



Agenda

**Regular Meeting of the Audit
Committee
March 24, 2026 at 10:00 AM
Councilors' Conference Room,
City Hall
200 Lincoln Avenue**

Procedures for Audit Committee Meeting

1. Call to Order
2. Roll Call
3. Approval of Agenda
4. Approval of Minutes
 - a. Request for Approval of the January 22, 2026, Audit Committee Meeting Minutes. (Erminia Tapia, Business Operations Manager; emtapia@santafenm.gov)
- Committee Review:**
Audit Committee: 03/24/2026
5. Presentations
 - a. Fiscal Year 2025 Audit Report. (Anndrea K. Phillips, Deputy City Manager and Interim Finance Director; akphillips@santafenm.gov and Matthew Bonifer, Accounting Officer; mtbonifer@santafenm.gov and Alan D. A.J. Bowers Jr., Carr Riggs & Ingram, L.L.C.; Abowers@CRLadv.com)
6. New Business
7. Matters from Staff
8. Matters from the Committee
9. Matters from the Chair
10. Next Meeting: Thursday, May 21, 2026
11. Adjourn

**State of New Mexico
City of Santa Fe**

ANNUAL COMPREHENSIVE FINANCIAL REPORT

For the Year Ended June 30, 2025

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INTRODUCTORY SECTION



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City of Santa Fe, New Mexico

200 Lincoln Avenue, P.O. Box 909, Santa Fe, N.M. 87504-0909

www.santafenm.gov

Alan Webber, Mayor

Councilors:

Signe I. Lindell, Mayor Pro Tem, District 1

Alma G. Castro, District 1

Michael J. Garcia, District 2

Carol Romero-Wirth, District 2

Lee Garcia, District 3

Pilar F.H. Faulkner, District 3

Jamie Cassutt, District 4

Amanda Chavez, District 4

January 16, 2026

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

In accordance with New Mexico statutes, we are pleased to present the Annual Comprehensive Financial Report of the City of Santa Fe (City) for the fiscal year ended June 30, 2025 (FY25). The report was prepared by the City's Finance Department to provide information regarding the financial position of the City. The financial statements and supporting schedules have been prepared in conformity with U.S. generally accepted accounting principles (GAAP), as established by the Governmental Accounting Standards Board (GASB), and with the requirements of the State of New Mexico, Office of the State Auditor.

The responsibility for the accuracy, completeness, and fairness of the data presented, including disclosures, rests with management of the City. Management assumes full responsibility for the completeness and reliability of the information presented in this report based on a comprehensive internal control framework that is intended to provide reasonable assurance that assets are safeguarded against loss or unauthorized use, and that financial records can be relied upon to produce financial statements according to GAAP. Management believes this report is accurate in all material respects and is presented in a manner which fairly sets forth the financial position and results of operations of the City. Management is responsible for establishing and maintaining internal accounting controls designed to provide reasonable, but not absolute, assurance that these financial statements are complete and accurate in their presentation. "Reasonable assurance" is intended to recognize that the cost of maintaining the system of internal accounting controls should not exceed the benefits derived. The City's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement. The City's Management team asserts that, to the best of our knowledge, this financial report is complete and reliable in all material respects.

New Mexico State Statute 12-6-3, NMSA 1978 mandates that the financial affairs of the City be thoroughly examined and audited each year by independent auditors approved by the state auditor. The City selected Carr, Riggs & Ingram to perform the June 30, 2025, audit. The audit was conducted in accordance with generally accepted government auditing standards (GAGAS) issued by the Comptroller General of the United States. The audit provides an independent review to help ensure a fair presentation of the City's financial position and results of operations. Carr, Riggs & Ingram issues a separate report on the City's internal control systems.

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

FACTORS AFFECTING FINANCIAL CONDITION

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

Profile of the City

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

The City of Santa Fe has operated under the Mayor-Council-City Manager form of government since 1954. In 2014 the citizens voted to change the status of the Mayor from a part-time to a full-time Mayor, with a significant increase in duties and responsibilities. The City's Mayor, Alan Webber, was elected in March 2018 to serve a four-year term. Mayor Webber was re-elected in November 2021 and began his second four-year term as Mayor in January 2022. Prior to his service as the 43rd Mayor, and the City's first full-time executive, Mayor Webber built a career in business and journalism, most notably as the Editorial Director of the Harvard Business Review and Co-Founder and Co-Editor-in-Chief of Fast Company magazine.

