70,000</u>	<u>-</u>	<u>388,733</u>	<u>1,899,901</u>	<u>(1,247,914)</u>	<u>-</u>
Net change in fund balances	1,925	4,868	231,029	1,527,835	42,681	(288,894)
Fund balances, beginning of year	<u>49,609</u>	<u>168,824</u>	<u>2,268,449</u>	<u>5,684,506</u>	<u>136,537</u>	<u>1,319,051</u>
<b>Fund balances, end of year</b>	<u>\$ 51,534</u>	<u>\$ 173,692</u>	<u>\$ 2,499,478</u>	<u>\$ 7,212,341</u>	<u>\$ 179,218</u>	<u>\$ 1,030,157</u>

**The accompanying notes are an integral part of these financial statements.**

**City of Las Cruces**  
**Combining Statement of Revenues, Expenditures, and**  
**Changes in Fund Balance—Nonmajor Governmental Funds**  
**(Continued)**  
**For the Year Ended June 30, 2016**

	Capital Project Fund					
	HUD Facilities	Public Parks Development	Street Improvement	Capital Grant Projects	Sales Tax- Street Maintenance	VAD Street Project
<b>Revenues</b>						
Taxes						
Gross receipts	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Property	-	-	-	-	-	-
Lodgers	-	-	-	-	-	-
State-shared	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fees and fines	-	686,639	-	-	-	-
Investment income (loss)	-	78,443	40,310	8,531	158,334	33,746
Licenses and permits	-	-	-	-	-	-
Intergovernmental						
Federal	-	-	-	359,160	-	-
State	-	-	-	1,884,172	-	-
Local	-	-	-	-	-	-
Other	-	-	53,058	-	177,935	-
Total revenues	-	765,082	93,368	2,251,863	336,269	33,746
<b>Expenditures</b>						
Current						
General government	-	-	-	-	-	-
Police	-	-	-	-	-	-
Fire	-	-	-	-	-	-
Community development	-	-	-	-	-	-
Community and cultural services	-	-	-	-	-	-
Public works	-	-	2,060	149,985	-	-
Transportation	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-
Capital outlay	-	325,783	20,000	2,093,735	3,737,846	-
Debt service						
Principal	-	-	-	-	-	-
Debt issuance cost	-	-	-	-	-	189,766
Interest and other charges	-	-	-	-	-	-
Total expenditures	-	325,783	22,060	2,243,720	3,737,846	189,766
Revenues over (under)	-	-	-	-	-	-
expenditures	-	439,299	71,308	8,143	(3,401,577)	(156,020)
<b>Other Financing Sources (Uses)</b>						
Issuance of debt	-	-	-	-	-	7,436,389
Premium on issuance of debt	-	-	-	-	-	54,064
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	212,500	1,500,000	-
Transfers out	-	-	-	(200,000)	-	-
Total other financing sources (uses)	-	-	-	12,500	1,500,000	7,490,453
Net change in fund balances	-	439,299	71,308	20,643	(1,901,577)	7,334,433
Fund balances, beginning of year	430	1,662,127	1,009,499	59,011	9,307,346	-
<b>Fund balances, end of year</b>	<u>\$ 430</u>	<u>\$ 2,101,426</u>	<u>\$ 1,080,807</u>	<u>\$ 79,654</u>	<u>\$ 7,405,769</u>	<u>\$ 7,334,433</u>

**The accompanying notes are an integral part of these financial statements.**

**City of Las Cruces**  
**Combining Statement of Revenues, Expenditures, and**  
**Changes in Fund Balance—Nonmajor Governmental Funds**  
**(Continued)**  
**For the Year Ended June 30, 2016**

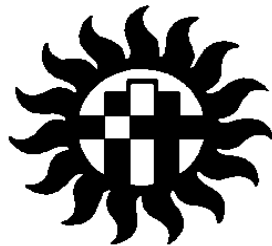
	Capital Project Fund			
	NMFA Loans- Equipment Acquisition	Flood Control	Completed Debt Projects	2003 Sales Tax Facilities and Parks
<b>Revenues</b>				
Taxes				
Gross receipts	\$ -	\$ -	\$ -	-
Property	-	-	-	-
Lodgers	-	-	-	-
State-shared	-	-	-	-
Charges for services	-	-	-	-
Fees and fines	-	-	-	-
Investment income (loss)	(10,189)	79,883	-	8,493
Licenses and permits	-	-	-	-
Intergovernmental				
Federal	-	-	-	-
State	-	-	-	-
Local	-	-	-	-
Other	-	29,680	-	-
Total revenues	<u>(10,189)</u>	<u>109,563</u>	<u>-</u>	<u>8,493</u>
<b>Expenditures</b>				
Current				
General government	-	-	-	-
Police	-	-	-	-
Fire	-	-	-	-
Community development	-	-	-	-
Community and cultural services	-	-	-	-
Public works	-	-	-	-
Transportation	-	-	-	-
Parks and recreation	-	-	-	-
Capital outlay	427,378	134,976	-	5,645,605
Debt service	-	-	-	-
Principal	-	-	-	-
Debt issuance cost	-	-	-	(786)
Interest and other charges	-	-	-	-
Total expenditures	<u>427,378</u>	<u>134,976</u>	<u>-</u>	<u>5,644,819</u>
Revenues over (under) expenditures	<u>(437,567)</u>	<u>(25,413)</u>	<u>-</u>	<u>(5,636,326)</u>
<b>Other Financing Sources (Uses)</b>				
Issuance of debt	-	-	-	-
Premium on issuance of debt	-	-	-	-
Sale of capital assets	-	-	-	-
Transfers in	2,500	-	-	-
Transfers out	-	-	(155)	-
Total other financing sources (uses)	<u>2,500</u>	<u>-</u>	<u>(155)</u>	<u>-</u>
Net change in fund balances	(435,067)	(25,413)	(155)	(5,636,326)
Fund balances, beginning of year	<u>425,234</u>	<u>2,647,634</u>	<u>(184,408)</u>	<u>11,078,007</u>
<b>Fund balances, end of year</b>	<u><u>\$ (9,833)</u></u>	<u><u>\$ 2,622,221</u></u>	<u><u>\$ (184,563)</u></u>	<u><u>\$ 5,441,681</u></u>

**The accompanying notes are an integral part of these financial statements.**

**City of Las Cruces**  
**Combining Statement of Revenues, Expenditures, and**  
**Changes in Fund Balance—Nonmajor Governmental Funds**  
**(Continued)**  
**For the Year Ended June 30, 2016**

	Capital Project Fund					
	2003	2005 GRT				
	Sales Tax	Public	Las Cruces		TIDD Street	
	Street	Improvement	Convention	2015B HHS	Projects	Total
	Lights	s	Center			
<b>Revenues</b>						
Taxes						
Gross receipts	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,734,788
Property	-	-	-	-	-	4,350,515
Lodgers	-	-	-	-	-	2,089,168
State-shared	-	-	-	-	-	2,967,007
Charges for services	-	-	-	-	-	114,978
Fees and fines	-	-	-	-	-	2,573,019
Investment income (loss)	-	5,013	17,970	9,046	(3,760)	1,233,641
Licenses and permits	-	-	-	-	-	-
Intergovernmental						
Federal	-	-	-	-	-	3,234,375
State	-	-	-	-	-	3,545,479
Local	-	-	-	-	-	-
Other	-	-	-	-	-	1,771,177
Total revenues	-	5,013	17,970	9,046	(3,760)	31,614,147
<b>Expenditures</b>						
Current						
General government	-	-	-	-	-	1,465,998
Police	-	-	-	-	-	2,544,310
Fire	-	-	-	-	-	614,573
Community development	-	-	-	-	-	1,914,816
Community and cultural services	-	-	-	-	-	3,355,846
Public works	-	-	-	-	-	2,495,238
Transportation	-	-	-	-	-	1,979,871
Parks and recreation	-	-	-	-	-	373,816
Capital outlay	5,673	181,492	-	-	5,682,642	22,260,535
Debt service						
Principal	-	-	-	-	-	-
Debt issuance cost	-	-	-	94,618	-	283,598
Interest and other charges	-	-	-	-	-	-
Total expenditures	5,673	181,492	-	94,618	5,682,642	37,288,601
Revenues over (under) expenditures	(5,673)	(176,479)	17,970	(85,572)	(5,686,402)	(5,674,454)
<b>Other Financing Sources (Uses)</b>						
Issuance of debt	-	-	-	4,020,000	-	11,456,389
Premium on issuance of debt	-	-	-	72,193	-	126,257
Sale of capital assets	-	-	-	-	-	30,805
Transfers in	-	-	-	-	5,702,643	16,057,912
Transfers out	-	-	(358,861)	-	-	(14,879,372)
Total other financing sources (uses)	-	-	(358,861)	4,092,193	5,702,643	12,791,991
Net change in fund balances	(5,673)	(176,479)	(340,891)	4,006,621	16,241	7,117,537
Fund balances, beginning of year	(256)	170,852	538,054	-	4,810,741	54,090,181
<b>Fund balances, end of year</b>	<u>\$ (5,929)</u>	<u>\$ (5,627)</u>	<u>\$ 197,163</u>	<u>\$ 4,006,621</u>	<u>\$ 4,826,982</u>	<u>\$ 61,207,718</u>

**The accompanying notes are an integral part of these financial statements.**



City of Las Cruces

## Nonmajor Enterprise Funds

**The accompanying notes are an integral part of these financial statements.**



**City of Las Cruces**  
**Combining Statement of Net Position—Nonmajor Enterprise Funds**  
**June 30, 2016**

	Transit	Alternative Fuel Station	Clean Community Commission	Totals
<b>Assets</b>				
Current assets				
Pooled cash and investments	\$ (181,007)	\$ -	\$ -	\$ (181,007)
Accounts receivable, net of allowance for uncollectible accounts	139,493	-	-	139,493
Due from other governments	742,967	-	-	742,967
Total current assets	<u>701,453</u>	<u>-</u>	<u>-</u>	<u>701,453</u>
Capital assets	12,694,348	397,107	-	13,091,455
Less: accumulated depreciation	<u>(5,685,159)</u>	<u>(323,981)</u>	<u>-</u>	<u>(6,009,140)</u>
Net capital assets	<u>7,009,189</u>	<u>73,126</u>	<u>-</u>	<u>7,082,315</u>
Total noncurrent assets	<u>7,009,189</u>	<u>73,126</u>	<u>-</u>	<u>7,082,315</u>
Total assets	<u>7,710,642</u>	<u>73,126</u>	<u>-</u>	<u>7,783,768</u>
<b>Deferred outflows of resources</b>				
Deferred charges related to pensions	140,739	-	-	140,739
Total deferred outflows of resources	<u>140,739</u>	<u>-</u>	<u>-</u>	<u>140,739</u>
<b>Liabilities</b>				
Current liabilities				
Accounts and contracts payable	86,630	-	-	86,630
Accrued liabilities	57,545	-	-	57,545
Current portion of non-current liabilities	28,194	-	-	28,194
Total current liabilities	<u>172,369</u>	<u>-</u>	<u>-</u>	<u>172,369</u>
Non-current liabilities				
Net pension liability	1,886,524	-	-	1,886,524
Compensated absences	112,778	-	-	112,778
Total non-current liabilities	<u>1,999,302</u>	<u>-</u>	<u>-</u>	<u>1,999,302</u>
Total liabilities	<u>2,171,671</u>	<u>-</u>	<u>-</u>	<u>2,171,671</u>
<b>Deferred inflows of resources</b>				
Deferred inflows related to pensions	40,280	-	-	40,280
Total deferred inflows of resources	<u>40,280</u>	<u>-</u>	<u>-</u>	<u>40,280</u>
<b>Net Position</b>				
Net investment in capital assets	7,009,189	73,126	-	7,082,315
Unrestricted	<u>(1,369,759)</u>	<u>-</u>	<u>-</u>	<u>(1,369,759)</u>
Total net position	<u>\$ 5,639,430</u>	<u>\$ 73,126</u>	<u>\$ -</u>	<u>\$ 5,712,556</u>

**The accompanying notes are an integral part of these financial statements.**

**City of Las Cruces**  
**Combining Statement of Revenues, Expenses, and Changes in**  
**Net Position—Nonmajor Enterprise Funds**  
**For the Year Ended June 30, 2016**

	Transit	Alternative Fuel Station	Clean Community Commission	Totals
<b>Operating Revenues</b>				
Sales/charges	\$ 756,330	\$ -	\$ -	\$ 756,330
Other	11,891	-	-	11,891
Total operating revenues	<u>768,221</u>	<u>-</u>	<u>-</u>	<u>768,221</u>
<b>Operating Expenses</b>				
Personnel services	2,481,499	-	-	2,481,499
Supplies	93,430	-	-	93,430
Utilities	33,020	-	-	33,020
Professional services	168,448	-	-	168,448
Motor pool charges	345,736	-	-	345,736
Motor fuel	498,504	-	-	498,504
Repairs and maintenance	12,808	-	-	12,808
Depreciation and amortization	751,643	4,692	-	756,335
Pension expenses	186,579	-	-	186,579
Other	48,809	-	-	48,809
Total operating expenses	<u>4,620,476</u>	<u>4,692</u>	<u>-</u>	<u>4,625,168</u>
Operating income (loss)	<u>(3,852,255)</u>	<u>(4,692)</u>	<u>-</u>	<u>(3,856,947)</u>
<b>Non-operating Revenues (Expenses)</b>				
Investment income	(7,086)	-	-	(7,086)
Grants	2,325,482	-	-	2,325,482
Total non-operating revenues (expenses)	<u>2,318,396</u>	<u>-</u>	<u>-</u>	<u>2,318,396</u>
Income (loss) before transfers	(1,533,859)	(4,692)	-	(1,538,551)
Transfers in	<u>2,045,674</u>	<u>-</u>	<u>-</u>	<u>2,045,674</u>
Increase (decrease) in fund net position	<u>511,815</u>	<u>(4,692)</u>	<u>-</u>	<u>507,123</u>
Net position, beginning of year	<u>5,127,615</u>	<u>77,818</u>	<u>-</u>	<u>5,205,433</u>
<b>Total net position, end of year</b>	<u><u>\$ 5,639,430</u></u>	<u><u>\$ 73,126</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 5,712,556</u></u>

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Combining Statement of Cash Flows—Nonmajor Enterprise Funds**  
**For the Year Ended June 30, 2016**

	Transit	Alternative Fuel Station	Clean Community Commission	Totals
<b>Cash flows from operating activities</b>				
Cash received from customers	\$ 644,949	\$ -	\$ -	\$ 644,949
Cash paid to suppliers	(1,522,804)	-	-	(1,522,804)
Cash paid to employees	(2,471,294)	-	-	(2,471,294)
Other receipts	11,891	-	-	11,891
Net cash (used by) operating activities	(3,337,258)	-	-	(3,337,258)
<b>Cash flows from non-capital financing activities</b>				
Operating grants	2,325,482	-	-	2,325,482
Transfers in	2,045,674	-	-	2,045,674
Net cash provided by non-capital financing activities	4,371,156	-	-	4,371,156
<b>Cash flows from capital financing activities</b>				
Sale (purchase) of capital assets	(1,207,819)	-	-	(1,207,819)
Net cash (used by) capital financing activities	(1,207,819)	-	-	(1,207,819)
<b>Cash flows from investing activities</b>				
Interest received (paid)	(7,086)	-	-	(7,086)
Net cash provided (used) by investing activities	(7,086)	-	-	(7,086)
Net increase (decrease) in pooled cash and investments	(181,007)	-	-	(181,007)
Pooled cash and investments, beginning of year	-	-	-	-
<b>Pooled cash and investments, end of year</b>	<b>\$ (181,007)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (181,007)</b>

(Continued)

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Combining Statement of Cash Flows—Nonmajor Enterprise Funds – continued**  
**For the Year Ended June 30, 2016**

	Transit	Alternative Fuel Station	Clean Community Commission	Totals
<b>Reconciliation of operating income to net cash provided (used) by operating activities</b>				
Operating income (loss)	\$ (3,852,255)	\$ (4,692)	\$ -	\$ (3,856,947)
Adjustments to reconcile operating income to net cash (used) by operating activities:				
Depreciation and amortization	751,643	4,692	-	756,335
Change in assets and liabilities				
Accounts receivable	(111,381)	-	-	(111,381)
Unearned revenue	40,171	-	-	40,171
Accounts and contracts payable	(135,470)	-	-	(135,470)
Wages payable and accrued liabilities	(29,966)	-	-	(29,966)
Total adjustments	<u>514,997</u>	<u>4,692</u>	<u>-</u>	<u>519,689</u>
Net cash (used) by operating activities	<u>\$ (3,337,258)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (3,337,258)</u>
Cash and investments at June 30 consisted of:				
Current assets:				
Cash and investments	\$ (181,007)	\$ -	\$ -	\$ (181,007)
Non-current assets:				
Restricted cash and investments	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total cash and investments, June 30	<u>\$ (181,007)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (181,007)</u>

**The accompanying notes are an integral part of these financial statements.**

## Internal Service Funds

**The accompanying notes are an integral part of these financial statements.**

**City of Las Cruces**  
**Combining Statement of Net Position—*Internal Service Funds***  
**June 30, 2016**

	Internal Services	Self Insurance	Totals
<b>Assets</b>			
Current assets			
Pooled cash and investments	\$ (43,651)	\$ 16,675,459	\$ 16,631,808
Accounts receivable, net of allowance for uncollectible accounts	2,400	6,599	8,999
Due from other governments	143	-	143
Inventories	400,430	-	400,430
Total current assets	<u>359,322</u>	<u>16,682,058</u>	<u>17,041,380</u>
Capital assets	2,276,540	40,110	2,316,650
Less accumulated depreciation	<u>(2,188,183)</u>	<u>(40,110)</u>	<u>(2,228,293)</u>
Capital assets, net	<u>88,357</u>	<u>-</u>	<u>88,357</u>
Total assets	<u>447,679</u>	<u>16,682,058</u>	<u>17,129,737</u>
<b>Deferred outflows of resources</b>			
Deferred charges related to pensions	<u>64,913</u>	<u>12,018</u>	<u>76,931</u>
Total deferred outflows of resources	<u>64,913</u>	<u>12,018</u>	<u>76,931</u>
<b>Liabilities</b>			
Current liabilities			
Accounts and contracts payable	346,032	1,799,346	2,145,378
Accrued liabilities	28,418	3,765	32,183
Current portion of non-current liabilities	<u>12,253</u>	<u>1,947,237</u>	<u>1,959,490</u>
Total current liabilities	<u>386,703</u>	<u>3,750,348</u>	<u>4,137,051</u>
Non-current liabilities			
Compensated absences	49,013	2,199	51,212
Estimated liability for insurance claims	-	4,601,230	4,601,230
Net pension liability	<u>839,539</u>	<u>142,755</u>	<u>982,294</u>
Total non-current liabilities	<u>888,552</u>	<u>4,746,184</u>	<u>5,634,736</u>
Total liabilities	<u>1,275,255</u>	<u>8,496,532</u>	<u>9,771,787</u>
<b>Deferred inflows of resources</b>			
Deferred inflows related to pensions	<u>-</u>	<u>4,794</u>	<u>4,794</u>
Total deferred inflows of resources	<u>-</u>	<u>4,794</u>	<u>4,794</u>
<b>Net Position</b>			
Invested in capital assets	88,357	-	88,357
Unrestricted	<u>(851,020)</u>	<u>8,192,750</u>	<u>7,341,730</u>
Total net position	<u>\$ (762,663)</u>	<u>\$ 8,192,750</u>	<u>\$ 7,430,087</u>

**The accompanying notes are an integral part of these financial statements.**

**City of Las Cruces**  
**Combining Statement of Revenues, Expenses, and Changes in**  
**Fund Net Position—*Internal Service Funds***  
**For the Year Ended June 30, 2016**

	Internal Services	Self Insurance	Totals
<b>Operating Revenues</b>			
Motor pool charges	\$ 4,625,724	\$ -	\$ 4,625,724
Rental charges and other	19,468	176,046	195,514
Charges for insurance	-	11,850,325	11,850,325
Total operating revenues	<u>4,645,192</u>	<u>12,026,371</u>	<u>16,671,563</u>
Cost of services	<u>(2,372,505)</u>	-	<u>(2,372,505)</u>
Gross margin	<u>2,272,687</u>	<u>12,026,371</u>	<u>14,299,058</u>
<b>Operating Expenses</b>			
Personnel services	1,186,778	144,708	1,331,486
Supplies	146,314	61,805	208,119
Utilities	24,108	-	24,108
Professional services	871,974	260,867	1,132,841
Motor pool charges	605	-	605
Repairs and maintenance	119,850	-	119,850
Rent	-	-	-
Depreciation	21,770	-	21,770
Claims and judgments (benefits)	-	19,036,995	19,036,995
Pension expense	94,973	15,130	110,103
Other	16,040	598	16,638
Total operating expenses	<u>2,482,412</u>	<u>19,520,103</u>	<u>22,002,515</u>
Operating income (loss)	<u>(209,725)</u>	<u>(7,493,732)</u>	<u>(7,703,457)</u>
<b>Non-operating Revenues (Expenses)</b>			
Investment income (loss)	(12,712)	796,304	783,592
Loss on sale of capital assets	8,485	-	8,485
Total non-operating revenues (expenses)	<u>(4,227)</u>	<u>796,304</u>	<u>792,077</u>
Income (loss) before transfers	<u>(213,952)</u>	<u>(6,697,428)</u>	<u>(6,911,380)</u>
Transfers in	-	140,775	140,775
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>
Increase (decrease) in fund net position	<u>(213,952)</u>	<u>(6,556,653)</u>	<u>(6,770,605)</u>
Net position, beginning of year	<u>(548,711)</u>	<u>14,749,403</u>	<u>14,200,692</u>
<b>Net position, end of year</b>	<u><u>\$ (762,663)</u></u>	<u><u>\$ 8,192,750</u></u>	<u><u>\$ 7,430,087</u></u>

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Combining Statement of Cash Flows—*Internal Service Funds***  
**For the Year Ended June 30, 2016**

	Internal Services	Self Insurance	Totals
<b>Cash flows from operating activities</b>			
Cash received from customers	\$ 4,645,192	\$ 12,026,372	\$ 16,671,564
Cash paid to suppliers	(3,650,269)	(337,781)	(3,988,050)
Cash paid to employees	(1,186,778)	(144,708)	(1,331,486)
Claims paid	-	(16,956,940)	(16,956,940)
Net cash provided (used) by operating activities	<u>(191,855)</u>	<u>(5,413,057)</u>	<u>(5,604,912)</u>
<b>Cash flows from non-capital financing activities</b>			
Transfers in	-	140,775	140,775
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>
Net cash provided by non-capital financing activities	<u>-</u>	<u>140,775</u>	<u>140,775</u>
<b>Cash flows from capital and related financing activities</b>			
Transfer of capital assets	<u>(16,108)</u>	<u>-</u>	<u>(16,108)</u>
Net cash (used) by capital and related financing activities	<u>(16,108)</u>	<u>-</u>	<u>(16,108)</u>
<b>Cash flows from investing activities</b>			
Interest received (paid)	<u>(12,712)</u>	<u>796,304</u>	<u>783,592</u>
Net cash provided (used) by investing activities	<u>(12,712)</u>	<u>796,304</u>	<u>783,592</u>
Net increase (decrease) in cash and cash equivalents	(220,675)	(4,475,978)	(4,696,653)
Cash and cash equivalents, beginning of year	<u>177,024</u>	<u>21,151,437</u>	<u>21,328,461</u>
<b>Cash and cash equivalents, end of year</b>	<u>\$ (43,651)</u>	<u>\$ 16,675,459</u>	<u>\$ 16,631,808</u>

(Continued)

The accompanying notes are an integral part of these financial statements.



**City of Las Cruces**  
**Combining Statement of Cash Flows—Internal Service Funds – continued**  
**For the Year Ended June 30, 2016**

	Internal Services	Self Insurance	Totals
<b>Reconciliation of operating income to net cash provided (used) by operating activities</b>			
Operating income (loss)	\$ (209,725)	\$ (7,493,732)	\$ (7,703,457)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:			
Depreciation	21,770	-	21,770
Change in assets and liabilities:			
Accounts receivables	-	-	-
Inventories	(40,118)	-	(40,118)
Due from other governments	(143)	-	(143)
Accounts and contracts payable	29,024	1,711,616	1,740,640
Estimated liability for insurance claims	-	368,440	368,440
Deferred charges related to pensions	20,448	3,257	23,705
Wages payable and accrued liabilities	(13,111)	(2,638)	(15,749)
Total adjustments	<u>17,870</u>	<u>2,080,675</u>	<u>2,098,545</u>
Net cash provided (used) by operating activities	<u>(191,855)</u>	<u>(5,413,057)</u>	<u>(5,604,912)</u>
Cash and investments at June 30 consisted of:			
Current assets			
Cash and investments	(43,651)	16,675,459	16,631,808
Noncurrent assets			
Restricted cash and investments	<u>-</u>	<u>-</u>	<u>-</u>
Total cash and investments, June 30	<u>\$ (43,651)</u>	<u>\$ 16,675,459</u>	<u>\$ 16,631,808</u>

**The accompanying notes are an integral part of these financial statements.**

## Agency Funds

**City of Las Cruces**  
**Statement of Changes in Assets and Liabilities**  
**Agency Funds**  
**For the Year Ended June 30, 2016**

	Balance June 30, 2015	Additions	Deductions	Balance June 30, 2016
<b>Mesilla Valley Regional Dispatch Authority</b>				
Assets				
Pooled cash and investments	\$ 962,051	\$ 3,938,892	\$ 3,698,273	\$ 1,202,670
Accounts receivable	-	23,632	23,632	-
Receivable from other governments	93,565	1,683,060	1,759,943	16,682
Total Assets	<u>\$ 1,055,616</u>	<u>\$ 5,645,584</u>	<u>\$ 5,481,848</u>	<u>\$ 1,219,352</u>
Liabilities				
Accounts and contracts payable	\$ 18,620	\$ 1,170,949	\$ 1,157,117	\$ 32,452
Accrued wages payable	185,593	891,662	933,597	143,658
Funds held for others	851,403	906,831	714,992	1,043,242
Total liabilities	<u>\$ 1,055,616</u>	<u>\$ 2,969,442</u>	<u>\$ 2,805,706</u>	<u>\$ 1,219,352</u>
<b>Metro Narcotics Fund</b>				
Assets				
Pooled cash and investments	\$ 802,790	\$ 1,300,008	\$ 1,459,187	\$ 643,611
Accounts receivable	-	27,000	17,000	10,000
Receivable from other governments	90,513	858,740	913,663	35,590
Total Assets	<u>\$ 893,303</u>	<u>\$ 2,185,748</u>	<u>\$ 2,389,850</u>	<u>\$ 689,201</u>
Liabilities				
Accounts and contracts payable	\$ 24,882	\$ 1,064,227	\$ 1,078,255	\$ 10,854
Accrued wages payable	15,494	56,335	65,311	6,518
Funds held for others	852,927	128,818	309,916	671,829
Total liabilities	<u>\$ 893,303</u>	<u>\$ 1,249,380</u>	<u>\$ 1,453,482</u>	<u>\$ 689,201</u>
<b>Branigan Estate Fund</b>				
Assets				
Pooled cash and investments	\$ 2,392,246	\$ 165,307	\$ 289,863	\$ 2,267,690
Accounts receivable	78,375	-	-	78,375
Total assets	<u>\$ 2,470,621</u>	<u>\$ 165,307</u>	<u>\$ 289,863</u>	<u>\$ 2,346,065</u>
Liabilities				
Accounts and contracts payable	\$ 79,866	\$ 253,543	\$ 253,919	\$ 79,490
Funds held for others	2,390,755	93,705	217,885	2,266,575
Total liabilities	<u>\$ 2,470,621</u>	<u>\$ 347,248</u>	<u>\$ 471,804</u>	<u>\$ 2,346,065</u>
<b>Gifts and Memorials Fund</b>				
Assets				
Pooled cash and investments	\$ 842,419	\$ 94,379	\$ 136,405	\$ 800,393
Accounts receivable	2,000	-	500	1,500
Total assets	<u>\$ 844,419</u>	<u>\$ 94,379</u>	<u>\$ 136,905</u>	<u>\$ 801,893</u>
Liabilities				
Accounts and contracts payable	\$ 5,768	\$ 103,624	\$ 109,392	\$ -
Funds held for others	838,651	81,818	118,576	801,893
Total liabilities	<u>\$ 844,419</u>	<u>\$ 185,442</u>	<u>\$ 227,968</u>	<u>\$ 801,893</u>

*(Continued)*

**The accompanying notes are an integral part of these financial statements.**

**City of Las Cruces**  
**Statement of Changes in Assets and Liabilities – continued**  
**Agency Funds**  
**For the Year Ended June 30, 2016**

	Balance June 30, 2015	Additions	Deductions	Balance June 30, 2016
<b>Employee Benefits Committee</b>				
Assets				
Pooled cash and investments	\$ 307	\$ -	\$ -	\$ 307
Accounts receivable	-	-	-	-
Total assets	<u>\$ 307</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 307</u>
Liabilities				
Due to fiscal agent	\$ -	\$ -	\$ -	\$ -
Accounts and contracts payable	-	-	-	-
Funds held for others	307	-	-	307
Total liabilities	<u>\$ 307</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 307</u>
<b>Veteran's Memorial Wall</b>				
Assets				
Pooled cash and investments	\$ 21,722	\$ 1,714	\$ 1,186	\$ 22,250
Total assets	<u>\$ 21,722</u>	<u>\$ 1,714</u>	<u>\$ 1,186</u>	<u>\$ 22,250</u>
Liabilities				
Accounts and contracts payable	\$ -	\$ 668	\$ 200	\$ 468
Funds held for others	21,722	1,606	1,546	21,782
Total liabilities	<u>\$ 21,722</u>	<u>\$ 2,274</u>	<u>\$ 1,746</u>	<u>\$ 22,250</u>
<b>High Intensive Drug Trafficking Area</b>				
Assets				
Pooled cash and investments	\$ -	\$ 949,747	\$ 949,747	\$ -
Accounts receivable	30	-	30	-
Receivable from other governments	66,561	877,806	708,072	236,295
Total assets	<u>\$ 66,591</u>	<u>\$ 1,827,553</u>	<u>\$ 1,657,849</u>	<u>\$ 236,295</u>
Liabilities				
Due to fiscal agent	\$ 40,609	\$ 214,492	\$ 40,610	\$ 214,491
Accounts and contracts payable	21,666	380,207	393,204	8,669
Accrued wages payable	4,316	231,256	221,993	13,579
Funds held for others	-	823,275	823,719	(444)
Total liabilities	<u>\$ 66,591</u>	<u>\$ 1,649,230</u>	<u>\$ 1,479,526</u>	<u>\$ 236,295</u>
<b>Animal Services of Mesilla Valley</b>				
Assets				
Pooled cash and investments	\$ 392,112	\$ 2,667,613	\$ 2,055,685	\$ 1,004,040
Accounts receivable	3,080	14,705	13,495	4,290
Receivable from other governments	369,253	917,203	1,269,947	16,509
Total Assets	<u>\$ 764,445</u>	<u>\$ 3,599,521</u>	<u>\$ 3,339,127</u>	<u>\$ 1,024,839</u>
Liabilities				
Accounts and contracts payable	\$ 25,030	\$ 511,720	\$ 522,113	\$ 14,637
Accrued wages payable	103,810	428,703	443,921	88,592
Deferred revenue	2,350	-	2,350	-
Funds held for others	633,255	959,463	671,108	921,610
Total Liabilities	<u>\$ 764,445</u>	<u>\$ 1,899,886</u>	<u>\$ 1,639,492</u>	<u>\$ 1,024,839</u>

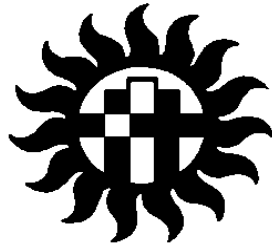
(Continued)

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Statement of Changes in Assets and Liabilities – continued**  
**Agency Funds**  
**For the Year Ended June 30, 2016**

	Balance June 30, 2015	Additions	Deductions	Balance June 30, 2016
<b>Total – All Fiduciary Funds</b>				
Assets				
Pooled cash and investments	\$ 5,413,647	\$ 9,117,660	\$ 8,590,346	\$ 5,940,961
Accounts receivable	83,485	65,337	54,657	94,165
Receivable from other governments	619,892	4,336,809	4,651,625	305,076
Total Assets	<u>\$ 6,117,024</u>	<u>\$ 13,519,806</u>	<u>\$ 13,296,628</u>	<u>\$ 6,340,202</u>
Liabilities				
Due to fiscal agent	\$ 40,609	\$ 214,492	\$ 40,610	\$ 214,491
Accounts and contracts payable	175,832	3,484,938	3,514,200	146,570
Accrued wages payable	309,213	1,607,956	1,664,822	252,347
Unearned revenue	2,350	-	2,350	-
Funds held for others	5,589,020	2,995,516	2,857,742	5,726,794
Total Liabilities	<u>\$ 6,117,024</u>	<u>\$ 8,302,902</u>	<u>\$ 8,079,724</u>	<u>\$ 6,340,202</u>

**The accompanying notes are an integral part of these financial statements.**



City of Las Cruces

## Budgetary Comparison Schedules

In accordance with GASB Statement No. 34 and the New Mexico State Auditor Rule, the comparisons of budget and actual for the General Fund are presented in the basic financial statements. All other fund budgetary comparisons are presented in the following pages as supplementary information.

Schedules of Revenues, Expenditures, and Changes in  
Fund Balance—Budget and Actual—Governmental Funds

***Debt Service Fund***

***Special Revenue Funds***

- ◆ Community Development
- ◆ Court Awarded Funds
- ◆ Fire
- ◆ Police Protection
- ◆ Emergency Medical Services
- ◆ Traffic Safety
- ◆ Safe Traffic Operations Program
- ◆ Court Automation
- ◆ Prisoner Care
- ◆ Juvenile Recreation
- ◆ Lodgers' Tax and LCCVB
- ◆ DWI Prevention
- ◆ Judicial Education
- ◆ Environmental Gross Receipts Tax
- ◆ Health Care Services from MMCI Lease
- ◆ Gasoline Tax Street Maintenance Fund
- ◆ Keep Las Cruces Beautiful
- ◆ Older Americans Act Programs
- ◆ Street Maintenance Operations
- ◆ Flood Control Operations
- ◆ Special Assessments-Northrise/Morningstar
- ◆ Downtown Revitalization
- ◆ Valley View Heske Garden
- ◆ Griggs and Walnut Plume
- ◆ TIDD Dedicated Revenues
- ◆ Las Cruces Convention Center
- ◆ Public Safety Impact Fee
- ◆ Affordable Housing Trust
- ◆ Alarm Fees

**The accompanying notes are an integral part of these financial statements.**



***Capital Projects Funds***

- ♦ HUD Facilities Projects
- ♦ Public Parks Development
- ♦ Street Improvement
- ♦ Capital Grants Projects
- ♦ Sales Tax–Street Maintenance
- ♦ VAD Street Project
- ♦ 2015A HHS
- ♦ Flood Control
- ♦ Completed Debt Projects
- ♦ Legislative Capital Improvements
- ♦ State Capital Improvements
- ♦ EDA West Mesa Industrial Park
- ♦ 2003 Sales Tax Facilities and Parks
- ♦ NMFA Loans Equipment Acquisition
- ♦ 2003 Sales Tax Street Lights
- ♦ 2005 Gross Receipts Tax Public Improvements
- ♦ Las Cruces Convention Center
- ♦ NMFA Street Improvements
- ♦ Stimulus Capital Projects
- ♦ TIDD Street Projects

**The accompanying notes are an integral part of these financial statements.**

## **Debt Service Fund**

*Debt Service Fund* – Accounts for the resources accumulated and payments made for principal and interest on long-term debt of the governmental funds.

## **Special Revenue Funds**

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

*Community Development Block Grant* – The Community Development Fund accounts for the operation and installation of capital improvement projects, home rehabilitation, and social projects. Funding is from HUD, housing loan and interest repayment, and performance bond payments. PL 93-383 Title 1 of the Housing and Community Development Act of 1974 requires that this grant be used for these purposes.

*Court Awarded Funds* – To provide for drug enforcement activities. Funding is from federal High Intensity Drug Traffic-seized funds and may only be used for drug enforcement activities, and must comply with federal financial and administrative requirements of OJP M7100.ID.

*Fire* – To provide for the purchase of fire equipment. Funding is provided by the State Fire Fund. State law requires these funds to be used for fire supplies and equipment to help maintain the fire department. (Section 979, Article 52, New Mexico State Insurance Code)

*Police Protection* – To provide for the purchase of police equipment and police expenses associated with advanced law enforcement planning and training. The funding source is a state grant. State law (Section 5, Chapter 289, Laws of 1983) requires these funds to be used to operate the police department.

*Emergency Medical Services* – To provide for emergency medical services provided through fire department activities. Funding is through a state grant from the New Mexico Department of Health, which requires separate fund accounting according to EMS Regulation DOH 94-11.

*Traffic Safety* – To provide for traffic safety education. Funding is provided by a penalty assessment of \$3.00 per traffic ticket. City Ordinance No. 0-1232, May 1991 requires the fund be used only in this manner.

## Special Revenue Funds

— continued —

*Safe Traffic Operations Program* – To account for the programs that use cameras to enforce red light and speeding violations.

*Court Automation* – To provide for Municipal Court Automation. Funding is provided by a penalty assessment of \$3.00 per traffic ticket. City Ordinance No. 0-1232, May 1991 requires the fund be used only in this manner.

*Prisoner Care* – To provide for operations and maintenance of a municipal jail or for paying the cost of housing municipal prisoners in the county jail. Funding is provided by a penalty assessment of \$5.00 per traffic ticket. City Resolution No. 81-69, August 1981 requires the fund be used only in this manner.

*Juvenile Recreation* – To provide for the operation and development of community parks and operation of recreation programs. Funding source is one-third of the cigarette tax (Section 7-12-1 through 7-12-17, NMSA, 1978). These taxes may only be used to finance the parks and recreation programs.

*Lodgers' Tax and LCCVB* – To account for the operations of the Las Cruces Convention and Visitors' Bureau to promote tourism within the area. Financing is provided from a lodgers' tax. State law (Section 3-38-13 through 3-38-24, NMSA, 1979) requires these taxes to be used to operate the Convention and Visitors Bureau.

*DWI Prevention* – To account for the receipt of driving while intoxicated state fines (Section 31-12-7, NMSA 1978). Receipts are remitted to the state.

*Judicial Education* – To account for the receipt of imposed fees on all “guilty” traffic offenses in accordance with NMSA 1978, 35-14-11 (B)(2) and to be used for the education and training, including production of bench books and other written materials, of municipal judges and other municipal court employees.