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

The Mayor appoints and may remove the City Manager, the City Attorney, the City Clerk and members of advisory commissions, subject to the approval of the governing body. The City Manager is the chief administrative officer of the City and is responsible for carrying out the policies and ordinances approved by the governing body. In addition to overseeing the day-to-day operations of the City, the City Manager also appoints the directors of the various departments, prepares the annual budget, and keeps the governing body informed of the financial condition and needs of the City.

Santa Fe is located in the north central part of the state. It is the oldest state capital in the United States. Its current population is approximately 90,000 residents. The City provides a full range of services including police and fire protection; public works; highways and streets; waste water operations; refuse collection and transport; water services; transit; parking facilities operations; convention center services; recreational activities; cultural events; community welfare; and the municipal airport. The City has no component units or blended component units that are legally separate entities. The City is the Fiscal Agent for two jointly governed organizations, the Buckman Direct Diversion Project (BDD) and Santa Fe Solid Waste Management Agency (SWMA). As Fiscal Agent the City holds pooled cash in a Custodial Fund on behalf of BDD and SWMA and has other fiduciary responsibilities to these entities.

Local Economy

As the state's capital, Santa Fe benefits from a stable, educated government workforce. Many city residents also work at Los Alamos National Laboratory in neighboring Los Alamos, one of the country's premier scientific research centers. Santa Fe's economy is based largely on tourism and, as the capital city, state government, which is the largest employer in the area. Known as "The City Different," Santa Fe is also one of the top art markets in the world and the third largest art market in the United States.

Santa Fe's spectacular Rocky Mountain setting and stunning wealth of cultural resources; including over 250 art galleries, over 20 museums, four-star hotels and resorts, a globally recognized opera company, dozens of major annual festivals, and many award-winning restaurants, shops and spas, draw visitors and second homeowners from all over the globe. Santa Fe attracts an average of 2 million overnight visitors annually and has been named as one of the top tourist destinations in the world by Travel + Leisure magazine. In 2025 Santa Fe was ranked the #1 city on the list of "15 Best Cities in the U.S." and the #19 city on the list of "25 Favorite Cities in the World" in the Travel + Leisure 2025 World's Best Awards.

The steady volume of visitors supported strong occupancy of Santa Fe's hotels and drove a robust shortterm rental market in FY25. In 2025 Santa Fe earned many national and international accolades including:

- Santa Fe ranked #2 on the Conde Nast Traveler list of "The Best Small Cities in the U.S." in the 2025 Readers' Choice Awards.
- Ranked as the #1 small city on the Moviemaker Magazine 2025 list of the "Best Places to Live and Work as a Moviemaker"
- The Santa Fe Railyard Arts District was voted by USA Today readers into the #7 spot on the 2025 list of the "10 Best Art Districts in the US."

FY25 saw a time of relative economic stability in the aftermath of the coronavirus pandemic and the associated economic fallout. Federal policy changes enacted by the Trump Administration in Washington, D.C. created uncertainty regarding the future of federal grant revenues in the second half of FY25. The fiscal year 2026 (FY26) budget continues the Webber administration's record of responsible fiscal management and investment in increased compensation for City employees.

Financial Overview and Policies

The largest single source of revenue to the City is Gross Receipts Tax, which represents 36.2% of total budgeted operating City revenue for FY25. Since 2011, gross receipt tax revenue (GRT) has grown at a robust pace, although in FY25 year-over-year growth showed signs of leveling off. The City maintains sound reserves as a buffer against economic slowdowns, and funds over 40% of its total expenditures from utility rates, fees, and grants.

Through the diligent and collective efforts of the elected officials and city staff, measures continue to be taken to limit expenditures, prioritize services and projects and budget conservatively while delivering high-quality community services.

In FY25 the City invested in pay increases for all City employees as part of the implementation of recommendations from a Classification and Compensation study (Class and Comp). The FY25 operating budget includes \$10.6 million to fund pay increases recommended by the Class and Comp study, plus an additional \$4.1 million to pay for a 3% across the board pay increase for all City employees.

Early in FY25, budget increases totaling \$38.8 million in one-time appropriations for special projects were approved by the City's Governing Body. Funding for these one-time projects was drawn from accumulated balances in the General Fund, the ½% Gross Receipts Tax Capital Projects fund, and Utility enterprise funds. These balances accumulated primarily due to two factors: 1) in previous years actual revenues came in above budgeted estimates, and 2) prior year expenditures came in below budget.

Mayor Webber's administration has built up the City's "rainy day funds," or reserves, which have enabled the City to continue investing in core services and prioritize funding to build and support community initiatives. Reserves are intentionally built-up during years of revenue growth with the prospect of using the reserves to help during times of financial hardship or uncertainty. Overall, the adopted FY25 budget reflects an addition of \$8.4 million into the City's cash reserves.

The City has two industrial revenue bonds (IRBs) that include tax abatements. The Ridgetop Road office campus project IRB was approved by the City's Governing Body in 2007 to promote industry and develop trade and other economic activity to secure and maintain a balanced and stable economy in the City. The office campus is the headquarters of Thornburg Investment Management, a privately owned global investment firm. The El Castillo Retirement Residences project IRB was approved in 2019 for the purpose of acquiring, constructing, and equipping a new adult residential retirement facility. The La Secoya de El Castillo senior living community opened in 2022 and has 68 independent living units.

Cash Management

The City invests cash in demand deposits, certificates of deposit, securities issued by the United States Government and its Agencies, and money market funds. Investment terms may range from 0 to five-year maximum maturities under the City's Investment Policy. A review and update of the City's Investment Policy is planned for calendar year 2026.

Debt Management

The City issued 2025 Series General Obligation Improvement Bonds in August 2025, pledging property tax revenues received from Santa Fe County. The City raised \$25,000,000 dedicated to improving streets throughout the City over the next three years.

Procurement

The City has a centralized purchasing office that reviews all procurements for compliance. In January 2018, the City adopted the State of New Mexico Procurement Code. The Purchasing team is working to streamline the contracting process through technology and business process improvements. The City has a widely used Purchasing Card program and a City-wide WEX fuel card program. The Chief Procurement Officer is leading an effort to update and modernize the City's procurement ordinances and procurement manual.

Budget

The City prepares an annual operating budget. The annual budget serves as the foundation for Santa Fe's financial planning and control. All departments of the City are required to submit requests for appropriations to the City Manager each year. The City Manager uses these requests as the starting point for developing a proposed budget for the upcoming fiscal year. The City Manager presents this proposed budget to the Finance Committee, which is composed of five city councilors, through a series of public meetings. The city council reviews the finance committee's recommended budget and adopts a final budget by June 1 for the fiscal year commencing July 1. The appropriated budget is prepared by fund, function (e.g., public safety), and division (e.g., water). The legal level of budgetary control (i.e. the level at which expenditures may not legally exceed appropriations) is at the function level for the general fund; the fund level for special revenue and capital improvement funds; and at the division level for the enterprise funds. The Municipal Charter allows the City Manager to approve transfers of appropriations within a department up to \$60,000. Transfers over \$60,000 or between funds, as well as any net budget increases or decreases, require city council approval. Budget-to-actual comparisons are provided in this report at the function level for the general fund, and at the fund level for the major special revenue funds. These comparisons are presented in this report as part of the basic financial statements for governmental funds.

Risk Management

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

Pension Plan

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

Other Postemployment Benefit Plan

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

Acknowledgements

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

We also wish to thank the staff of Carr, Riggs & Ingram and CliftonLarsonAllen for their counsel, technical assistance, and continued support in the preparation of this report.

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

Respectfully submitted,


Mark Scott (Dec 9, 2025 18:27:56 MST)