*Environmental Gross Receipts Tax* – To account for the receipt of environmental gross receipts tax enacted by the City and the county as provided for in Ordinance 1484, October 12, 1995.

*Health Care Services from MMCI Lease* – To account for the receipt of proceeds pursuant to the terms of the lease with Memorial Medical Center, Inc., to be used for healthcare services in the City. The lease was approved by Ordinance 1655 in 1998.

*Gasoline Tax Street Maintenance Fund* – To account for the receipt of gasoline tax remittances from the state. State law (7-1-6.9 NMSA 1978) requires the distributions to be received into a separate road fund.

**The accompanying notes are an integral part of these financial statements.**

## Special Revenue Funds

— continued —

*Keep Las Cruces Beautiful* – To provide for beautification, litter eradication, graffiti abatement, and education. Funding is from the New Mexico Clean & Beautiful Program of the New Mexico Department of Tourism.

*Older Americans Act Programs* – To provide congregate meals to seniors at four program sites and to homebound customers who receive two delivered meals a day. Funding is from the New Mexico Aging and Long-term Services Department.

*Street Maintenance Operations* – To account for operational expenditures for street maintenance funded by transfers from the Gas Tax Street Maintenance Fund.

*Flood Control Operations* – To account for operational expenditures for flood control operations funded by transfers from the Gas Tax Street Maintenance Fund.

*Special Assessments—Northrise/Morningstar* – To account for the reimbursement from developers to the City, through certain assessments, for the construction of Northrise and Morningstar streets.

*Downtown Revitalization* – To account for the redevelopment of the downtown area of Las Cruces. Funding comes from the sale of property in the downtown area and other activities for revitalization.

*Valley View Heske Garden* – To account for the construction and maintenance of a park. Funding comes from a portion of the Emma B. Heske Trust that was left to the City of Las Cruces for construction of a park according to Ms. Heske's wishes.

*Griggs and Walnut Plume* – To account for the operations of the Griggs and Walnut water production area, and the remediation activities associated with the site.

## Special Revenue Funds

— continued —

*TIDD Dedicated Revenues* – To account for an amount of 75 percent of the State Gross Receipts Tax increment generated within the district that may be dedicated for the purpose of securing tax increment bonds issued by the district and to provide financing for projects within the TIDD Streets Project fund.

*Las Cruces Convention Center* – To account for receipt of the convention center fees paid to support the debt service payments for the convention center.

*Public Safety Impact Fee* – To account for revenues and expenditures related to city-wide public safety fees. Funds are to be used for buildings for fire, police, rescue, and essential equipment costing \$10,000 or more and having a life expectancy of 10 years or more. Funding comes from fees for all new development in the City based on rate tables for various land use.

*Affordable Housing Trust Fund* – This fund was established to set aside resources for the creation/promotion of affordable housing within the City of Las Cruces. The City adopted an ordinance within Chapter 13 of the Municipal code to create the local Housing Trust Fund. The source of the funding is through a transfer from the Vehicle Acquisition Fund.

*Alarm Fund* – In January 2013 the City of Las Cruces (CLC) enacted an Alarm Ordinance in which a registration and fine structure were developed. In turn CLC and MVRDA created an MOA that authorized MVRDA to be the Alarm Administrator for the ordinance. MVRDA collects all initial registrations, renewals penalties and fines.

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance—Budget and Actual**  
***Debt Service Fund***  
**For the Year Ended June 30, 2016**

	2016			2015	
	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)	Actual
	Original	Final			
<b>Revenues</b>					
Investment income (loss)	\$ 44,350	\$ 44,350	\$ 196,332	\$ 151,982	\$ 308,585
Other	473,632	473,632	500,236	26,604	513,962
Total revenues	517,982	517,982	696,568	178,586	822,547
<b>Expenditures</b>					
Current:					
General government	-	-	-	-	5,854
Debt Service:					
Principal	9,405,464	10,705,464	10,705,464	-	9,418,765
Interest	2,949,266	3,592,139	3,592,138	1	3,485,553
Debt issuance costs	-	-	-	-	370,268
Total expenditures	12,354,730	14,297,603	14,297,602	1	13,280,440
Revenues over (under) expenditures	(11,836,748)	(13,779,621)	(13,601,034)	178,587	(12,457,893)
<b>Other Financing Sources (Uses)</b>					
Proceeds of debt	-	1,148,612	1,148,611	(1)	-
Issuance of debt refunding	-	-	-	-	19,195,000
Refunded bonds redeemed	-	-	-	-	(19,545,000)
Premium on issuance of debt	-	-	-	-	1,157,983
Transfers in	9,848,306	12,249,184	12,096,476	(152,708)	12,691,042
Transfers out	-	-	-	-	(59,623)
Total other financing sources (uses)	9,848,306	13,397,796	13,245,087	(152,709)	13,439,402
Net change in fund balance	(1,988,442)	(381,825)	(355,947)	25,878	981,509
Fund balance, beginning of year	5,756,413	5,756,413	5,756,413	-	4,774,904
Fund balance, end of year	\$ 3,767,971	\$ 5,374,588	\$ 5,400,466	\$ 25,878	\$ 5,756,413

**The accompanying notes are an integral part of these financial statements.**

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance—Budget and Actual**  
***Community Development***  
**For the Year Ended June 30, 2016**

	2016			2015	
	Budgeted Amounts			Variance with Final Budget - Positive (Negative)	Actual
	Original	Final	Actual		
<b>Revenues</b>					
Charges for services	\$ 10,000	\$ 10,000	\$ 8,528	\$ (1,472)	\$ 6,753
Investment income (loss)	3,623	3,623	17,132	13,509	17,708
Other	36,754	36,754	73,497	36,743	57,413
Intergovernmental - Federal	2,744,657	2,833,472	1,133,948	(1,699,524)	1,193,521
Total revenues	2,795,034	2,883,849	1,233,105	(1,650,744)	1,275,395
<b>Expenditures</b>					
Current					
Community development	2,079,381	1,962,801	1,034,304	928,497	1,410,460
Capital outlay	130,000	430,000	136,425	293,575	-
Total expenditures	2,209,381	2,392,801	1,170,729	1,222,072	1,410,460
Revenues over (under) expenditures	585,653	491,048	62,376	(428,672)	(135,065)
Net change in fund balance	585,653	491,048	62,376	(428,672)	(135,065)
Fund balance, beginning of year	24,379	24,379	24,379	-	159,444
Fund balance, end of year	\$ 610,032	\$ 515,427	\$ 86,755	\$ (428,672)	\$ 24,379

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance—Budget and Actual**  
*Court Awarded Funds*  
**For the Year Ended June 30, 2016**

	2016			2015	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
<b>Revenues</b>					
Investment income (loss)	\$ 5,000	\$ 5,000	\$ 10,488	\$ 5,488	\$ 14,183
Fees and fines	15,000	15,000	4,947	(10,053)	-
Total revenues	20,000	20,000	15,435	(4,565)	14,183
<b>Expenditures</b>					
Current					
Police	120,000	120,000	38,842	81,158	634
Total expenditures	120,000	120,000	38,842	81,158	634
Revenues over (under) expenditures	(100,000)	(100,000)	(23,407)	76,593	13,549
Net change in fund balance	(100,000)	(100,000)	(23,407)	76,593	13,549
Fund balance, beginning of year	313,339	313,339	313,339	-	299,790
Fund balance, end of year	\$ 213,339	\$ 213,339	\$ 289,932	\$ 76,593	\$ 313,339

The accompanying notes are an integral part of these financial statements.



**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance—Budget and Actual**  
*Fire*  
**For the Year Ended June 30, 2016**

	2016			2015 (Reclassified)	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
<b>Revenues</b>					
Investment income (loss)	\$ -	\$ -	\$ 26,990	\$ 26,990	\$ 39,337
Intergovernmental - State	<u>717,881</u>	<u>768,522</u>	<u>725,117</u>	<u>(43,405)</u>	<u>609,873</u>
Total revenues	<u>717,881</u>	<u>768,522</u>	<u>752,107</u>	<u>(16,415)</u>	<u>649,210</u>
<b>Expenditures</b>					
Current					
Fire	711,881	667,384	585,423	81,961	437,912
Capital outlay	<u>6,000</u>	<u>282,201</u>	<u>139,695</u>	<u>142,506</u>	<u>171,961</u>
Total expenditures	<u>717,881</u>	<u>949,585</u>	<u>725,118</u>	<u>224,467</u>	<u>609,873</u>
Revenues over (under) expenditures	<u>-</u>	<u>(181,063)</u>	<u>26,989</u>	<u>208,052</u>	<u>39,337</u>
Net change in fund balance	-	(181,063)	26,989	208,052	39,337
Fund balance, beginning of year	<u>216,971</u>	<u>216,971</u>	<u>216,971</u>	-	<u>177,634</u>
Fund balance, end of year	\$ 216,971	\$ 35,908	\$ 243,960	\$ 208,052	\$ 216,971

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance—Budget and Actual**  
***Police Protection***  
**For the Year Ended June 30, 2016**

	2016			2015 (Reclassified)	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
<b>Revenues</b>					
Investment income	\$ 3,200	\$ 3,200	\$ 12,510	\$ 9,310	\$ 16,244
Intergovernmental - Federal	-	33,304	33,304	-	209,202
Intergovernmental - State	144,600	144,600	139,482	(5,118)	142,447
Intergovernmental - Local	-	-	-	-	13,810
Other	60,000	60,000	74,306	14,306	102,746
Total revenues	207,800	241,104	259,602	18,498	484,449
<b>Expenditures</b>					
Current					
Police	265,399	298,703	287,099	11,604	484,330
Total expenditures	265,399	298,703	287,099	11,604	484,330
Revenues over (under) expenditures	(57,599)	(57,599)	(27,497)	30,102	119
<b>Other Financing Sources (Uses)</b>					
Proceeds from sale of capital assets	-	-	30,805	30,805	32,908
Total other financing sources (uses)	-	-	30,805	30,805	32,908
Net change in fund balance	(57,599)	(57,599)	3,308	60,907	33,027
Fund balance, beginning of year	248,187	248,187	248,187	-	215,160
Fund balance, end of year	\$ 190,588	\$ 190,588	\$ 251,495	\$ 60,907	\$ 248,187

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance—Budget and Actual**  
***Emergency Medical Services***  
**For the Year Ended June 30, 2016**

	2016			2015	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
<b>Revenues</b>					
Investment income	\$ -	\$ -	\$ 412	\$ 412	\$ 569
Intergovernmental - State	20,000	20,000	19,740	(260)	19,816
Total revenues	20,000	20,000	20,152	152	20,385
<b>Expenditures</b>					
Current					
Fire	20,000	20,000	19,740	260	19,816
Total expenditures	20,000	20,000	19,740	260	19,816
Revenues over (under) expenditures	-	-	412	412	569
Net change in fund balance	-	-	412	412	569
Fund balance, beginning of year	852	852	852	-	283
<b>Fund balance</b> , end of year	\$ 852	\$ 852	\$ 1,264	\$ 412	\$ 852

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance—Budget and Actual**  
***Traffic Safety***  
**For the Year Ended June 30, 2016**

	2016			2015	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
<b>Revenues</b>					
Investment income	\$ 1,500	\$ 1,500	\$ 2,261	\$ 761	\$ 1,786
Fees and fines	25,000	25,000	27,647	2,647	28,690
Total revenues	26,500	26,500	29,908	3,408	30,476
<b>Expenditures</b>					
Current					
Police	25,506	25,506	19,898	5,608	13,179
Total expenditures	25,506	25,506	19,898	5,608	13,179
Revenues over (under) expenditures	994	994	10,010	9,016	17,297
Net change in fund balance	994	994	10,010	9,016	17,297
Fund balance, beginning of year	50,704	50,704	50,704	-	33,407
<b>Fund balance</b> , end of year	\$ 51,698	\$ 51,698	\$ 60,714	\$ 9,016	\$ 50,704

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance—Budget and Actual**  
***Safe Traffic Operations Program***  
**For the Year Ended June 30, 2016**

	2016			2015	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
<b>Revenues</b>					
Investment income	\$ -	\$ -	\$ 3,687	\$ 3,687	\$ 10,148
Fees and fines	-	-	4,069	4,069	16,611
Total revenues	-	-	7,756	7,756	26,759
<b>Expenditures</b>					
Current					
Police	15,000	15,000	2,418	12,582	19,994
Capital outlay	198,807	198,807	163,224	35,583	16,441
Total expenditures	213,807	213,807	165,642	48,165	36,435
Revenues over (under) expenditures	(213,807)	(213,807)	(157,886)	55,921	(9,676)
Net change in fund balance	(213,807)	(213,807)	(157,886)	55,921	(9,676)
Fund balance, beginning of year	217,705	217,705	217,705	-	227,381
Fund balance, end of year	\$ 3,898	\$ 3,898	\$ 59,819	\$ 55,921	\$ 217,705

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance—Budget and Actual**  
*Court Automation*  
**For the Year Ended June 30, 2016**

	2016				2015
	Budgeted Amounts			Variance with Final Budget - Positive (Negative)	Actual
	Original	Final	Actual		
<b>Revenues</b>					
Fees and fines	\$ 150,000	\$ 150,000	\$ 115,660	\$ (34,340)	\$ 116,890
Investment income	-	-	11,908	11,908	-
Other	-	-	21,683	21,683	33,146
Total revenues	150,000	150,000	149,251	(749)	150,036
<b>Expenditures</b>					
Current					
Police	215,000	215,000	130,564	84,436	135,443
Total expenditures	215,000	215,000	130,564	84,436	135,443
Revenues over (under) expenditures	(65,000)	(65,000)	18,687	83,687	14,593
Net change in fund balance	(65,000)	(65,000)	18,687	83,687	14,593
Fund balance, beginning of year	465,095	465,095	465,095	-	450,502
<b>Fund balance</b> , end of year	\$ 400,095	\$ 400,095	\$ 483,782	\$ 83,687	\$ 465,095

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance—Budget and Actual**  
*Prisoner Care*  
**For the Year Ended June 30, 2016**

	2016			2015	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
<b>Revenues</b>					
Investment income (loss)	\$ 32,650	\$ 32,650	\$ 68,077	\$ 35,427	\$ 81,216
Fees and fines	232,325	232,325	230,086	(2,239)	236,005
Total revenues	264,975	264,975	298,163	33,188	317,221
<b>Expenditures</b>					
Current					
Police	2,450,590	2,450,590	1,720,912	729,678	1,530,536
Total expenditures	2,450,590	2,450,590	1,720,912	729,678	1,530,536
Revenues over (under) expenditures	(2,185,615)	(2,185,615)	(1,422,749)	762,866	(1,213,315)
<b>Other Financing Sources (Uses)</b>					
Transfers in	1,268,750	1,268,750	1,268,750	-	1,250,000
Total other financing sources (uses)	1,268,750	1,268,750	1,268,750	-	1,250,000
Net change in fund balance	(916,865)	(916,865)	(153,999)	762,866	36,685
Fund balance, beginning of year	1,562,871	1,562,871	1,562,871	-	1,526,186
<b>Fund balance, end of year</b>	\$ 646,006	\$ 646,006	\$ 1,408,872	\$ 762,866	\$ 1,562,871

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance—Budget and Actual**  
***Juvenile Recreation***  
**For the Year Ended June 30, 2016**

	2016			2015	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
<b>Revenues</b>					
Investment income (loss)	\$ -	\$ -	\$ 2,282	\$ 2,282	\$ 2,206
Fees and fines	-	-	-	-	335
Other	5,000	5,000	-	(5,000)	-
State-shared taxes	2,000	2,000	3,725	1,725	1,950
Total revenues	7,000	7,000	6,007	(993)	4,491
<b>Expenditures</b>					
Current					
Parks and recreation	30,000	30,000	-	30,000	-
Total expenditures	30,000	30,000	-	30,000	-
Revenues over (under) expenditures	(23,000)	(23,000)	6,007	29,007	4,491
Net change in fund balance	(23,000)	(23,000)	6,007	29,007	4,491
Fund balance, beginning of year	46,846	46,846	46,846	-	42,355
<b>Fund balance, end of year</b>	\$ 23,846	\$ 23,846	\$ 52,853	\$ 29,007	\$ 46,846

The accompanying notes are an integral part of these financial statements.



**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance—Budget and Actual**  
***Lodgers' Tax & LCCVB***  
**For the Year Ended June 30, 2016**

	2016			2015	
	Budgeted Amounts			Variance with Final Budget - Positive (Negative)	
	Original	Final	Actual		Actual
<b>Revenues</b>					
Local taxes					
Lodgers' tax	\$ 2,095,413	\$ 2,095,413	\$ 2,089,168	\$ (6,245)	\$ 1,941,158
Total local taxes	2,095,413	2,095,413	2,089,168	(6,245)	1,941,158
Investment income	45,000	45,000	106,457	61,457	125,594
Other	4,700	4,700	3,848	(852)	6,848
Total revenues	2,145,113	2,145,113	2,199,473	54,360	2,073,600
<b>Expenditures</b>					
Current					
Community and cultural services	2,357,915	2,443,605	2,036,006	407,599	2,121,430
Capital outlay	500,000	500,000	-	500,000	-
Total expenditures	2,857,915	2,943,605	2,036,006	907,599	2,121,430
Revenues over (under) expenditures	(712,802)	(798,492)	163,467	961,959	(47,830)
<b>Other Financing Sources (Uses)</b>					
Transfers in	-	12,786	12,786	-	-
Transfers out	(52,386)	(52,386)	(51,522)	864	(48,258)
Total other financing sources (uses)	(52,386)	(39,600)	(38,736)	864	(48,258)
Net change in fund balance	(765,188)	(838,092)	124,731	962,823	(96,088)
Fund balance, beginning of year	2,839,533	2,839,533	2,839,533	-	2,935,621
<b>Fund balance, end of year</b>	<b>\$ 2,074,345</b>	<b>\$ 2,001,441</b>	<b>\$ 2,964,264</b>	<b>\$ 962,823</b>	<b>\$ 2,839,533</b>

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance—Budget and Actual**  
***DWI Prevention***  
**For the Year Ended June 30, 2016**

	2016			2015	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
<b>Revenues</b>					
Investment income (loss)	\$ -	\$ -	\$ 1,268	\$ (66)	\$ (66)
Fees and fines	-	4,700	3,124	378	5,078
Total revenues	-	4,700	4,392	312	5,012
<b>Expenditures</b>					
Current					
Police	-	4,700	1,403	3,297	3,153
Total expenditures	-	4,700	1,403	3,297	3,153
Revenues over (under) expenditures	-	-	2,989	3,609	1,859
Net change in fund balance	-	-	2,989	3,609	1,859
Fund balance (deficit), beginning of year	5,952	5,952	5,952	-	4,093
Fund balance, end of year	\$ 5,952	\$ 5,952	\$ 8,941	\$ 3,609	\$ 5,952

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance—Budget and Actual**  
***Judicial Education***  
**For the Year Ended June 30, 2016**

	2016			2015	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
<b>Revenues</b>					
Investment income	\$ -	\$ -	\$ 6	\$ 6	\$ -
Fees and fines	35,000	35,000	33,836	(1,164)	34,189
Total revenues	35,000	35,000	33,842	(1,158)	34,189
<b>Expenditures</b>					
Current					
Police	35,000	35,000	33,888	1,112	36,852
Total expenditures	35,000	35,000	33,888	1,112	36,852
Revenues over (under) expenditures	-	-	(46)	(46)	(2,663)
<b>Other Financing Sources (Uses)</b>					
Total other financing sources (uses)	-	-	-	-	-
Net change in fund balance	-	-	(46)	(46)	(2,663)
Fund balance (deficit), beginning of year	869	869	869	-	3,532
Fund balance, end of year	\$ 869	\$ 869	\$ 823	\$ (46)	\$ 869

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance—Budget and Actual**  
***Environmental Gross Receipts Tax***  
**For the Year Ended June 30, 2016**

	2016			2015	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
<b>Revenues</b>					
Investment income	\$ -	\$ -	\$ 1,661	\$ 1,661	\$ -
Local taxes					
Gross receipts	2,535,897	2,535,897	1,833,015	(702,882)	1,709,914
Total revenues	2,535,897	2,535,897	1,834,676	(701,221)	1,709,914
<b>Expenditures</b>					
Current					
General government	932,619	932,619	59,573	873,046	55,572
Total expenditures	932,619	932,619	59,573	873,046	55,572
Revenues over (under) expenditures	1,603,278	1,603,278	1,775,103	171,825	1,654,342
<b>Other Financing Sources (Uses)</b>					
Transfers out	(1,603,278)	(1,603,278)	(1,603,278)	-	(1,613,000)
Total other financing sources (uses)	(1,603,278)	(1,603,278)	(1,603,278)	-	(1,613,000)
Net change in fund balance	-	-	171,825	171,825	41,342
Fund balance, beginning of year	293,659	293,659	293,659	-	252,317
<b>Fund balance</b> , end of year	\$ 293,659	\$ 293,659	\$ 465,484	\$ 171,825	\$ 293,659

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance—Budget and Actual**  
**Health Care Services from MMCI Lease**  
**For the Year Ended June 30, 2016**

	2016			2015	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
<b>Revenues</b>					
Investment income (loss)	\$ -	\$ -	\$ 1,883	\$ 1,883	\$ 3,377
Total revenues	-	-	1,883	1,883	3,377
<b>Expenditures</b>					
Current					
General government	300,000	309,750	307,813	1,937	309,750
Total expenditures	300,000	309,750	307,813	1,937	309,750
Revenues over (under) expenditures	(300,000)	(309,750)	(305,930)	3,820	(306,373)
<b>Other Financing Sources (Uses)</b>					
Transfers out	300,000	300,000	300,000	-	300,000
Total other financing sources (uses)	300,000	300,000	300,000	-	300,000
Net change in fund balance	-	(9,750)	(5,930)	3,820	(6,373)
Fund balance, beginning of year	33,486	33,486	33,486	-	39,859
Fund balance, end of year	\$ 33,486	\$ 23,736	\$ 27,556	\$ 3,820	\$ 33,486

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance—Budget and Actual**  
*Special Revenue Grants*  
**For the Year Ended June 30, 2016**

	2016			2015	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			(As Reclassified)
<b>Revenues</b>					
Intergovernmental - Federal	\$ 110,773	\$ 272,458	\$ <b>160,165</b>	\$ (112,293)	\$ 1,117,499
Intergovernmental - State	1,147,587	1,978,140	<b>1,490,495</b>	(487,645)	864,288
Other	-	-	<b>1,555</b>	1,555	28,340
Total revenues	<u>1,258,360</u>	<u>2,250,598</u>	<u><b>1,652,215</b></u>	<u>(598,383)</u>	<u>2,010,127</u>
<b>Expenditures</b>					
Current					
Community development	288,131	603,015	<b>505,825</b>	97,190	294,525
Police	202,802	514,018	<b>295,283</b>	218,735	901,734
Fire	25,295	52,680	<b>2,408</b>	50,272	623,060
Parks and recreation	339,326	391,187	<b>340,618</b>	50,569	-
Community and cultural services	402,806	464,473	<b>306,396</b>	158,077	157,808
Capital outlay	-	200,230	<b>200,230</b>	-	33,000
Total expenditures	<u>1,258,360</u>	<u>2,225,603</u>	<u><b>1,650,760</b></u>	<u>574,843</u>	<u>2,010,127</u>
Revenues over (under) expenditures	-	24,995	<b>1,455</b>	(23,540)	-
Net change in fund balance	-	24,995	<b>1,455</b>	(23,540)	-
Fund balance, beginning of year	-	-	-	-	-
<b>Fund balance, end of year</b>	<u>\$ -</u>	<u>\$ 24,995</u>	<u><b>\$ 1,455</b></u>	<u>\$ (23,540)</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance—Budget and Actual**  
**Gasoline Tax Street Maintenance Fund**  
**For the Year Ended June 30, 2016**

	2016			2015	
	Budgeted Amounts			Variance with Final Budget - Positive (Negative)	Actual
	Original	Final	Actual		
<b>Revenues</b>					
Investment income	\$ 2,000	\$ 2,000	\$ 5,553	\$ 3,553	\$ 4,975
State-shared taxes	1,480,860	1,480,860	1,547,857	66,997	1,393,296
Total revenues	1,482,860	1,482,860	1,553,410	70,550	1,398,271
<b>Expenditures</b>					
Current					
Transportation	594,001	594,001	554,694	39,307	-
Public works	-	-	-	-	568,499
Total expenditures	594,001	594,001	554,694	39,307	568,499
Revenues over (under) expenditures	888,859	888,859	998,716	109,857	829,772
<b>Other Financing Sources (Uses)</b>					
Transfers out	(709,301)	(826,301)	(826,301)	-	(945,372)
Total other financing sources (uses)	(709,301)	(826,301)	(826,301)	-	(945,372)
Net change in fund balance	179,558	62,558	172,415	109,857	(115,600)
Fund balance, beginning of year	168,950	168,950	168,950	-	284,550
<b>Fund balance, end of year</b>	<b>\$ 348,508</b>	<b>\$ 231,508</b>	<b>\$ 341,365</b>	<b>\$ 109,857</b>	<b>\$ 168,950</b>

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance—Budget and Actual**  
*Keep Las Cruces Beautiful*  
**For the Year Ended June 30, 2016**

	2016			2015	
	Budgeted Amounts			Variance with Final Budget - Positive (Negative)	
	Original	Final	Actual		Actual
<b>Revenues</b>					
Intergovernmental - State	\$ 29,000	\$ 31,000	\$ 30,985	\$ (15)	\$ 28,360
Other	-	-	-	-	5,000
Total revenues	29,000	31,000	30,985	(15)	33,360
<b>Expenditures</b>					
Current					
Parks and recreation	29,000	31,000	30,985	15	33,360
Total expenditures	29,000	31,000	30,985	15	33,360
Revenues over (under) expenditures	-	-	-	-	-
Net change in fund balance	-	-	-	-	-
Fund balance, beginning of year	204	204	204	-	204
<b>Fund balance</b> , end of year	\$ 204	\$ 204	\$ 204	\$ -	\$ 204

The accompanying notes are an integral part of these financial statements.



**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance—Budget and Actual**  
***Older Americans Act Programs***  
**For the Year Ended June 30, 2016**

	2016			2015	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
<b>Revenues</b>					
Intergovernmental - Federal	\$ 202,104	\$ 217,640	\$ 217,468	\$ (172)	\$ 209,882
Intergovernmental - State	546,541	562,802	585,818	23,016	350,191
Other	180,500	205,007	210,158	5,151	191,047
Total revenues	929,145	985,449	1,013,444	27,995	751,120
<b>Expenditures</b>					
Current					
Community and cultural services	929,145	984,949	1,013,444	(28,495)	751,120
Total expenditures	929,145	984,949	1,013,444	(28,495)	751,120
Revenues over (under) expenditures	-	500	-	(500)	-
Net change in fund balance	-	500	-	(500)	-
Fund balance, beginning of year	-	-	-	-	-
<b>Fund balance</b> , end of year	\$ -	\$ 500	\$ -	\$ (500)	\$ -

**The accompanying notes are an integral part of these financial statements.**

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance—Budget and Actual**  
***Street Maintenance Operations***  
**For the Year Ended June 30, 2016**

	2016			2015	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
<b>Revenues</b>					
Investment income	\$ 9,000	\$ 9,000	\$ 77,202	\$ 68,202	\$ 17,894
Gross receipts	6,715,000	6,715,000	7,332,841	617,841	6,840,264
Total revenues	6,724,000	6,724,000	7,410,043	686,043	6,858,158
<b>Expenditures</b>					
Current					
Public works	685,451	2,035,451	1,805,843	229,608	1,264,156
Transportation	771,342	802,342	650,941	151,401	561,114
Total expenditures	1,456,793	2,837,793	2,456,784	381,009	1,825,270
Revenues over (under) expenditures	5,267,207	3,886,207	4,953,259	305,034	5,032,888
<b>Other Financing Sources (Uses)</b>					
Transfers out	(5,043,265)	(4,235,186)	(4,235,186)	-	(4,084,120)
Total other financing sources (uses)	(5,043,265)	(4,235,186)	(4,235,186)	-	(4,084,120)
Net change in fund balance	223,942	(348,979)	718,073	305,034	948,768
Fund balance, beginning of year	2,311,791	2,311,791	2,311,791	-	1,363,023
Fund balance, end of year	\$ 2,535,733	\$ 1,962,812	\$ 3,029,864	\$ 305,034	\$ 2,311,791

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance—Budget and Actual**  
***Flood Control Operations***  
**For the Year Ended June 30, 2016**

	2016			2015	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
<b>Revenues</b>					
Investment income (loss)	\$ 3,000	\$ 3,000	\$ 46,329	\$ 43,329	\$ (34,430)
Property taxes	4,236,077	4,236,077	4,287,315	51,238	4,186,899
Other	3,000	3,000	-	(3,000)	-
Total revenues	4,242,077	4,242,077	4,333,644	91,567	4,152,469
<b>Expenditures</b>					
Current					
Public works	513,648	902,510	537,350	365,160	201,101
Transportation	780,953	830,953	774,236	56,717	784,128
Capital outlay	350,000	350,000	350,000	-	-
Total expenditures	1,644,601	2,083,463	1,661,586	421,877	985,229
Revenues over (under) expenditures	2,597,476	2,158,614	2,672,058	513,444	3,167,240
<b>Other Financing Sources (Uses)</b>					
Transfers out	(1,781,042)	(1,766,081)	(1,756,056)	(10,025)	(2,305,145)
Total other financing sources (uses)	(1,781,042)	(1,766,081)	(1,756,056)	(10,025)	(2,305,145)
Net change in fund balance	816,434	392,533	916,002	503,419	862,095
Fund balance, beginning of year	1,406,989	1,406,989	1,406,989	-	544,894
<b>Fund balance</b> , end of year	\$ 2,223,423	\$ 1,799,522	\$ 2,322,991	\$ 503,419	\$ 1,406,989

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance—Budget and Actual**  
***Special Assessments—Northrise/Morningstar***  
**For the Year Ended June 30, 2016**

	2016			2015	
	Budgeted Amounts			Variance with Final Budget - Positive (Negative)	
	Original	Final	Actual		Actual
<b>Revenues</b>					
Investment income	\$ -	\$ -	\$ 99,901	\$ 99,901	\$ 102,816
Special assessment income	-	-	126,265	126,265	19,102
Total revenues	-	-	226,166	226,166	121,918
Net change in fund balance	-	-	226,166	226,166	121,918
Fund balance, beginning of year	2,330,552	2,330,552	2,330,552	-	2,208,634
<b>Fund balance</b> , end of year	\$ 2,330,552	\$ 2,330,552	\$ 2,556,718	\$ 226,166	\$ 2,330,552

**The accompanying notes are an integral part of these financial statements.**

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance—Budget and Actual**  
***Downtown Revitalization***  
**For the Year Ended June 30, 2016**

	2016			2015	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
<b>Revenues</b>					
Investment income (loss)	\$ -	\$ -	\$ 2,225	\$ 2,225	\$ 1,593
Intergovernmental - State	-	-	-	-	57,508
Total revenues	-	-	2,225	2,225	59,101
<b>Expenditures</b>					
Current					
Public works	-	-	-	-	70,192
Community development	-	70,000	70,300	(300)	57,508
Total expenditures	-	70,000	70,300	(300)	127,700
Revenues over (under) expenditures	-	(70,000)	(68,075)	1,925	(68,599)
<b>Other Financing Sources (Uses)</b>					
Transfers in	70,000	70,000	70,000	-	70,000
Total other financing sources (uses)	70,000	70,000	70,000	-	70,000
Net change in fund balance	70,000	-	1,925	1,925	1,401
Fund balance, beginning of year	49,609	49,609	49,609	-	48,208
<b>Fund balance</b> , end of year	\$ 119,609	\$ 49,609	\$ 51,534	\$ 1,925	\$ 49,609

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance—Budget and Actual**  
*Valley View Heske Garden*  
**For the Year Ended June 30, 2016**

	2016			2015	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
<b>Revenues</b>					
Investment income	\$ 2,500	\$ 2,500	\$ 7,081	\$ 4,581	\$ 8,026
Total revenues	2,500	2,500	7,081	4,581	8,026
<b>Expenditures</b>					
Current					
Parks and recreation	16,000	16,000	2,213	13,787	12,430
Total expenditures	16,000	16,000	2,213	13,787	12,430
Revenues over (under) expenditures	(13,500)	(13,500)	4,868	18,368	(4,404)
Net change in fund balance	(13,500)	(13,500)	4,868	18,368	(4,404)
Fund balance, beginning of year	168,824	168,824	168,824	-	173,228
<b>Fund balance</b> , end of year	\$ 155,324	\$ 155,324	\$ 173,692	\$ 18,368	\$ 168,824

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance—Budget and Actual**  
*Griggs and Walnut Plume*  
**For the Year Ended June 30, 2016**

	2016				2015
	Budgeted Amounts			Variance with Final Budget - Positive (Negative)	Actual
	Original	Final	Actual		
<b>Revenues</b>					
Charges for services	\$ 204,000	\$ 204,000	\$ 106,450	\$ (97,550)	\$ 114,952
Investment income	20,616	20,616	100,371	79,755	53,874
Other	331,000	331,000	606,672	275,672	1,012,345
Total revenues	555,616	555,616	813,493	257,877	1,181,171
<b>Expenditures</b>					
Current					
General government	849,929	1,049,929	971,197	78,732	411,155
Total expenditures	849,929	1,049,929	971,197	78,732	411,155
Revenues over (under) expenditures	(294,313)	(494,313)	(157,704)	336,609	770,016
<b>Other Financing Sources (Uses)</b>					
Transfers in	388,733	388,733	388,733	-	388,733
Total other financing sources (uses)	388,733	388,733	388,733	-	388,733
Net change in fund balance	94,420	(105,580)	231,029	336,609	1,158,749
Fund balance, beginning of year	2,268,449	2,268,449	2,268,449	-	1,109,700
Fund balance, end of year	\$ 2,362,869	\$ 2,162,869	\$ 2,499,478	\$ 336,609	\$ 2,268,449

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance—Budget and Actual**  
***TIDD Dedicated Revenues***  
**For the Year Ended June 30, 2016**

	2016			2015	
	Budgeted Amounts			Variance with Final Budget - Positive (Negative)	Actual
	Original	Final	Actual		
<b>Revenues</b>					
Investment income (loss)	\$ 35,000	\$ 35,000	\$ 182,329	\$ 147,329	\$ 157,980
Gross receipts tax	802,787	802,787	568,932	(233,855)	665,337
Property tax	30,945	30,945	63,200	32,255	22,408
State-shared	1,675,438	1,675,438	1,415,425	(260,013)	1,655,295
Total revenues	2,544,170	2,544,170	2,229,886	(314,284)	2,501,020
<b>Expenditures</b>					
Current					
General government	-	-	-	-	39,604
Community development	89,080	396,829	304,387	92,442	-
Capital outlay	-	6,500,000	2,297,565	4,202,435	-
Total expenditures	89,080	6,896,829	2,601,952	4,294,877	39,604
Revenues over (under) expenditures	2,455,090	(4,352,659)	(372,066)	3,980,593	2,461,416
<b>Other Financing Sources (Uses)</b>					
Transfers in	-	6,500,000	6,500,000	-	-
Transfers out	-	(4,600,099)	(4,600,099)	-	(4,800,000)
Total other financing sources (uses)	-	1,899,901	1,899,901	-	(4,800,000)
Net change in fund balance	2,455,090	(2,452,758)	1,527,835	3,980,593	(2,338,584)
Fund balance, beginning of year	5,684,506	5,684,506	5,684,506	-	8,023,090
Fund balance, end of year	\$ 8,139,596	\$ 3,231,748	\$ 7,212,341	\$ 3,980,593	\$ 5,684,506

**The accompanying notes are an integral part of these financial statements.**



**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance—Budget and Actual**  
*Las Cruces Convention Center*  
**For the Year Ended June 30, 2016**

	2016			2015
	Budgeted Amounts		Variance with Final Budget - Positive (Negative)	
	Original	Final	Actual	Actual
<b>Revenues</b>				
Investment income (loss)	\$ -	\$ -	\$ 28,201	\$ 18,596
Fees and fines	1,327,126	1,327,126	1,262,394	1,202,006
Total revenues	1,327,126	1,327,126	1,290,595	1,220,602
<b>Other Financing Sources (Uses)</b>				
Transfers out	(1,364,262)	(1,364,262)	(1,247,914)	(1,759,249)
Total other financing sources (uses)	(1,364,262)	(1,364,262)	(1,247,914)	(1,759,249)
Net change in fund balance	(37,136)	(37,136)	42,681	(538,647)
Fund balance, beginning of year	136,537	136,537	136,537	675,184
<b>Fund balance, end of year</b>	<u>\$ 99,401</u>	<u>\$ 99,401</u>	<u>\$ 179,218</u>	<u>\$ 136,537</u>

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance—Budget and Actual**  
***Public Safety Impact Fee***  
**For the Year Ended June 30, 2016**

	2016			2015	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
<b>Revenues</b>					
Investment income (loss)	\$ -	\$ -	\$ 57,857	\$ 57,857	\$ 48,908
Other	300,000	300,000	392,520	92,520	264,900
Total revenues	300,000	300,000	450,377	150,377	313,808
<b>Expenditures</b>					
Current					
Police	37,500	37,500	14,003	23,497	15,035
Fire	37,500	37,500	7,002	30,498	-
Capital outlay	1,430,000	1,430,000	718,266	711,734	-
Total expenditures	1,505,000	1,505,000	739,271	765,729	15,035
Revenues over (under) expenditures	(1,205,000)	(1,205,000)	(288,894)	916,106	298,773
Net change in fund balance	(1,205,000)	(1,205,000)	(288,894)	916,106	298,773
Fund balance, beginning of year	1,319,051	1,319,051	1,319,051	-	1,020,278
Fund balance, end of year	\$ 114,051	\$ 114,051	\$ 1,030,157	\$ 916,106	\$ 1,319,051

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance—Budget and Actual**  
***Affordable Housing Trust***  
**For the Year Ended June 30, 2016**

	2016			2015	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
<b>Revenues</b>					
Investment income	\$ -	\$ -	\$ 10,944	\$ 10,944	\$ -
Total revenues	-	-	10,944	10,944	-
<b>Expenditures</b>					
Current					
Community development	300,000	300,000	-	300,000	-
Total expenditures	300,000	300,000	-	300,000	-
Revenues over (under) expenditures	(300,000)	(300,000)	10,944	310,944	-
<b>Other Financing Sources (Uses)</b>					
Transfers in	100,000	100,000	100,000	-	100,000
Total expenditures	100,000	100,000	100,000	-	100,000
Net change in fund balance	(200,000)	(200,000)	110,944	310,944	100,000
Fund balance, beginning of year	400,000	400,000	400,000	-	300,000
<b>Fund balance</b> , end of year	\$ 200,000	\$ 200,000	\$ 510,944	\$ 310,944	\$ 400,000

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance—Budget and Actual**  
*Alarm Fee*  
**For the Year Ended June 30, 2016**

	2016			2015
	Budgeted Amounts		Variance with Final Budget - Positive (Negative)	
	Original	Final	Actual	Actual
<b>Revenues</b>				
Fines and fees	\$ 150,000	\$ 150,000	\$ 127,415	\$ 117,500
Investment income	-	-	8	-
Total revenues	150,000	150,000	127,423	117,500
<b>Expenditures</b>				
Current				
General government	150,000	150,000	127,415	117,500
Total expenditures	150,000	150,000	127,415	117,500
Net change in fund balance	-	-	8	-
Fund balance, beginning of year	-	-	-	-
<b>Fund balance, end of year</b>	\$ -	\$ -	<u><u>\$ 8</u></u>	\$ -

The accompanying notes are an integral part of these financial statements.