Mark Scott
City Manager

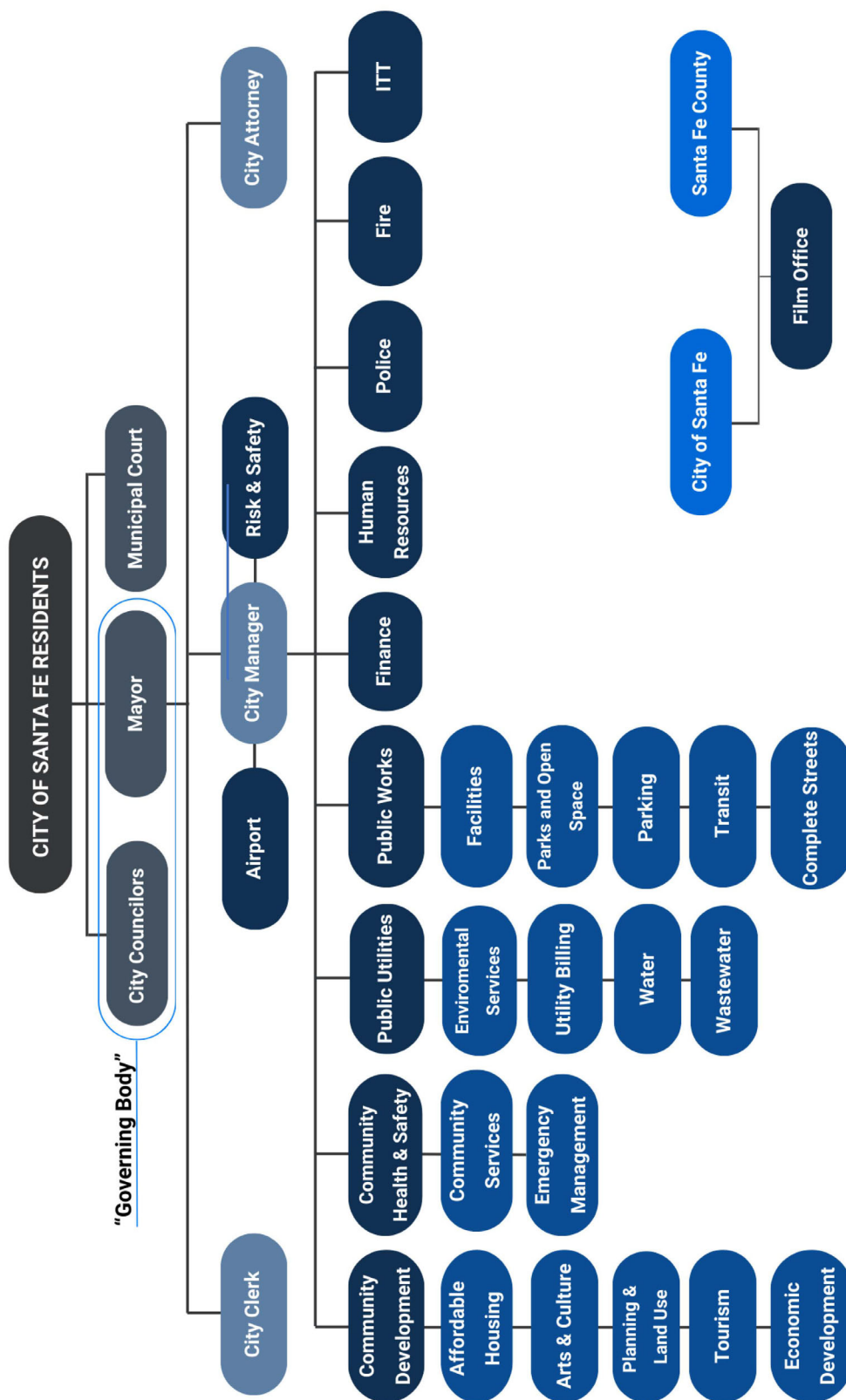


Emily K. Oster
Finance Director and Chief Financial Officer



PROPOSED FISCAL YEAR 2026 BUDGET

I. CITY OF SANTA FE - ORGANIZATIONAL CHART



MAYOR

Alan M. Webber

MAYOR PRO TEM

Signe I. Lindell, District 1

CITY COUNCIL

Alma Castro, District 1
Carol Romero-Wirth, District 2
Michael Garcia, District 2
Pilar F. H. Faulkner, District 3
Lee Garcia, District 3
Jamie Cassutt, District 4
Amanda Chavez, District 4

CITY MANAGER

Mark Scott

FINANCE DEPARTMENT

Emily Oster, Finance Director
Alexis Lotero, Assistant Finance Director
Josefa Bolden, Controller
Travis Dutton-Leyda, Chief Procurement Officer
Andrew Hopkins, Budget Officer
Melanie Lerma, Payroll Officer
Matt Bonifer, Accounting Officer



FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

Joseph M. Maestas, P.E., CFE, New Mexico State Auditor
The Mayor and Members of City Council
City of Santa Fe
Santa Fe, New Mexico

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, the aggregate remaining fund information, and the budgetary comparison for the general fund of the City of Santa Fe, New Mexico (the "City"), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, the aggregate remaining fund information, and the budgetary comparison for the general fund of the City, as of June 30, 2025, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter

Correction of Error

As described in Note 2 to the financial statements, the prior year financial statements have been corrected for errors in accordance with GASB Statement No. 100, *Accounting Changes and Error Corrections*. Our opinions are not modified with respect to these matters.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 20 through 30, the GASB required pension schedules on pages 134 through 137, the GASB required other post-employment benefit schedules on pages 138 through 141, and the notes to the required supplementary information on page 142 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying combining nonmajor fund financial statements, budgetary comparison schedules, and supporting schedules, as identified in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 combining and individual nonmajor fund financial statements, and supporting schedules, as identified in the table of contents, are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory section, statistical section, and other disclosures but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 16, 2026, 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Carr, Riggs & Ingram, L.L.C." with a stylized flourish at the end.