## Capital Projects Funds

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

*HUD Facilities Projects* – To provide financing for the acquisition and rehabilitation of the Museum of Nature and Science on Main Street in downtown Las Cruces. The source of funding is from HUD grants and Section 108 loans.

*Public Parks Development* – To provide for the establishment of parks and miniparks within subdivisions. The source of funding is from state grants, interest earnings, and charges to subdividers. If the parks using subdivision funds have not been started within a three-year period, the charges revert to the subdividers.

*Street Improvement* – To provide for the paving or improvements to streets. The source of funding is from a state grant and interest earned on investments.

*Capital Grant Projects* – To provide for the financing and construction of projects at the airport and various other grant projects. The source of funding is from federal grants, state grants, and local matching funds.

*Sales Tax–Street Maintenance* – To provide for street repaving projects. The source of funding is one-quarter percent municipal gross receipts tax.

*VAD Street Project* – This fund was established to provide a funding mechanism to construct Sonoma Ranch Boulevard from Sierra Ventana Avenue. VAD provides that Sierra Norte will be responsible for one-hundred percent of the project cost.

*2015A HHS* – This fund was created after the issuance of the New Mexico Hold Harmless Gross Receipts Tax Improvement Revenue Bonds, Series 2015A.

*Completed Debt Projects* – This fund is for various debt projects.

*Flood Control* – To construct a detention pond for the purpose of flood control and to serve as recreation as part of a multi-sport complex to include baseball, softball, and soccer fields. The source of funding is from the New Mexico Finance Authority.

*Legislative Capital Improvements* – To provide for the purchase of capital improvements approved by legislation.

*State Capital Improvements* – To provide for the purchase of capital improvements from state funding.

*EDA West Mesa Industrial Park* – To provide for the financing and construction of improvements, including installation of access roads and utilities for the airport and industrial complex. The source of funding is federal grants, local matching funds, rental income, and proceeds from the sale of land.

*2003 Sales Tax Facilities and Parks* – To provide for facilities/park improvements. The source of funding is the 2005 Gross Receipts Tax Refunding Revenue Bonds.

*NMFA Loans Equipment Acquisition* – To provide for well improvements.

**The accompanying notes are an integral part of these financial statements.**

## **Capital Projects Funds**

— continued —

*2003 Sales Tax Street Lights* – To provide for the acquisition of street lighting systems. The source of funding is the 2005 Gross Receipts Tax Refunding Revenue Bonds.

*2005 Gross Receipts Tax Public Improvements* – To account for various public improvements. The source of funding is the 2005 Sales Tax Bond.

*Las Cruces Convention Center* – To provide for the design, construction, and equipping of the Las Cruces convention center. The source of funding is a New Mexico Finance Authority loan.

*NMFA Street Improvements* – To provide for the paving or improvements to streets. The source of funding is from New Mexico Finance Authority loans.

*Stimulus Capital Projects* – To account for various public improvements. The source of funding is from the American Recovery and Reinvestment Act.

*NMFA Parking Deck* – To provide for the financing and construction of a parking deck and other capital structures. The source of funding is from the New Mexico Finance Authority.

*TIDD Street Projects* – To account for the construction, operation, and maintenance of public infrastructure improvements in the downtown area.

*2008 NMFA Griggs/Walnut/Plume* – To provide for the construction of the remediation site. The source of funding is from New Mexico Finance Authority loans.

**City of Las Cruces**  
**Budgetary Comparison for Multiple-Year Capital Projects**  
**For the Year Ended June 30, 2016**

Capital Project Fund	Project Appropriations	2016 Expenditures	Expenditures Project to Date	Variance with Project Appropriations- Positive (Negative)
Public Parks	\$ 2,159,974	\$ 325,782	\$ 1,804,111	\$ 355,863
Street Improvement	1,013,549	22,060	279,241	734,308
Capital Projects Grants	6,637,047	2,243,720	4,358,314	2,278,733
Sales Tax-Street Maintenance	10,869,992	3,737,846	4,141,886	6,728,106
VAD Street Project	7,095,000	189,766	189,766	6,905,234
2015A HHS	18,042,030	2,725,426	2,725,426	15,316,604
Flood Control	2,700,632	134,976	2,737,836	(37,204)
Completed Debt Projects	-	-	-	-
2003 Sales Tax Facilities and Park	11,039,005	5,645,605	6,763,633	4,275,372
NMFA Loans Equipment Acquisitions	427,610	427,378	427,378	232
2003 Sales Tax Street Lights	5,673	5,673	5,673	-
GRT Public Improvements	402,279	181,491	345,380	56,899
Convention Center	330,000	-	-	330,000
2015B HHS	-	94,618	94,618	(94,618)
TIDD Streets Projects	10,522,643	5,682,642	7,138,399	3,384,244
Total	\$ 71,245,434	\$ 21,416,983	\$ 31,011,661	\$ 40,233,773

**The accompanying notes are an integral part of these financial statements.**

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance —Budget and Actual**  
***HUD Facilities Projects***  
**For the Year Ended June 30, 2016**

	2016			2015
	Budgeted Amounts		Variance with Final Budget - Positive (Negative)	Actual
	Original	Final		
<b>Revenues</b>				
Investment income (loss)	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-
<b>Expenditures</b>				
Capital outlay	-	-	-	-
Total expenditures	-	-	-	-
Revenues over (under) expenditures	-	-	-	-
Net change in fund balance	-	-	-	-
Fund balance, beginning of year	430	430	430	430
<b>Fund balance</b> , end of year	\$ 430	\$ 430	\$ 430	\$ 430

**The accompanying notes are an integral part of these financial statements.**



**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance —Budget and Actual**  
***Public Parks Development***  
**For the Year Ended June 30, 2016**

	2016			2015 (As Reclassified)
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		Actual
<b>Revenues</b>				
Fines and fees	\$ 500,000	\$ 500,000	\$ 686,639	\$ 186,639
Investment income	30,000	30,000	78,443	48,443
Intergovernmental - State	-	-	-	-
Total revenues	530,000	530,000	765,082	235,082
<b>Expenditures</b>				
Current				
Public works	-	-	-	-
Capital outlay	2,058,053	2,159,974	325,783	1,834,191
Total expenditures	2,058,053	2,159,974	325,783	1,834,191
Revenues over (under) expenditures	(1,528,053)	(1,629,974)	439,299	2,069,273
Net change in fund balance	(1,528,053)	(1,629,974)	439,299	2,069,273
Fund balance, beginning of year	1,662,127	1,662,127	1,662,127	-
<b>Fund balance, end of year</b>	<b>\$ 134,074</b>	<b>\$ 32,153</b>	<b>\$ 2,101,426</b>	<b>\$ 1,662,127</b>

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance —Budget and Actual**  
***Street Improvement***  
**For the Year Ended June 30, 2016**

	2016			2015 (As Reclassified)	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
<b>Revenues</b>					
Investment income	\$ 18,000	\$ 32,975	\$ 40,310	\$ 7,335	\$ 42,619
Other	-	15,300	53,058	37,758	2,437
Intergovernmental -State	-	-	-	-	-
Total revenues	18,000	48,275	93,368	45,093	45,056
<b>Expenditures</b>					
Current					
Public works	-	-	2,060	(2,060)	2,061
Capital outlay	724,999	1,010,549	20,000	990,549	-
Total expenditures	724,999	1,010,549	22,060	988,489	2,061
Revenues over (under) expenditures	(706,999)	(962,274)	71,308	1,033,582	42,995
<b>Other Financing Sources (Uses)</b>					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	45	-
Total other financing sources (uses)	-	-	-	45	-
Net change in fund balance	(706,999)	(962,274)	71,308	1,033,627	42,995
Fund balance, beginning of year	1,009,499	1,009,499	1,009,499	-	966,504
<b>Fund balance</b> , end of year	\$ 302,500	\$ 47,225	\$ 1,080,807	\$ 1,033,627	\$ 1,009,499

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance —Budget and Actual**  
*Capital Grant Projects*  
**For the Year Ended June 30, 2016**

	2016			2015 (As Reclassified)	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
<b>Revenues</b>					
Investment income	\$ 7,500	\$ 7,500	\$ 8,531	\$ 1,031	\$ 20,705
Other	-	168,919	-	(168,919)	-
Intergovernmental - Federal	381,735	520,830	359,160	(161,670)	189,082
Intergovernmental - State	3,731,107	5,947,298	1,884,172	(4,063,126)	2,065,771
Total revenues	4,120,342	6,644,547	2,251,863	(4,392,684)	2,275,558
<b>Expenditures</b>					
Current					
Public works	350,165	269,445	149,985	119,460	130,737
Capital outlay	3,762,677	6,367,602	2,093,735	4,273,867	2,063,420
Total expenditures	4,112,842	6,637,047	2,243,720	4,393,327	2,194,157
Revenues over (under) expenditures	7,500	7,500	8,143	643	81,401
<b>Other Financing Sources (Uses)</b>					
Transfers in	212,500	212,500	212,500	-	-
Transfers out	-	(200,000)	(200,000)	-	(79,534)
Total other financing sources (uses)	212,500	12,500	12,500	-	(79,534)
Net change in fund balance	220,000	20,000	20,643	643	1,867
Fund balance, beginning of year	59,011	59,011	59,011	-	57,144
Fund balance, end of year	\$ 279,011	\$ 79,011	\$ 79,654	\$ 643	\$ 59,011

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance —Budget and Actual**  
*Sales Tax–Street Maintenance*  
**For the Year Ended June 30, 2016**

	2016		2015 (As Reclassified)	
	Budgeted Amounts		Variance with Final Budget - Positive (Negative)	Actual
	Original	Final		
<b>Revenues</b>				
Investment income	\$ 46,000	\$ 46,000	\$ 158,334	\$ 156,712
Other	250,000	250,000	177,935	199,856
Total local taxes	296,000	296,000	336,269	356,568
Other	-	-	-	-
Total revenues	296,000	296,000	336,269	356,568
<b>Expenditures</b>				
Current				
Public works	-	-	-	-
Capital outlay	12,605,200	10,869,992	3,737,846	3,732,992
Total expenditures	12,605,200	10,869,992	3,737,846	3,732,992
Revenues over (under) expenditures	(12,309,200)	(10,573,992)	(3,401,577)	(3,376,424)
<b>Other Financing Sources (Uses)</b>				
Debt proceeds	-	-	-	8,000,000
Bond premium	-	-	-	203,173
Debt issuance costs	-	-	-	(99,790)
Transfers in	2,300,000	1,500,000	1,500,000	1,870,387
Transfers out	-	-	-	(30,500)
Total other financing sources (uses)	2,300,000	1,500,000	1,500,000	9,943,270
Net change in fund balance	(10,009,200)	(9,073,992)	(1,901,577)	6,566,846
Fund balance, beginning of year	9,307,346	9,307,346	9,307,346	2,740,500
<b>Fund balance, end of year</b>	<b>\$ (701,854)</b>	<b>\$ 233,354</b>	<b>\$ 7,405,769</b>	<b>\$ 9,307,346</b>

**The accompanying notes are an integral part of these financial statements.**

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance —Budget and Actual**  
***VAD Street Project***  
**For the Year Ended June 30, 2016**

	2016			2015
	Budgeted Amounts		Variance with	
	Original	Final	Final Budget - Positive (Negative)	Actual
<b>Revenues</b>				
Investment income	\$ -	\$ -	\$ 33,746	\$ -
Total revenues	-	-	33,746	-
<b>Expenditures</b>				
Debt issuance costs	-	195,454	189,766	-
Total expenditures	-	195,454	189,766	-
Revenues over (under) expenditures	-	(195,454)	39,434	-
<b>Other Financing Sources (Uses)</b>				
Debt proceeds	-	7,236,389	7,436,389	-
Bond premium	-	54,065	54,064	-
Total other financing sources (uses)	-	7,290,454	7,490,453	-
Net change in fund balance	-	7,095,000	7,334,433	-
Fund balance, beginning of year	-	-	-	-
<b>Fund balance</b> , end of year	\$ -	\$ 7,095,000	\$ 7,334,433	\$ -

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance —Budget and Actual**  
**2015A HHS**  
**For the Year Ended June 30, 2016**

	2016			2015	
	Budgeted Amounts			Variance with Final Budget - Positive (Negative)	Actual
	Original	Final	Actual		
<b>Revenues</b>					
Investment income	\$ -	\$ -	\$ 65,347	\$ 65,347	\$ -
Total revenues	-	-	65,347	65,347	-
<b>Expenditures</b>					
Current					
Public works	-	1,151,394	105,581	1,045,813	-
Capital outlay	-	16,890,636	2,277,795	14,612,841	-
Debt issuance costs	-	342,051	342,050	1	-
Total expenditures	-	18,384,081	2,725,426	15,658,654	-
Revenues over (under) expenditures	-	(18,384,081)	(2,660,079)	15,724,001	-
<b>Other Financing Sources (Uses)</b>					
Issuance of debt	-	23,075,000	23,075,000	-	-
Bond Premium	-	1,026,446	1,026,446	-	-
Total other financing sources (uses)	-	24,101,446	24,101,446	-	-
Net change in fund balance	-	5,717,365	21,441,367	15,724,001	-
Fund balance, beginning of year	-	-	-	-	-
<b>Fund balance</b> , end of year	\$ -	\$ 5,717,365	<b>\$21,441,367</b>	<b>\$ 15,724,001</b>	<b>\$ -</b>

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance —Budget and Actual**  
***Flood Control***  
**For the Year Ended June 30, 2016**

	2016		2015 (As Reclassified)	
	Budgeted Amounts		Variance with Final Budget - Positive (Negative)	Actual
	Original	Final	Actual	
<b>Revenues</b>				
Investment income	\$ 41,000	\$ 44,315	\$ 79,883	\$ 35,568
Other	65,000	65,000	29,680	(35,320)
Total revenues	106,000	109,315	109,563	248
<b>Expenditures</b>				
Capital outlay	3,284,736	2,700,632	134,976	2,565,656
Total expenditures	3,284,736	2,700,632	134,976	2,565,656
Revenues over (under) expenditures	(3,178,736)	(2,591,317)	(25,413)	2,565,904
<b>Other Financing Sources (Uses)</b>				
Issuance of debt	-	-	-	-
Bond premium	-	-	-	-
Debt issuance cost	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	(3,178,736)	(2,591,317)	(25,413)	2,565,904
Fund balance, beginning of year	2,647,634	2,647,634	2,647,634	-
<b>Fund balance, end of year</b>	<b>\$ (531,102)</b>	<b>\$ 56,317</b>	<b>\$ 2,622,221</b>	<b>\$ 2,565,904</b>

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance —Budget and Actual**  
**Completed Debt Projects**  
**For the Year Ended June 30, 2016**

	2016			2015 (As Reclassified)	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
<b>Revenues</b>					
Investment income	\$ 60,000	\$ 60,000	\$ -	\$ (60,000)	\$ 4,251
Other	20,000	20,000	-	(20,000)	-
Total revenues	80,000	80,000	-	(80,000)	4,251
<b>Expenditures</b>					
Current					
Public works	259,587	306,674	-	306,674	-
Capital outlay	2,400,404	2,494,505	-	2,494,505	468,491
Total expenditures	2,659,991	2,801,179	-	2,801,179	468,491
Revenues over (under) expenditures	(2,579,991)	(2,721,179)	-	2,721,179	(464,240)
<b>Other Financing Sources (Uses)</b>					
Transfers in	2,000,000	2,000,000	-	2,000,000	30,500
Transfers out	-	(2,046,621)	(155)	(2,046,466)	(19,245)
Total other financing sources (uses)	2,000,000	(46,621)	(155)	(46,466)	11,255
Net change in fund balance	(579,991)	(2,767,800)	(155)	2,674,713	(452,985)
Fund balance, beginning of year	(184,408)	(184,408)	(184,408)	-	268,577
<b>Fund balance, end of year</b>	<b>\$ (764,399)</b>	<b>\$ (2,952,208)</b>	<b>\$ (184,563)</b>	<b>\$ 2,674,713</b>	<b>\$ (184,408)</b>

The accompanying notes are an integral part of these financial statements.



**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance —Budget and Actual**  
**2003 Sales Tax Facilities and Parks**  
**For the Year Ended June 30, 2016**

	2016			2015 (As Reclassified)	
	Budgeted Amounts			Variance with Final Budget - Positive (Negative)	Actual
	Original	Final	Actual		
<b>Revenues</b>					
Investment income	\$ 40,000	\$ 35,400	\$ 8,493	\$ (26,907)	\$ 53,535
Total revenues	40,000	35,400	8,493	(26,907)	53,535
<b>Expenditures</b>					
Current					
Public works	-	-	-	-	19,308
Capital outlay	11,244,971	11,039,792	5,645,605	5,394,187	249,610
Debt service	-	-	(786)	786	-
Total expenditures	11,244,971	11,039,792	5,644,819	5,394,973	268,918
Revenues over (under) expenditures	(11,204,971)	(11,004,392)	(5,636,326)	5,368,066	(215,383)
<b>Other Financing Sources (Uses)</b>					
Issuance of debt	-	-	-	-	10,000,000
Bond premium	-	-	-	-	444,431
Total other financing sources (uses)	-	-	-	-	10,444,431
Net change in fund balance	(11,204,971)	(11,004,392)	(5,636,326)	5,368,066	10,229,048
Fund balance, beginning of year	11,078,007	11,078,007	11,078,007	-	953,959
Fund balance, end of year	\$ (126,964)	\$ 73,615	\$ 5,441,681	\$ 5,368,066	\$ 11,183,007

**The accompanying notes are an integral part of these financial statements.**

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance —Budget and Actual**  
***NMFA Loans Equipment Acquisition***  
**For the Year Ended June 30, 2016**

	2016			2015
	Budgeted Amounts		Variance with Final Budget - Positive (Negative)	Actual
	Original	Final		
<b>Revenues</b>				
Investment income (loss)	\$ -	\$ -	\$ (10,189)	\$ 234
Total revenues	-	-	(10,189)	234
<b>Expenditures</b>				
Capital outlay	425,110	427,610	232	-
Total expenditures	425,110	427,610	232	-
Revenues over (under) expenditures	(425,110)	(427,610)	(9,957)	234
<b>Other Financing Sources (Uses)</b>				
Issuance of debt	-	-	-	443,325
Debt issuance cost	-	-	-	(18,325)
Transfers in	-	2,500	-	-
Total other financing sources (uses)	-	2,500	-	425,000
Net change in fund balance	(425,110)	(425,110)	(9,957)	425,234
Fund balance, beginning of year	425,233	425,233	-	-
<b>Fund balance, end of year</b>	<b>\$ 123</b>	<b>\$ 123</b>	<b>\$ (9,833)</b>	<b>\$ 425,234</b>

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance —Budget and Actual**  
**2003 Sales Tax Street Lights**  
**For the Year Ended June 30, 2016**

	2016				2015
	Budgeted Amounts			Variance with Final Budget - Positive (Negative)	
	Original	Final	Actual		Actual
<b>Revenues</b>					
Investment income (loss)	\$ -	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-	-
<b>Expenditures</b>					
Capital outlay	-	45,714	5,673	40,041	45,713
Total expenditures	-	45,714	5,673	40,041	45,713
Revenues over (under) expenditures	-	(45,714)	(5,673)	40,041	(45,713)
Net change in fund balance	-	(45,714)	(5,673)	40,041	(45,713)
Fund balance, beginning of year	(256)	(256)	(256)	-	45,457
<b>Fund balance, end of year</b>	<u>\$ (256)</u>	<u>\$ (45,970)</u>	<u>\$ (5,929)</u>	<u>\$ 40,041</u>	<u>\$ (256)</u>

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance —Budget and Actual**  
**2005 Gross Receipts Tax Public Improvements**  
**For the Year Ended June 30, 2016**

	2016			2015
	Budgeted Amounts		Variance with Final Budget - Positive (Negative)	
	Original	Final	Actual	Actual
<b>Revenues</b>				
Investment income (loss)	\$ -	\$ 1,278	\$ 5,013	\$ 3,735
Total revenues	-	1,278	5,013	11,776
<b>Expenditures</b>				
Community development	-	-	-	-
Capital outlay	218,464	181,272	181,492	(220)
Total expenditures	218,464	181,272	181,492	(220)
Revenues over (under) expenditures	(218,464)	(179,994)	(176,479)	3,515
<b>Other Financing Sources (Uses)</b>				
Transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	(218,464)	(179,994)	(176,479)	3,515
Fund balance, beginning of year	170,852	170,852	170,852	-
<b>Fund balance, end of year</b>	<b>\$ (47,612)</b>	<b>\$ (9,142)</b>	<b>\$ (5,627)</b>	<b>\$ 3,515</b>

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance —Budget and Actual**  
*Las Cruces Convention Center*  
**For the Year Ended June 30, 2016**

	2016			2015
	Budgeted Amounts		Variance with Final Budget - Positive (Negative)	
	Original	Final	Actual	Actual
<b>Revenues</b>				
Investment income (loss)	\$ -	\$ 11,400	\$ 17,970	\$ 30,029
Total revenues	-	11,400	17,970	30,029
<b>Expenditures</b>				
Current				
Public works	-	-	-	3,020
Capital outlay	-	330,000	-	-
Total expenditures	-	330,000	-	3,020
Revenues over (under) expenditures	-	(318,600)	17,970	27,009
<b>Other Financing Sources (Uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	(358,861)	(358,861)	-
Total other financing sources (uses)	-	(358,861)	(358,861)	-
Net change in fund balance	-	(677,461)	(340,891)	27,009
Fund balance, beginning of year	538,054	538,054	538,054	511,045
<b>Fund balance, end of year</b>	<b>\$ 538,054</b>	<b>\$ (139,407)</b>	<b>\$ 197,163</b>	<b>\$ 538,054</b>

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance —Budget and Actual**  
**15B HHS**  
**For the Year Ended June 30, 2016**

	2016			2015	
	Budgeted Amounts			Variance with Final Budget - Positive (Negative)	Actual
	Original	Final	Actual		
<b>Revenues</b>					
Investment income (loss)	\$ -	\$ -	\$ 9,046	\$ 9,046	\$ -
Total revenues	-	-	9,046	9,046	-
<b>Expenditures</b>					
Capital outlay	-	-	-	-	-
Debt Issuance Cost	-	94,620	94,618	2	-
Total expenditures	-	94,620	94,618	-	-
Revenues over (under) expenditures	-	(94,620)	(85,572)	9,048	-
<b>Other Financing Sources (Uses)</b>					
Issuance of debt	-	4,020,000	4,020,000	-	-
Bond premium	-	72,194	72,193	(1)	-
Total other financing sources (uses)	-	4,092,194	4,092,193	(1)	-
Net change in fund balance	-	3,997,574	4,006,621	9,047	-
Fund balance, beginning of year	-	-	-	-	-
<b>Fund balance</b> , end of year	\$ -	\$ 3,997,574	\$ 4,006,621	\$ 9,047	\$ -

The accompanying notes are an integral part of these financial statements.

**City of Las Cruces**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance —Budget and Actual**  
***TIDD Street Projects***  
**For the Year Ended June 30, 2016**

	2016			2015
	Budgeted Amounts		Variance with Final Budget - Positive (Negative)	
	Original	Final	Actual	Actual
<b>Revenues</b>				
Investment income (loss)	\$ 20,000	\$ 20,000	\$ (3,760)	\$ 1,141
Total revenues	20,000	20,000	(3,760)	1,141
<b>Expenditures</b>				
Capital outlay	4,820,000	10,522,643	5,682,642	-
Total expenditures	4,820,000	10,522,643	5,682,642	-
Revenues over (under) expenditures	(4,800,000)	(10,502,643)	(5,686,402)	1,141
<b>Other Financing Sources (Uses)</b>				
Issuance of debt	-	-	-	4,800,000
Transfers in	-	5,702,643	5,702,643	-
Total other financing sources (uses)	-	5,702,643	5,702,643	4,800,000
Net change in fund balance	(4,800,000)	(4,800,000)	16,241	4,801,141
Fund balance, beginning of year	4,810,741	4,810,741	4,810,741	9,600
<b>Fund balance, end of year</b>	<b>\$ 10,741</b>	<b>\$ 10,741</b>	<b>\$ 4,826,982</b>	<b>\$ 4,810,741</b>

The accompanying notes are an integral part of these financial statements.

Schedules of Revenues, Expenses, and Changes in  
Net Position —Budget and Actual—Proprietary Funds

***Enterprise Funds***

- ◆ Gas
- ◆ Water
- ◆ Wastewater
- ◆ Solid Waste
- ◆ Transit
- ◆ Alternative Fuel Station
- ◆ Clean Community Commission

***Internal Service Funds***

- ◆ Internal Services
- ◆ Self-Insurance

**The accompanying notes are an integral part of these financial statements.**



**City of Las Cruces**  
**Schedule of Revenues, Expenses, and Changes in Fund Net Position-Budget and Actual**  
**Gas Fund**  
**For the Year Ended June 30, 2016**

	2016			2015	
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Operating Revenues					
Sales/charges	\$ 24,761,004	\$ 24,761,004	\$ 20,137,353	\$ (4,623,651)	\$ 22,939,107
Provision for uncollectible accounts	(178,389)	(178,389)	(177,746)	643	(121,918)
Net sales/charges	24,582,615	24,582,615	19,959,607	(4,623,008)	22,817,189
Utility extension/service fee	200,000	200,000	274,856	74,856	232,599
Other	10,000	10,000	28,790	18,790	38,915
Total operating revenues	24,792,615	24,792,615	20,263,253	(4,529,362)	23,088,703
Cost of gas purchased	(13,760,586)	(9,835,636)	(9,390,808)	444,828	(12,354,195)
Gross margin	11,032,029	14,956,979	10,872,445	(4,084,534)	10,734,508
Operating Expenses					
Personnel services	3,592,817	3,592,417	3,182,438	409,979	3,144,874
Supplies	409,500	402,600	334,830	67,770	196,326
Utilities	18,970	19,804	16,399	3,405	14,859
Professional services	563,685	523,235	200,514	322,721	360,084
Repairs and maintenance	1,436,058	1,509,274	1,413,414	95,860	938,261
Rent	3,000	14,000	2,153	11,847	277
Depreciation and amortization	2,244,195	2,140,461	2,159,194	(18,733)	2,221,998
Payment in lieu of taxes	636,455	638,162	538,436	99,726	659,206
Administrative charges from other funds	3,154,417	3,251,654	2,857,796	393,858	641,405
Customer service	-	-	-	-	2,242,722
Insurance	88,708	88,708	88,708	-	323,029
Other	48,000	71,500	69,719	1,781	33,078
Pension expenses	-	-	265,291	(265,291)	-
Total operating expenses	12,195,805	12,251,815	11,128,892	1,122,923	10,776,119
Operating income (loss)	(1,163,776)	2,705,164	(256,447)	(5,207,457)	(41,611)
Non-operating Revenues (Expenses)					
Gain (loss) on sale of capital assets	5,000	5,000	25,245	20,245	1,617
Investment income (loss)	165,264	4,396,493	700,664	(3,695,829)	709,870
Interest expense	(5,000)	(150,191)	(144,723)	5,468	-
Total non-operating revenues (expenses)	165,264	4,251,302	581,186	(3,670,116)	711,487
Income (loss) before transfers	(998,512)	6,956,466	324,739	(8,877,573)	669,876
Capital contributions	-	-	72,569	(72,569)	32,748
Change in fund net position	(998,512)	6,956,466	397,308	(8,950,142)	702,624
Fund net position, beginning of year	40,732,489	40,732,489	40,732,489	-	42,746,001
Restatement	-	-	-	-	(2,716,136)
Net position, beginning of year restated	40,732,489	40,732,489	40,732,489	-	40,029,865
Net position, end of year	\$ 39,733,977	\$ 47,688,955	\$ 41,129,797	\$ (8,950,142)	\$ 40,732,489

**The accompanying notes are an integral part of these financial statements.**

**City of Las Cruces**  
**Schedule of Revenues, Expenses, and Changes in Fund Net Position-Budget and Actual**  
**Water Fund**  
**For the Year Ended June 30, 2016**

	2016			2015	
	Budgeted Amounts			Variance with Final Budget - Positive (Negative)	Actual
	Original	Final	Actual		
<b>Operating Revenues</b>					
Sales/charges	\$ 15,406,969	\$ 15,674,688	\$ 15,800,217	\$ 125,529	\$ 15,079,195
Provision for uncollectible accounts	(120,197)	(120,197)	(117,294)	2,903	37,153
Net sales/charges	15,286,772	15,554,491	15,682,923	128,432	15,116,348
Utility extension/service fee	100,000	100,000	114,616	14,616	105,811
Rentals	-	-	769	769	1,369
Other	95,000	95,000	80,715	(14,285)	142,066
Net operating revenues	15,481,772	15,749,491	15,879,023	129,532	15,365,594
Cost of water	(204,000)	(204,000)	(173,265)	30,735	(179,097)
Gross margin	15,277,772	15,545,491	15,705,758	160,267	15,186,497
<b>Operating Expenses</b>					
Personnel services	2,763,013	2,751,403	2,540,037	211,366	2,580,341
Supplies	479,418	612,528	511,476	101,052	522,054
Utilities	1,670,462	1,743,155	1,844,423	(101,268)	1,565,473
Professional services	1,676,953	2,298,303	1,847,521	450,782	1,800,646
Repairs and maintenance	1,371,687	2,366,584	2,172,818	193,766	1,588,838
Rent	36,000	52,100	32,441	19,659	21,796
Depreciation and amortization	2,350,688	2,381,401	2,404,460	(23,059)	2,348,500
Payment in lieu of taxes	590,930	595,315	585,369	9,946	579,544
Administrative charges from other funds	2,824,218	2,903,440	2,582,554	320,886	651,149
Customer service	-	-	-	-	1,940,164
Insurance	65,814	65,814	65,814	-	191,148
Pension expense	-	-	188,445	(188,445)	-
Other	29,050	27,160	15,497	11,663	9,725
Total operating expenses	13,858,233	15,797,203	14,790,855	1,006,348	13,799,378
Operating income	1,419,539	(251,712)	914,903	(846,081)	1,387,119
<b>Non-operating Revenues (Expenses)</b>					
Gain (loss) on sale of capital assets	5,000	5,000	28,220	23,220	20,281
Investment income (loss)	314,194	314,194	622,941	308,747	848,056
Grants - state	2,000,000	2,000,000	1,537,425	(462,575)	-
Interest expense	(993,205)	(1,347,212)	(1,202,793)	144,419	(1,209,453)
Total non-operating revenues (expenses)	1,325,989	971,982	985,793	13,811	(341,116)
Income (loss) before contributions and transfers	2,745,528	720,270	1,900,696	(832,270)	1,046,003
Capital contributions	-	-	167,738	167,738	139,312
Transfers in	2,439,329	889,329	889,329	-	314,535
Transfers out	(2,409,738)	(859,738)	(452,954)	406,784	-
Transfers, net	29,591	29,591	436,375	406,784	314,535
Change in fund net position	2,775,119	749,861	2,504,809	(257,748)	1,499,850
Fund net position, beginning of year	79,470,910	79,470,910	79,470,910	-	79,470,910
Restatement	-	-	-	-	(1,896,092)
Net position, beginning of year restated	79,074,668	79,074,668	79,074,668	-	77,574,818
Net position, end of year	\$ 82,246,029	\$ 80,220,771	\$ 81,579,477	\$ (257,748)	\$ 79,074,668

**The accompanying notes are an integral part of these financial statements.**

**City of Las Cruces**  
**Schedule of Revenues, Expenses, and Changes in Fund Net Position-Budget and Actual**  
**Wastewater Fund**  
**For the Year Ended June 30, 2016**

	2016			2015	
	Budgeted Amounts			Variance with Final Budget - Positive (Negative)	
	Original	Final	Actual		Actual
<b>Operating Revenues</b>					
Sales/charges	\$ 12,104,800	\$ 12,268,429	\$ 11,775,913	\$ (492,516)	\$ 11,486,287
Provision for uncollectible accounts	(77,905)	(77,905)	(78,133)	(228)	(23,052)
Net sales/charges	12,026,895	12,190,524	11,697,780	(492,744)	11,463,235
Line extension/service fee	20,000	20,000	32,350	12,350	9,240
Other	81,000	81,000	37,187	(43,813)	84,754
Total operating revenues	12,127,895	12,291,524	11,767,317	(524,207)	11,557,229
<b>Operating Expenses</b>					
Personnel services	2,753,113	2,663,453	2,289,788	373,665	2,457,110
Supplies	698,060	1,270,394	1,208,946	61,448	913,849
Utilities	896,161	974,193	995,421	(21,228)	897,195
Professional services	910,111	1,431,593	1,107,054	324,539	652,785
Repairs and maintenance	864,219	1,166,584	1,115,263	51,321	734,641
Rent	5,000	10,260	9,283	977	2,387
Depreciation and amortization	3,259,124	3,431,058	3,451,613	(20,555)	3,312,901
Payment in lieu of taxes	519,669	524,109	531,151	(7,042)	532,504
Administrative charges from other funds	2,663,879	2,742,115	2,425,222	316,893	607,938
Customer service	-	-	-	-	1,829,951
Insurance	62,178	62,178	62,178	-	119,288
Pension expense	-	-	187,330	(187,330)	-
Other	20,203	19,150	10,438	8,712	(12,224)
Total operating expenses	12,651,717	14,295,087	13,393,687	901,400	12,048,325
Operating income	(523,822)	(2,003,563)	(1,626,370)	(1,425,607)	(491,096)
<b>Non-operating Revenues (Expenses)</b>					
Gain (loss) on sale of capital assets	5,000	5,000	18,855	13,855	13,146
Investment income (loss)	342,180	342,180	1,037,630	695,450	961,238
Grants - state	2,250,000	2,741,000	1,255,539	(1,485,461)	-
Interest expense	(913,500)	(1,048,050)	(924,003)	124,047	(1,197,853)
Total non-operating revenues (expenses)	1,683,680	2,040,130	1,388,021	(652,109)	(223,469)
Income (loss) before contributions and transfers	1,159,858	36,567	(238,349)	(2,077,716)	(714,565)
Capital contributions	10,000	10,000	87,192	77,192	121,573
Transfers in	2,692,309	1,942,309	1,535,525	(406,784)	685,525
Transfers, net	(1,600,000)	(850,000)	(850,000)	(406,784)	-
Change in fund net position	2,262,167	1,138,876	534,368	(2,814,092)	92,533
Fund net position, beginning of year	81,265,465	81,265,465	81,265,465	-	83,226,407
Restatement	-	-	-	-	(2,053,475)
Net position, beginning of year restated	81,265,465	81,265,465	81,265,465	-	81,172,932
Net position, end of year	\$ 83,527,632	\$ 82,404,341	\$ 81,799,833	\$ (2,814,092)	\$ 81,265,465

**The accompanying notes are an integral part of these financial statements.**

**City of Las Cruces**  
**Schedule of Revenues, Expenses, and Changes in Fund Net Position-Budget and Actual**  
**Solid Waste Fund**  
**For the Year Ended June 30, 2016**

	2016		2015	
	Budgeted Amounts		Variance with Final Budget - Positive (Negative)	
	Original	Final	Actual	Actual
<b>Operating Revenues</b>				
Sales/charges	\$ 13,556,500	\$ 13,556,500	\$ 13,702,807	\$ 11,756,914
Provision for uncollectible accounts	(165,173)	(165,173)	(158,164)	(37,485)
Net sales/charges	13,391,327	13,391,327	13,544,643	11,719,429
Other	(10,000)	(10,000)	(19,402)	20,961
Net operating revenues	13,381,327	13,381,327	13,525,241	11,740,390
<b>Operating Expenses</b>				
Personnel services	2,550,155	2,550,155	2,229,014	2,238,085
Supplies	420,500	382,748	284,073	363,090
Utilities	61,156	63,950	32,602	38,478
Professional services	4,880,803	5,135,803	4,654,764	4,633,958
Repairs and maintenance	1,370,701	1,067,907	860,017	969,295
Rent	1,000	1,000	788	644
Depreciation and amortization	851,779	1,091,848	1,076,756	842,887
Payment in lieu of taxes	223,663	223,663	298,919	276,126
Administrative charges from other funds	2,419,851	2,419,851	2,168,168	279,965
Customer service	-	-	-	1,767,413
Post closure costs	40,000	40,000	(280,244)	(795,335)
Insurance	61,968	61,968	61,693	205,442
Pension expenses	-	-	175,220	-
Other	10,550	11,550	-	-
Total operating expenses	12,892,126	13,050,443	11,561,770	10,820,048
Operating income	489,201	330,884	1,963,471	920,342
<b>Non-operating Revenues (Expenses)</b>				
Gain (loss) on sale of capital assets	5,000	5,000	368,974	77,561
Investment income (loss)	109,163	109,163	359,723	285,296
Interest expense	(71,900)	(70,171)	(65,010)	(122,084)
Total non-operating revenues (expenses)	42,263	43,992	663,687	240,773
Income before transfers	531,464	374,876	2,627,158	1,161,115
Transfers in	-	-	-	224,207
Transfers, net	-	-	-	224,207
Change in fund net position	531,464	374,876	2,627,158	1,385,322
Fund net position, beginning of year	8,971,826	8,971,826	8,971,826	8,971,826
Restatement	-	-	-	(1,656,867)
Net position, beginning of year restated	8,700,281	8,700,281	8,700,281	7,314,959
Net position, end of year	\$ 9,231,745	\$ 9,075,157	\$ 11,327,439	\$ 8,700,281

**The accompanying notes are an integral part of these financial statements.**

**City of Las Cruces**  
**Schedule of Revenues, Expenses, and Changes in Fund Net Position-Budget and Actual**  
**Transit Fund**  
**For the Year Ended June 30, 2016**