Carr, Riggs & Ingram, L.L.C.
Albuquerque, New Mexico
January 16, 2026

City of Santa Fe, New Mexico Management's Discussion and Analysis

As management of the City of Santa Fe (the "City"), we offer readers of the City's financial statements this discussion and analysis of the financial activities of the City for the fiscal year ended June 30, 2025. This analysis is intended to serve as an introduction to the City's basic financial statements and to provide an analytical overview of the City's operations. We encourage readers to consider the information presented here in conjunction with the City's *Basic Financial Statements* starting on page 32, the *Notes to the Financial Statements* starting on page 58, and additional information provided.

FINANCIAL HIGHLIGHTS

- The assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$829,435,203 (net position). The City's net position that is restricted for capital projects and other purposes is \$129,967,734. The City's net investment in capital assets is \$677,979,290. The City has an overall unrestricted net position as of June 30, 2025 of \$21,488,179.
- Change in net position for the year ended June 30, 2025 was an increase of \$47,761,197 as a result of operations. The increase is primarily due to an increase in revenues of 4%. Overall, the City continues to have a strong financial position, operating reserves, and assets available to provide services to citizens.
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$54,296,150 or 39% of total general fund expenditures.
- The City's total debt outstanding at June 30, 2025 is \$176,288,604.

THE BASIC 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 set of financial statements provides both long-term and short-term views of the City's financial activities and financial position. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business. These statements are reported using the economic resources measurement focus and the accrual basis of accounting and include the *statement of net position* and the *statement of activities*.

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

THE BASIC FINANCIAL STATEMENTS (Continued)

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

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from those functions that are intended to recover all or a portion of these costs through user fees and charges (*business-type activities*). The governmental activities of the City include basic services such as general government, physical environment (public works), economic environment, public safety, human services (health and welfare), and culture and recreation. The governmental services are supported by general City revenues such as taxes, and by specific program revenues such as fees.

The business-type activities of the City include waste water management, water management, environmental services, Santa Fe Convention Center, College of Santa Fe, municipal recreation complex, parking, railyard properties, airport, transit system, and Genoveva Chavez Community Center. Unlike governmental services, these services are generally supported by charges paid by users based on the amount of service they use.

The government-wide financial statements are prepared on the accrual basis of accounting that means they include all economic resources of the City as a whole. The government-wide financial statements can be found on pages 32 through 35 of this report.

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

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions.

THE BASIC FINANCIAL STATEMENTS (Continued)

Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The City has four governmental fund types: the general fund, the special revenue funds, capital projects funds, and the debt service funds. Information is presented separately in the governmental fund balance sheet and statement of revenues, expenditures, and changes in fund balances for the general fund and the $\frac{1}{2}\%$ gross receipts tax capital projects fund, which are considered to be major funds. Data from the other nonmajor governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The City adopts an annual appropriated budget for all of its funds. A budgetary comparison schedule has been provided for the general fund to demonstrate compliance with these budgets. The basic governmental fund financial statements can be found on pages 36 through 45 of this report.

Proprietary Funds. Proprietary Funds are accounted for using the economic resources measurement focus and the accrual basis of accounting. The accounting objectives are determinations of net income, financial position and cash flow. All assets, deferred outflows of resources, liabilities, and deferred inflows of resources are included on the Statement of Net Position. The City has presented four major proprietary funds within the financial statements: the waste water management fund, the water management fund, the environmental services fund, and the Santa Fe convention center fund. Data from the other nonmajor proprietary funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor proprietary funds is provided in the form of combining statements elsewhere in this report. The basic proprietary fund financial statements can be found on pages 46 through 55 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 58 through 132 of this report.

Other information. The combining statements referred to earlier in connection with nonmajor governmental funds, nonmajor proprietary funds, and internal service funds are presented immediately following the Required Supplementary Information. The combining fund financial statements can be found on pages 146 through 237 of this report.

City of Santa Fe, New Mexico Management's Discussion and Analysis

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. In the case of the City, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$829,435,664 at the close of the most recent fiscal year. The City had revenues that exceeded expenditures during the year in the amount of \$47,761,197 which increased net position in the current year as a result of operations.

The City net position reflects its investment in capital assets (e.g., land, buildings, other improvements, and furniture and equipment) less any related debt used to acquire those assets that is still outstanding. This net position category of \$677,979,290 reflects that the City has more net cost value than debt related to its capital assets. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

	June 30, 2025			June 30, 2024			
Governmental Activities	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total	Percent Change
Current and other assets	\$ 253,313,445	\$ 202,978,627	\$ 456,292,072	\$ 245,853,160	\$ 219,010,620	\$ 464,863,780	-1.84%
Net capital assets	387,109,874	467,594,576	854,704,450	369,537,623	428,683,645	798,221,268	7.08%
Total assets	640,423,319	670,573,203	1,310,996,522	615,390,783	647,694,265	1,263,085,048	3.79%
Deferred outflows of resources	44,329,074	11,673,924	56,002,998	45,075,161	12,208,545	57,283,706	-2.24%
Total assets and deferred outflows of resources	\$ 684,752,393	\$ 682,247,127	\$ 1,366,999,520	\$ 660,465,944	\$ 659,902,810	\$ 1,320,368,754	3.53%
Current liabilities	\$ 62,737,510	\$ 26,749,979	\$ 89,487,489	\$ 63,045,666	\$ 26,294,498	\$ 89,340,164	0.16%
Long-term liabilities	262,008,848	142,606,087	404,614,935	257,533,567	144,119,923	401,653,490	0.74%
Total liabilities	324,746,358	169,356,066	494,102,424	320,579,233	170,414,421	490,993,654	0.63%
Deferred inflows of resources	23,814,496	19,647,397	43,461,893	31,569,825	22,667,610	54,237,435	-19.87%
Net investment in capital assets	310,029,912	367,949,378	677,979,290	281,638,552	325,835,872	607,474,424	11.61%
Restricted	129,967,734	-	129,967,734	101,198,694	-	101,198,694	0.00%
Unrestricted (deficit)	(103,806,107)	125,294,286	21,488,179	(74,520,360)	140,984,907	66,464,547	-67.67%
Total net position	336,191,539	493,243,664	829,435,203	308,316,886	466,820,779	775,137,665	7.00%
Total liabilities, deferred inflows of resources, and net position	\$ 684,752,393	\$ 682,247,127	\$ 1,366,999,520	\$ 660,465,944	\$ 659,902,810	\$ 1,320,368,754	3.53%

City of Santa Fe, New Mexico

Management's Discussion and Analysis

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

Changes in Net Position

The City's total revenues of \$389,135,730 and expenses of \$341,374,533 resulted in a change in net position of \$47,761,197 as a result of City operations. Comparative information for changes in net position is shown in the table below.