	2016			2015	
	Budgeted Amounts			Variance with Final Budget - Positive (Negative)	
	Original	Final	Actual		Actual
<b>Operating Revenues</b>					
Sales	\$ 719,700	\$ 719,700	\$ 756,330	\$ 36,630	\$ 617,210
Other	3,500	3,500	11,891	8,391	3,288
Total operating revenues	723,200	723,200	768,221	45,021	620,498
<b>Operating Expenses</b>					
Personnel services	2,895,542	2,690,768	2,481,499	209,269	2,487,796
Supplies	248,186	233,177	93,430	139,747	85,358
Utilities	13,714	37,058	33,020	4,038	33,968
Professional services	161,883	428,555	168,448	260,107	95,578
Motor pool charges	468,045	528,004	345,736	182,268	474,360
Motor fuel	381,788	522,556	498,504	24,052	389,334
Repairs and maintenance	9,917	13,272	12,808	464	125,646
Depreciation and amortization	603,353	705,585	751,643	(46,058)	607,464
Insurance	-	-	-	-	39,942
Pension expenses	-	-	186,579	(186,579)	-
Other	48,809	48,809	48,809	-	48,809
Total operating expenses	4,831,237	5,207,784	4,620,476	587,308	4,388,255
Operating income	(4,108,037)	(4,484,584)	(3,852,255)	632,329	(3,767,757)
<b>Non-operating Revenues (Expenses)</b>					
Investment income (loss)	-	-	(7,086)	(7,086)	(7,238)
Grants	3,481,616	3,817,242	2,325,482	(1,491,760)	2,252,591
Total non-operating revenues (expenses)	3,481,616	3,817,242	2,318,396	(1,498,846)	2,245,353
Income (loss) before transfers	(626,421)	(667,342)	(1,533,859)	(866,517)	(1,522,404)
Transfers in	1,655,000	2,045,674	2,045,674	-	1,718,430
Transfers, net	1,655,000	2,045,674	2,045,674	-	1,718,430
Change in fund net position	1,028,579	1,378,332	511,815	(866,517)	196,026
Fund net position, beginning of year	5,127,615	5,127,615	5,127,615	-	6,768,619
Restatement	-	-	-	-	(1,837,030)
Net position, beginning of year restated	5,127,615	5,127,615	5,127,615	-	4,931,589
Net position, end of year	\$ 6,156,194	\$ 6,505,947	\$ 5,639,430	\$ (866,517)	\$ 5,127,615

**The accompanying notes are an integral part of these financial statements.**

**City of Las Cruces**  
**Schedule of Revenues, Expenses, and Changes in Fund Net Position-Budget and Actual**  
***Alternative Fuel Station Fund***  
**For the Year Ended June 30, 2016**

	2016			2015	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
Operating Expenses					
Depreciation and amortization	\$ -	\$ -	\$ 4,692	\$ (4,692)	\$ 4,691
Total operating expenses	-	-	4,692	(4,692)	4,691
Loss before transfers	29,100	29,100	(4,692)	33,792	(4,692)
Change in fund net position	-	-	(4,692)	4,692	(4,691)
Net position, beginning of year	77,818	77,818	77,818	-	82,509
Net position, end of year	\$ 77,818	\$ 77,818	\$ 73,126	\$ 4,692	\$ 77,818

**The accompanying notes are an integral part of these financial statements.**

**City of Las Cruces**  
**Schedule of Revenues, Expenses, and Changes in Fund Net Position-Budget and Actual**  
**Internal Services Fund**  
**For the Year Ended June 30, 2016**

	2016			2015	
	Budgeted Amounts			Variance with Final Budget - Positive (Negative)	
	Original	Final	Actual		Actual
<b>Operating Revenues</b>					
Motor pool charges	\$ 6,128,381	\$ 6,268,381	\$ 4,625,724	\$ (1,642,657)	\$ 4,892,878
Rental charges and other	5,000	270,200	19,468	(250,732)	100,306
Total operating revenues	6,133,381	6,538,581	4,645,192	(1,893,389)	4,993,184
Cost of services	(3,796,549)	(3,641,549)	(2,372,505)	(1,269,044)	(2,946,237)
Gross Margin	2,336,832	2,897,032	2,272,687	(624,345)	2,046,947
<b>Operating Expenses</b>					
Personnel services	1,285,934	1,285,934	1,186,778	99,156	1,149,417
Supplies	88,300	181,712	146,314	35,398	82,887
Utilities	50,350	54,050	24,108	29,942	67,294
Professional services	603,036	1,073,036	871,974	201,062	532,487
Motor pool charges	20,795	-	605	(605)	7,915
Repairs and maintenance	119,275	113,258	119,850	(6,592)	100,888
Insurance	-	-	-	-	55,000
Depreciation	25,000	25,000	21,770	3,230	22,666
Pension expense	-	-	94,973	(94,973)	-
Other	17,000	21,700	16,040	5,660	12,436
Total operating expenses	2,209,690	2,754,690	2,482,412	272,278	2,030,990
Operating income (loss)	127,142	142,342	(209,725)	(896,623)	15,957
<b>Non-operating Revenue (Expense)</b>					
Gain (loss) on sale of capital assets	-	-	8,485	8,485	(13,719)
Investment income (loss)	-	-	(12,712)	(12,712)	(14,848)
Total non-operating revenue (expense)	-	-	(4,227)	(4,227)	(28,567)
Income before transfers	127,142	142,342	(213,952)	(900,850)	(12,610)
Change in fund net position	127,142	142,342	(213,952)	(900,850)	(12,610)
Fund net position, beginning of year	-	-	(548,711)	-	260,777
Restatement	-	-	-	-	(796,878)
Net position, beginning of year restated	-	-	(548,711)	-	(536,101)
<b>Net position, end of year</b>	\$ 127,142	\$ 142,342	\$ (762,663)	\$ (900,850)	\$ (548,711)

**The accompanying notes are an integral part of these financial statements.**

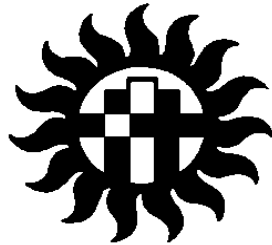
**City of Las Cruces**  
**Schedule of Revenues, Expenses, and Changes in Fund Net Position-Budget and Actual**  
**Self-Insurance Fund**  
**For the Year Ended June 30, 2016**

	2016			2015	
	Budgeted Amounts			Variance with Final Budget - Positive (Negative)	
	Original	Final	Actual		Actual
<b>Operating Revenues</b>					
Rental charges and other	\$ 176,046	\$ 176,046	\$ 176,046	\$ -	\$ 1,016,694
Charges for insurance	1,081,961	12,731,961	11,850,325	(881,636)	6,965,311
Total operating revenues	1,258,007	12,908,007	12,026,371	(881,636)	7,982,005
<b>Operating Expenses</b>					
Personnel services	150,681	150,681	144,708	5,973	145,818
Supplies	141,980	141,980	61,805	80,175	1,804
Professional services	640,000	640,000	260,867	379,133	531,714
Other	4,700	4,700	598	4,102	287
Pension expenses	-	-	15,130	(15,130)	-
Claims and judgments (benefits)	3,522,756	18,522,756	19,036,995	(514,239)	6,521,498
Total operating expenses	4,460,117	19,460,117	19,520,103	(59,986)	7,201,121
Operating income (loss)	(3,202,110)	(6,552,110)	(7,493,732)	941,622	780,884
<b>Non-operating Revenue (Expense)</b>				-	
Investment income (loss)	256,920	256,920	796,304	(539,384)	897,609
Total non-operating revenue (expense)	256,920	256,920	796,304	(539,384)	897,609
Income before transfers	(2,945,190)	(6,295,190)	(6,697,428)	402,238	1,678,493
Transfers in	1,199,705	140,775	140,775	-	1,577
Transfers out	-	-	-	-	-
Transfers, net	1,199,705	140,775	140,775	-	1,577
Change in fund net position	(1,745,485)	(6,154,415)	(6,556,653)	402,238	1,680,070
Fund net position, beginning of year	14,749,403	14,749,403	14,749,403	-	13,209,246
Restatement	-	-	-	-	(139,913)
Net position, beginning of year restated	14,749,403	14,749,403	14,749,403	-	13,069,333
<b>Net position, end of year</b>	\$ 13,003,918	\$ 8,594,988	\$ 8,192,750	\$ 402,238	\$ 14,749,403

**The accompanying notes are an integral part of these financial statements.**



**City of Las Cruces**  
**Supplementary Information**  
**June 30, 2016**



**City of Las Cruces**

**City of Las Cruces**  
**Schedule of Insurance in Force**  
**June 30, 2016**

<b>Insurer</b>	<b>Deductible</b>	<b>Amount of Coverage</b>	<b>Risks Covered</b>
ACE/Huntington T. Block Ins.	1,000 per claim loss or damage separately occurring	\$1,500,000 max any one loss \$250,000 at unscheduled loc.	<b>Fine Arts Policy, museum</b> collections and temporary loans
Travelers-commercial pkge	5,000	\$252,650,467	<b>Buildings and Business Personal Property</b>
Commercial Property	5,000	\$2,500,000	Business Income and Extra Expense
	5,000	\$3,247,500	Electronic Data Processing Equipment (EDP)
Inland Marine	1,000	\$60,000	Cable Telecommunications Towers
Inland Marine	5,000	\$3,917,449	Contractors Equipment
Hiscox Insurance Company	50,000	5,000,000.00 per occurrence	Employee dishonesty, forgery, theft, robbery, fraud, outside the p
<b>Hiscox Insurance- Excess Crime</b>	50,000	\$5,000,000	Employee dishonesty, forgery, theft, robbery, fraud, outside the p
Indian Harbor Insurance Co.	250,000 SIR	\$5,000,000	<b>Pollution Liability</b> Environmental Impairment. Underground Storage Tank Self insured retention 250,000 for each pollution condition
ACE Property & Casualty	Nil (zero)	10,000 to 10,000,000	<b>Airport liability</b> fire damage, malpractice, hangar keepers, and non-owned aircra
Safety National	\$750,000 SIR	Statutory Limits \$1,000,000	<b>Excess Workers Compensation Part A</b> Employer Liability Part B
CCMSI - TPA Contractor	Per NM Fee schedule	Contract awarded for 5 years	<b>Workers Compensation</b> Third Party Administrator for workers compensation claims they are managing WC claims for city of Las Cruces.
City of Las Cruces	N/A	Actual expense up to maximum allowable under State Tort Claims Act	general liability, defense of civil rights litigation, foreign jurisdiction coverage
Traveler's Insurance Co.	5,000	Actual Cash Value (ACV)	<b>Auto Physical Damage -Scheduled Autos Only</b> Comprehensive and Collision Commercial vehicles, such as fire truck and semi trucks, etc.

The insurance in force covers all City of Las Cruces employees, boards, council members, and the Mayor. Ordinance No. 479 Section 24 requires inclusion of this schedule in the financial statements.

**City of Las Cruces**  
**Schedule of Pledged Collateral**  
**June 30, 2016**

<b>Institution/Security</b>	<b>CUSIP #</b>	<b>Maturity Date</b>	<b>Keeping Location</b>	<b>Market Value</b>
<b>Wells Fargo Bank, NA</b>			BNY Mellon	
FNMA FNMS 3.000% 09/01/42	3138M8J87	09/01/2042		\$ 8,289,399
FNMA FNMS 3.500% 06/01/43	3138WRXV7	06/01/2043		29,794,910
FNMA FNMS 3.000% 10/01/42	31417DGG2	10/01/2042		18,118,580
FNMA FNMS 3.000% 04/01/43	31417F3R7	04/01/2043		38,343,368
				<u>\$ 94,546,257</u>

**Summary of Collateralization**

<b>Wells Fargo Bank</b>		
Ending bank balance	\$	86,543,545
Less: FDIC insurance		(250,000)
Total uninsured public funds	\$	<u>86,293,545</u>
Pledged collateral held by the pledging bank's trust department in the City's name	\$	94,546,257
100% collateral requirement		(86,293,545)
Pledged collateral in excess of requirement	\$	<u>8,252,712</u>
Uninsured and uncollateralized	\$	<u>-</u>

**City of Las Cruces**  
**Schedule of Special Appropriations**  
**June 30, 2016**

Appropriation Number	Appropriation Description	Original Appropriation	Amended Appropriation	Appropriation Period	Expended to 6/30/2015	Outstanding Encumbrances 6/30/2015	Unencumbered Balance
LC00130	El Paseo Safety Improvements	\$ 30,500	\$ 28,255	05/14 - 09/16	\$ 3,955	\$ -	\$ 24,300
W1000080	Safe Routes to Schools	500,000	500,000	07/13 - 09/15	498,684	1,316	.
235-WTB	Burn Lake Improvements	100,620	100,620	08/12 - 08/15	94,091	-	6,529
13-L-G-1692	Mesquite Historic District Lighting	50,000	50,000	09/13 - 06/17	50,000	-	.
13-L-G-1690	Hadley Recreation Area Ballfields	60,000	60,000	04/14 - 06/17	60,000	-	.
14-L-G-1911	Community of Hope-Fencing/Irrigation	45,000	45,000	01/15 - 06/18	30,162	-	14,838
14-L-G-1912	Community of Hope-Health Facility	295,850	295,850	01/15 - 06/18	-	-	295,850
13-L-G-1693	Vietnam Memorial	25,000	25,000	09/13 - 06/17	25,000	-	.
13-L-G-1113	Vietnam Memorial	55,000	55,000	10/13- 06/15	54,993	-	7
2012-1242	Munson Senior Center	250,000	250,000	02/12 - 06/16	243,274	-	6,726
2013-1127	Munson Senior Center	250,000	250,000	06/14 - 06/16	250,000	-	.
12-L-G-1436	Public Safety Campus Fire/Police	1,214,000	1,214,000	08/12 - 06/16	1,003,470	198,389	12,141
14-L-G-1914	Women Veterans Monument	406,500	406,500	09/14 - 06/18	5,183	-	401,317
13-L-G-1691	Klein Park Improvements	75,000	75,000	09/13 - 06/17	21,358	2,250	51,392
14-L-G-1910	Klein Park Improvements	141,000	141,000	09/14 - 06/18	-	-	141,000
L12AC20088	NM-CCS-Trackways Exhibits and T	50,000	50,000	09/12 - 09/17	15,150	-	34,850
D 14660	Las Cruces Street Improvements	1,036,000	1,036,000	10/14 - 06/18	41,356	203,431	791,213
LRU-14-01	Airport Fuel Farm Phase II	537,291	537,291	09/13 - 09/15	532,856	-	4,435
LRU-15-01	Airport Action Plan	20,078	20,078	09/14 - 02/16	6,369	-	13,709
LRU-15-02	Airport Maintenance	8,997	8,997	10/14 - 06/15	8,997	-	.
SP-1-14(913)	El Paseo Medians	40,663	40,663	08/13 - 12/14	40,663	-	.
SP-1-15(963)	Amador Avenue ADA Improvement	51,238	51,238	08/14 - 12/15	-	51,238	.
D 14525	La Llorona Trail	384,480	384,480	08/14 - 09/16	-	384,480	.
D 14623	Alameda Street Lighting	100,000	100,000	09/14 - 06/18	-	-	100,000
D 14624	Mesquite Historic District Lighting	150,000	150,000	09/14 - 06/18	41,589	-	108,411
14-L-G-1913	Traffic Safety Management Center	725,000	725,000	09/14 - 06/18	-	342,247	382,753

**City of Las Cruces**  
**Schedule of Deposit Accounts and Investments**  
**June 30, 2016**

Account	Type of Account	Fair Value Level	Pooled Cash & Investments	Other Cash and Investments	Total Reconciled Balance	On Deposit 6/30/2016
<b>DEPOSIT ACCOUNTS</b>						
<i>Wells Fargo Bank</i>						
Community Development	Checking		\$ -	\$ 89,901	\$ 89,901	\$ 92,609
Community Development Home Rehab	Checking		-	27,600	27,600	27,600
Community Development Home Program	Checking		-	4,000	4,000	4,000
Metro Narcotics Agency	Savings		-	85,618	85,618	85,618
2006 Water Projects	Savings		-	1,410,456	1,410,456	1,410,456
Revenue Bonds Proceeds	Savings		-	62,249,441	62,249,441	62,249,441
Treasury Fund - Operating	Checking		22,643,343	-	22,643,343	22,643,574
Payroll Direct Deposit Account	Checking		(35,258)	-	(35,258)	-
Accounts Payable	Checking		(1,068,779)	-	(1,068,779)	-
On Demand	Checking		22,067	-	22,067	30,247
Depository	Checking		152,749	-	152,749	-
Credit Card	Checking		15,305	-	15,305	-
Electronic	Checking		(531,125)	-	(531,125)	-
TOTAL DEPOSIT ACCOUNTS			21,198,302	63,867,016	85,065,318	86,543,545
<b>INVESTMENTS</b>						
<i>Wells Fargo Bank</i>						
Stagecoach Sweep Repo	Sweep	2	13,611,029	-	13,611,029	-
<i>Wells Fargo Brokerage Services, LLC</i>						
SDWF MM	Investment	2	-	420	420	-
<i>First Tennessee</i>						
FHLB Step 11/12/2030-16	Investment	2	5,001,000	-	5,001,000	-
FHLB Step 5/9/2031-16 I	Investment	2	7,512,375	-	7,512,375	-
FHLB 2 35 12/27/2024-16	Investment	2	1,000,880	1,000,880	2,001,760	-
FHLMC Step 5/23/2031-16	Investment	2	12,010,200	-	12,010,200	-
FHLMC Step 2/23/2031-16	Investment	2	11,003,410	-	11,003,410	-
FHLMC Step 5/23/2031-16	Investment	2	18,524,050	-	18,524,050	-
FNMA 1 03 1/30/2018-14	Investment	2	1,000	2,484,174	2,485,174	-
FNMA 3 25 9/24/2032-13	Investment	2	-	4,004,200	4,004,200	-
FNMA 3 12/19/2031-13 In	Investment	2	-	10,003,300	10,003,300	-
FNMA 1 05 3/27/2018-13	Investment	2	2,000	1,768,354	1,770,354	-
FNMA Step 11/25/2030-16	Investment	2	3,008,310	-	3,008,310	-
FNMA Step 1/17/2031-17	Investment	2	5,006,700	-	5,006,700	-
FNMA Step 2/10/2031-17	Investment	2	14,021,280	-	14,021,280	-
FNMA Step 2/20/2031-17	Investment	2	8,013,280	-	8,013,280	-
FAMC Step 11/24/2030-17	Investment	2	8,007,280	-	8,007,280	-
FNMA Step 3/10/2031-17	Investment	2	14,544,515	-	14,544,515	-
FNMA Step 3/28/2030-17	Investment	2	2,005,500	-	2,005,500	-
FNMA Step 4/7/2031-17 I	Investment	2	16,024,960	-	16,024,960	-
T-Bill 0 7/21/2016	Investment	2	999,900	-	999,900	-
T-Bill 0 8/25/2016	Investment	2	999,660	-	999,660	-
T-Bill 0 9/22/2016	Investment	2	999,440	-	999,440	-
<i>NM State Investment Council</i>						
Large Cap Active Equity Pool	Investment	1	-	7,709,242	7,709,242	-
Large Cap Index Equity Pool	Investment	2	-	4,272,637	4,272,637	-
Non-U S Developed Equity Pool	Investment	1	-	2,120,633	2,120,633	-
Mid/Small Cap Equity Pool	Investment	1	-	6,197,975	6,197,975	-
TOTAL INVESTMENTS			142,296,769	39,561,815	181,858,584	-
TOTAL DEPOSITS AND INVESTMENTS			163,495,071	103,428,831	266,923,902	86,543,545

**City of Las Cruces**  
**Schedule of Deposit Accounts and Investments (continued)**  
**June 30, 2016**

<b>Account</b>	<b>Type of Account</b>	<b>Pooled Cash &amp; Investments</b>	<b>Other Cash and Investments</b>	<b>Total Reconciled Balance</b>	<b>On Deposit 6/30/2016</b>
<i>Other Cash:</i>					
<i>Petty Cash &amp; Change Funds</i>	Cash	-	13,627	13,627	-
<i>Bank of Albuquerque</i>					
<i>City of Las Cruces TIDD Acq 2014</i>	Program Funds	-	4,804,314	4,804,314	-
<i>New Mexico Finance Authority</i>					
<i>JB DW-1974</i>	Debt Service	-	14	14	-
<i>2008 JB PP-2186</i>	Debt Service	-	172,471	172,471	-
<i>JB PP-2248</i>	Debt Service	-	19	19	-
<i>ZD PP-2618</i>	Debt Service	-	5	5	-
<i>ZD PP-2634</i>	Debt Service	-	102,488	102,488	-
<i>ZD PP-2711</i>	Debt Service	-	11	11	-
<i>ZS PP-3116</i>	Debt Service	-	280,588	280,588	-
<i>D. MST PP-3228</i>	Debt Service	-	426,747	426,747	-
<i>D. MST PP-3252</i>	Program Funds	-	79,874	79,874	-
Accrued Interest - Pooled Investments	Accrued Int	682,295	-	682,295	-
<b>TOTAL CASH AND INVESTMENTS</b>		<u>\$ 164,177,366</u>	<u>\$ 109,308,989</u>	<u>\$ 273,486,355</u>	<u>\$ 86,543,545</u>

# City of Las Cruces

## Schedule of Joins Powers Agreements

### June 30, 2016

Participants	Responsible Party for Operations	Description	Beginning Date	Ending Date	Project Amount	Current Year Contributions	Audit Responsibility
Dona Ana County	Both Parties	Griggs Walnut Groundwater Joint Superfund Site	11/22/2004	not specified	not specified	\$238,424.81	Both Parties
New Mexico State University	Both Parties	Supplemental Agreement Concerning the Delivery and Sale of Water by NMSU to the City of Las Cruces	3/12/2007	March 12, 2017	not specified	\$64,145.46	Both Parties
Water Resource Research Institute of NMSU, Town of Mesilla, Dona Ana County, Elephant Butte Irrigation District, Village of Hatch, Sanitation District, Dona Ana Mutual Domestic Water Consumers Association, Lower Rio Grande Public Works Water Works Authority	WRRI of NMSU	Lower Rio Grande Water Users Organization	1/15/2010	not specified	not specified	\$ -	Water Resource Research Institute of NMSU
New Mexico State University	CLC	Energy-Positive Urban Wastewater Treatment and Nutrient Recovery Monitoring Network of the Groundwater-flow System and Stream-aquifer Relations in the Mesilla Basin, Dona Ana County, NM and El Paso County, TX	2/1/2015	not specified	not specified	\$ -	CLC
United States Geological Survey	USGS	Operate a combined communications center	7/1/2014	June 30, 2015	\$50,000.00	\$28,333.50	USGS
City of Las Cruces	MVRDA	Operate a combined communications center	9/5/2006	Perpetual	\$1,487,964.00	\$1,487,964.00	City of Las Cruces
Dona Ana County	MVRDA	Operate a combined communications center	9/5/2006	Perpetual	\$1,319,516.00	\$1,319,516.00	City of Las Cruces
Town of Mesilla	MVRDA	Operate a combined communications center	9/5/2006	Perpetual	\$43,706.00	\$43,706.00	City of Las Cruces
Village of Hatch	MVRDA	Operate a combined communications center	9/5/2006	Perpetual	\$26,385.00	\$26,385.00	City of Las Cruces
City of Sunland Park	MVRDA	Operate a combined communications center	9/5/2006	Perpetual	\$120,552.00	\$120,552.00	City of Las Cruces
City of Anthony	MVRDA	Operate a combined communications center	11/1/2011	Perpetual	\$55,965.00	\$55,965.00	City of Las Cruces
City of Anthony	ASCMV	Provide assistance with off-site animal shelter services	3/13/2014	3/13/2016	\$35 per animal	\$15,240.00	City of Las Cruces
White Sands Missile Range	ASCMV	Provide assistance with off-site animal shelter services	10/20/2014	60 day notice	\$35 per animal	\$ -	City of Las Cruces
Dona Ana County	ASCMV	Provide assistance with off-site animal shelter services	1/1/2012	Perpetual	\$901,787.00	\$901,787.00	City of Las Cruces
City of Las Cruces	ASCMV	Provide assistance with off-site animal shelter services	1/1/2012	Perpetual	\$901,787.00	\$901,787.00	City of Las Cruces
Federal Bureau of Investigation (FBI)	Metro	Investigate/prosecute avenues by which to convict and incarcerate dangerous offenders	6/12/2013	30 days notice	\$18,410.85	\$18,410.85	City of Las Cruces
Dona Ana County	Metro	Investigate/prosecute avenues by which to convict and incarcerate dangerous offenders	10/1/2001	Perpetual	\$225,543.00	\$225,543.00	City of Las Cruces
City of Las Cruces	Metro	Investigate/prosecute avenues by which to convict and incarcerate dangerous offenders	10/1/2001	Perpetual	\$225,543.00	\$225,543.00	City of Las Cruces
City of Las Cruces	SCSWA	Designing, constructing, financing, operating, and maintaining regional solid waste landfills and related facilities	12/13/1994	Perpetual	1/16% Municipal Environmental Services Gross Receipts Tax (tax revenues)	\$2,462,535.00	City of Las Cruces
Dona Ana County	SCSWA	Designing, constructing, financing, operating, and maintaining regional solid waste landfills and related facilities	12/13/1994	Perpetual	1/8% County Environmental Services Gross Receipts Tax (tax revenues)	\$520,490.00	City of Las Cruces
F&A Dairy Products/Shell Energy North America	Both Parties	Agreement for Sale and Purchase of Natural Gas	9/1/2008	8/30/2016	\$2.92 per dth	\$12,354,195.39	CLC
Dona Ana County/ Town of Mesilla/ City of Las Cruces	CLC	Metropolitan Planning Organization - transportation planning	July 1 2013	90 days notice	Proportionally to the required local match for Section 112 Planning Funds	\$15,843.00	City of Las Cruces
Federal Bureau of Investigation (FBI)	LCPD	Investigate violent Gang Task Force will enhance the effectiveness of federal/state/local law enforcement resources through a well coordinated initiative seeking the most effective investigative/prosecutive avenues by which to convict and incarcerate dangerous offenders	6/13/2013	Perpetual	not specified	\$17,202.25	Both Parties
United States Marshals Service	LCPD	Investigate violent persons who have active state and federal warrants for their arrest, thereby improving public safety and reducing violent crimes	9/7/2010	September 30, 2015	not specified	\$15,000.00	United States Marshals Service
Immigration and Customs Enforcement	LCPD	The reimbursement of certain overtime expenses and other law enforcement expenses pursuant to 31 USC 9703	6/11/2010	Perpetual	not specified	not specified	Immigration and Customs Enforcement

# City of Las Cruces

## Schedule of Vendor Information

### For Purchases Exceeding \$60,000

### June 30, 2016

Agency Number	Agency Name	Agency Type	RFB# / RFP# (if applicable)	Type of Procurement	Vendor Name	Did Vendor Win Contract?	\$ Amount of Awarded Contract	\$ Amount of Amended Contract	Physical address of vendor (City, State)	Did the Vendor provide documentation of eligibility for in-state preference?	Did the Vendor provide documentation of eligibility for veterans preference?	Brief Description of the Scope of Work	If the procurement is attributable to a Component Unit, Name of Component Unit
6102	City of Las Cruces	Municipalities	15-16-001	Competitive (RFP or RFB)	Ga Is LLC		\$72,000.00		Lexington KY	N	N	Uniforms for LCPD	
6102	City of Las Cruces	Municipalities	15-16-00	Competitive (RFP or RFB)	Remegade Construction LLC		\$703,385.22		Fairacres NM	Y	N	Sixth Street Reconstruction (Wilson N to Dead End)	
6102	City of Las Cruces	Municipalities	15-16-00	Competitive (RFP or RFB)	A Mou ain Professional Construc ion LLC				Las Cruces NM	Y	N	Sixth Street Reconstruction (Wilson N to Dead End)	
6102	City of Las Cruces	Municipalities	15-16-00	Competitive (RFP or RFB)	Burn Construction Co Inc				Las Cruces NM	Y	Y	Sixth Street Reconstruction (Wilson N to Dead End)	
6102	City of Las Cruces	Municipalities	15-16-00	Competitive (RFP or RFB)	DuCross Construction LLC				Las Cruces NM	Y	N	Sixth Street Reconstruction (Wilson N to Dead End)	
6102	City of Las Cruces	Municipalities	15-16-00	Competitive (RFP or RFB)	Morrow Enterprises Inc				Las Cruces NM	Y	N	Sixth Street Reconstruction (Wilson N to Dead End)	
6102	City of Las Cruces	Municipalities	15-16-00	Competitive (RFP or RFB)	File Construc ion				Las Cruces NM	Y	N	Sixth Street Reconstruction (Wilson N to Dead End)	
6102	City of Las Cruces	Municipalities	15-16-00	Competitive (RFP or RFB)	Smithco Construction				Caballo NM	Y	N	Sixth Street Reconstruction (Wilson N to Dead End)	
6102	City of Las Cruces	Municipalities	15-16-006	Competitive (RFP or RFB)	A Mou ain Professional Construc ion LLC		\$51,378.08		Las Cruces NM	Y	N	Crescent Rehab & Utility Impro ement	
6102	City of Las Cruces	Municipalities	15-16-006	Competitive (RFP or RFB)	Burn Construction Co Inc				Las Cruces NM	Y	Y	Crescent Rehab & Utility Impro ement	
6102	City of Las Cruces	Municipalities	15-16-006	Competitive (RFP or RFB)	DuCross Construction LLC				Las Cruces NM	Y	N	Crescent Rehab & Utility Impro ement	
6102	City of Las Cruces	Municipalities	15-16-006	Competitive (RFP or RFB)	Morrow Enterprises Inc				Las Cruces NM	Y	N	Crescent Rehab & Utility Impro ement	
6102	City of Las Cruces	Municipalities	15-16-006	Competitive (RFP or RFB)	Remegade Construction LLC				Las Cruces NM	Y	N	Crescent Rehab & Utility Impro ement	
6102	City of Las Cruces	Municipalities	15-16-006	Competitive (RFP or RFB)	Smith & Aguirre Construction Co Inc				Las Cruces NM	Y	N	Crescent Rehab & Utility Impro ement	
6102	City of Las Cruces	Municipalities	15-16-006	Competitive (RFP or RFB)	Smithco Construction				Caballo NM	Y	N	Crescent Rehab & Utility Impro ement	
6102	City of Las Cruces	Municipalities	15-16-009	Competitive (RFP or RFB)	Timberland Construction Inc		\$1,23,99.50		Silver City NM	Y	Y	Solopek/Sunrise Subdi sion Sewer Impro ements Phase II	
6102	City of Las Cruces	Municipalities	15-16-009	Competitive (RFP or RFB)	A.A.C. Cons raction LLC				Santa Fe NM	Y	N	Solopek/Sunrise Subdi sion Sewer Impro ements Phase II	
6102	City of Las Cruces	Municipalities	15-16-009	Competitive (RFP or RFB)	Burn Construction Co Inc				Las Cruces NM	Y	Y	Solopek/Sunrise Subdi sion Sewer Impro ements Phase II	
6102	City of Las Cruces	Municipalities	15-16-009	Competitive (RFP or RFB)	Mans Construction Company				Las Cruces NM	Y	N	Solopek/Sunrise Subdi sion Sewer Impro ements Phase II	
6102	City of Las Cruces	Municipalities	15-16-009	Competitive (RFP or RFB)	Morrow Enterprises Inc				Las Cruces NM	Y	N	Solopek/Sunrise Subdi sion Sewer Impro ements Phase II	
6102	City of Las Cruces	Municipalities	15-16-009	Competitive (RFP or RFB)	Smith & Aguirre Construction Co Inc				Las Cruces NM	Y	N	Solopek/Sunrise Subdi sion Sewer Impro ements Phase II	
6102	City of Las Cruces	Municipalities	15-16-009	Competitive (RFP or RFB)	Smithco Construction				Caballo NM	Y	N	Solopek/Sunrise Subdi sion Sewer Impro ements Phase II	
6102	City of Las Cruces	Municipalities	15-16-010	Competitive (RFP or RFB)	DuCross Construction LLC		\$375,655.51		Las Cruces NM	Y	N	Picacho A e 12 Wa er Line Extension	
6102	City of Las Cruces	Municipalities	15-16-010	Competitive (RFP or RFB)	A Mou ain Professional Construc ion LLC				Las Cruces NM	Y	N	Picacho A e 12 Wa er Line Extension	
6102	City of Las Cruces	Municipalities	15-16-010	Competitive (RFP or RFB)	Burn Construction Co Inc				Las Cruces NM	Y	Y	Picacho A e 12 Wa er Line Extension	
6102	City of Las Cruces	Municipalities	15-16-010	Competitive (RFP or RFB)	C & T Industrial Ser ces				Sunland Park NM	Y	N	Picacho A e 12 Wa er Line Extension	
6102	City of Las Cruces	Municipalities	15-16-010	Competitive (RFP or RFB)	File Construction				Ibuquerque NM	Y	N	Picacho A e 12 Wa er Line Extension	
6102	City of Las Cruces	Municipalities	15-16-010	Competitive (RFP or RFB)	Morrow Enterprises Inc				Las Cruces NM	Y	N	Picacho A e 12 Wa er Line Extension	
6102	City of Las Cruces	Municipalities	15-16-010	Competitive (RFP or RFB)	Smith & Aguirre Construction Co Inc				Las Cruces NM	Y	N	Picacho A e 12 Wa er Line Extension	
6102	City of Las Cruces	Municipalities	15-16-010	Competitive (RFP or RFB)	Smithco Construction				Caballo NM	Y	N	Picacho A e 12 Wa er Line Extension	
6102	City of Las Cruces	Municipalities	15-16-010	Competitive (RFP or RFB)	Spartan Construc ion of NM LLC				Las Cruces NM	Y	N	Picacho A e 12 Wa er Line Extension	
6102	City of Las Cruces	Municipalities	15-16-013	Competitive (RFP or RFB)	Kemira Water Solutions		Indefinite Cost / Quantity		Lawrence KS	N	N	Ferrous Chloride	
6102	City of Las Cruces	Municipalities	15-16-016	Competitive (RFP or RFB)	Burn Construction Co Inc		\$106,070.0		Las Cruces NM	Y	Y	Stormwater and Utility Line Crossings	
6102	City of Las Cruces	Municipalities	15-16-018	Competitive (RFP or RFB)	Jobe Materials LP		\$1,025,000		El Paso TX	Y	N	Hotmix for Overlay	
6102	City of Las Cruces	Municipalities	15-16-018	Competitive (RFP or RFB)	Cemex 181				Las Cruces NM	N	N	Hotmix for Overlay	
6102	City of Las Cruces	Municipalities	15-16-025	Competitive (RFP or RFB)	Burn Construction Co Inc		\$396,300.00		Las Cruces NM	Y	Y	El Paso Safety Project	
6102	City of Las Cruces	Municipalities	15-16-025	Competitive (RFP or RFB)	Morrow Enterprises Inc				Las Cruces NM	Y	N	El Paso Safety Project	
6102	City of Las Cruces	Municipalities	15-16-025	Competitive (RFP or RFB)	Smith & Aguirre Construction Co Inc				Las Cruces NM	Y	N	El Paso Safety Project	
6102	City of Las Cruces	Municipalities	15-16-025	Competitive (RFP or RFB)	Spartan Construc ion of NM LLC				Las Cruces NM	Y	N	El Paso Safety Project	



# City of Las Cruces

## Schedule of Vendor Information

### For Purchases Exceeding \$60,000 (continued)

### June 30, 2016

Agency Number	Agency Name	Agency Type	RFB# / RFP# (if applicable)	Type of Procurement	Vendor Name	Did Vendor Win Contract?	\$ Amount of Awarded Contract	\$ Amount of Amended Contract	Physical address of vendor (City, State)	Did the Vendor provide documentation of eligibility for in-state preference?	Did the Vendor provide documentation of eligibility for veterans preference?	Brief Description of the Scope of Work	If the procurement is attributable to a Component Unit, Name of Component Unit
6102	City of Las Cruces	Municipalities	15-16-027	Competitive (RFP or RFB)	Renegade Construc ion LLC		\$309,623.62		Las Cruces NM	Y	N	Hacienda Homestead Acres Estates Sewer Impro ements	
6102	City of Las Cruces	Municipalities	15-16-027	Competitive (RFP or RFB)	Burn Construction Co Inc				Las Cruces NM	Y	Y	Hacienda Homestead Acres Estates Sewer Impro ements	
6102	City of Las Cruces	Municipalities	15-16-027	Competitive (RFP or RFB)	DuCross Construction LLC				Las Cruces NM	Y	N	Hacienda Homestead Acres Estates Sewer Impro ements	
6102	City of Las Cruces	Municipalities	15-16-027	Competitive (RFP or RFB)	Highland Enterprises Inc				Las Cruces NM	Y	N	Hacienda Homestead Acres Estates Sewer Impro ements	
6102	City of Las Cruces	Municipalities	15-16-027	Competitive (RFP or RFB)	Morrow Enterpes ses Inc				Las Cruces NM	Y	N	Hacienda Homestead Acres Estates Sewer Impro ements	
6102	City of Las Cruces	Municipalities	15-16-027	Competitive (RFP or RFB)	Smith & Aguirre Construction Co Inc				Las Cruces NM	Y	N	Hacienda Homestead Acres Estates Sewer Impro ements	
6102	City of Las Cruces	Municipalities	15-16-027	Competitive (RFP or RFB)	Spartan Construction of NM LLC				Las Cruces NM	Y	N	Hacienda Homestead Acres Estates Sewer Impro ements	
6102	City of Las Cruces	Municipalities	15-16-029	Competitive (RFP or RFB)	ABC Paint & Body		Indefinite Cost / Quantity		Las Cruces NM	Y	N	Paint & Body Work Ser ices	
6102	City of Las Cruces	Municipalities	15-16-029	Competitive (RFP or RFB)	The Body Works		Indefinite Cost / Quantity		Las Cruces NM	Y	N	Paint & Body Work Ser ices	
6102	City of Las Cruces	Municipalities	15-16-030A	Competitive (RFP or RFB)	Renegade Construc ion LLC		\$133,108.10		Las Cruces NM	Y	N	Jornada Tank Rockwall	
6102	City of Las Cruces	Municipalities	15-16-030A	Competitive (RFP or RFB)	C & F Industrial Ser ices				Sunland Park NM	Y	N	Jornada Tank Rockwall	
6102	City of Las Cruces	Municipalities	15-16-030A	Competitive (RFP or RFB)	Eagle View				Las Cruces NM	N	N	Jornada Tank Rockwall	
6102	City of Las Cruces	Municipalities	15-16-030A	Competitive (RFP or RFB)	J. Carrizal General Construction Inc				El Paso TX	Y	N	Jornada Tank Rockwall	
6102	City of Las Cruces	Municipalities	15-16-036	Competitive (RFP or RFB)	Rodgers and Co. Inc.		\$2,099,389.13		Albuquerque NM	Y	N	Drilling & De eloping Water Wells 29 31 & 32	
6102	City of Las Cruces	Municipalities	15-16-037	Competitive (RFP or RFB)	Center for Publ c Safety Management LLC		\$118,500.00		Washington DC	N	N	Public Safe y Staffing Study	
6102	City of Las Cruces	Municipalities	15-16-037	Competitive (RFP or RFB)	Matrix Consulting Group Ltd.				Mountain View CA	N	N	Public Safe y Staffing Study	
6102	City of Las Cruces	Municipalities	15-16-037	Competitive (RFP or RFB)	The Mercer Group				Santa Fe NM	N	N	Public Safe y Staffing Study	
6102	City of Las Cruces	Municipalities	15-16-037	Competitive (RFP or RFB)	Public Safety Strategies Group LLC				Townsend MA	N	N	Public Safe y Staffing Study	
6102	City of Las Cruces	Municipalities	15-16-039	Competitive (RFP or RFB)	Ri ers Equipment		Indefinite Cost / Quantity		El Paso TX	N	N	Light Duty Automobile & Truck Parts & Labor	
6102	City of Las Cruces	Municipalities	15-16-039	Competitive (RFP or RFB)	Borman Motor Company		Indefinite Cost / Quantity		Las Cruces NM	Y	N	Light Duty Automobile & Truck Parts & Labor	
6102	City of Las Cruces	Municipalities	15-16-039	Competitive (RFP or RFB)	Brewer Oil Company		Indefinite Cost / Quantity		Las Cruces NM	Y	N	Light Duty Automobile & Truck Parts & Labor	
6102	City of Las Cruces	Municipalities	15-16-039	Competitive (RFP or RFB)	Lohman Radiator Shop Inc.		Indefinite Cost / Quantity		Las Cruces NM	N	N	Light Duty Automobile & Truck Parts & Labor	
6102	City of Las Cruces	Municipalities	15-16-039	Competitive (RFP or RFB)	Luchini's Enterprise Inc.		Indefinite Cost / Quantity		Las Cruces NM	N	N	Light Duty Automobile & Truck Parts & Labor	
6102	City of Las Cruces	Municipalities	15-16-039	Competitive (RFP or RFB)	MG Diesel & Equipment Repair LLC		Indefinite Cost / Quantity		Las Cruces NM	N	N	Light Duty Automobile & Truck Parts & Labor	
6102	City of Las Cruces	Municipalities	15-16-039	Competitive (RFP or RFB)	Napa Au o Parts/Genuine Parts Company		Indefinite Cost / Quantity		Las Cruces NM	N	N	Light Duty Automobile & Truck Parts & Labor	
6102	City of Las Cruces	Municipalities	15-16-039	Competitive (RFP or RFB)	Sisbarro Baick		Indefinite Cost / Quantity		Las Cruces NM	N	N	Light Duty Automobile & Truck Parts & Labor	
6102	City of Las Cruces	Municipalities	15-16-0 1	Competitive (RFP or RFB)	Community Strategies Inst tute		\$12,201.9	127,080.00	Edgewater CO	N	N	Consolidated Plan & Affordable Housing Plan	
6102	City of Las Cruces	Municipalities	15-16-0 1	Competitive (RFP or RFB)	ASK De elopment				Southfield MI	N	N	Consolidated Plan & Affordable Housing Plan	
6102	City of Las Cruces	Municipalities	15-16-0 1	Competitive (RFP or RFB)	BBC Research & Consulting				Denver CO	N	N	Consolidated Plan & Affordable Housing Plan	
6102	City of Las Cruces	Municipalities	15-16-0 1	Competitive (RFP or RFB)	Western Economic Ser ices				Portland OR	N	N	Consolidated Plan & Affordable Housing Plan	

# City of Las Cruces

## Schedule of Vendor Information

### For Purchases Exceeding \$60,000 (continued)

### June 30, 2016

Agency Number	Agency Name	Agency Type	RFB# / RFP# (if applicable)	Type of Procurement	Vendor Name	Did Vendor Win Contract?	\$ Amount of Awarded Contract	\$ Amount of Amended Contract	Physical address of vendor (City, State)	Did the Vendor provide documentation of eligibility for n-state preference?	Did the Vendor provide documentation of eligibility for veterans preference?	Brief Description of the Scope of Work	If the procurement is attributable to a Component Unit, Name of Component Unit
6102	City of Las Cruces	Municipalities	15-16-0 3	Competitive (RFP or RFB)	Burn Construction Co Inc		\$506,151.35		Las Cruces NM	Y	Y	Hadley A e Reconstruction (N. Armijo to N. Water)	
6102	City of Las Cruces	Municipalities	15-16-0 3	Competitive (RFP or RFB)	A Mountain Professional Construction LLC				Las Cruces NM	N		Hadley A e Reconstruction (N. Armijo to N. Water)	
6102	City of Las Cruces	Municipalities	15-16-0 3	Competitive (RFP or RFB)	DuCross Construction LLC				Las Cruces NM	Y	N	Hadley A e Reconstruction (N. Armijo to N. Water)	
6102	City of Las Cruces	Municipalities	15-16-0 3	Competitive (RFP or RFB)	Gallardo Construction LLC				Las Cruces NM	N	N	Hadley A e Reconstruction (N. Armijo to N. Water)	
6102	City of Las Cruces	Municipalities	15-16-0 3	Competitive (RFP or RFB)	Morrow Enterprises Inc				Las Cruces NM	Y	N	Hadley A e Reconstruction (N. Armijo to N. Water)	
6102	City of Las Cruces	Municipalities	15-16-0 3	Competitive (RFP or RFB)	Smith & Aguirre Construction Co Inc				Las Cruces NM	Y	N	Hadley A e Reconstruction (N. Armijo to N. Water)	
6102	City of Las Cruces	Municipalities	15-16-0 3	Competitive (RFP or RFB)	Spartan Construction of NM LLC				Las Cruces NM	Y	N	Hadley A e Reconstruction (N. Armijo to N. Water)	
6102	City of Las Cruces	Municipalities	15-16-0	Competitive (RFP or RFB)	A Mountain Professional Construction LLC		\$215,865.2		Las Cruces NM	Y	N	Sewer Line Interceptor 236 Phase II	
6102	City of Las Cruces	Municipalities	15-16-0	Competitive (RFP or RFB)	Burn Construction Co Inc				Las Cruces NM	Y	Y	Sewer Line Interceptor 236 Phase II	
6102	City of Las Cruces	Municipalities	15-16-0	Competitive (RFP or RFB)	DuCross Construction LLC				Las Cruces NM	Y	N	Sewer Line Interceptor 236 Phase II	
6102	City of Las Cruces	Municipalities	15-16-0	Competitive (RFP or RFB)	Highland Enterprises Inc				Las Cruces NM	Y	N	Sewer Line Interceptor 236 Phase II	
6102	City of Las Cruces	Municipalities	15-16-0	Competitive (RFP or RFB)	Morrow Enterprises Inc				Las Cruces NM	Y	N	Sewer Line Interceptor 236 Phase II	
6102	City of Las Cruces	Municipalities	15-16-0	Competitive (RFP or RFB)	Smith & Aguirre Construction Co Inc				Las Cruces NM	Y	N	Sewer Line Interceptor 236 Phase II	
6102	City of Las Cruces	Municipalities	15-16-0	Competitive (RFP or RFB)	Smith & Aguirre Construction Co Inc				Caballo NM	N	N	Sewer Line Interceptor 236 Phase II	
6102	City of Las Cruces	Municipalities	15-16-0	Competitive (RFP or RFB)	Spartan Construction of NM LLC				Las Cruces NM	Y	N	Sewer Line Interceptor 236 Phase II	
6102	City of Las Cruces	Municipalities	15-16-0 6	Competitive (RFP or RFB)	Cemex 181 Westgate		Indefinite Cost / Quantity		Las Cruces NM	N	N	Road Construction Materials	
6102	City of Las Cruces	Municipalities	15-16-0 6	Competitive (RFP or RFB)	Russell Sand & Gravel Inc.		Indefinite Cost / Quantity		Los Ojos NM	Y	N	Road Construction Materials	
6102	City of Las Cruces	Municipalities	15-16-0 6	Competitive (RFP or RFB)	Mesilla Valley Concrete & Materials		Indefinite Cost / Quantity		Dona Na NM 88032	Y	N	Road Construction Materials	
6102	City of Las Cruces	Municipalities	15-16-061	Competitive (RFP or RFB)	Bohannon Huxton Inc.		Indefinite Cost / Quantity		Albuquerque NM	Y	N	Surveying Services	
6102	City of Las Cruces	Municipalities	15-16-061	Competitive (RFP or RFB)	Souder Miller & Associates		Indefinite Cost / Quantity		Albuquerque NM	Y	N	Surveying Services	
6102	City of Las Cruces	Municipalities	15-16-061	Competitive (RFP or RFB)	Wilson & Company Inc.		Indefinite Cost / Quantity		Albuquerque NM	Y	N	Surveying Services	
6102	City of Las Cruces	Municipalities	15-16-063	Competitive (RFP or RFB)	Renegade Construction LLC		\$ 12,101.96		Las Cruces NM	Y	N	Las Cruces Dam Trail Improvements	
6102	City of Las Cruces	Municipalities	15-16-063	Competitive (RFP or RFB)	A Mountain Professional Construction LLC				Las Cruces NM	Y	N	Las Cruces Dam Trail Improvements	
6102	City of Las Cruces	Municipalities	15-16-063	Competitive (RFP or RFB)	Burn Construction Co Inc				Las Cruces NM	Y	Y	Las Cruces Dam Trail Improvements	
6102	City of Las Cruces	Municipalities	15-16-063	Competitive (RFP or RFB)	Highland Enterprises Inc				Las Cruces NM	Y	N	Las Cruces Dam Trail Improvements	
6102	City of Las Cruces	Municipalities	15-16-063	Competitive (RFP or RFB)	Ideals Inc.				Las Cruces NM	N	N	Las Cruces Dam Trail Improvements	
6102	City of Las Cruces	Municipalities	15-16-063	Competitive (RFP or RFB)	MGB Group Inc.				El Paso TX	N	N	Las Cruces Dam Trail Improvements	
6102	City of Las Cruces	Municipalities	15-16-063	Competitive (RFP or RFB)	Morrow Enterprises Inc				Las Cruces NM	Y	N	Las Cruces Dam Trail Improvements	
6102	City of Las Cruces	Municipalities	15-16-063	Competitive (RFP or RFB)	Smith & Aguirre Construction Co Inc				Las Cruces NM	Y	N	Las Cruces Dam Trail Improvements	
6102	City of Las Cruces	Municipalities	15-16-063	Competitive (RFP or RFB)	Spartan Construction of NM LLC				Las Cruces NM	Y	N	Las Cruces Dam Trail Improvements	

# City of Las Cruces

## Schedule of Vendor Information

### For Purchases Exceeding \$60,000 (continued)

### June 30, 2016

Agency Number	Agency Name	Agency Type	RFB# / RFPA (if applicable)	Type of Procurement	Vendor Name	Did Vendor Win Contract?	\$ Amount of Awarded Contract	\$ Amount of Amended Contract	Physical address of vendor (City, State)	Did the Vendor provide documentation of eligibility for in-state preference?	Did the Vendor provide documentation of eligibility for veterans preference?	Brief Description of the Scope of Work	If the procurement is attributable to a Component Unit, Name of Component Unit
6102	City of Las Cruces	Municipalities	15-16-069	Competitive (RFP or RFB)	Morrow Enterpr ses Inc		\$702,556.30		Las Cruces NM	Y	N	Elks Dri e Widening Project	
6102	City of Las Cruces	Municipalities	15-16-069	Competitive (RFP or RFB)	A Mountain Professional Construction LLC				Las Cruces NM	Y	N	Elks Dri e Widening Project	
6102	City of Las Cruces	Municipalities	15-16-069	Competitive (RFP or RFB)	Burn Construction Co Inc				Las Cruces NM	Y	Y	Elks Dri e Widening Project	
6102	City of Las Cruces	Municipalities	15-16-069	Competitive (RFP or RFB)	Calper Construction Inc				Las Cruces NM	Y	N	Elks Dri e Widening Project	
6102	City of Las Cruces	Municipalities	15-16-069	Competitive (RFP or RFB)	Gallardo Construction LLC				Las Cruces NM	N	N	Elks Dri e Widening Project	
6102	City of Las Cruces	Municipalities	15-16-069	Competitive (RFP or RFB)	Highland Enterprises Inc				Las Cruces NM	Y	N	Elks Dri e Widening Project	
6102	City of Las Cruces	Municipalities	15-16-069	Competitive (RFP or RFB)	Smith & Aguirre Construction Co Inc				Las Cruces NM	Y	N	Elks Dri e Widening Project	
6102	City of Las Cruces	Municipalities	15-16-069	Competitive (RFP or RFB)	Spartan Construction of NM LLC				Las Cruces NM	Y	N	Elks Dri e Widening Project	
6102	City of Las Cruces	Municipalities	15-16-072	Competitive (RFP or RFB)	Morrow Enterpr ses Inc		\$ 29,881.00		Las Cruces NM	Y	N	Terrace Hills Mobile Home Community Gas And Water Ser ices Rhab litation Project	
6102	City of Las Cruces	Municipalities	15-16-072	Competitive (RFP or RFB)	Burn Construction Co Inc				Las Cruces NM	Y	Y	Terrace Hills Mobile Home Community Gas And Water Ser ices Rhab litation Project	
6102	City of Las Cruces	Municipalities	15-16-072	Competitive (RFP or RFB)	DuCross Construction LLC				Las Cruces NM	Y	N	Terrace Hills Mobile Home Community Gas And Water Ser ices Rhab litation Project	
6102	City of Las Cruces	Municipalities	15-16-072	Competitive (RFP or RFB)	Highland Enterprises Inc				Las Cruces NM	Y	N	Terrace Hills Mobile Home Community Gas And Water Ser ices Rhab litation Project	
6102	City of Las Cruces	Municipalities	15-16-072	Competitive (RFP or RFB)	Spartan Construction of NM LLC				Las Cruces NM	N	N	Terrace Hills Mobile Home Community Gas And Water Ser ices Rhab litation Project	
6102	City of Las Cruces	Municipalities	15-16-07	Competitive (RFP or RFB)	RJ Border International		Indefinite Cost / Quantity		Las Cruces NM	N	N	Fleet Medium Duty Parts & Labor	
6102	City of Las Cruces	Municipalities	15-16-07	Competitive (RFP or RFB)	Brewer Oil Company		Indefinite Cost / Quantity		Las Cruces NM	Y	N	Fleet Medium Duty Parts & Labor	
6102	City of Las Cruces	Municipalities	15-16-07	Competitive (RFP or RFB)	Lohman Radiator Shop		Indefinite Cost / Quantity		Las Cruces NM	N	N	Fleet Medium Duty Parts & Labor	
6102	City of Las Cruces	Municipalities	15-16-07	Competitive (RFP or RFB)	Luchini's Enterprise Inc.		Indefinite Cost / Quantity		Las Cruces NM	Y	N	Fleet Medium Duty Parts & Labor	
6102	City of Las Cruces	Municipalities	15-16-07	Competitive (RFP or RFB)	MG Diesel & Equipment Repair LLC		Indefinite Cost / Quantity		Las Cruces NM	Y	N	Fleet Medium Duty Parts & Labor	
6102	City of Las Cruces	Municipalities	15-16-07	Competitive (RFP or RFB)	Napa Auto Parts/Genuine Parts Company		Indefinite Cost / Quantity		Las Cruces NM	N	N	Fleet Medium Duty Parts & Labor	
6102	City of Las Cruces	Municipalities	15-16-07	Competitive (RFP or RFB)	Rush Truck Centers of New Mexico Inc.		Indefinite Cost / Quantity		Las Cruces NM	Y	N	Fleet Medium Duty Parts & Labor	
6102	City of Las Cruces	Municipalities	15-16-07	Competitive (RFP or RFB)	Ri ers Equipment		Indefinite Cost / Quantity		El Paso TX	N	N	Fleet Medium Duty Parts & Labor	
6102	City of Las Cruces	Municipalities	15-16-075	Competitive (RFP or RFB)	RJ Border International		Indefinite Cost / Quantity		Las Cruces NM	N	N	Fleet Hea y Duty Parts & Labor	
6102	City of Las Cruces	Municipalities	15-16-075	Competitive (RFP or RFB)	Brewer Oil Company		Indefinite Cost / Quantity		Las Cruces NM	Y	N	Fleet Hea y Duty Parts & Labor	
6102	City of Las Cruces	Municipalities	15-16-075	Competitive (RFP or RFB)	Lohman Radiator Shop		Indefinite Cost / Quantity		Las Cruces NM	Y	N	Fleet Hea y Duty Parts & Labor	
6102	City of Las Cruces	Municipalities	15-16-075	Competitive (RFP or RFB)	Luchini's Enterprise Inc.		Indefinite Cost / Quantity		Las Cruces NM	Y	N	Fleet Hea y Duty Parts & Labor	
6102	City of Las Cruces	Municipalities	15-16-075	Competitive (RFP or RFB)	MG Diesel & Equipment Repair LLC		Indefinite Cost / Quantity		Las Cruces NM	Y	N	Fleet Hea y Duty Parts & Labor	
6102	City of Las Cruces	Municipalities	15-16-075	Competitive (RFP or RFB)	Rush Truck Center		Indefinite Cost / Quantity		Las Cruces NM	Y	N	Fleet Hea y Duty Parts & Labor	
6102	City of Las Cruces	Municipalities	15-16-075	Competitive (RFP or RFB)	Sierra Machinery		Indefinite Cost / Quantity		El Paso TX	N	N	Fleet Hea y Duty Parts & Labor	
6102	City of Las Cruces	Municipalities	15-16-082	Competitive (RFP or RFB)	Mami Construction Company		\$ 253,863.59		Las Cruces NM	Y	Y	2015 Legisla e Street Reconstruction Project	
6102	City of Las Cruces	Municipalities	15-16-082	Competitive (RFP or RFB)	Morrow Enterpr ses Inc				Las Cruces NM	Y	N	2015 Legisla e Street Reconstruction Project	
6102	City of Las Cruces	Municipalities	15-16-082	Competitive (RFP or RFB)	Smith & Aguirre Construction Co Inc				Las Cruces NM	Y	N	2015 Legisla e Street Reconstruction Project	
6102	City of Las Cruces	Municipalities	15-16-08 A	Competitive (RFP or RFB)	Positi e Energy Solar		\$2,515,920.00		Las Cruces NM	Y	N	Design-Build for Solar Energy Project	
6102	City of Las Cruces	Municipalities	15-16-08 A	Competitive (RFP or RFB)	Affordable Solar Installation Inc.				Albuquerque NM	Y	N	Design-Build for Solar Energy Project	
6102	City of Las Cruces	Municipalities	15-16-086A	Competitive (RFP or RFB)	Smith Power Products Inc.		\$2,260,773.00		Lake City UT 84104	N	N	Jacob A Hande Wastewater Treatment Plant Co-Generator System	
6102	City of Las Cruces	Municipalities	15-16-093	Competitive (RFP or RFB)	DuCross Construction LLC		\$273,683.37		Las Cruces NM	N	N	Shadow Run Lift Station Reconstruction	
6102	City of Las Cruces	Municipalities	15-16-093	Competitive (RFP or RFB)	A Mountain Professional Construction LLC				Las Cruces NM	Y	N	Shadow Run Lift Station Reconstruction	
6102	City of Las Cruces	Municipalities	15-16-093	Competitive (RFP or RFB)	Burn Construction Co Inc.				Las Cruces NM	Y	Y	Shadow Run Lift Station Reconstruction	
6102	City of Las Cruces	Municipalities	15-16-093	Competitive (RFP or RFB)	C & E Industrial Services Inc.				Sunland Park NM	Y	N	Shadow Run Lift Station Reconstruction	
6102	City of Las Cruces	Municipalities	15-16-093	Competitive (RFP or RFB)	File Construction LLC				Albuquerque NM	Y	N	Shadow Run Lift Station Reconstruction	
6102	City of Las Cruces	Municipalities	15-16-093	Competitive (RFP or RFB)	Morrow Enterprises Inc.				Las Cruces NM	Y	N	Shadow Run Lift Station Reconstruction	

# City of Las Cruces

## Schedule of Vendor Information

### For Purchases Exceeding \$60,000 (continued)

### June 30, 2016

Agency Number	Agency Name	Agency Type	RFB# / RFP# (if applicable)	Type of Procurement	Vendor Name	Did Vendor Win Contract?	\$ Amount of Awarded Contract	\$ Amount of Amended Contract	Physical address of vendor (City, State)	Did the Vendor provide documentation of eligibility for n-state preference?	Did the Vendor provide documentation of eligibility for veterans preference?	Brief Description of the Scope of Work	If the procurement is attributable to a Component Unit, Name of Component Unit
6102	City of Las Cruces	Municipalities	15-16-093	Competitive (RFP or RFB)	Smith & Aguirre Construction Co. Inc.				Las Cruces NM	Y	N	Shadow Run Lift Station Reconstruction	
6102	City of Las Cruces	Municipalities	15-16-093	Competitive (RFP or RFB)	Spartan Construction of NM LLC				Las Cruces NM	N	N	Shadow Run Lift Station Reconstruction	
6102	City of Las Cruces	Municipalities	15-16-098	Competitive (RFP or RFB)	Burn Construction Co. Inc.		\$567,911.00		Las Cruces NM	Y	Y	Lees Drive Rehabilitation	
6102	City of Las Cruces	Municipalities	15-16-105	Competitive (RFP or RFB)	Hoop-T-Dudes Inc.		Indefinite Cost / Quantity		Las Cruces NM	N	N	Transit Uniforms	
6102	City of Las Cruces	Municipalities	15-16-106	Competitive (RFP or RFB)	Securi y Concepts Inc.		\$66,000.00		Las Cruces NM	N	N	Unarmed Security Services for Intermodal Center	
6102	City of Las Cruces	Municipalities	15-16-107	Competitive (RFP or RFB)	Renegade Construction		\$60,999.01		Las Cruces NM	N	N	Pettes Blvd/Stewards Dr. Rehabilitation Project	
6102	City of Las Cruces	Municipalities	15-16-107	Competitive (RFP or RFB)	A Mountain Professional Construction LLC				Las Cruces NM	N	N	Pettes Blvd/Stewards Dr. Rehabilitation Project	
6102	City of Las Cruces	Municipalities	15-16-107	Competitive (RFP or RFB)	Burn Construction Co. Inc.				Las Cruces NM	N	N	Pettes Blvd/Stewards Dr. Rehabilitation Project	
6102	City of Las Cruces	Municipalities	15-16-107	Competitive (RFP or RFB)	Morrow Enterprises Inc.				Las Cruces NM	N	N	Pettes Blvd/Stewards Dr. Rehabilitation Project	
6102	City of Las Cruces	Municipalities	15-16-107	Competitive (RFP or RFB)	Smith & Aguirre Construction Co. Inc.				Las Cruces NM	N	N	Pettes Blvd/Stewards Dr. Rehabilitation Project	
6102	City of Las Cruces	Municipalities	15-16-107	Competitive (RFP or RFB)	Spartan Construction of NM LLC				Las Cruces NM	N	N	Pettes Blvd/Stewards Dr. Rehabilitation Project	
6102	City of Las Cruces	Municipalities	15-16-108	Competitive (RFP or RFB)	Morrow Enterprises Inc.		\$633,982.60		Las Cruces NM	Y	N	Mesa Grande 2" Water line Phase 1	
6102	City of Las Cruces	Municipalities	15-16-108	Competitive (RFP or RFB)	Burn Construction Co. Inc.				Las Cruces NM	Y	Y	Mesa Grande 2" Water line Phase 1	
6102	City of Las Cruces	Municipalities	15-16-108	Competitive (RFP or RFB)	Highland Enterprises Inc.				Las Cruces NM	Y	N	Mesa Grande 2" Water line Phase 1	
6102	City of Las Cruces	Municipalities	15-16-108	Competitive (RFP or RFB)	Mans Construction Company				Las Cruces NM	Y	N	Mesa Grande 2" Water line Phase 1	
6102	City of Las Cruces	Municipalities	15-16-108	Competitive (RFP or RFB)	Renegade Construction				Las Cruces NM	Y	N	Mesa Grande 2" Water line Phase 1	
6102	City of Las Cruces	Municipalities	15-16-108	Competitive (RFP or RFB)	Smithco Construct on Inc.				Caballo NM	Y	N	Mesa Grande 2" Water line Phase 1	
6102	City of Las Cruces	Municipalities	15-16-115	Competitive (RFP or RFB)	275 Lakeside Dr Las Cruces NM 88905		\$165,097.08		Las Cruces NM	Y	N	Risk Management Software	This was a Request for Information - No Award
6102	City of Las Cruces	Municipalities	15-16-120	Competitive (RFP or RFB)	Burn Construction Co. Inc.		\$351,692.60		Las Cruces NM	Y	Y	El Prado Roadway & Utility Improvements	
6102	City of Las Cruces	Municipalities	15-16-120	Competitive (RFP or RFB)	A Mountain Professional Construction LLC				Las Cruces NM	Y	N	El Prado Roadway & Utility Improvements	
6102	City of Las Cruces	Municipalities	15-16-120	Competitive (RFP or RFB)	DuCross Construction LLC				Las Cruces NM	Y	N	El Prado Roadway & Utility Improvements	
6102	City of Las Cruces	Municipalities	15-16-120	Competitive (RFP or RFB)	Gallardo Construction LLC				Las Cruces NM	N	N	El Prado Roadway & Utility Improvements	
6102	City of Las Cruces	Municipalities	15-16-120	Competitive (RFP or RFB)	Highland Enterprises Inc.				Las Cruces NM	Y	N	El Prado Roadway & Utility Improvements	
6102	City of Las Cruces	Municipalities	15-16-120	Competitive (RFP or RFB)	Ideals Inc. - 8 S W Hadley Las Cruces NM 88905				Las Cruces NM	Y	N	El Prado Roadway & Utility Improvements	
6102	City of Las Cruces	Municipalities	15-16-120	Competitive (RFP or RFB)	Morrow Enterprises Inc.				Las Cruces NM	Y	N	El Prado Roadway & Utility Improvements	
6102	City of Las Cruces	Municipalities	15-16-120	Competitive (RFP or RFB)	Renegade Construction LLC				Las Cruces NM	Y	N	El Prado Roadway & Utility Improvements	
6102	City of Las Cruces	Municipalities	15-16-120	Competitive (RFP or RFB)	Smith & Aguirre Construction Co. Inc.				Las Cruces NM	Y	N	El Prado Roadway & Utility Improvements	
6102	City of Las Cruces	Municipalities	15-16-120	Competitive (RFP or RFB)	Spartan Construction of NM LLC				Las Cruces NM	N	N	El Prado Roadway & Utility Improvements	
6102	City of Las Cruces	Municipalities	15-16-121	Competitive (RFP or RFB)	RJ Border International LP		\$135,675.00		Las Cruces NM	N	N	2017 International WorkStar 7600 1 ft Dump Truck	
6102	City of Las Cruces	Municipalities	15-16-121	Competitive (RFP or RFB)	Bruckner Truck Sales Inc.				Hobbs NM	Y	N	2018 International WorkStar 7600 1 ft Dump Truck	
6102	City of Las Cruces	Municipalities	15-16-121	Competitive (RFP or RFB)	Rush Truck Centers of New Mexico Inc.				Las Cruces NM	Y	N	2019 International WorkStar 7600 1 ft Dump Truck	
6102	City of Las Cruces	Municipalities	15-16-129	Competitive (RFP or RFB)	A Mountain Professional Construction LLC		\$155,639.67		Las Cruces NM	N	N	Solano ADA Improvements Mulberry to Poplar	
6102	City of Las Cruces	Municipalities	15-16-129	Competitive (RFP or RFB)	Armour Payment				Albuquerque NM	N	N	Solano ADA Improvements Mulberry to Poplar	
6102	City of Las Cruces	Municipalities	15-16-129	Competitive (RFP or RFB)	Burn Construction Co. Inc. -				Las Cruces NM	N	N	Solano ADA Improvements Mulberry to Poplar	
6102	City of Las Cruces	Municipalities	15-16-129	Competitive (RFP or RFB)	Diamond Construction Inc.				Las Cruces NM	N	N	Solano ADA Improvements Mulberry to Poplar	
6102	City of Las Cruces	Municipalities	15-16-129	Competitive (RFP or RFB)	Highland Enterprises Inc.				Las Cruces NM	N	N	Solano ADA Improvements Mulberry to Poplar	
6102	City of Las Cruces	Municipalities	15-16-129	Competitive (RFP or RFB)	Ideals Inc.				Las Cruces NM	N	N	Solano ADA Improvements Mulberry to Poplar	
6102	City of Las Cruces	Municipalities	15-16-129	Competitive (RFP or RFB)	Morrow Enterprises Inc.				Las Cruces NM	N	N	Solano ADA Improvements Mulberry to Poplar	
6102	City of Las Cruces	Municipalities	15-16-129	Competitive (RFP or RFB)	Smith & Aguirre Construction Co. Inc.				Las Cruces NM	N	N	Solano ADA Improvements Mulberry to Poplar	
6102	City of Las Cruces	Municipalities	15-16-133	Competitive (RFP or RFB)	Watson Truck & Supply Inc.		\$105,228.31		Hobbs NM	Y	N	2017 Intl Durastar 00 Crew Cab Knapheide 1' Flatbed Dump	
6102	City of Las Cruces	Municipalities	15-16-133	Competitive (RFP or RFB)	RJ Border International LP				Las Cruces NM	N	N	2017 Intl Durastar 00 Crew Cab Knapheide 1' Flatbed Dump	
6102	City of Las Cruces	Municipalities	15-16-136	Competitive (RFP or RFB)	RJ Border International LP		\$133,682.00		Las Cruces NM	Y	N	2017 Intl Durastar 00 Crew Cab (31312)	
6102	City of Las Cruces	Municipalities	15-16-137	Competitive (RFP or RFB)	Rush Truck Centers of New Mexico Inc.		\$107,222.05		Las Cruces NM	Y	N	2017 Intl 5900L PayStar (21016)	
6102	City of Las Cruces	Municipalities	15-16-137	Competitive (RFP or RFB)	Bruckner Truck Sales Inc.				Hobbs NM	Y	N	2018 Intl 5900L PayStar (21016)	
6102	City of Las Cruces	Municipalities	15-16-137	Competitive (RFP or RFB)	RJ Border International LP				Las Cruces NM	Y	N	2019 Intl 5900L PayStar (21016)	
6102	City of Las Cruces	Municipalities	15-16-138	Competitive (RFP or RFB)	Rush Truck Centers of New Mexico Inc.		\$110,873.87		Las Cruces NM	Y	N	2017 Intl WorkStar x (21006)	
6102	City of Las Cruces	Municipalities	15-16-138	Competitive (RFP or RFB)	RJ Border International LP				Las Cruces NM	Y	N	2018 Intl WorkStar x (21006)	
6102	City of Las Cruces	Municipalities	15-16-138	Competitive (RFP or RFB)	Watson Truck & Supply Inc.				Hobbs NM	Y	N	2019 Intl WorkStar x (21006)	
6102	City of Las Cruces	Municipalities	15-16-139	Competitive (RFP or RFB)	Renegade Construction LLC		\$133,112.00		Las Cruces NM	Y	N	2017 Intl Durastar 00 Crew Cab (28959)	
6102	City of Las Cruces	Municipalities	15-16-13	Competitive (RFP or RFB)	Origami Risk LLC		\$75,125.00		Chicago IL	N	N	Risk Management Information System	
6102	City of Las Cruces	Municipalities	15-16-13	Competitive (RFP or RFB)	Computer Science Corporation				Tyson VA	N	N	Risk Management Information System	
6102	City of Las Cruces	Municipalities	15-16-13	Competitive (RFP or RFB)	Da id Insurance Software				Wakefield MA	N	N	Risk Management Information System	

# City of Las Cruces

## Schedule of Vendor Information

### For Purchases Exceeding \$60,000 (continued)

### June 30, 2016

Agency Number	Agency Name	Agency Type	RFB# / RFP# (if applicable)	Type of Procurement	Vendor Name	Did Vendor Win Contract?	\$ Amount of Awarded Contract	\$ Amount of Amended Contract	Physical address of vendor (City, State)	Did the Vendor provide documentation of eligibility for in-state preference?	Did the Vendor provide documentation of eligibility for veterans preference?	Brief Description of the Scope of Work	If the procurement is attributable to a Component Unit, Name of Component Unit
6102	City of Las Cruces	Municipalities	15-16-1.3	Competitive (RFP or RFB)	Marsh Clearlight				Chicago IL	N	N	Risk Management Information System	
6102	City of Las Cruces	Municipalities	15-16-1.3	Competitive (RFP or RFB)	Crawford Risk Sciences Group				Atlanta GA	N	N	Risk Management Information System	
6102	City of Las Cruces	Municipalities	15-16-1.3	Competitive (RFP or RFB)	Riskconnect				Kennesaw GA	N	N	Risk Management Information System	
6102	City of Las Cruces	Municipalities	15-16-1.6	Competitive (RFP or RFB)	Watson Truck & Supply Inc.		\$175,290.01		Hobbs NM	Y	N	2017 Intl WorkStar 7600 6x w/Tow Truck Body	
6102	City of Las Cruces	Municipalities	15-16-1.7	Competitive (RFP or RFB)	Smith & Aguirre Construction Co Inc		\$96,531.19		Las Cruces NM	Y	N	Melendres Street Reconstruction - W	
6102	City of Las Cruces	Municipalities	15-16-1.7	Competitive (RFP or RFB)	A Mountain Professional Construction LLC				Las Cruces NM	Y	N	Melendres Street Reconstruction - W	
6102	City of Las Cruces	Municipalities	15-16-1.7	Competitive (RFP or RFB)	Burn Construction Co. Inc.				Las Cruces NM	Y	Y	Hadley to W Las Cruces A e	
6102	City of Las Cruces	Municipalities	15-16-1.7	Competitive (RFP or RFB)	DuCross Construction LLC				Las Cruces NM	Y	N	Melendres Street Reconstruction - W	
6102	City of Las Cruces	Municipalities	15-16-1.7	Competitive (RFP or RFB)	Highland Enterprises Inc.				Las Cruces NM	Y	N	Hadley to W Las Cruces A e	
6102	City of Las Cruces	Municipalities	15-16-1.7	Competitive (RFP or RFB)	Ideals Inc.				Las Cruces NM	Y	N	Melendres Street Reconstruction - W	
6102	City of Las Cruces	Municipalities	15-16-1.7	Competitive (RFP or RFB)	Morrow Enterprises Inc				Las Cruces NM	Y	N	Melendres Street Reconstruction - W	
6102	City of Las Cruces	Municipalities	15-16-1.7	Competitive (RFP or RFB)	Renegade Construction LLC				Las Cruces NM	Y	N	Hadley to W Las Cruces A e	
6102	City of Las Cruces	Municipalities	15-16-1.7	Competitive (RFP or RFB)	Spartan Construction of NM LLC				Las Cruces NM	N	N	Melendres Street Reconstruction - W	
6102	City of Las Cruces	Municipalities	15-16-1.8	Competitive (RFP or RFB)	Pure Operations LLC		Indefinite Cost / Quantity		Las Cruces NM	N	N	Water Meter Audit and Repair Services	
6102	City of Las Cruces	Municipalities	15-16-1.9	Competitive (RFP or RFB)	Hub International Insurance Services Inc		Indefinite Cost / Quantity		Las Cruces NM	N	N	Human Resources Consultation & Support Services	
6102	City of Las Cruces	Municipalities	15-16-152	Competitive (RFP or RFB)	Morrow Enterprises Inc		\$1,588,913.62		Las Cruces NM	N	N	Pa cement Replacement 2015-2016	
6102	City of Las Cruces	Municipalities	15-16-152	Competitive (RFP or RFB)	A Mountain Professional Construction LLC				Las Cruces NM	N	N	Pa cement Replacement 2015-2017	
6102	City of Las Cruces	Municipalities	15-16-152	Competitive (RFP or RFB)	Highland Enterprises Inc.				Las Cruces NM	N	N	Pa cement Replacement 2015-2018	
6102	City of Las Cruces	Municipalities	15-16-152	Competitive (RFP or RFB)	Mam Construction Company				Las Cruces NM	N	N	Pa cement Replacement 2015-2019	
6102	City of Las Cruces	Municipalities	15-16-152	Competitive (RFP or RFB)	Mesa Verde Enterprises Inc.				Alamogordo NM 88310	N	N	Pa cement Replacement 2015-2020	
6102	City of Las Cruces	Municipalities	15-16-152	Competitive (RFP or RFB)	Smith & Aguirre Construction Co Inc				Las Cruces NM	N	N	Pa cement Replacement 2015-2021	
6102	City of Las Cruces	Municipalities	15-16-153	Competitive (RFP or RFB)	Jobe Materials LP		\$760,500.00		El Paso TX	N	N	Spring 2016 Hotmix for Overlay	
6102	City of Las Cruces	Municipalities	15-16-153	Competitive (RFP or RFB)	Comex				Las Cruces NM	N	N	Spring 2016 Hotmix for Overlay	
6102	City of Las Cruces	Municipalities	15-16-15	Competitive (RFP or RFB)	Renegade Construction LLC		\$113,000.00		Las Cruces NM	Y	N	Willow Street Reconstruction Project	
6102	City of Las Cruces	Municipalities	15-16-15	Competitive (RFP or RFB)	A Mountain Professional Construction LLC				Las Cruces NM	Y	N	Willow Street Reconstruction Project	
6102	City of Las Cruces	Municipalities	15-16-15	Competitive (RFP or RFB)	Burn Construction Co. Inc.				Las Cruces NM	Y	Y	Willow Street Reconstruction Project	
6102	City of Las Cruces	Municipalities	15-16-15	Competitive (RFP or RFB)	DuCross Construction LLC				Las Cruces NM	Y	N	Willow Street Reconstruction Project	
6102	City of Las Cruces	Municipalities	15-16-15	Competitive (RFP or RFB)	Gallardo Construction LLC				Las Cruces NM	Y	N	Willow Street Reconstruction Project	
6102	City of Las Cruces	Municipalities	15-16-15	Competitive (RFP or RFB)	General Hydronics Inc.				Alamogordo NM 88310	Y	N	Willow Street Reconstruction Project	
6102	City of Las Cruces	Municipalities	15-16-15	Competitive (RFP or RFB)	Highland Enterprises Inc.				Las Cruces NM	Y	N	Willow Street Reconstruction Project	
6102	City of Las Cruces	Municipalities	15-16-15	Competitive (RFP or RFB)	Ideals Inc.				Las Cruces NM	Y	N	Willow Street Reconstruction Project	
6102	City of Las Cruces	Municipalities	15-16-15	Competitive (RFP or RFB)	Morrow Enterprises Inc				Las Cruces NM	Y	N	Willow Street Reconstruction Project	
6102	City of Las Cruces	Municipalities	15-16-15	Competitive (RFP or RFB)	Smith & Aguirre Construction Co Inc				Las Cruces NM	Y	N	Willow Street Reconstruction Project	
6102	City of Las Cruces	Municipalities	15-16-15	Competitive (RFP or RFB)	Spartan Construction of NM LLC				Las Cruces NM	Y	N	Willow Street Reconstruction Project	
6102	City of Las Cruces	Municipalities	15-16-156	Competitive (RFP or RFB)	ASA Architects		\$8,592.15		Las Cruces NM	Y	N	Architectural Services MVCH Clinic renovation	
6102	City of Las Cruces	Municipalities	15-16-156	Competitive (RFP or RFB)	Vigil & Associates Architectural Group				Mesilla NM	N	N	Architectural Services MVCH Clinic renovation	
6102	City of Las Cruces	Municipalities	15-16-156	Competitive (RFP or RFB)	Williams Design Group				Las Cruces NM	N	N	Architectural Services MVCH Clinic renovation	
6102	City of Las Cruces	Municipalities	15-16-163	Competitive (RFP or RFB)	Spectrum Paper Co. Inc.		Indefinite Cost / Quantity		El Paso TX	N	N	Janitorial Supplies PA	
6102	City of Las Cruces	Municipalities	15-16-163	Competitive (RFP or RFB)	Brady Industries of Texas Grainger2				El Paso TX	N	N	Janitorial Supplies PA	
6102	City of Las Cruces	Municipalities	15-16-163	Competitive (RFP or RFB)	Schindler Elevator Corporation				Northbrook IL	N	N	Janitorial Supplies PA	
6102	City of Las Cruces	Municipalities	15-16-16	Competitive (RFP or RFB)	Schindler Elevator Corporation				El Paso TX	N	N	Elevator Maintenance Price Agreement	
6102	City of Las Cruces	Municipalities	15-16-16	Competitive (RFP or RFB)	American Eagle Elevator				Cedar Crest NM	N	N	Elevator Maintenance Price Agreement	
6102	City of Las Cruces	Municipalities	15-16-172	Competitive (RFP or RFB)	A Mountain Professional Construction LLC		\$281,000.00		Las Cruces NM	Y	N	Pa cement Replacement 2015-2016 Phase II	
6102	City of Las Cruces	Municipalities	15-16-172	Competitive (RFP or RFB)	Burn Construction Co. Inc.				Las Cruces NM	Y	Y	Pa cement Replacement 2015-2016 Phase II	
6102	City of Las Cruces	Municipalities	15-16-172	Competitive (RFP or RFB)	Highland Enterprises Inc.				Las Cruces NM	Y	N	Pa cement Replacement 2015-2016 Phase II	
6102	City of Las Cruces	Municipalities	15-16-172	Competitive (RFP or RFB)	Ideals Inc.				Las Cruces NM	Y	N	Pa cement Replacement 2015-2016 Phase II	
6102	City of Las Cruces	Municipalities	15-16-172	Competitive (RFP or RFB)	Morrow Enterprises Inc				Las Cruces NM	Y	N	Pa cement Replacement 2015-2016 Phase II	
6102	City of Las Cruces	Municipalities	15-16-172	Competitive (RFP or RFB)	Renegade Construction LLC				Las Cruces NM	Y	N	Pa cement Replacement 2015-2016 Phase II	
6102	City of Las Cruces	Municipalities	15-16-172	Competitive (RFP or RFB)	Smith & Aguirre Construction Co Inc				Las Cruces NM	Y	N	Pa cement Replacement 2015-2016 Phase II	
6102	City of Las Cruces	Municipalities	15-16-17	Competitive (RFP or RFB)	RJ Border International LP		\$207,985.00		Las Cruces NM	Y	N	2017 Intl 6 x Tar Spreader	
6102	City of Las Cruces	Municipalities	15-16-17	Competitive (RFP or RFB)	Doggett Freightliner				El Paso TX	No	No	2018 Intl 6 x Tar Spreader	
6102	City of Las Cruces	Municipalities	15-16-17	Competitive (RFP or RFB)	Roberts Truck Center of New Mexico LLC dba Summit Truck Group				Albuquerque NM	Yes	No	2019 Intl 6 x Tar Spreader	
6102	City of Las Cruces	Municipalities	15-16-17	Competitive (RFP or RFB)	Rush Truck Centers of New Mexico Inc.				Las Cruces NM	Yes	No	2020 Intl 6 x Tar Spreader	
6102	City of Las Cruces	Municipalities	15-16-17	Competitive (RFP or RFB)	Watson Truck & Supply Inc.				Hobbs NM	Yes	No	2017 Intl 6 x Tar Spreader	

# **City of Las Cruces**

## **Statistical Section Table of Contents**

### **June 30, 2016**

This part of the City of Las Cruces' 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 government's overall financial health.