	June 30, 2025			June 30, 2024			Percent Change
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total	
Revenues							
Program revenues							
Charges for services	\$ 23,537,523	\$ 88,914,140	\$ 112,451,663	\$ 24,195,869	\$ 92,996,432	\$ 117,192,301	-4%
Operating grants and contributions	11,942,447	13,762,679	25,705,126	10,839,935	7,153,428	17,993,363	43%
Capital grants and contributions	9,520,474	6,570,348	16,090,822	6,095,022	4,651,829	10,746,851	0%
General revenues and transfers							
Gross receipts tax	166,805,927	7,158,542	173,964,469	162,558,672	-	162,558,672	7%
Other taxes	39,417,848	-	39,417,848	37,077,926	6,976,298	44,054,224	-11%
Investment income (loss)	10,090,494	6,609,984	16,700,478	9,483,089	7,145,445	16,628,534	0%
Transfers in (out)	(25,648,437)	25,648,437	-	(31,541,713)	31,541,713	-	0%
Other revenues	3,925,476	879,848	4,805,324	2,746,030	1,053,947	3,799,977	100%
Total revenues and transfers	239,591,752	149,543,978	389,135,730	221,454,830	151,519,092	372,973,922	4%
Expenses							
General government	52,817,300	-	52,817,300	43,179,035	-	43,179,035	22%
Public safety	79,325,361	-	79,325,361	75,724,543	-	75,724,543	5%
Public works	45,447,569	-	45,447,569	29,744,323	-	29,744,323	53%
Community development	16,993,583	-	16,993,583	13,932,038	-	13,932,038	22%
Culture and recreation	17,609,378	-	17,609,378	21,495,260	-	21,495,260	-18%
Education	4,316,219	-	4,316,219	3,442,367	-	3,442,367	25%
Interest and other charges	1,783,788	-	1,783,788	1,945,657	-	1,945,657	-8%
Issuance costs	2,667	-	2,667	2,818	-	2,818	0%
Wastewater management	-	17,449,420	17,449,420	-	16,040,945	16,040,945	9%
Water management	-	38,873,447	38,873,447	-	35,292,352	35,292,352	10%
Environmental services	-	17,302,095	17,302,095	-	16,726,439	16,726,439	3%
College of Santa Fe	-	4,744,157	4,744,157	-	4,887,953	4,887,953	-3%
Santa Fe Convention Center	-	7,733,774	7,733,774	-	5,911,145	5,911,145	31%
All other proprietary funds	-	36,975,775	36,975,775	-	31,219,412	31,219,412	18%
Total expenses	218,295,865	123,078,668	341,374,533	189,466,041	110,078,246	299,544,287	14%
Increase in net position	21,295,887	26,465,310	47,761,197	31,988,789	41,440,846	73,429,635	-35%
Net position - beginning of year, as originally reported	308,316,886	466,820,779	775,137,665	296,637,893	428,426,814	725,064,707	7%
Change in accounting principle (Note 2)	1,361,116	(1,133,171)	227,945	-	-	-	100%
Error corrections (note 2)	5,217,650	1,090,746	6,308,396	(20,309,796)	(3,046,881)	(23,356,677)	100%
Net position - beginning of year, after corrections	314,895,652	466,778,354	781,674,006	276,328,097	425,379,933	701,708,030	11%
Net position - ending	\$ 336,191,539	\$ 493,243,664	\$ 829,435,203	\$ 308,316,886	\$ 466,820,779	\$ 775,137,665	7%

City of Santa Fe, New Mexico Management's Discussion and Analysis

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

The City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The focus of the City's *governmental funds* is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$188,453,305, an increase of \$248,268 in comparison with the prior year. Approximately 28.8% percent of this total amount, \$54,186,140, constitutes *unassigned fund balance*, which is available for spending at the government's discretion. The remainder of fund balance is nonspendable, restricted, or assigned for other purposes to indicate that it is not available for new spending.

The general fund is the main governmental operating fund of the City. Its total fund balance for the fiscal year-ended June 30, 2025, was approximately \$54.4 million as compared to \$83.4 million at the prior year-end, amounting to a net \$29 million decrease. Two measures of the General Fund's liquidity are: (1) the percent of total fund balance as a percent of expenditures and (2) the spendable/unassigned fund balance as a percent of expenditures. The total fund balance was 81.7 percent of expenditures, and the spendable/ unassigned component was 23.5 percent of expenditures. The unassigned fund balance represents 39.2 percent of the total general fund expenditures or approximately 5 months of operating equity.

BUDGETARY HIGHLIGHTS

The overall City financial picture as of June 30, 2025 is consistent with what was expected when the FY25 budget was adopted in the spring of 2024. The largest single source of revenue to the City is Gross Receipts Tax (GRT), which represents 30% of the City's total operating revenue budget. As of the fourth quarter of FY25, GRT ended up approximately 8% over budget, and this figure reflects a 2.61% increase over the FY24 GRT number. This performance, while reflecting a positive development, reflects the trend staff have noted in previous GRT disbursements of FY25, wherein the annual GRT growth curve seen in the previous few years has appeared to be tapering off or flattening. The Finance Department will continue to monitor these trends as the FY26 GRT earnings numbers come in and will revise future earnings estimates accordingly. As for the remainder of the revenue picture, other major items such as Property Tax, Lodgers' Tax, Ambulance Fees, Housing Fees, and Utility Fees have also performed above budgeted estimates, though some categories such as Impact Fees, Franchise Fees, and Fines & Forfeitures ended up underperforming in FY25. Overall, however, the revenue picture is a positive one, with total overall revenues coming in at 1.1% under budget. On the expenditure side, we have seen the trend continue from past years, wherein major expense categories such as Contractual Services, Repairs & Maintenance, Supplies and Travel/Training ended the year well under budget. Overall expenses came in at 18.7% below budgeted levels at the end of FY25.