GASB 44 provides the requirements for the schedules contained in this section of the City's CAFR.

#### **Content**

##### Financial Trends

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

##### Revenue Capacity

These schedules contain information to help the reader assess the City's most significant local revenue source; the sales tax.

##### Debt Capacity

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

##### Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

##### Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.

**City of Las Cruces**  
**Net Position by Category (in 000's)**  
**Last Ten Fiscal Years**  
**(Unaudited)**

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Governmental activities										
Net invest in capital assets	\$140,890	\$146,327	\$199,706	\$258,566	\$276,355	\$251,703	\$277,394	\$275,761	\$190,995	300,431
Restricted	34,371	32,766	32,625	33,168	34,983	58,634	58,994	62,860	80,631	116,782
Unrestricted	<u>103,926</u>	<u>126,919</u>	<u>82,891</u>	<u>57,690</u>	<u>64,435</u>	<u>76,973</u>	<u>70,628</u>	<u>83,720</u>	<u>84,682</u>	<u>(41,361)</u>
Subtotal governmental activities net position	279,187	279,187	306,012	315,222	349,424	375,773	387,310	407,016	356,308	375,852
Business-type activities										
Net invest in capital assets	105,556	103,498	126,330	140,672	152,923	153,707	155,584	158,115	166,565	204,136
Restricted	34,894	49,377	30,498	22,870	21,757	18,590	15,846	13,718	26,407	29,918
Unrestricted	<u>43,678</u>	<u>41,540</u>	<u>43,807</u>	<u>39,193</u>	<u>38,198</u>	<u>42,696</u>	<u>46,459</u>	<u>49,433</u>	<u>22,007</u>	<u>(12,505)</u>
Subtotal business-type activities net position	184,128	184,128	194,415	200,635	202,735	214,993	217,889	221,266	214,979	221,549
Primary government										
Net invest in capital assets	246,446	249,825	326,036	399,238	429,278	405,410	432,979	433,876	357,560	504,567
Restricted	69,265	82,143	63,123	56,038	56,740	77,224	74,841	76,578	107,038	146,700
Unrestricted	<u>147,604</u>	<u>168,459</u>	<u>126,698</u>	<u>96,883</u>	<u>102,633</u>	<u>119,669</u>	<u>117,087</u>	<u>133,153</u>	<u>106,689</u>	<u>(53,866)</u>
Total primary government net position	<u>\$ 463,315</u>	<u>\$ 463,315</u>	<u>\$ 500,427</u>	<u>\$ 515,857</u>	<u>\$ 552,159</u>	<u>\$ 602,303</u>	<u>\$ 624,907</u>	<u>\$ 624,906</u>	<u>\$ 571,287</u>	<u>\$ 597,401</u>

Note:

\* Reclassifications were made to prior year utility net positions

# City of Las Cruces

## Changes in Net Position (in 000's)

### Last Ten Fiscal Years

#### (Unaudited)

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
<b>Expenses</b>										
Governmental activities										
General government	\$ 25,894	\$ 16,560	\$ 30,359	\$ 16,101	\$ 16,667	\$ 18,105	\$ 13,125	\$ 16,476	\$ 17,465	\$ 29,352
Facilities	9,648	9,857	9,518	13,629	13,242	-	-	-	-	-
Police	21,426	23,814	26,944	26,886	26,628	26,719	27,744	28,115	26,926	26,783
Fire	10,346	11,290	10,611	11,155	11,339	11,984	12,408	12,733	13,828	14,247
Community development	4,641	5,047	4,574	7,586	5,830	4,743	4,394	4,593	4,859	5,214
Community and cultural services	-	-	-	-	-	9,033	9,011	9,315	9,273	9,553
Public services	11,774	12,525	11,524	10,506	9,833	-	-	-	-	-
Public works	16,756	19,728	11,083	19,728	20,285	26,085	20,184	21,168	21,885	21,483
Information technology	-	-	-	-	3,245	2,948	3,638	3,341	3,416	-
Transportation	-	-	-	-	-	4,045	10,448	8,159	8,161	8,042
Parks and recreation	-	-	-	-	-	9,214	8,482	9,120	9,798	10,325
Interest on long-term debt	3,148	4,003	4,307	4,564	3,862	3,844	3,469	3,158	3,071	3,613
Subtotal governmental activities expenses	103,633	102,824	108,920	110,155	110,931	116,720	112,903	116,178	118,682	128,612
Business-type activities										
Gas	29,976	30,478	25,095	25,834	25,500	24,045	24,105	10,957	10,776	11,273
Water	12,219	11,679	14,787	14,474	13,997	14,194	14,607	14,306	15,009	15,994
Wastewater	8,514	8,767	10,878	11,217	11,212	11,832	12,383	12,536	13,246	14,318
Solid waste	9,172	10,905	10,534	10,431	10,151	11,145	11,399	11,438	10,942	11,627
Transit	-	-	4,167	4,310	4,363	4,370	4,450	4,632	4,393	4,625
Other	3,801	4,185	107	-	-	-	-	-	-	-
Interest on long-term debt	2,626	3,422	-	-	-	-	-	-	-	-
Subtotal business-type activities expenses	66,308	69,436	65,568	66,266	65,223	65,586	66,944	53,869	54,366	57,837
Total primary government expenses	\$ 169,941	\$ 172,260	\$ 174,488	\$ 176,421	\$ 176,154	\$ 182,306	\$ 179,847	\$ 170,047	\$ 173,048	\$ 186,449
<b>Program Revenues</b>										
<b>Governmental activities:</b>										
Charges for services										
General Government	5,038	4,676	3,184	3,736	4,793	1,793	1,871	1,905	1,463	11,406
Facilities	396	-	340	340	987	-	-	-	-	-
Police	2,833	2,041	4,639	3,544	3,405	4,282	4,441	4,523	3,472	4,008
Fire	61	161	-	1	146	1,889	1,971	2,007	1,541	2,242
Community development	1,607	3,644	2,618	2,615	2,889	790	4,560	807	869	587
Community & cultural services	4,879	3,942	1,920	610	409	1,363	1,378	1,404	1,077	947
Public works	2,910	2,249	1,986	1,491	2,711	2,444	1,468	1,495	1,147	934
Information Technology	-	-	-	-	929	487	604	615	472	-
Transportation	-	-	-	-	-	534	1,617	1,647	1,264	850
Parks and recreation	-	-	-	-	-	1,435	1,334	1,358	1,043	1,630
Operating Grants and Contributions										
General Government	490	540	29	1,701	102	973	898	915	702	260
Facilities	-	-	-	-	-	-	-	-	-	-
Police	688	1,669	955	839	1,269	1,668	1,549	1,578	1,211	453
Fire	442	440	381	392	308	736	688	700	537	110
Community development	1,896	2,410	1,369	4,768	320	308	258	263	202	341
Community and cultural services	1,148	1,262	1,221	1,290	789	531	481	490	376	598
Public works	554	11	(23)	2,909	7,290	952	512	521	400	464
Information Technology	-	-	-	-	-	190	211	215	165	-
Transportation	-	-	-	-	-	208	564	574	441	353
Parks and recreation	-	-	-	-	-	559	465	474	364	67
Capital Grants and Contributions										
General Government	3,344	2,531	3,350	15,129	4,226	-	3,155	549	5,672	3,682
Facilities	-	-	-	-	-	-	-	-	-	-
Police	-	-	-	-	-	-	-	-	-	-
Fire	-	-	-	-	-	-	-	-	-	-
Community development	134	-	-	-	2,905	3,943	7,257	7,390	372	258
Community and cultural services	-	-	-	-	-	-	-	-	-	-
Public works	11,832	11,508	11,515	10,857	2,524	650	476	485	-	-
Subtotal governmental activities revenues	38,252	37,084	33,484	50,222	36,002	25,735	35,758	29,915	22,790	29,190

(Continued)



# City of Las Cruces

## Changes in Net Position (in 000's) – continued

### Last Ten Fiscal Years

#### (Unaudited)

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
<b>Business-type activities:</b>										
Charges for services										
Gas	31,614	31,991	23,880	24,693	24,498	24,150	24,243	10,932	10,736	10,873
Water	15,140	13,941	13,182	13,231	14,501	15,379	15,388	14,701	15,207	15,706
Waste water	12,070	10,910	10,793	10,822	10,897	11,599	12,004	11,970	11,570	11,767
Solid waste	10,155	10,194	9,710	10,204	10,361	11,050	11,735	11,589	11,818	13,525
Transit	-	-	-	564	640	660	637	737	620	768
Other	263	325	420	-	-	-	-	-	-	-
Operating Grants and Contributions										
Gas	-	-	-	-	-	-	-	-	-	-
Water	-	-	-	8	-	1	241	-	-	1,537
Waste water	-	-	-	-	-	-	-	-	-	1,256
Solid waste	-	-	-	-	-	-	-	-	-	-
Transit	-	-	-	1,368	1,614	1,765	3,185	2,459	2,253	2,325
Other	-	1,188	2,789	-	-	-	-	-	-	-
Capital Grants and Contributions										
Gas	342	335	333	50	4,570	-	97	-	33	73
Water	1,398	1,263	1,968	1,069	2,548	-	602	-	139	168
Waste water	2,141	1,926	2,383	531	2,034	-	590	-	122	87
Solid waste	-	-	-	-	-	-	-	-	-	-
Transit	-	-	-	626	58	-	-	-	-	-
Other	1,141	118	-	-	-	-	-	-	-	-
Subtotal business-type activities revenues	74,264	72,191	65,458	63,166	71,721	64,604	68,722	52,388	52,498	58,085
Total primary government revenues	112,516	109,275	98,942	113,388	107,723	90,339	104,480	82,303	75,288	87,275
<b>Net (Expense)/Revenue</b>										
Governmental activities	(65,381)	(65,740)	(75,436)	(59,933)	(74,929)	(90,985)	(77,145)	(86,263)	(95,892)	(99,422)
Business-type activities	7,956	2,756	(109)	(3,100)	6,498	(982)	1,778	(1,481)	(1,868)	248
Total primary government net expense	(57,425)	(62,984)	(75,544)	(63,033)	(68,431)	(91,967)	(75,367)	(87,744)	(97,760)	(99,174)
<b>*General Revenues and Other Changes in Net Position</b>										
Governmental activities										
Taxes										
Gross receipts	72,887	77,080	88,372	75,230	76,793	82,112	83,312	81,882	93,684	99,614
Property	9,355	10,891	-	13,216	13,904	13,281	13,972	14,265	14,461	14,841
Franchise	2,999	2,985	-	2,739	2,952	2,743	2,691	2,701	2,438	2,873
Investment income (loss)	5,902	3,842	(1,720)	3,569	3,462	4,172	(545)	5,892	5,515	4,805
Hospital net assets received	-	-	-	-	-	-	-	-	-	-
Telshor Facility income	2,973	267	278	139	5,473	-	-	-	-	-
Other	-	-	-	2,683	2,878	-	365	11	-	-
Donated capital assets	-	-	-	-	443	1,044	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-	-	-
Fees, fines, franchise fees	-	-	-	-	-	-	-	-	-	-
Other	2,456	2,835	3,091	-	-	-	-	-	-	-
Gain(loss) on disposal of fixed assets/sale of investments	-	-	-	-	-	-	-	-	-	-
Transfers	(4,434)	(4,083)	(4,232)	(3,442)	(3,697)	(830)	(2,945)	(3,161)	(2,943)	(3,168)
Total governmental activities	92,137	93,817	85,788	94,134	102,208	102,522	96,850	101,590	113,155	118,965
Business-type activities										
Investment income	3,855	3,408	1,597	1,302	306	2,258	(1,827)	1,465	2,797	2,714
Other	239	40	698	457	10	38	-	-	-	-
Gain(loss) on disposal of capital assets/sale of investments	-	-	-	-	(443)	46	-	-	-	441
Capital contributions	-	-	-	-	-	-	-	231	-	-
Transfers	4,434	4,083	4,232	3,442	3,697	830	2,945	3,161	2,943	3,168
Total business-type activities	8,528	7,531	6,528	5,201	3,570	3,172	1,118	4,857	5,740	6,323
Total primary government	100,665	101,347	92,316	99,335	105,778	105,694	97,968	106,447	118,895	125,288
<b>*Change in Net Position</b>										
Governmental activities	26,756	28,076	10,352	34,201	27,279	11,537	19,705	15,327	17,263	19,543
Business-type activities	16,484	10,288	6,419	2,101	10,068	2,190	2,896	3,376	3,872	6,571
Total primary Government	\$ 43,240	\$ 38,364	\$ 16,771	\$ 36,302	\$ 37,347	\$ 13,727	\$ 22,601	\$ 18,703	\$ 21,135	\$ 26,114

\* In FY 2013 Net Assets changed to Net Position . GASB Statement No. 63.

**City of Las Cruces**  
**Fund Balances – Governmental Funds**  
**(Unaudited)**

	<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>
General Fund						
Non-spendable	\$ 1,820,976	\$ 1,431,060	\$ 1,607,029	\$ 1,732,121	\$ 1,531,425	\$ 1,330,306
Restricted	49,695	87,037	26,654	109,896	43,994	853,513
Committed	8,034,176	5,937,791	7,464,550	6,120,361	5,142,436	5,809,607
Assigned	5,831,716	3,063,748	4,651,973	6,634,296	4,817,723	4,185,702
Unassigned	<u>34,727,631</u>	<u>31,379,100</u>	<u>22,243,480</u>	<u>20,665,163</u>	<u>25,898,101</u>	<u>21,718,500</u>
General fund subtotal	<u>50,464,194</u>	<u>41,898,736</u>	<u>35,993,686</u>	<u>35,261,837</u>	<u>37,433,679</u>	<u>33,897,628</u>
All Other Governmental Funds						
Restricted	116,732,589	80,544,450	61,250,466	58,884,597	58,590,185	34,129,396
Committed	11,010,857	20,493,179	16,309,303	19,566,873	21,284,190	33,900,122
Unassigned	<u>(205,952)</u>	<u>-</u>	<u>(3,102)</u>	<u>-</u>	<u>(5,166)</u>	<u>-</u>
All other governmental funds subtotal	<u>127,537,494</u>	<u>101,037,629</u>	<u>77,556,667</u>	<u>78,451,470</u>	<u>79,869,209</u>	<u>68,029,518</u>
	<u>\$ 178,001,688</u>	<u>\$ 142,936,365</u>	<u>\$ 113,550,353</u>	<u>\$ 113,713,307</u>	<u>\$ 117,302,888</u>	<u>\$ 101,927,146</u>

Notes:

\*The requirement for statistical data is ten years. GASB 54 was implemented in 2011, therefore, only data from 2011-2016 are shown.  
Prior years' data is available upon request.

**City of Las Cruces**  
**Changes in Fund Balances – Governmental Funds**  
**Last Ten Fiscal Years**  
**(Unaudited)**

	Fiscal Years									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
<b>Revenues</b>										
Taxes	\$ 85,240,647	\$ 90,955,351	\$ 88,372,353	\$ 91,184,536	\$ 93,649,128	\$ 95,393,242	\$ 97,283,814	\$ 96,147,228	\$ 108,144,911	\$ 114,455,163
Charges for services	1,401,332	1,359,566	2,038,227	1,639,472	1,693,974	2,748,831	2,621,870	2,978,651	2,871,940	2,957,652
Fees and fines	2,849,604	1,935,093	2,975,920	3,313,826	3,242,061	3,094,954	4,223,526	3,601,721	2,960,103	3,238,041
Franchise fees	2,456,015	2,677,024	2,772,546	2,683,038	2,877,685	2,742,676	2,691,014	2,700,727	2,438,470	2,873,464
Investment income	5,593,370	3,580,256	(1,909,490)	3,371,641	3,413,172	3,561,376	181,900	5,502,991	4,632,666	4,021,081
Licenses and permits	3,792,776	1,963,361	1,340,840	1,240,495	1,358,315	1,278,941	1,266,098	1,090,909	1,072,697	1,577,456
Operating grants and contributions	9,233,847	-	-	-	-	-	-	-	-	-
Grants and contracts	10,072,290	-	-	-	-	-	-	-	-	-
Special assessment	-	-	-	-	-	-	1,846,289	-	-	-
Intergovernmental	-	12,566,035	13,083,996	35,021,604	12,021,639	10,717,386	13,359,243	6,219,035	7,265,804	6,784,524
Other	-	12,030,681	7,805,665	6,780,990	9,661,224	8,601,347	6,168,354	8,237,485	8,798,356	7,211,763
Contributions from other governments	-	-	-	-	-	-	-	-	-	-
Total revenues	120,639,881	127,067,367	116,480,057	145,235,602	127,917,198	128,138,753	129,642,108	126,478,747	138,184,947	143,119,144
<b>Expenditures</b>										
<b>Current</b>										
General government	18,249,867	16,096,382	15,763,301	15,499,329	14,007,817	14,943,693	15,244,156	15,309,810	15,540,303	21,270,277
Facilities	8,919,653	9,029,214	9,475,716	12,899,522	12,419,508	-	-	-	-	-
Development services	-	-	-	-	-	-	-	-	-	-
Police	20,577,179	22,887,190	26,930,951	25,629,244	25,131,037	25,616,229	26,298,016	26,682,809	25,964,438	25,031,978
Fire	9,717,207	10,620,627	10,611,882	10,461,299	10,704,845	11,300,825	11,670,358	11,960,199	13,231,354	13,190,791
Community development	4,586,224	5,005,801	4,574,265	7,541,002	5,797,178	4,724,846	4,384,737	4,590,232	4,855,907	5,210,672
Community and cultural services	10,696,197	11,437,702	11,527,609	9,085,863	8,331,342	8,153,572	8,161,447	8,470,577	8,408,291	8,669,918
Public works	8,950,461	10,909,474	11,037,538	10,260,104	10,401,815	14,620,521	11,027,114	9,516,062	10,113,065	7,842,112
Information Technology	-	-	-	-	2,795,580	2,913,463	3,575,895	3,261,809	3,307,482	-
Transportation	-	-	-	-	-	3,192,467	7,227,168	7,124,350	7,050,236	6,748,867
Parks and recreation	-	-	-	-	-	8,582,487	7,910,542	8,487,589	9,096,141	9,516,112
Capital outlay	23,443,820	32,342,749	52,120,555	60,876,060	25,235,059	16,511,279	20,881,103	16,053,786	16,407,438	30,391,233
<b>Debt service</b>										
Principal	5,628,623	7,260,878	8,298,537	7,554,567	48,897,966	13,058,688	8,843,242	9,313,208	9,418,765	10,705,464
Interest and other charges	3,021,761	4,003,447	4,307,153	4,194,303	4,244,129	4,040,062	3,391,926	3,158,108	3,485,553	3,592,138
Bond issuance costs	-	-	-	-	-	-	-	100,850	612,093	625,648
Total expenditures	113,790,992	129,593,464	154,647,507	164,001,293	167,966,276	127,658,132	128,615,704	124,029,389	127,491,066	142,795,210
Excess of rev over (under) exp	6,848,889	(2,526,097)	(38,167,450)	(18,765,691)	(40,049,078)	480,621	1,026,404	2,449,358	10,693,881	323,934

(Continued)

**City of Las Cruces**  
**Changes in Fund Balances – Governmental Funds – continued**  
**Last Ten Fiscal Years**  
**(Unaudited)**

	Fiscal Years									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
<b>Other Financing Sources (Uses)</b>										
Issuance of debt	12,667,476	32,184,395	9,749,434	187,874	46,400,106	17,462,973	44,638	2,780,000	44,042,825	35,680,000
Bond premium (discount)	(74,891)	-	-	-	-	536,733	-	-	1,834,877	1,152,703
Hospital netposition received	-	-	-	-	-	-	-	-	-	-
Capital leases	-	-	-	-	-	-	-	-	-	-
Proceeds of notes payable	-	-	-	-	-	-	-	-	-	-
Gain on capital assets	-	157,755	587,667	28,308	575,764	812,621	1,043,557	251,515	122,895	1,197,843
Escrow refund	-	-	-	-	4,097,607	-	-	(1,590,000)	(19,545,000)	-
Payment to agency	-	-	-	-	-	-	-	(1,680,000)	-	-
Transfers in	12,616,224	25,472,862	21,088,190	19,719,483	26,035,390	22,493,222	20,070,575	20,982,459	21,933,451	34,732,300
Transfers out	(17,995,605)	(29,827,582)	(25,797,583)	(24,029,943)	(31,065,247)	(26,410,428)	(25,774,755)	(23,356,286)	(29,677,725)	(38,040,649)
Total other financing sources (uses)	7,213,204	27,987,430	5,627,708	(4,094,278)	46,043,620	14,895,121	(4,615,985)	(2,612,312)	18,711,323	34,722,197
Net change in fund balances	\$ 14,062,093	\$ 25,461,333	\$ (32,539,742)	\$ (22,859,969)	\$ 5,994,542	\$ 15,375,742	\$ (3,589,581)	\$ (162,954)	\$ 29,405,204	\$ 35,046,131
Debt service as a percentage of non-capital expenditures	9 57%	11 58%	12 30%	11 39%	37 23%	15 38%	11 36%	11 64%	12 17%	13 28%

**City of Las Cruces**  
**Taxable and Assessed Value of Property**  
**Last Ten Fiscal Years**  
**(Unaudited)**

<b>Fiscal Year</b>	<b>Real Property</b>		<b>Personal Property</b>		<b>Exemptions Real/Personal Property</b>	<b>Total</b>		<b>Ratio of Total Taxable Value</b>
	<b><u>Taxable Value</u></b>	<b><u>Assessed Value</u></b>	<b><u>Taxable Value</u></b>	<b><u>Assessed Value</u></b>		<b><u>Taxable Value</u></b>	<b><u>Assessed Value</u></b>	<b><u>To Total Assessed Value</u></b>
2007	1,465,644,191	4,396,932,573	78,063,717	234,191,151	151,047,500	1,392,660,408	4,177,981,224	33%
2008	1,727,610,513	5,182,831,539	80,241,171	240,723,513	170,687,030	1,637,164,654	4,911,493,962	33%
2009	1,997,809,308	5,730,625,452	87,600,824	262,802,472	176,456,635	1,908,953,497	5,726,860,491	33%
2010	2,106,691,015	6,320,073,045	57,474,536	172,423,608	196,456,064	1,967,709,487	5,903,128,461	33%
2011	2,177,020,916	6,531,062,748	58,320,048	174,960,144	203,413,980	2,031,926,984	6,095,780,952	33%
2012	2,151,439,907	6,454,319,721	54,925,488	164,776,464	202,125,710	2,004,239,685	6,012,719,055	33%
2013	2,125,289,873	6,375,869,619	59,624,489	178,873,467	200,707,966	1,984,206,396	5,952,619,188	33%
2014	2,155,885,195	6,467,655,585	61,581,848	184,745,544	208,357,576	2,009,109,467	6,027,328,401	33%
2015	2,183,225,521	6,549,676,563	(60,724,499)	(182,173,497)	209,457,558	1,913,043,464	5,739,130,392	33%
2016	4,334,489,601	13,003,468,803	(108,098,881)	(324,296,643)	541,083,663	3,685,307,057	11,055,921,171	33%

Source: Dona Ana County Property Abstract

**City of Las Cruces**  
**Property Tax Rates Per \$1,000 Assessed Valuation**  
**Both Residential and Non-Residential—Overlapping Governments**  
**Last Ten Fiscal Years**  
**(Unaudited)**

<b>Fiscal Year</b>	<b>City</b>	<b>State</b>	<b>Residential</b>		<b>Other</b>	<b>Total Residential</b>
			<b>County</b>	<b>School District</b>		
2007	5.879	1.221	7.979	9.795	1.927	26.801
2008	5.960	1.250	8.029	9.809	1.936	26.984
2009	6.136	1.150	8.249	9.807	1.961	27.303
2010	6.155	1.530	8.388	9.818	1.977	27.868
2011	6.452	1.362	8.736	9.831	2.000	28.381
2012	6.614	1.360	8.989	9.840	2.000	28.803
2013	6.757	1.360	9.202	9.851	2.000	29.170
2014	6.801	1.360	9.255	9.853	2.000	29.269
2015	6.806	1.360	9.267	9.852	2.000	29.285
2016	6.699	1.360	9.152	9.920	2.000	29.131

<b>Fiscal Year</b>	<b>City</b>	<b>State</b>	<b>Non-Residential</b>		<b>Other</b>	<b>Total Non- Residential</b>
			<b>County</b>	<b>School District</b>		
2007	7.120	1.221	12.017	10.014	2.000	32.372
2008	7.120	1.250	11.992	10.014	2.000	32.376
2009	7.120	1.150	12.001	10.004	2.000	32.275
2010	7.120	1.530	12.002	10.014	2.000	32.666
2011	7.120	1.362	12.000	10.014	2.000	32.496
2012	7.120	1.360	11.995	10.014	2.000	32.489
2013	7.120	1.360	11.949	10.014	2.000	32.443
2014	7.120	1.360	11.935	10.013	2.000	32.428
2015	7.120	1.360	11.964	10.013	2.000	32.457
2016	7.120	1.360	11.959	10.116	2.000	32.555

Source: New Mexico Department of Finance & Administration, Local Government Division  
Dona Ana County

**City of Las Cruces**  
**Principal Property Taxpayers**  
**June 30, 2016**  
**Last Ten Fiscal Years**  
**(Unaudited)**

Taxpayer	Type of Business	FY2016			FY2015			FY2014			FY2013			FY2012		
		Taxable Value	Percentage of Total Taxable Value		Taxable Value	Percentage of Total Taxable Value		Taxable Value	Percentage of Total Taxable Value		Taxable Value	Percentage of Total Taxable Value		Taxable Value	Percentage of Total Taxable Value	
			Rank			Rank			Rank			Rank			Rank	
EL PASO ELECTRIC COMPANY	ELECTRICITY	\$ 78,255,738	1.97%	1	\$ 96,539,781	4.59%	1	\$ 88,614,513	4.27%	1	\$ 83,788,517	4.09%	1	\$ 83,900,940	4.19%	1
LAS CRUCES MEDICAL CENTER LLC	MEDICAL CENTER	54,590,000	1.38%	2	65,093,288	3.10%	2	68,342,933	3.29%	2	67,806,108	3.31%	2	68,328,088	3.41%	2
MEMORIAL MEDICAL CENTER	MEDICAL CENTER	54,042,000	1.36%	3	50,676,800	2.41%	3	50,853,900	2.45%	3	66,381,142	3.24%	3	66,824,652	3.33%	3
SUNE SPS1 LLC	ELECTRICITY				31,984,810	1.52%	5	36,200,000	1.74%	4	40,632,555	1.99%	4	18,908,564	0.94%	7
MESILLA VALLEY MALL LLC	SHOPPING CENTERS	35,248,800	0.89%	4	35,116,500	1.67%	4	32,181,500	1.55%	5	32,181,500	1.57%	5	31,562,620	1.57%	4
COMCAST CABLEVISION OF NM/PA INC	TELEVISION SERVICES	21,760,209	0.55%	7	21,612,820	1.03%	8	23,280,858	1.12%	6	24,909,411	1.22%	6	25,781,160	1.29%	6
QWEST CORPORATION	COMMUNICATIONS	22,407,480	0.56%	6	22,846,665	1.09%	7	22,328,470	1.08%	8	23,149,114	1.13%	7	26,808,806	1.34%	5
COPPERSTONE LLC	REAL ESTATE	25,604,957	0.64%	5	23,522,866	1.12%	6	23,258,900	1.12%	7	17,869,700	0.87%	8			
DUKE REALTY LAS CRUCES MOB LLC	REAL ESTATE										14,780,000	0.72%	9			
LAS CRUCES MADISON OWNERSHIP CO. LLC	REAL ESTATE										14,697,557	0.72%	10	14,277,800	0.71%	10
CASA BANDERA TIC LLC	REAL ESTATE	14,148,500	0.36%	10										14,303,200	0.71%	9
LAS CRUCES - TMB LLC	REAL ESTATE													14,780,000	0.74%	8
FS LAGUNA SECA I LLC	SHOPPING CENTERS															
PUBLIC SERVICE CO OF NM	ELECTRICITY															
UNION PACIFIC RAIL ROAD COMPANY	RAILROAD															
EL PASO NATURAL GAS CO	GASOLINE															
LAS UVAS VALLEY DAIRY	AGRICULTURE															
BURLINGTON NORTHERN & SANTA FE RAILROAD	RAILROAD															
NEW MEXICO MALL PARTNERS LP	SHOPPING CENTERS															
MY WAY OF HOLDINGS LLC	CASINO															
SONOMA SPRINGS PARTNERS LP	REAL ESTATE															
PARK PLACE PERIDOT LLC	BUSINESS COMPLEX															
SOUTHWEST MALLS REAL ESTATE	SHOPPING CENTERS															
LAS CRUCES APARTMENT Co. LLC	PROPERTY DEVELOPMENT															
LAS CRUCES LAGUNA SECA LTD	SHOPPING CENTERS															
CMAT 1999-CI TOWN CENTER LLC	BUSINESS COMPLEX															
SAM'S EAST, INC.	DISCOUNT STORES															
ANTHEM PARK PLACE LP	BUSINESS COMPLEX															
WAL-MART STORES, INC.	DISCOUNT STORES							16,442,600	0.79%	9						
LAS CRUCES INVESTCO LLC	REAL ESTATE				14,689,139	0.70%	10	14,345,600	0.69%	10						
SONOMA PALMS APTS LOUISIANA LLC	APARTMENTS	14,871,437	0.37%	9	15,646,000	0.74%	9									
CLEAR SKY CAPITAL CASAS DE SOLEDAD		15,126,762	0.38%	8												
			8.46%			17.96%			18.10%			18.87%			18.24%	

(Continued)

**City of Las Cruces**  
**Principal Property Taxpayers – continued**  
**June 30, 2016**  
**Last Ten Fiscal Years**  
**(Unaudited)**

Taxpayer	Type of Business	FY 2010			FY 2009			FY 2008			FY 2007		
		Taxable Value	Percentage of Total Taxable		Taxable Value	Percentage of Total Taxable		Taxable Value	Percentage of Total Taxable		Taxable Value	Percentage of Total Taxable	
			Value	Rank		Value	Rank		Value	Rank		Value	Rank
EL PASO ELECTRIC COMPANY	ELECTRICITY	\$ 74,944,703	3.81%	1	\$ 67,831,036	3.72%	1	\$ 64,345,540	3.93%	1	\$ 59,515,890	4.27%	1
LAS CRUCES MEDICAL CENTER LLC	MEDICAL CENTER	56,276,100	2.86%	3	18,758,700	1.03%	4	19,334,467	1.18%	4	18,392,667	1.32%	4
MEMORIAL MEDICAL CENTER	MEDICAL CENTER	74,406,896	3.78%	2	17,287,000	0.95%	6	17,169,067	1.05%	5	16,482,767	1.18%	5
SUNE SPS1 LLC	ELECTRICITY												
MES LLA VALLEY MALL LLC	SHOPP NG CENTERS	31,422,000	1.60%	5									
COMCAST CABLEVISION OF NM/PA NC	TELEVISION SERVICES	24,878,595	1.26%	6									
QWEST CORPORATION	COMMUNICATIONS	39,251,670	1.99%	4	19,977,512	1.10%	3	26,869,586	1.64%	3	24,800,703	1.78%	3
COPPERSTONE LLC	REAL ESTATE												
DUKE REALITY LAS CRUCES MOB LLC	REAL ESTATE												
LAS CRUCES MADISON OWNERSHIP CO. LLC	REAL ESTATE	15,833,100	0.80%	7	9,171,319	0.50%	9	9,007,400	0.55%	10	7,687,900	0.55%	10
CASA BANDERA TIC LLC	REAL ESTATE	15,454,200	0.79%	8									
LAS CRUCES - TMB LLC	REAL ESTATE	15,300,000	0.78%	9									
FS LAGUNA SECA I LLC	SHOPP NG CENTERS	13,160,400	0.67%	10									
PUBLIC SERVICE CO OF NM	ELECTRICITY				34,621,991	1.90%	2	34,744,992	2.12%	2	43,703,556	3.14%	2
UNION PACIFIC RAILROAD COMPANY	RA LROAD				17,964,050	0.99%	5	15,951,623	0.97%	6	13,610,022	0.98%	6
EL PASO NATURAL GAS CO	GASOLINE				12,938,360	0.71%	8	12,558,435	0.77%	7	13,732,645	0.99%	7
LAS UVAS VALLEY DAIRY	AGRICULTURE							11,841,705	0.72%	8			
BURLINGTON NORTHERN & SANTA FE RAILROAD	RA LROAD				13,413,383	0.74%	7	11,487,369	0.70%	9	10,883,002	0.78%	8
NEW MEXICO MALL PARTNERS LP	SHOPP NG CENTERS				8,309,100	0.46%	10				8,159,267	0.59%	9
MY WAY OF HOLDINGS LLC	CASINO												
SONOMA SPRINGS PARTNERS LP	REAL ESTATE												
PARK PLACE PERDOT LLC	BUSINESS COMPLEX												
SOUTHWEST MALLS REAL ESTATE	SHOPP NG CENTERS												
LAS CRUCES APARTMENT Co. LLC	PROPERTY DEVELOPMENT												
LAS CRUCES LAGUNA SECA LTD	SHOPP NG CENTERS												
CMAT 1999-CITOWN CENTER LLC	BUSINESS COMPLEX												
SAM'S EAST, NC.	DISCOUNT STORES												
ANTHEM PARK PLACE LP	BUSINESS COMPLEX												
WAL-MART STORES, NC.	DISCOUNT STORES												
LAS CRUCES INVESTCO LLC	REAL ESTATE												
SONOMA PALMS APTS LOUISIANA LLC	APARTMENTS												
CLEAR SKY CAPITAL CASAS DE SOLEDAD													
		18.34%			12.09%			13.64%			15.58%		

Source: Dona Ana County Property Abstract - County Assessors Office



**City of Las Cruces**  
**Property Tax Levies and Collections**  
**Last Ten Fiscal Years**  
**(Unaudited)**

<b>Fiscal Year Ended June 30</b>	<b>Total Tax Levy for Fiscal Year</b>	<b>Collected within the Fiscal Year of the Levy</b>		<b>Collections in Subsequent Years</b>	<b>Total Collections To Date</b>	
		<b>Amount</b>	<b>Percentage of Levy</b>		<b>Amount</b>	<b>Percentage of Levy</b>
2007	9,071,624	8,953,266	98.7%	12,138	9,059,486	99.9%
2008	10,576,136	10,126,626	95.7%	11,543	10,564,593	99.9%
2009	11,806,587	11,249,267	95.3%	25,002	11,781,585	99.8%
2010	12,713,979	12,103,053	95.2%	46,031	12,667,948	99.6%
2011	13,128,983	12,566,172	95.7%	72,289	13,056,694	99.4%
2012	13,345,937	12,823,300	96.1%	204,850	13,141,087	98.5%
2013	13,802,013	13,312,600	96.5%	489,413	13,312,600	96.5%
2014	14,200,416	13,740,560	96.8%	459,856	13,740,560	96.8%
2015	14,434,851	13,982,535	96.9%	452,316	13,982,535	96.9%
2016	14,878,291	14,361,584	96.5%	857,048	14,361,584	96.5%

Source: Dona Ana County Treasurer's Office  
Property Tax Schedule

# City of Las Cruces

## Ratio of Outstanding Debt by Type

### Last Ten Fiscal Years

Governmental Activities					Business-Type Activities						
Fiscal Year	Sales Tax Revenue Bonds	Unamortized Premium on Sales Tax Revenue Bonds	Notes Payable	Capital Lease	Utility Revenue Bonds	Unamortized Discount on Utility Revenue Bonds	Capital Leases	Notes Payable	Total Primary Government	Percentage of Personal Income *	Per Capita *
2007	59,080,000	346,548	12,298,853	770,645	52,530,000	(207,671)	83,981	1,029,010	125,931,366	7.41%	1,524
2008	54,125,000	208,925	42,333,919	554,258	50,200,000	(99,490)	74,147	26,069,790	173,466,549	7.96%	1,933
2009	48,950,000	346,679	49,003,451	324,909	44,635,000	27,375	65,147	27,486,462	170,839,023	7.84%	1,824
2010	44,145,000	298,717	46,441,758	81,822	41,225,000	30,003	-	27,046,304	159,268,604	2.73%	1,700
2011	73,335,000	2,400,558	12,521,411	-	61,980,000	677,189	-	1,904,310	152,818,468	2.63%	1,561
2012	73,385,000	2,761,500	16,875,696	-	58,060,000	639,532	-	2,558,421	154,280,149	2.47%	1,548
2013	67,580,000	2,585,708	13,882,092	-	54,015,000	601,874	-	2,101,541	140,766,215	6.98%	1,400
2014	59,350,000	2,409,916	13,988,884	-	49,865,000	563,895	-	1,632,909	127,810,604	5.96%	1,261
2015	72,015,000	4,041,329	11,576,819	-	53,050,000	2,658,905	-	3,812,635	147,154,688	6.76%	1,451
2016	99,935,000	4,884,608	8,605,230	-	65,445,000	3,584,671	-	3,116,172	185,570,681	7.02%	1,843

Notes:

Details regarding the city's outstanding debt-can be found in the note 7 to the financial statements

\* See Schedule 14 for the personal income and population data. These ratios are calculated using personal income and population for the prior fiscal year.

**City of Las Cruces**  
**Ratio of Net General Obligation Debt to**  
**Taxable Value and Net General Obligation Bonded Debt Per Capita**  
**Last Ten Fiscal Years**  
**(Unaudited)**

<b>Fiscal Year</b>	<b>Population</b>	<b>Taxable Value</b>	<b>General Obligation Bonded Debt Outstanding</b>	<b>Less Debt Service Fund</b>	<b>Net Bonded Debt</b>	<b>Ratio of Net Bonded Debt To Taxable Value</b>	<b>Net Bonded Debt Per Capita</b>
2007	87,542	1,392,660,408	-	-	-	N/A	N/A
2008	89,722	1,637,164,654	-	-	-	N/A	N/A
2009	93,680	1,821,352,673	-	-	-	N/A	N/A
2010	93,452	1,921,638,946	-	-	-	N/A	N/A
2011	97,906	2,031,926,984	-	-	-	N/A	N/A
2012	99,665	2,004,239,685	-	-	-	N/A	N/A
2013	100,557	2,046,371,786	-	-	-	N/A	N/A
2014	101,324	2,076,068,745	-	-	-	N/A	N/A
2015	101,408	2,102,950,157	-	-	-	N/A	N/A
2016	100,698	2,181,741,246	-	-	-	N/A	N/A

Source: Dona Ana County Property Abstract

**City of Las Cruces**  
**Computation of Direct and Overlapping Debt**  
**June 30, 2016**  
**(Unaudited)**

<u>Jurisdiction</u>	<u>Total General Debt Outstanding As of 6/30/2016</u>	<u>Percentage Applicable To City of Las Cruces</u>	<u>City of Las Cruces Share of Debt</u>
<b>Direct:</b>			
City of Las Cruces	\$ 113,424,838	100.00%	\$ 113,424,838
<b>Overlapping :</b>			
Dona Ana County	23,858,132	76.70%	18,299,105
Las Cruces School District	151,328,718	116.66%	176,539,418
Dona Ana Community College	19,798,438	44.97%	8,902,956
<b>Total Overlapping</b>	194,985,288		203,741,479
<b>Total Direct And Overlapping General Obligation Bonded Debt</b>	<u>\$ 308,410,126</u>		<u>\$ 317,166,317</u>

**Note:**

Overlapping rates are those of local and county governments that apply to the property owners of the City of Las Cruces. The percentage applicable to the City was determined by calculating the amount of property tax levied by the jurisdictions in the City divided by the total property taxes levied by the jurisdictions.

Source: City of Las Cruces; State of New Mexico; Dona Ana County; Las Cruces School District; Dona Ana Branch Community College

**City of Las Cruces**  
**Computation of Legal Debt Margin**  
**Last Ten Fiscal Years**  
**June 30, 2016**  
**(Unaudited)**

	<u>FY 2016</u>
<b>Taxable Valuation</b>	\$ 2,181,741,246
<b>Legal Debt Limit- 4% of Assessed Valuation</b>	87,269,650
<b>Amount of Long-Term Debt Subject To Legal Debt Limit: General Obligation Debt Outstanding</b>	-
<b>Legal Debt Margin</b>	<u>\$ 87,269,650</u>

	<u>Fiscal Year</u>									
	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	
Debt Limit	\$ 55,706,416	\$ 65,486,586	\$ 72,854,107	\$ 76,865,558	\$ 81,277,079	\$ 80,169,587	\$ 81,854,871	\$ 83,042,750	\$ 84,118,006	
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	
<b>Total debt margin</b>	<b>\$ 55,706,416</b>	<b>\$ 65,486,586</b>	<b>\$ 72,854,107</b>	<b>\$ 76,865,558</b>	<b>\$ 81,277,079</b>	<b>\$ 80,169,587</b>	<b>\$ 81,854,871</b>	<b>\$ 83,042,750</b>	<b>\$ 84,118,006</b>	
Total debt applicable to the limit as a percentage of debt limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	

Source: Dona Ana County Property Abstract

**City of Las Cruces**  
**Pledged-Revenue Bond/Note Coverage**  
**Last Ten Fiscal Years**  
**(Unaudited)**  
**June 30, 2016**

Gross Receipts Tax Revenue Bonds/Notes					Utility Revenue Bonds/Notes						Environmental Gross Receipts Tax Bonds			
Fiscal Year	Pledged Revenues	Debt Service		Coverage	Utility Service Charges	Less Operating Expenses	Net Available Revenue	Debt Service		Coverage	Pledged Revenues	Debt Service		Coverage
		Principal	Interest					Principal	Interest			Principal	Interest	
2007	47,195,398	4,583,873	2,447,367	6 71	58,441,509	(45,068,724)	13,372,785	1,940,010	2,330,112	3 13	1,523,163	605,000	235,666	1 81
2008	52,160,180	6,149,329	3,470,509	5 42	56,842,630	(45,125,377)	11,717,253	2,390,701	2,980,463	2 18	1,616,819	625,000	217,516	1 92
2009	49,211,512	7,084,187	3,931,990	4 47	47,854,543	(40,565,130)	7,289,413	2,967,453	3,342,628	1 16	1,519,556	640,000	198,766	1 81
2010	50,704,723	6,529,567	3,844,737	4 89	48,746,903	(41,635,816)	7,111,087	3,556,476	2,765,451	1 12	1,559,777	660,000	179,566	1 86
2011	50,412,206	7,131,321	2,828,948	5 06	49,896,286	(40,638,076)	9,258,210	4,085,000	2,101,594	1 50	1,555,093	680,000	159,766	1 85
2012	51,730,477	7,215,472	3,370,997	4 89	51,128,443	(40,127,838)	11,000,605	3,920,000	2,205,491	1 80	1,585,138	705,000	149,567	1 85
2013	52,346,775	7,388,465	3,117,693	4 98	51,635,196	(41,403,992)	10,231,204	4,045,000	2,075,941	1 67	1,605,605	751,279	137,985	1 81
2014	51,493,059	7,783,439	2,912,096	4 81	52,409,657	(42,485,209)	9,924,448	4,150,000	1,953,660	1 63	1,578,684	813,594	121,142	1 69
2015	52,842,407	8,146,612	3,301,885	4 62	50,011,524	(41,273,716)	8,737,808	4,420,000	1,796,217	1 41	1,616,984	534,866	71,740	2 67
2016	57,727,707	9,425,619	3,421,436	4 49	47,909,593	(40,862,240)	7,047,353	4,670,000	2,101,424	1 04	1,773,442	521,163	71,717	2 99

Gas Tax Notes					Fire Protection Fund				Lodger's Tax and Convention Center Fees Bonds/Note			
Fiscal Year	Pledged Revenues	Debt Service		Coverage	Pledged Revenues	Debt Service		Coverage	Pledged Revenues	Debt Service		Coverage
		Principal	Interest			Principal	Interest			Principal	Interest	
2007	1,506,014	315,000	207,845	2 88	389,470	38,630	15,213	7 23	-	-	-	-
2008	1,439,465	330,000	192,568	2 75	416,741	99,929	27,942	3 26	2,894,472	327,038	738,163	2 72
2009	1,500,597	345,000	176,398	2 88	359,453	201,746	76,637	1 29	2,796,277	678,338	1,184,922	1 50
2010	1,523,173	365,000	159,148	2 91	371,065	208,969	51,045	1 43	2,872,180	703,976	1,159,349	1 54
2011	1,537,530	385,000	140,533	2 93	285,715	219,316	65,387	1 00	3,057,756	365,000	704,831	2 86
2012	1,541,617	410,000	9,338	3 68	628,710	227,216	61,790	2 18	3,297,396	550,000	1,036,894	2 08
2013	1,546,274	405,000	13,703	3 69	418,242	235,498	53,522	1 45	3,169,736	565,000	1,023,144	2 00
2014	1,476,335	405,000	12,042	3 54	689,916	244,175	44,854	2 39	3,004,138	580,000	1,009,019	1 89
2015	1,502,770	410,000	9,288	3 58	609,873	256,287	35,754	2 09	3,127,447	595,000	991,619	1 97
2016	1,547,856	415,000	5,229	3 68	725,117	268,682	28,332	2 44	3,351,562	615,000	973,769	2 11

Solid Waste Revenue Notes						
Fiscal Year	Utility Service Charges	Less Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2007	-	-	-	-	-	-
2008	10,194,037	(10,238,849)	(44,812)	89,791	33,090	(0 36)
2009	10,267,228	(9,733,870)	533,358	229,627	72,597	1 76
2010	10,204,248	(9,578,086)	626,162	293,682	86,309	1 65
2011	10,360,956	(9,202,975)	1,157,981	302,457	77,522	3 05
2012	11,049,646	(10,366,503)	683,143	362,450	72,549	1 57
2013	11,735,393	(10,563,465)	1,171,928	456,880	69,828	2 23
2014	11,589,136	(10,680,237)	908,898	468,632	58,065	1 73
2015	11,740,390	(9,976,506)	1,763,884	596,093	56,472	2 70
2016	13,525,241	(10,485,014)	3,040,227	696,463	64,114	4 00

**Notes:**

Details regarding the City's outstanding debt can be found in Note 7 of the financial statements

Operating expenses do not include interest, depreciation, or amortization expenses

The 2010 Convention Center bonds are pledged first with the lodger's tax and convention center fees and then by the state shared gross receipts taxes

**City of Las Cruces**  
**Demographic Data**  
**Last Ten Fiscal Years**  
**June 30, 2016**  
**(Unaudited)**

<b><u>Fiscal Year</u></b>	<b><u>Population</u></b>	<b><u>Personal Income</u></b> (thousands of dollars)	<b><u>Per Capita Income</u></b>	<b><u>Median Age</u></b>	<b><u>School Enrollment</u></b>	<b><u>Unemployment Rate %</u></b>
2007	87,542	\$ 1,539,951	17,591	32.5	24,000	4.2%
2008	89,722	2,179,617	24,293	32.5	23,747	4.5%
2009	93,680	1,784,791	19,052	31.0	24,530	7.2%
2010	93,452	2,640,112	28,251	31.0	24,400	7.9%
2011	97,906	2,757,522	28,165	35.8	24,706	6.9%
2012	99,665	2,959,453	29,694	33.0	24,534	6.8%
2013	100,557	2,015,363	20,042	33.2	24,495	6.9%
2014	101,324	2,145,941	21,179	32.4	24,516	6.6%
2015	101,408	2,176,216	21,460	31.1	24,191	8.2%
2016	101,643	2,155,848	21,210	33.6	24,613	7.2%

Sources:

U.S. Census Bureau

Las Cruces Public Schools

**City of Las Cruces**  
**Principal Employers**  
**Last Ten Fiscal Years**  
**June 30, 2016**  
**(Unaudited)**

<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>
New Mexico State University Las Cruces Public Schools Peak Behavioral Health Services Memorial Medical Center Wal-mart Mountain View Regional Medical Center Dona Ana County Administration Dona Ana Branch Community College Addus Health Care National Aeronautics & Space Sunland Park Racetrack and Casino	New Mexico State University Las Cruces Public Schools City of Las Cruces Memorial Medical Center Wal-mart Mountain View Regional Medical Center Dona Ana County Dona Ana Branch Community College Addus Healthcare ( formerly Coordinated ) National Aeronautics & Space	New Mexico State University Las Cruces Public Schools City of Las Cruces Memorial Medical Center Wal-mart Mountain View Regional Medical Center Dona Ana County Dona Ana Branch Community College Coordinated Care Corp National Aeronautics & Space	New Mexico State University Las Cruces Public Schools City of Las Cruces Memorial Medical Center Wal-mart Mountain View Regional Medical Center Dona Ana County Dona Ana Branch Community College Coordinated Care Corp National Aeronautics & Space	New Mexico State University Las Cruces Public Schools City of Las Cruces Memorial Medical Center Dona Ana Branch Community College Dona Ana County Mountain View Regional Medical Center Wal-Mart Coordinated Care Corp National Aeronautics & Space
<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>
New Mexico State University Las Cruces Public Schools Memorial Medical Center Coordinated Care Corp Dona Ana Branch Community College Wal-Mart Dona Ana County Mountain View Regional Medical Center City of Las Cruces National Aeronautics & Space	Border Foods Inc Dona Ana Branch Community College Dona Ana County Las Cruces Public Schools Memorial Medical Center Mountain View Regional Medical Center National Aeronautics & Space New Mexico State University Tyson Prepared Foods Wal-Mart	Border Foods Inc Dona Ana Branch Community College Dona Ana County Las Cruces Public Schools Memorial Medical Center Mountain View Regional Medical Center National Aeronautics & Space New Mexico State University Tyson Prepared Foods Wal-Mart	Advanced Care Hospital Of SNM Border Foods Inc Coordinated Care Corp Dona Ana Branch Community College Dona Ana County Administration Las Cruces Public Schools Memorial Medical Center Mountain View Regional Medical Center National Aeronautics & Space New Mexico State University	Border Foods Inc Coordinated Care Corp Dona Ana Branch Community College Dona Ana County Administration Las Cruces Public Schools Memorial Medical Center Mountain View Regional Medical Center National Aeronautics & Space New Mexico State University Tresco Tots

**Note:**

By law, the New Mexico Department of Labor may not release the number of employees.  
For further information, contact Ms. Rachel Moscovitz at the New Mexico Department of Labor at (505) 383-2722.

Source: New Mexico Department of Labor, Bureau of Labor & Statistics



**City of Las Cruces**  
**City Government Employees by Function/Program**  
**Last Ten Fiscal Years**  
**June 30, 2016**  
**(Unaudited)**

<u>Function/program</u>	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
<b>General Government</b>										
City Administration	17	8	15	18	22	28	21	20	23	24
Financial Services	47	62	59	58	58	42	42	38	42	42
Human Resources	12	14	14	15	14	15	15	15	15	13
Legal	35	46	35	22	26	22	25	25	25	28
Risk Management**	6	7	7	7	9	0	0	0	0	0
<b>Facilities**</b>										
Administration**	7	12	12	10	10	0	0	0	0	0
Airport Operations**	4	4	4	4	4	0	0	0	0	0
Building Services**	32	38	35	34	37	0	0	0	0	0
Fleet Services**	22	24	23	27	31	0	0	0	0	0
Parks**	60	58	58	72	70	0	0	0	0	0
<b>Police</b>										
Administration	61	56	56	64	65	52	64	61	61	66
Officers	192	204	209	213	241	209	202	192	198	184
<b>Fire</b>										
Administration	12	12	13	13	11	13	14	13	13	13
Firefighters and Officers	109	116	108	104	116	122	123	122	118	118
<b>Community Development</b>										
Administration	22	22	21	21	19	11	17	16	16	16
Neighborhood Development	7	15	16	16	21	17	13	5	6	7
Permits and Inspections	20	21	22	23	21	23	25	24	19	20
<b>Community and Cultural Services (PS)**</b>										
Administration	0	0	0	0	0	0	10	18	24	21
Convention & Visitors' Bureau	8	10	10	10	10	9	10	11	11	11
Library	37	36	43	40	36	38	26	24	27	27
Museum Systems	15	18	21	19	31	18	13	13	11	12
Parks & Recreation**	51	26	41	43	47	0	0	0	0	0
Public Information	6	7	7	7	7	6	6	6	6	5
Senior Programs	46	34	59	51	56	45	17	8	7	9
Transit**	51	49	50	49	60	0	0	0	0	0
<b>Public Works</b>										
Administration	2	3	3	3	3	8	9	9	9	11
Building Services	0	0	0	0	0	38	43	42	45	45
Engineering	36	53	50	44	38	34	36	33	35	35
Street Systems**	58	58	53	53	57	0	0	0	0	0
<b>Support Services</b>										
Document Services	3	2	2	2	2	2	2	2	2	2
Information Tech. & Comm.	28	32	27	19	24	24	25	23	23	21
<b>Transportation**</b>										
Administration**	0	0	0	0	0	8	7	8	8	11
Airport Operations**	0	0	0	0	0	4	3	3	3	3
Fleet Services**	0	0	0	0	0	24	26	23	25	27
Street Systems**	0	0	0	0	0	46	54	46	44	46
Transit**	0	0	0	0	0	48	41	43	41	43
<b>Parks and Recreation**</b>										
Administration**	0	0	0	0	0	7	9	15	17	17
Aquatics**	0	0	0	0	0	44	10	11	39	11
Parks**	0	0	0	0	0	52	53	49	51	39
Recreation and Athletic Programs*	0	0	0	0	0	31	18	19	17	13
<b>Utilities</b>										
Administration**	0	0	0	0	0	19	26	29	30	38
Gas	67	77	69	61	64	62	68	62	62	64
Solid Waste	63	74	67	53	39	42	43	41	42	47
Wastewater	55	81	73	71	75	66	81	89	84	82
Water	52	37	33	46	51	50	42	34	40	37
<b>Total Employees</b>	1,243	1,316	1,315	1,292	1,375	1,279	1,239	1,192	1,239	1,208

\*The requirement for statistical data is ten years. GASB 34 was implemented in 2002. Data from 2007 to 2016 is shown.

\*\*These are changes due to 2012 Reorganization

Data for this schedule was obtained from the 2016-2017 Adopted Budget Book pages 119 to 163 which was compiled from Human Resources

**City of Las Cruces**  
**Operating Indicators by Function/Program**  
**Last Ten Fiscal Years**  
**June 30, 2016**  
**(Unaudited)**

Function/program	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General Government										
Number of newsletters printed and mailed	216,000	231,100	232,000	222,000	232,800	-	-	172,000	164,000	164,000
Number of newsletters produced						4	75	4	4	16
Cost per newsletter	\$ 0.26	\$ 0.26	\$ 0.26	\$ 0.26	\$0.23	\$88.00	\$132.29	\$371.00	\$6.34	\$0.58
Average number of days from position postings to position hires	44	39	80	79	76.5	78.0	74.5			50.0
Operating and maintenance cost per work station	<\$3500	<\$3500	<\$3,600	<\$3,600	<3800	<4000	<3800	<3800	<3800	<3800
Public Works/Building Services										
Dollar amount of projects managed per employee	\$8.96 M	\$10.49M	\$ 8.94	\$ 10.40	4.1 M	2.2M	3.79M	2.69M	2.67M	5.90M
Number of project work orders (over \$10,000) requested	75	79	70	43	31	39	40	60	32	29
Conduct park safety and maintenance inspections	126/qtr	147/qtr	148/qtr	150/qtr	153/qtr	153/qtr	154/qtr	153/qtr	154/qtr	154/qtr
Total number of facilities operated and maintained	94	96	97	99	99	106	112	107	106	104
Police										
Number of citations issued	26,374	33,810	30,109	47,193	21,869	24,238	20,014	15,968	15,968	17,660
Number of clean up events	103	141	132	146	223	287	371	27	25	47
Number of codes violations addressed	26,615	30,944	20,082	23,064	30,399	32,000	37,742	38,919	32,333	32,749
Fire										
Number of building inspections	2,696	3,400	1,449	2,279	2,796	2,162	3,339	2,152	3,240	3,525
Number of citizens who receive safety education	3,860	2,224	1,556	2,150	3,150	3,691	3,663	5,700	5,739	7,950
Community Development										
Number of affordable rental and owner occupied housing using CDBG and HOME funds	108	71	67	96	53	58	66	56	61	62
Miles of bicycle facility lane installed	5	-	2.2	4.0	3.0	3.1	1.3	1.4	13.0	0.4
Number of special events hosted in downtown area	23	21	15	25	14	15	15	35	39	58
Number of vendors participating in the Farmer's and Crafts Market	126	255	295	275	300	340	285	0	0	-
Number of residential building permits issued ( Res New SFD & Res New Townhouses 7/1/13-6/30/14)	1,547	1,158	490	468	475	396	417	343	315	379
Amount collected for residential permits	\$ 4,751,817	\$ 2,948,042	\$ 1,370,971	\$ 1,272,140	\$ 1,447,377	\$ 1,443,350	\$ 1,672,730	\$ 1,680,579	\$ 1,519,102	\$ 1,783,294
Number of commercial building permits issued (New Commercial Const includes New multi-family 7/1/13-6	147	125	22	17	21	45	25	38	14	26
Amount collected for commercial permits	\$ 532,631	\$ 367,385	\$ 156,315	\$ 83,232	\$ 64,748	\$ 408,195	\$ 928,059	\$ 680,075	\$ 242,413	\$ 737,098

*(Continued)*

# City of Las Cruces

## Operating Indicators by Function/Program – continued

### Last Ten Fiscal Years

#### June 30, 2016

#### (Unaudited)

Function/program	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
<b>Community &amp; Cultural Services</b>										
Request for visitor information at Convention & Visitor's Bureau (CVB)	33,585	27,315	26,426	30,657	20,832	21,215	20,602	21,612	6,777	5,426
Walk-in visitors to CVB office	5,153	5,464	4,834	3,332	1,660	1,710	1,313	1,123	727	587
Number of congregate meals served to seniors	82,205	88,215	95,192	87,017	85,715	88,000	90,879	87,847	87,824	98,479
Number of home-delivered meals served to seniors	184,615	192,192	156,828	135,014	130,587	136,000	156,034	176,689	189,274	186,829
Number of homemaker units	9,905	10,103	10,027	8,235	3,164	4,000	4,584	4,246	4,535	4,547
Museum visitors	279,202	301,318	270,512	291,232	269,260	249,000	158,845	137,779	112,838	78,952
Museum exhibit openings attendance	9,659	18,056	16,415	16,345	18,876	17,000	23,244	20,320	6,340	3,286
Museum program participants	13,643	19,494	31,550	26,436	26,409	31,000	29,862	30,331	24,568	18,482
Fixed Route ridership	733,128	671,727	656,590	601,782	637,797	696,580	759,653	735,238	735,862	667,736
Cost per trip on fixed route	\$ 2.90	\$ 3.85	\$ 3.81	\$ 4.13	\$ 4.00	\$ 3.73	\$ 3.54	\$ 3.67	est. \$3.56	\$ 3.95
Total library circulations	533,294	540,936	550,687	583,892	566,302	577,657	554,009	478,675	455,560	431,060
Total number of library sponsored programs	1,040	971	676	665	887	880	850	943	630	613
Computer sessions at library	104,382	106,539	100,428	97,058	95,780	89,447	73,497	97,897	77,733	61,746
<b>Public Works</b>										
Percent of potholes patched within 24 hours of report	92.0%	76.0%	59.0%	75.5%	63.9%	88.0%	89.2%	100.0%	66.7%	68%
Maintain major arterials and intersections through routine striping program	3/yr	3/yr	3/yr	2/yr	2/yr	2/yr	3/yr	3/yr	3/yr	2/yr
<b>Utilities</b>										
Meter reading complaints	<1%	<1%	<1%	<1%	<1%	<1%	<1%	<1%	<1%	<1%
Metering operating cost per customer	\$ 0.61	\$ 0.61	\$ 0.61	\$ 0.67	\$ 0.77	\$ 0.64	\$ 0.67	\$ 0.69	\$ 0.70	\$ 0.70
Operating and maintenance cost per dekatherm (Gas)	\$ 1.83	\$ 2.05	\$ 2.37	\$ 1.83	\$ 1.76	\$ 1.72	\$ 1.74	\$ 1.88	\$1.78	\$ 2.61
Operating and maintenance cost per 1,000 gallons produced (Water)	\$ 1.37	\$ 1.23	\$ 1.20	\$ 1.13	\$ 1.06	\$ 1.17	\$ 1.27	\$ 1.24	\$1.37	\$ 1.94
Operating and maintenance cost per 1,000 gallons treated (Wastewater)	\$ 2.44	\$ 1.97	\$ 1.80	\$ 1.73	\$ 1.44	\$ 1.85	\$ 2.09	\$ 1.98	\$2.04	\$ 2.94
Total operating cost per ton collected (Solid Waste)	\$ 49.34	\$ 57.82	\$ 77.43	\$ 60.06	\$ 66.09	\$ 61.32	\$ 69.03	\$ 71.25	\$61.20	\$ 71.36

\*The requirement for statistical data is ten years. GASB 34 was implemented in 2002. Data from 2007 to 2016 is shown.

**City of Las Cruces**  
**Capital Assets and Infrastructure Statistics by Function/Program**  
**Last Ten Fiscal Years**  
**June 30, 2016**  
**(Unaudited)**

<u>Function/program</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
Area in square miles		76 38	76 38	76 99	76 99	76 99	76 99	77 2	76 99	76 99 LC Website
Government facilities and services:										
Miles of streets	537	556	558	563	564	565	575 68	602	496	483 Willie Roman
Number of street lights	6,392	6,641	7,138	7,360	7,458	7,488	7,533	7,790	7,914	7,959 Willie Roman
Culture and Recreation:										
Community centers	5	5	5	5	5	5	4	5	5	6 Sonya Delgado
Lakes	1	1	1	1	1	1	1	1	1	1 Sonya Delgado
Pond	1	1	1	1	1	1	1	2	2	2 Sonya Delgado
Parks	77	80	80	82	84	84	85	86	92	92 Sonya Delgado
Park acreage	373	600	600	646	678	678	690	720	850	970 Sonya Delgado
Sports complex	13	13	13	13	13	13	13	13	13	16 Sonya Delgado
Swimming pools	3	4	4	4	4	4	4	4	4	4 Sonya Delgado
Shooting range	1	1	1	1	1	1	1	1	1	1 Sonya Delgado
Tennis courts	18	18	18	18	18	18	19	19	19	18 Sonya Delgado
Bike path	2	2	2	2	2	4	4	4	4	11 Sonya Delgado
Miles of bike paths	10	10	10	10	10	14	14	19	21	23 Sonya Delgado
Fire Protection:										
Number of stations	7	7	7	7	7	7	7	7	7	7 Eric Enriquez
Police Protection:										
Number of stations	1	1	1	1	1	1	1	1	1	1 Jaime Montoya
Sewerage Systems:										
Miles of sanitary sewers (est )	476	507	525	530	530	536	536	533	550	550 Diana Montoya
Miles of storm sewers (mains)	17 5	17	17	17	17	17	17	74 7	74 7	74 7 Tony Trevino
Number of treatment plants	2	2	2	3	3	3	3	3	3	3 Diana Montoya
Number of service connections	26,018	28,323	29,329	30,866	31,734	32,094	32,394	32,767	33,098	33,518 Diana Montoya
Water System:										
Miles of water mains (est )	505	525	547	558	558	573	580	600	600	600 Diana Montoya
Number of service connections	29,980	31,193	30,521	31,249	31,797	31,924	31,934	32,209	32,380	32,653 Diana Montoya
Transit Sytem:										
Miles of Bus Routes	86	125	133	133	133	133	133	133	133	133 M Bartholomew
Number of Bus Stops	358	337	350	350	350	345	345	345	343	290 M Bartholomew
Number of Buses	16	15	15	15	18	18	18	18	19	19 M Bartholomew
Number of Dial-a-Ride Vehicles	17	17	17	17	23	21	21	21	20	2 M Bartholomew

Sources: Various City departments

**City of Las Cruces**  
**Sales Tax Revenue Payers by Industry**  
**Last Ten Fiscal Years**  
**(Unaudited)**  
**June 30, 2016**

Fiscal Year 2016						Fiscal Year 2015					
Industry	Number of Filers	Percentage of Total	Tax Liability	Percentage of Total	Tax Rate	Number of Filers	Percentage of Total	Tax Liability	Percentage of Total	Tax Rate	
Retail Trade	9,926	18.71%	\$ 68,891,198	35.01%	8.3125%	10,391	19.88%	\$ 59,497,466	34.44%	7.9375%	
Construction	7,033	13.26%	22,175,727	11.27%	8.3125%	6,603	12.63%	16,725,866	9.68%	7.9375%	
Other Services (except Public Admin)	11,136	20.99%	16,939,856	8.61%	8.3125%	11,172	21.37%	14,886,142	8.62%	7.9375%	
Health Care and Social Assistance	6,114	11.52%	25,132,273	12.77%	8.3125%	5,936	11.36%	28,587,166	16.55%	7.9375%	
Accommodation and Food Services	3,420	6.45%	22,297,561	11.33%	8.3125%	3,355	6.42%	18,940,642	10.96%	7.9375%	
Professional, Scientific and Technical Svcs	6,302	11.88%	13,652,053	6.94%	8.3125%	6,509	12.45%	11,505,973	6.66%	7.9375%	
Wholesale Trade	2,587	4.88%	4,371,959	2.22%	8.3125%	2,642	5.05%	3,287,094	1.90%	7.9375%	
Unclassified Establishments	2,056	3.88%	1,805,892	0.92%	8.3125%	1,191	2.28%	1,028,970	0.60%	7.9375%	
Utilities	100	0.19%	6,887,564	3.50%	8.3125%	108	0.21%	5,432,062	3.14%	7.9375%	
Information and Cultural Industries	1,477	2.78%	11,442,374	5.81%	8.3125%	1,508	2.88%	10,304,240	5.96%	7.9375%	
Real Estate and Rental and Leasing	2,900	5.47%	3,197,201	1.62%	8.3125%	2,860	5.47%	2,581,122	1.49%	7.9375%	
<b>Total</b>	<b>53,051</b>	<b>100%</b>	<b>\$ 196,793,660</b>	<b>100%</b>		<b>52,275</b>	<b>100%</b>	<b>\$ 172,776,743</b>	<b>100%</b>		

Fiscal Year 2014						Fiscal Year 2013					
Industry	Number of Filers	Percentage of Total	Tax Liability	Percentage of Total	Tax Rate	Number of Filers	Percentage of Total	Tax Liability	Percentage of Total	Tax Rate	
Retail Trade	10,233	21.06%	\$ 59,620,284	34.25%	7.5625%	9,837	20.07%	\$ 57,993,164	34.70%	7.5625%	
Construction	6,091	12.54%	13,971,810	8.03%	7.5625%	6,298	12.85%	18,623,882	11.14%	7.5625%	
Other Services (except Public Admin)	10,842	22.32%	14,641,995	8.41%	7.5625%	11,273	23.00%	15,198,000	9.09%	7.5625%	
Health Care and Social Assistance	5,401	11.12%	24,712,320	14.19%	7.5625%	5,622	11.47%	24,356,642	14.57%	7.5625%	
Accommodation and Food Services	3,198	6.58%	18,185,183	10.45%	7.5625%	3,119	6.36%	17,484,295	10.46%	7.5625%	
Professional, Scientific and Technical Svcs	5,889	12.12%	11,317,346	6.50%	7.5625%	6,098	12.44%	10,836,410	6.48%	7.5625%	
Wholesale Trade	2,299	4.73%	16,428,383	9.44%	7.5625%	2,377	4.85%	3,526,849	2.11%	7.5625%	
Unclassified Establishments	630	1.30%	783,553	0.45%	7.5625%	409	0.83%	380,595	0.23%	7.5625%	
Utilities	40	0.08%	1,468,008	0.84%	7.5625%	105	0.21%	6,332,123	3.79%	7.5625%	
Information and Cultural Industries	1,349	2.78%	10,090,255	5.80%	7.5625%	1,335	2.72%	9,844,183	5.89%	7.5625%	
Real Estate and Rental and Leasing	2,607	5.37%	2,876,308	1.65%	7.5625%	2,539	5.18%	2,570,936	1.54%	7.5625%	
<b>Total</b>	<b>48,579</b>	<b>100%</b>	<b>\$ 174,095,445</b>	<b>100%</b>		<b>49,012</b>	<b>100%</b>	<b>\$ 167,147,079</b>	<b>100%</b>		

(Continued)

# City of Las Cruces

## Sales Tax Revenue Payers by Industry – continued

### Last Ten Fiscal Years

#### (Unaudited)

#### June 30, 2016

Fiscal Year 2012						Fiscal Year 2011					
Industry	Number of Filers	Percentage of Total	Tax Liability	Percentage of Total	Tax Rate	Number of Filers	Percentage of Total	Tax Liability	Percentage of Total	Tax Rate	
Retail Trade	10,156	20.12%	\$ 59,170,981	35.70%	7.5625%	10,210	19.50%	\$ 61,955,156	36.46%	7.5625%	
Construction	6,614	13.10%	19,149,191	11.55%	7.5625%	7,036	13.44%	20,365,580	11.99%	7.5625%	
Other Services (except Public Admin)	11,844	23.47%	13,943,584	8.41%	7.5625%	12,709	24.28%	16,542,853	9.74%	7.5625%	
Health Care and Social Assistance	5,752	11.40%	22,776,880	13.74%	7.5625%	5,819	11.12%	22,565,074	13.28%	7.5625%	
Accommodation and Food Services	3,220	6.38%	16,810,873	10.14%	7.5625%	3,221	6.15%	17,642,384	10.38%	7.5625%	
Professional, Scientific and Technical Svcs	6,407	12.69%	11,272,006	6.80%	7.5625%	6,680	12.76%	10,532,343	6.20%	7.5625%	
Wholesale Trade	2,330	4.62%	3,558,828	2.15%	7.5625%	2,383	4.55%	3,415,197	2.01%	7.5625%	
Unclassified Establishments	293	0.58%	521,462	0.31%	7.5625%	565	1.08%	451,938	0.27%	7.5625%	
Utilities	103	0.20%	6,391,697	3.86%	7.5625%	101	0.19%	6,184,660	3.64%	7.5625%	
Information and Cultural Industries	1,374	2.72%	9,708,312	5.86%	7.5625%	1,316	2.51%	7,880,332	4.64%	7.5625%	
Real Estate and Rental and Leasing	2,380	4.72%	2,445,620	1.48%	7.5625%	2,312	4.42%	2,384,331	1.40%	7.5625%	
<b>Total</b>	<b>50,473</b>	<b>100%</b>	<b>\$ 165,749,434</b>	<b>100%</b>		<b>52,352</b>	<b>100%</b>	<b>\$ 169,919,848</b>	<b>100%</b>		

Fiscal Year 2010						Fiscal Year 2009					
Industry	Number of Filers	Percentage of Total	Tax Liability	Percentage of Total	Tax Rate	Number of Filers	Percentage of Total	Tax Liability	Percentage of Total	Tax Rate	
Retail Trade	9,485	19.78%	\$ 57,662,658	35.71%	7.4375%	9,809	20.30%	\$ 57,692,756	36.81%	7.125% - 7.3750%	
Construction	5,972	12.45%	21,149,490	13.10%	7.4375%	6,859	14.20%	21,576,264	13.77%	7.125% - 7.3750%	
Other Services (except Public Admin)	11,558	24.10%	14,829,585	9.18%	7.4375%	11,074	22.92%	15,741,662	10.05%	7.125% - 7.3750%	
Health Care and Social Assistance	5,683	11.85%	23,866,680	14.78%	7.4375%	5,596	11.58%	20,425,524	13.03%	7.125% - 7.3750%	
Accommodation and Food Services	2,949	6.15%	15,363,382	9.52%	7.4375%	2,932	6.07%	14,315,226	9.13%	7.125% - 7.3750%	
Professional, Scientific and Technical Svcs	6,023	12.56%	10,371,267	6.42%	7.4375%	5,678	11.75%	10,649,058	6.80%	7.125% - 7.3750%	
Wholesale Trade	2,242	4.68%	3,178,722	1.97%	7.4375%	2,410	4.99%	3,571,603	2.28%	7.125% - 7.3750%	
Unclassified Establishments	665	1.39%	1,112,128	0.69%	7.4375%	682	1.41%	812,425	0.52%	7.125% - 7.3750%	
Utilities	90	0.19%	5,903,990	3.66%	7.4375%	94	0.19%	6,225,175	3.97%	7.125% - 7.3750%	
Information and Cultural Industries	1,264	2.64%	6,247,725	3.87%	7.4375%	1,114	2.31%	3,808,499	2.43%	7.125% - 7.3750%	
Real Estate and Rental and Leasing	2,010	4.21%	1,712,014	1.10%	7.4375%	2,004	4.21%	1,692,094	1.41%	7.125% - 7.3750%	
<b>Total</b>	<b>47,949</b>	<b>100%</b>	<b>\$ 161,459,241</b>	<b>100%</b>		<b>48,312</b>	<b>100%</b>	<b>\$ 156,710,833</b>	<b>100%</b>		

(Continued)

**City of Las Cruces**  
**Sales Tax Revenue Payers by Industry – continued**  
**Last Ten Fiscal Years**  
**(Unaudited)**  
**June 30, 2016**

Industry	Fiscal Year 2008				
	Number of Filers	Percentage of		Percentage of	
		Total	Tax Liability	Total	Tax Rate
Retail Trade	9,905	20.30%	\$ 30,577,905	30.24%	7.1250%
Construction	7,028	14.32%	24,163,297	15.48%	7.1250%
Other Services (except Public Admin)	11,465	23.36%	16,390,115	10.50%	7.1250%
Health Care and Social Assistance	3,620	10.11%	10,444,002	11.06%	7.1250%
Accommodation and Food Services	2,856	5.82%	13,777,131	8.82%	7.1250%
Professional, Scientific and Technical Svcs	5,997	12.22%	9,941,355	6.37%	7.1250%
Wholesale Trade	2,395	4.88%	3,968,200	2.54%	7.1250%
Unclassified Establishments	558	1.14%	1,204,372	0.77%	7.1250%
Utilities	98	0.20%	5,952,788	3.81%	7.1250%
Information and Cultural Industries	1,390	2.83%	3,560,350	2.28%	7.1250%
Real Estate and Rental and Leasing	2,081	4.24%	2,358,809	1.51%	7.1250%
<b>Total</b>	<b>49,089</b>	<b>100%</b>	<b>\$ 156,122,271</b>	<b>100%</b>	

Industry	Fiscal Year 2007				
	Number of Filers	Percentage of		Percentage of	
		Total	Tax Liability	Total	Tax Rate
Retail Trade	9,934	20.68%	\$ 34,782,847	35.33%	7.1250%
Construction	7,134	14.85%	27,879,283	18.02%	7.1250%
Other Services (except Public Admin)	11,210	23.34%	15,924,204	10.29%	7.1250%
Health Care and Social Assistance	3,021	10.49%	13,710,001	10.29%	7.1250%
Accommodation and Food Services	2,784	5.80%	13,413,860	8.67%	7.1250%
Professional, Scientific and Technical Svcs	5,655	11.77%	8,817,718	5.70%	7.1250%
Wholesale Trade	2,247	4.68%	6,431,631	4.16%	7.1250%
Unclassified Establishments	426	0.89%	442,676	0.29%	7.1250%
Utilities	104	0.22%	5,226,613	3.38%	7.1250%
Information and Cultural Industries	1,531	3.19%	3,275,233	2.12%	7.1250%
Real Estate and Rental and Leasing	1,967	4.10%	2,419,365	1.56%	7.1250%
<b>Total</b>	<b>48,029</b>	<b>100%</b>	<b>\$ 154,730,031</b>	<b>100%</b>	

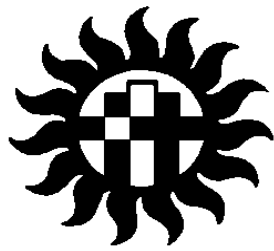
Source: State of New Mexico Taxation & Revenue

<http://www.tax.newmexico.gov/monthly-local-government-distribution-reports-rp-500.aspx>

\* Due to confidentiality issues, the names of the ten largest revenue payers are not available. The categories presented are intended to provide alternative information regarding the sources of the City's revenue.

\* The requirement for statistical data is ten years, however, no data is available prior to 2006.

\* Gross receipts tax rates were incorporated into the schedule beginning in Fiscal Year 2016. Changes to the tax rates may occur twice a year in January or July.



City of Las Cruces



# City of Las Cruces

## Schedule of Expenditures of State Awards

### For the Year Ended June 30, 2016

Grantor/Program Title	State Number	Program Period	Program or Award Amount	Life-to-Date Expenditures	Current - FY16 Expenditures as of 6/30/16
<b>New Mexico Aging &amp; Long Term Services Dept.</b>					
Title IIIB, IIIC1, IIIC2, IIIE	2015-16- 64014	7/15 thru 6/16	\$ 392,578	\$ 391,087	\$ 391,087
Munson Senior Center	2012-1242	02/12 thru 06/16	250,000	250,000	6,726
<b>Total NM Aging &amp; Long Term Services</b>			<u>642,578</u>	<u>641,087</u>	<u>397,813</u>
<b>NM State Department of Transportation</b>					
MPO Section 5303	M01395	07/15 thru 09/16	59,326	53,745	53,745
MPO FHWA	P114030	10/14 thru 9/16	304,683	304,683	138,292
MPO FHWA	P115120	10/15 thru 09/17	355,041	297,944	297,944
Fuel Farm Phase II	LRU14-01	09/13 Thru 09/15	537,921	566,353	-
Airport Action Plan	LRU	09/14 thru 02/16	20,078	20,160	7,422
Airport Action Plan Update	LRU-15-01	09/14 thru 06/30/15	8,997	8,997	-
Aiport Operations	LRU-16-02	8/15 thru 10/17	13,290	10,886	10,886
Aiport Maint	LRU-16-01	8/15 thru 6/16	8,997	8,997	8,997
El Paseo Safety Improvements	LC00130	05/14 thru 09/16	28,255	3,955	-
El Paseo Safety Improvements	LC00130	9/16 thru 9/17	367,132	110,927	110,927
Safe Routes to Schools	W100080	07/13 thru 09/15	500,000	500,000	1,316
Las Cruces Street Improvements	C1142064	10/14 thru 06/18	1,036,000	231,726	190,370
El Paseo Medians	SP-1-14 (913)		40,663	40,663	-
Mesquite Historic District Street Lighting	C1142063	09/14 thru 06/18	150,000	41,589	-
Las Cruces Dam Trail	D14713	12/14 thru 9/17	384,480	31,003	31,003
La Llorona Trail Improvements	D14525	8/14 thru 9/16	384,480	383,100	383,100
Amador Avenue	HW2 L100169		51,238	46,683	46,683
Main Street Rehab	D12749	08/11 thru 09/15	1,665,060	1,319,496	-
<b>Total NM State Dept of Transportation</b>			<u>5,915,641</u>	<u>3,980,907</u>	<u>1,280,685</u>
<b>Children, Youth and Families Department</b>					
Juvenile Citation Program	16-690-18445	07/01/15 thru 06/30/16	180,046	179,545	179,545
<b>Total Children, Youth and Families Department</b>			<u>180,046</u>	<u>179,545</u>	<u>179,545</u>
<b>New Mexico Environment Department</b>					
WW Septic Systems (Sewer Systems Construction Project)	SAP 13-1449-STB	4/4/2014 thru 06/30/2017	321,000	322,862	322,862
Las Cruces Water System and Wells	SAP 14-1737-STB	12/2/2014 thru 6/30/2018	2,000,000	1,056,905	1,056,905
Las Cruces Septic System Remediation	SAP 14-1624-STB	12/2/2014 thru 6/30/2018	2,250,000	740,556	592,867
WW Septic Systems (Willow Glenn)	SAP 15-0501- STB	12/2/2014 thru 6/30/2018	170,000	-	-
<b>Total New Mexico Environment Department</b>			<u>4,741,000</u>	<u>2,120,323</u>	<u>1,972,634</u>
<b>NM Tourism Department</b>					
New Mexico Clean and Beautiful	16-418-6002-0020	7/1/2015-6/30/2016	31,000	30,985	30,985
<b>Total New Mexico Tourism Department</b>			<u>31,000</u>	<u>30,985</u>	<u>30,985</u>

*See notes to schedule of expenditures of state and federal awards.*

**City of Las Cruces**  
**Schedule of Expenditures of State Awards (continued)**  
**For the Year Ended June 30, 2016**

Grantor/Program Title	State Number	Program Period	Program or Award Amount	Life-to-Date Expenditures	Current - FY16 Expenditures as of 6/30/16
<b>NM State Library</b>					
NM State Library Aid Grant FY16	1978 Section 18-2-4 B, NMA	11/1/15 - 6/30/16	15,054	15,053	15,053
<b>Total New Mexico State Library</b>			<u>15,054</u>	<u>15,053</u>	<u>15,053</u>
<b>NM FINANCE AUTHORITY</b>					
Water Trust Board Planning	235-WTB	08/12 - 08/15	100,620	109,411	58,569
<b>Total New Mexico Finance Authority</b>			<u>100,620</u>	<u>109,411</u>	<u>58,569</u>
<b>NM Department of Health</b>					
Emergency Medical Services Fund-FY15		7/1/2014 - 6/30/2015	20,000	20,000	273
Emergency Medical Services Fund-FY16		7/1/2015 - 6/30/2016	20,000	19,740	19,740
Healthy Kids Healthy Communities FY15		9/24/2014 - 9/28/2015	25,000	25,000	21,040
Health Kids Health Communities FY16		3/17/16-9/30/16	50,000	-	-
<b>Total NM Department of Health</b>			<u>115,000</u>	<u>64,740</u>	<u>41,053</u>
<b>New Mexico Public Regulation Commission</b>					
Fire Protection Distribution Fund-FY15		7/1/2014 - 6/30/2015	620,433	620,433	228,787
Fire Protection Distribution Fund-FY16		7/1/2015 - 6/30/2016	768,522	725,117	725,117
<b>Total New Mexico Public Regulation Commission</b>			<u>1,388,955</u>	<u>1,345,550</u>	<u>953,904</u>
<b>New Mexico Energy, Minerals and Natural Resources Dept.</b>					
Las Cruces Tree Stewards Program	15-521-0410-0144	3/11/2015 - 6/30/2016	11,200	11,022	5,643
			<u>11,200</u>	<u>11,022</u>	<u>5,643</u>
<b>Department of Finance and Administration</b>					
Community of Hope-Fencing/Irrigation	14-L-1911	01/15 thru 06/18	45,000	44,544	14,382
Women's Vietnam War Memorial	14-L-1914	thru 06/18	406,500	21,151	15,968
Klein Park Improvements	13-L-1691	09/13 thru 06/17	75,000	75,000	53,642
Klein Park Improvements (2)	14-L-1910	9/14 thru 6/18	141,000	106,721	106,721
Traffic Safety Management Control Center	14-L-1913	09/14 thru 06/18	725,000	487,984	478,796
Public Safety Campus Fire/Police East Mesa	12-L-G-1436	08/12 thru 06/16	1,214,000	1,201,860	198,390
Fire Equipment Grant	15-0766	11/30/15 thru 06/30/18	80,000	80,000	80,000
Law Enforcement Protection Fund	LEPF FY 15	7/1/14 thru 6/30/15	142,800	142,800	6,124
Law Enforcement Protection Fund	LEPF FY 16	7/1/15 thru 6/30/16	146,400	139,482	139,482
Police Equipment Grant	15-0770	3/28/16 thru 6/30/18	48,000	-	-
LCPD Seized Assets-State	NM0070100	INDEFINITE	-	-	-
METRO Seized Assets-State	NM0070104	INDEFINITE	-	-	-
La Placita Electrical Infr	15-0765	11/15 thru 6/19	25,000	-	-
MVASD Design Phase 1	15-0768	11/15 thru 6/19	40,000	-	-
Cinematic Infr	05-0762	11/15 thru 6/19	402,000	-	-
Veterans Park Plaques	15-0772	1/15 thru 6/18	40,000	-	-
Community of Hope-Health	14-L-2271	3/15 thru 6/17	138,600	-	-
Community of Hope - Health Facility	14-L-1912	1/15 thru 6/18	292,892	-	-
Railroad Musuem Impr	15-0769	11/15 thru 6/19	25,000	-	-
Amador Hotel	15-0761	2/16 thru 6/19	195,000	-	-
Alameda Depot Street Lighting	14-2062	10/15 thru 6/18	100,000	-	-
Young Park Play Area	15-0773	11/15 thru 6/19	75,000	-	-
Munson Senior Center	A14-1137	8/15 thru 6/18	139,590	-	-
Thomas Branigan Memorial Library GO Bond-2012	GOB13-12-1233	08/08/14-6/30/16	277,986	277,986	168,012
Thomas Branigan Memorial Library GO Bond-2015	GOB15-14-1289	07/31/14-04/01/18	258,254	106,431	102,060
			<u>5,033,022</u>	<u>2,683,959</u>	<u>1,363,577</u>
<b>Total Department of Finance and Administration</b>					
<b>Total State Assistance</b>			<u>\$ 18,174,116</u>	<u>\$ 11,182,583</u>	<u>\$ 6,299,462</u>

*See notes to schedule of expenditures of state and federal awards.*

# City of Las Cruces

## Schedule of Expenditures of Federal Awards

### For the Year Ended June 30, 2016

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant no./ Pass-Through Identifying no.	Program Period	Program or Award Amount	Life-to-Date Expenditures	Current - FY2016 Expenditures as of 6/30/16
<b>U.S. Department of Housing and Urban Development</b>						
Community Development Block Grant						
B-12-MC-35-0002	14.218	B-12-MC-35-0002	07/12 to Comp	\$ 745,651	\$ 764,892	\$ 69,353
B-13-MC-35-0002	14.218	B-13-MC-35-0002	07/13 to Comp	769,526	725,059	198,347
B-14-MC-35-0002	14.218	B-14-MC-35-0002	07/14 to Comp	763,886	640,405	201,057
B-15-MC-35-0002	14.218	B-15-MC-35-0002	07/15 to Comp	771,833	433,377	424,046
Total Community Development Block Grant				3,050,896	2,563,733	892,803
Home Program Grant						
M-12-MC-35-0222	14.239	M-12-MC-35-0222	07/12 to Comp	320,014	354,016	40,318
M-14-MC-35-0222	14.239	M-14-MC-35-0222	07/14 to Comp	334,979	263,321	159,769
M-15-MC-35-0222	14.239	M-15-MC-35-0222	07/15 to Comp	289,953	-	44,710
Total Home Program Grant				944,946	617,337	244,797
Pass-through New Mexico Department of Housing and Urban Development Neighborhood Stabilization Program	14.256	09-NSP-2-G-02	08 to 12/2014	1,500,000	1,484,432	25,940
<b>Total U.S. Department of Housing and Urban Development</b>				<b>5,495,842</b>	<b>4,665,502</b>	<b>1,163,540</b>
<b>U.S. Department of Justice</b>						
2016 Edward Byrne JAG	16.738	2015-DJ-BX-0698	10/01/2014 thru 9/30/2018	33,304	33,304	33,304
2012 Valley View Elementary COPS	16.710	2012-CKWX-K009	09/01/12 - 08/31/14	35,792	12,659	-
Victim Assistance Unit	16.575	2014-VA-233	10/01/13-09/30/15	32,395	17,824	5,878
Victim Assistance Unit	16.575	2016-VA-413		41,494	25,867	25,867
FBI SNM Gang Task Force	16.MOA	MOA	9/7/10-UNTIL RESCINDED	137,170	124,932	-
FBI Safe Streets Violent Gang Task Force FY 14	16.MOA	MOA	07/13-Until Rescinded	86,011	70,253	15,013
FBI Organized Crime Drug Enforcement Task Force FY14	16.MOA	MOA	09/19/13 thru 09/30/14	50,000	24,087	-
FBI Organized Crime Drug Enforcement Task Force FY16	16.MOA	MOA	07/01/2015-06/30/2016	10,000	10,004	10,004
FBI Organized Crime Drug Enforcement Task Force - Busted	16.MOA	MOA	10/01/2015-09/30/2016	15,000	8,934	8,934
US Marshals Service	16.MOU	MOU	11/3/10-UNTIL RESCINDED	93,151	86,667	23,074
LCPD Seized Assets-DOJ	16.922	NM0070100	INDEFINITE	-	235,280	38,842
Metro Narcotics Seized Assets-DOJ	16.922	NM0070104	INDEFINITE	-	-	247,859
<b>Total U.S. Department of Justice</b>				<b>534,317</b>	<b>649,811</b>	<b>408,775</b>
<b>U. S. Department of Transportation</b>						
Airport Action Plan	20.106	20.106	09/14 thru 02/16	355,094	255,649	141,008
Airport Operations	20.106	LRU-16-02	8/15 thru 10/17	239,221	225,011	225,011
Total U.S DOT Airport Improvement				594,315	480,660	366,019
Federal Transit Cluster						
Section 5309 (Federal Transit Cluster)	20.500	NM-03-0052	9/05 thru Completion	1,868,050	1,827,398	1,060
Las Cruces IMC construction #3 (Federal Transit Cluster)	20.507	NM-90-X103	9/11 thru Completion	394,000	334,593	-
LC Transit M&O Facility (Federal Transit Cluster)	20.500	NM-04-0023	1/11 thru Completion	617,500	578,971	240,743
Section 5307 (Federal Transit Cluster)	20.507	NM-90-X120	9/13 thru Completion	1,901,298	1,901,298	41,674
Section 5307 (Federal Transit Cluster)	20.507	NM-90-X109	9/10 thru Completion	1,920,435	1,586,420	859,678
Section 5307 (Federal Transit Cluster)	20.507	NM-90-X129	9/14 thru Completion	1,594,643	630,237	630,237
Repl DR Vans (Federal Transit Cluster)	20.500	NM-04-0033	7/14 thru Completion	278,050	278,050	278,050
Pass thru New Mexico Department of Homeland Security and Emergency Management						
Federal Transit Administration						
Transit - ARRA (Federal Transit Cluster)	20.507	NM-96-X004-00	07/09 thru completion	1,713,911	1,625,094	70,962
Pass Thru New Mexico Department of Transportation						
Bus and Bus Facilities (Federal Transit Cluster)	20.526	5539	10-1-2013 - 9-30-2015	379,153	341,298	196,884
Total Pass Thru New Mexico Department of Transportation				2,093,064	1,966,392	267,846
Total Federal Transit Cluster				10,667,040	9,103,359	2,319,288
Federal Highway Administration						
Pass through State Department of Transportation						
S.T.E.P. 100 DAYS & NIGHTS 2015	20.600	15-RF-DS-049	10/01/14-09/30/15	18,011	18,010	14,336
S.T.E.P. 100 DAYS & NIGHTS 2016	20.600	16-DS-RF-049	10/1/15-9/30/16	18,008	855	855
DNTXT-Traffic Safety Bureau 2015	20.608	15-DD-02-049	10/01/14-09/30/15	9,981	9,981	5,357
DNTXT-Traffic Safety Bureau 2016	20.608	16-DD-02-049	10/1/15-9/30/16	13,008	9,757	9,757
OBD-Traffic Safety Bureau 2015	20.608	15-OP-RF-049	10/1/14-9/30/15	17,711	17,711	2,685
OBD-Traffic Safety Bureau 2016	20.608	16-OP-RF-049	10/1/15-9/30/16	17,707	13,382	13,382
ODWI-Traffic Safety Bureau 2015	20.608	15-AL-64-049	10/1/14-9/30/15	98,835	98,835	29,921
ODWI-Traffic Safety Bureau 2016	20.608	16-AL-64-049	1/1/15-9/30/16	102,780	74,794	74,794
Total Pass Through State Highway Department				296,041	243,325	151,087
<b>Total U.S. Department of Transportation</b>				<b>11,557,396</b>	<b>9,827,344</b>	<b>2,836,394</b>

(Continued)

See notes to schedule of expenditures of state and federal awards.

# City of Las Cruces

## Schedule of Expenditures of Federal Awards - continued

### For the Year Ended June 30, 2016

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant no./ Pass-Through Identifying no.	Program Period	Program or Award Amount	Life-to-Date Expenditures	Current - FY2016 Expenditures as of 6/30/16
<b>U.S. Department of Health and Human Services</b>						
National Family Caregivers Support - Title III-Part E	93.052	2013-14- 64014	7/13 thru 6/14	\$ 35,503	\$ 35,503	\$ 35,503
Aging Cluster						
Supportive Services & Senior Ctrs - Title III-Part B (Aging Cluster)	93.044	2013-14- 64014	7/13 thru 6/14	\$ 34,283	\$ 34,283	\$ 34,283
Meals/Transportation Grant - Title III-Part C1 & C2 (Aging Cluster)	93.045	2013-14- 64014	7/13 thru 6/14	147,854	147,682	147,682
Nutrition Services Incentive Program - Title III (Aging Cluster)	93.053	2013-14- 64014	7/13 thru 6/14	194,731	194,791	194,731
Total Aging Cluster				376,868	376,756	376,696
<b>Total U.S. Department of Health and Human Services</b>				<b>412,371</b>	<b>412,259</b>	<b>412,199</b>
<b>U.S. Dept. of Homeland Security</b>						
FY12 FEMA SAFER	97.083	EMW-2010-FH-00211	10/9/2011 -10/8/2013	1,287,336	1,171,133	-
Homeland Security-ICE	97.MOA	MOA	06/11/10-UNTIL RESCINDED	70,000	50,113	11,404
FY11 FEMA FIRE DEPT EQUIP	97.044	EMW-2011-FO-06514	12/9/2011-12/8/2013	399,744	318,839	-
FEMA Las Cruces Flood Warning System	97.044	FEMA-4199-DR-NM	11/16/2018	168,919	-	-
Pass through OEM - Doña Ana County				1,925,999	1,540,085	11,404
Operation Stone Garden FY-14	97.067	EME-2011-SS-00094-S01-DASO	09/01/11 - 08/31/14	-	-	-
Operation Stone Garden FY-14	97.067	EME-2013-SS-00152-S01-DASO	09/01/14 - 08/31/15	-	-	-
Operation Stone Garden FY-16	97.067	EMW-2014-SS-00152-S01-OPSG-DAS	9/1/2014-08/31/2016	58,350	44,022	44,022
Total Pass-through OEM - Doña Ana County				58,350	44,022	44,022
<b>Total U.S. Department of Homeland Security</b>				<b>1,984,349</b>	<b>1,584,107</b>	<b>55,426</b>
<b>Executive Office of the President</b>						
<b>Office of National Drug Control Policy</b>						
HIDTA-Metro 7422	95.001	GI4SN0006A	01/14 THRU 12/15	674,757	674,757	17,477
HIDTA-CLC FUND 7492	95.001	GI4SN0006A	01/14 THRU 12/15	128,917	128,917	30,970
HIDTA-CLC FUND 7492	95.001	GI5SN0006A	01/15 THRU 12/16	623,497	797,157	792,872
HIDTA-Metro	95.001	GI6SN0006A	01/16 THRU 12/17	619,051	-	-
<b>Total Office of National Drug Control Policy</b>				<b>2,046,222</b>	<b>1,600,831</b>	<b>841,319</b>
<b>US Department of the Interior- BLM</b>						
Museum of Nature and Science (MONAS)	15.238	L12AC20088	09/12 thru 9/17	50,000	16,650	1,500
<b>Total US Department of the Interior- BLM</b>				<b>50,000</b>	<b>16,650</b>	<b>1,500</b>
<b>Total Federal Awards</b>				<b>\$ 22,080,497</b>	<b>\$ 18,756,504</b>	<b>\$ 5,719,153</b>

*See notes to schedule of expenditures of state and federal awards.*

**City of Las Cruces**  
**Notes to the Schedules of Expenditures of State and Federal Awards**  
**June 30, 2016**

**1) General**

The accompanying schedules of expenditures of state and federal awards (Schedule) presents the activity of all state and federal award programs for the City of Las Cruces, New Mexico, (the City). The City's reporting entity is defined in Note 1 to the City's financial statements. The information in the Schedule is presented in accordance with the requirements of the Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). The schedule is not intended to, and does not present the financial position, changes in net position or cash flows of the City. It presents only a selected portion of the operations of the City.

**2) Basis of Presentation**

Expenditures reported in the accompanying Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) or OMB Circular A-87, *Cost Principles for State, Local and Indian Tribal Governments*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available. The City has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

**3) Federal Loans**

On May 24, 2010, the City was awarded a promissory note from the U.S. Department of Housing and Urban Development in the amount of \$2,000,000. The note was awarded under the HUD Section 108 loan guarantee program for the purpose of constructing, rehabilitating, and improving the Museum of Nature and Science in the City. Land serves as collateral for the loan and interest is charged at a rate of 1.7 percent. As of the year ended June 30, 2016, the City expended the full \$2,000,000 of the proceeds. Payments on the loan for the year ended June 30, 2016 included \$71,000 in principal and \$66,886 in interest; leaving an outstanding balance of \$1,663,000. Proceeds of the loans that were received and expended in prior years impose no continuing compliance requirements.

**City of Las Cruces**  
**Notes to the Schedules of Expenditures of State and Federal Awards (Continued)**  
**June 30, 2016**

**4) Sub-recipients**

Of the federal expenditures presented in the schedule of expenditures of state and federal awards, the City provided federal awards to sub-recipients as follows:

<b>CFDA Number</b>	<b>Program Name</b>	<b>Amount Provided to Subrecipients</b>
14.218	Community Development Block Grant	\$ 369,274
14.239	Home Program Grant	\$ 25,415

**5) Reconciliation of the Schedules of Expenditures of State and Federal Awards**

The following is a reconciliation of the expenditures reported in the schedules of expenditures of state and federal awards to the expenditures reported in the financial statements for the City:

Expenditures in the schedule of expenditures of state awards	\$ 6,299,462
Expenditures in the schedule of expenditures of federal awards	5,719,153
Expenditures financed by other funding sources	<u>29,890,461</u>
Expenditures reported in the statement of revenues, expenditures, and changes in fund balance/net position—other governmental funds/Transit fund	<u>\$ 41,909,076</u>

**Report of Independent Auditors on Internal Control Over  
Financial Reporting and on Compliance and Other Matters  
Based on an Audit of Financial Statements Performed in  
Accordance with *Government Auditing Standards***

Mr. Timothy Keller, New Mexico State Auditor  
and the Honorable Mayor and City Council Members  
of the City of Las Cruces

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, the aggregate remaining fund information, and the budgetary comparisons for the general fund and major special revenue funds of the City of Las Cruces, New Mexico (the City) as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents and have issued our report thereon dated November 30, 2016. We have also audited the financial statements of each of the City's nonmajor governmental, nonmajor enterprise, internal service funds, and agency funds; and the budgetary comparison schedules for the debt service fund, special revenue funds, capital project funds, proprietary funds and the nonmajor governmental funds as of and for the year ended June 30, 2016, and have issued our report thereon dated November 30, 2016.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify a deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2016-001 that we consider to be a significant deficiency.

**MOSS ADAMS<sub>LLP</sub>****Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance or other matters that is required to be reported under *Government Auditing Standards* and are described in the accompanying schedule of findings and questioned costs as findings 2011-002 and 2015-003.

**The City's Responses to Findings**

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

**Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose



Albuquerque, New Mexico  
November 30, 2016



## **Report of Independent Auditors on Compliance For Each Major Federal Program and Report on Internal Control Over Compliance Required by the Uniform Guidance**

Mr. Timothy Keller, New Mexico State Auditor  
 and the Honorable Mayor and City Council Members  
 of the City of Las Cruces

### **Report on Compliance for Each Major Federal Program**

We have audited the City of Las Cruces, New Mexico's (the City) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2016. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

### ***Management's Responsibility***

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

### ***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of the City's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements of Title 2 *U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the City's compliance.

### ***Opinion on Each Major Federal Program***

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2016.

**MOSS ADAMS** LLP**Report on Internal Control Over Compliance**

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

[REDACTED]

Albuquerque, New Mexico  
November 30, 2016

**City of Las Cruces**  
**Schedule of Findings and Questioned Costs**  
**For the Year Ended June 30, 2016**

**Section I – Summary of Auditor’s Results**

***Financial Statements***

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP:	Unmodified
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Internal control over financial reporting:	
Material weakness identified?	No

Significant deficiency identified?	Yes
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Noncompliance material to financial statements noted?	No
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***Federal Awards***

Internal control over major federal programs:	
Material weakness identified?	No

Significant deficiency identified?	None reported
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Type of auditors’ report issued on compliance for major federal programs:	See table
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Any audit findings disclosed that are required to be reported in accordance with 2 CFR section 200.516(a)?	No
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**City of Las Cruces**  
**Schedule of Findings and Questioned Costs – continued**  
**For the Year Ended June 30, 2016**

**Section I – Summary of Auditor’s Results – continued**

Identification of major federal programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>	<u>Type of Auditor’s Report Issued on Compliance For Major Federal Programs</u>
20.500/20.507/20.526	Federal Transit Cluster with ARRA	Unmodified

Dollar threshold used to distinguish  
between type A and type B programs:

\$750,000

Auditee qualified as low-risk auditee?

No

**City of Las Cruces**  
**Schedule of Findings and Questioned Costs – continued**  
**For the Year Ended June 30, 2016**

**Section II – Financial Statement Findings**

**2011-002 – Information Technology**

*Criteria:* Information Technology (“IT”), including systems and infrastructure are essential and integral to the efficiency of the City’s operations. IT internal controls are essential to maintain the confidentiality, integrity, and availability of data. IT internal controls are as important as the internal controls that surround the input of financial transactions into the City’s general ledger.

*Condition/Context:* Several areas of the Information Technology infrastructure were identified as needing enhanced controls. These areas include:

- lack of true role-based user access controls to Munis ERP system and incomplete annual user access reviews
- lack of firewall between Mesilla Valley Regional Dispatch Authority, Sunland Park, and the City’s network.

***Role-based user access controls to MUNIS and incomplete annual user access reviews***

Role-based user access allows better management and control of user access by allowing multiple users to be assigned to specific roles within the system. However, it appears that rather than assigning users to roles, the ERP Specialist assigned a role to each user. Rather than reducing the number of roles and simplifying management this approach has increased the roles and management requirements. The risk is that there is more chance of error and inappropriate access with so many roles to administer. We understand that the City is working on a role-based user access with the re-implementation of MUNIS.

We noted that a review of the users’ access control listing for MUNIS was performed during the year. However, the review was limited on the accounting functions. As such, other areas/modules (purchase order, requisition, utility billing, budgeting, work orders, etc.) were not covered under the review. The purpose of this review is to determine whether users have the correct access they need to perform their duties but no access beyond that. For best-practice, user access controls, a complete review of user access should be performed annually.

***Lack of firewall between Mesilla Valley Regional Dispatch Authority, Sunland Park, and the City’s network.***

There is a close relationship between the City’s network and the Mesilla Valley Regional Dispatch Authority’s (MVRDA) network. MVRDA is connected to the City’s network and there is no firewall between the City and MVRDA. Sunland Park is connected to MVRDA and by default connected to the City network. The lack of firewall between these networks presents a high security risk to all three networks and their data. While the City performs some security measures, these are not considered enough to mitigate the risk involved.

**City of Las Cruces**  
**Schedule of Findings and Questioned Costs – continued**  
**For the Year Ended June 30, 2016**

**Section II – Financial Statement Findings - continued**

**2011-002 – Information Technology - continued**

*Effect:* Without strong internal controls over the City's IT infrastructure and the Munis ERP System, there is the potential for the confidentiality, integrity, and/or availability of data to be compromised. This compromise could be by an internal user of the system, by an external source (hacker), could be intentional or unintentional, and could be the result of a disaster.

*Cause:* The IT department has made a great deal of improvement in the strength of IT internal controls. In order to continue this improvement and implement the approved IT policies, the IT Department needs the support of City management and the cooperation of the City's employees.

*Recommendations:* We recommend the following:

- The City should ensure that a complete review of all user access levels on the MUNIS ERP system is performed on an annual basis and that true role-based access is implemented. This review will be easier once the system has "role-based" access levels.
- The City should ensure that, as an interim precaution, a firewall is installed between the MVRDA network and the City's network. Ideally, MVRDA and Sunland Park should be entirely separate networks.

*Management's response:*

*Role-based user access controls to MUNIS and lack of annual user access reviews*

The audit finding states the following, "...it appears that rather than assigning users to roles, the ERP Specialist assigned a role to each user." Munis allows roles to be assigned to users as well as users to a role. IT follows the procedures below:

1. New users –create the user and add each role necessary
2. Existing users requiring changes –add roles to the user
3. New roles – create the role and add the users to the role; this would be something like a requisition entry role for utilities where 50 people need access to perform the same identical task.

IT has eliminated the majority of "individual roles", i.e., roles that are unique to an individual user and less than 30 now remain. Roles based on function have been implemented and will continue to be refined as the City re-implements the Munis system as part of the version 11.1 upgrade.

The auditor has recommended that IT provide user access reports to each department Director for review and signature annually. IT has created a report for this purpose and

**City of Las Cruces**  
**Schedule of Findings and Questioned Costs – continued**  
**For the Year Ended June 30, 2016**

**Section II – Financial Statement Findings - continued**

**2011-002 – Information Technology - continued**

will start the process of submitting these reports to department Directors for review and sign off in January 2017.

*Lack of firewall between Mesilla Valley Regional Dispatch Authority, Sunland Park, and the City's network.*

MVRDA recently implemented their own network. IT has waited until issues were resolved regarding MVRDA staff being able to properly access Munis due to this network change and the conversion to Munis 11.1. Now that those issues have been resolved, IT staff will begin to work on implementing basic firewall segmentation that continues to allow MVRDA staff to access the Tyler Munis and Incode products as well as the City Intranet. IT anticipates having this segmentation implemented in January 2017.

**City of Las Cruces**  
**Schedule of Findings and Questioned Costs – continued**  
**For the Year Ended June 30, 2016**

**Section II – Financial Statement Findings - continued**

**2016-001 – Procurement and Purchasing Cards (Significant Deficiency)**

*Criteria* – In accordance with the City’s procurement and purchasing card (p-card) policies, among other requirements, items purchased with p-cards must be appropriately approved and relate to the performance of or for City operations and programs. The City’s policy also requires cardholders to complete an application that acknowledges their review of the p-card policy manual, and adhere to the guidelines, rules and regulations that the manual establishes.

*Condition/Context* –We found the following during the course of our p-card audit:

- Out of seven p-card transactions reviewed, three that totaled \$11,399 that did not relate to the performance of or for the City’s operations and programs as defined in the City’s p-card policies. In addition, two of these p-card transactions were not properly approved.

Out of seven employees who had p-cards that we reviewed, the City was unable to provide a completed cardholder applications for four of these employees that is required by policies.

*Cause* – The City did not follow its own policies and procedures related to p-cards.

*Effect* – The City’s procurement processes were bypassed, and as a result, the City violated its own policies and procedures.

*Recommendation* –P-cards are an effective tool that the City can use to make the purchasing process more efficient. However, if policies are not followed and enforcing restrictions for instances of noncompliance are not performed, p-cards can be abused. The City should conduct periodic audits of p-card transactions and perform policy training so all employees that utilize p-cards are aware of the specific requirements.

*Management’s response:* Finance recognizes that purchases were made for items that did not relate to the performance of or for City operations and programs. These items should have been procured through the City’s standard requisition and purchase order process and the use of the P-card for this type of expenditure was inappropriate and violated City p-card policy. Additional security measures will be added to all levels of p-card holders that specifically prohibits the purchase of goods that do not relate to the performance of or for City operations and programs. Finance currently requires that any new or expired p-card holder attends p-card policy training prior to p-card issuance.



**City of Las Cruces**  
**Schedule of Findings and Questioned Costs – continued**  
**For the Year Ended June 30, 2016**

**Section II – Financial Statement Findings - continued**

**2015-003 – Appropriations to Agencies (Other Matter)**

*Criteria* – In accordance with 2.2.2.10 (O) NMAC:

- a. If actual expenditures exceed budgeted expenditures at the legal level of budgetary control, that fact must be reported in a finding and disclosed in the notes to the financial statements.

*Condition/Context* – The following funds over-expended budgeted amounts as of June 30, 2015

- Downtown Revitalization (\$300)
- Older American Act Program (\$28,495)
- 2005 GRT Public Improvements (\$220)
- Self Insurance Fund (\$59,986)

*Cause* – Procedures were not in place to ensure budgetary compliance.

*Effect* – The City was not in compliance with the requirements of 2.2.2.10 (O) NMAC.

*Auditors' Recommendation* – We recommend the City establish adequate procedures to monitor budget compliance and prohibit spending exceeding the budgeted amounts and budgeting deficits.

*Management's response* – The City agrees with the recommendation. The Office of Management and Budget guidelines, procedures, and related authorities for periodic budget adjustments to revenue and expenditures are clearly defined, and are consistent with State of New Mexico Department of Finance and Administration – Local Government Division budget adjustment directives. The Office of Management and Budget will work with these departments to put into place methods to sustain effective compliance with processes, procedures and controls necessary to meet requirements of City Budget guidelines, procedures, and related authorities for periodic budget adjustments.

**City of Las Cruces**  
**Schedule of Findings and Questioned Costs – continued**  
**For the Year Ended June 30, 2016**

**Section III – Federal Award Findings and Questioned Costs**

No federal award findings and questioned costs in the current year.

**City of Las Cruces**  
**Summary Schedule of Prior Audit Findings**  
**For the Year Ended June 30, 2016**

<b><u>Prior Audit Findings</u></b>	<b><u>Current Status</u></b>
<b>Financial Statement Findings</b>	
2011-002 – Information Technology	Repeat finding – see finding 2011-002
2015-003 – Appropriation to Agencies	Repeat finding – see finding 2015-003
<b>Federal Award Findings</b>	
2015-002 – Procurement, Suspension, and Debarment	Resolved

**City of Las Cruces**  
**Corrective Action Plan**  
**For the Year Ended June 30, 2016**

<b>Audit Finding</b>	<b>Corrective Action Plan</b>	<b>Person Responsible</b>	<b>Estimated Completion Date</b>
2011-002 Information Technology	See management's response.	IT Director	June 30, 2017
2015-003 Appropriation to Agencies	See management's response.	Budget Director	June 30, 2017
2016-001 Procurement, and Purchasing Cards	See management's response.	Procurement Director	June 30, 2017

**City of Las Cruces**  
**Exit Conference and Financial Statement Preparation**  
**For the Year Ended June 30, 2016**

An exit conference was conducted on November 15, 2016, in a closed meeting pursuant to *Section 12-6-5 NMSA, 1978*, with the following individuals in attendance:

City of Las Cruces

Stuart Ed	City Manager
David Dollahan	Assistant City Manager
Victoria Fredrick	Director of Financial Services
Melissa Meyer	Accounting Manager
Maria Sanchez	Financial Reporting Analyst Senior
Victoria Delgado	Financial Reporting Analyst
Audrey Evins	City Internal Audit Department

Moss Adams LLP

Ryan Luetkemeyer	Senior Manager
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The City's accounting department and independent public accountants jointly prepared the accompanying financial statements. The City is responsible for the financial statement content.