City of Santa Fe, New Mexico Management's Discussion and Analysis

BUDGETARY HIGHLIGHTS (Continued)

The revenue and expenditure situation for the General Fund is quite similar to the overall picture, with GRT coming in at approximately 8.7% over budget, or 2.6% over the previous fiscal year. Some other revenue categories such as Property Taxes, Ambulance Fees, Other Taxes, Licenses & Permits, and Recreation Fees performed significantly better than expected, while some others, including Franchise Fees, Planning/Land Use Fees, Other Fees & Services and Fines & Forfeitures came in below budgeted estimates. Overall General Fund revenues came in at 7.9% over budget for the fiscal year. Meanwhile, expenditure trends in the General Fund are largely similar to those seen in all funds arena, with major categories such as Contractual, Repairs & Maintenance, Supplies, and Travel/Training expected to come in well under budget, and some categories such as Salaries, Benefits, and Utilities projected to come in appreciably over budget. Overall, General Fund expenditures ended the fiscal year at 6.6% below budget for FY25.

ADMINISTRATION OF CAPITAL ASSETS AND DEBT

Capital Assets

The City's investment in capital assets for its governmental activities as of June 30, 2025, amounts to \$310,029,912 for governmental activities and \$367,949,378 for business-type activities (net of accumulated depreciation and amortization). This investment in capital assets includes land, construction in progress, right of way, art, buildings and structures, improvements, equipment and machinery, furniture and fixtures, vehicles, data processing and software, traffic signals, streets, right-to-use assets- equipment, and right-to-use assets- subscriptions. The tables on the ensuing pages show the summarized capital assets of the City as of June 30, 2025.

City of Santa Fe, New Mexico
Management's Discussion and Analysis

ADMINISTRATION OF CAPITAL ASSETS AND DEBT (Continued)

Governmental Activities			
Asset Description	Carrying Amount	Accumulated Depreciation and Amortization	Net Position Balance
Capital assets not being depreciated and amortized			
Land	\$ 172,049,821	\$ -	\$ 172,049,821
Construction in progress	48,897,275	-	48,897,275
Right of Way	78,281	-	78,281
Art	885,046	-	885,046
Total capital assets not being depreciated and amortized	221,910,423	-	221,910,423
Capital assets being depreciated and amortized			
Buildings and Structures	81,074,100	32,530,325	48,543,775
Improvements	121,399,607	98,236,443	23,163,164
Equipment and Machinery	31,973,880	20,564,227	11,409,653
Furniture and Fixtures	1,818,056	684,669	1,133,387
Vehicle	47,295,012	28,873,571	18,421,441
Data Processing and Software	16,576,085	12,971,915	3,604,170
Traffic Signals	23,683,156	23,517,434	165,722
Streets and bridges	252,604,924	194,391,441	58,213,483
Right of use asset- equipment	226,212	77,785	148,427
Right of use asset- subscriptions	715,580	319,351	396,229
Total capital assets being depreciated and amortized	577,366,612	412,167,161	165,199,451
Total capital assets	\$ 799,277,035	\$ 412,167,161	\$ 387,109,874

City of Santa Fe, New Mexico
Management's Discussion and Analysis

ADMINISTRATION OF CAPITAL ASSETS AND DEBT (Continued)

Business-type Activities		Carrying	Accumulated	
Asset Description		Amount	Depreciation and	Net Position
			Amortization	Balance
Capital assets not being depreciated and amortized				
Land	\$	38,260,558	\$	-
Water Rights		3,434,979		-
Construction in progress		68,597,565		-
Art		219,971		-
Total capital assets not being depreciated and amortized		110,513,073		-
Capital assets being depreciated and amortized				
Buildings and Structures		342,649,677	136,621,920	206,027,757
Improvements		184,711,853	153,466,053	31,245,800
Sewerlines and Utility Systems		220,252,598	121,726,412	98,526,186
Equipment and Machinery		23,553,482	23,677,504	(124,022)
Furniture and Fixtures		2,235,023	647,326	1,587,697
Vehicles		49,659,348	33,927,414	15,731,934
Data Processing and Software		4,102,784	2,932,337	1,170,447
Streets		-	-	-
Right of use asset- equipment		335,951	320,378	15,573
Right of use asset- subscriptions		3,104,283	204,152	2,900,131
Total capital assets being depreciated and amortized		830,604,999	473,523,496	357,081,503
Total capital assets	\$	941,118,072	\$	473,523,496
				\$ 467,594,576

Additional information on the City's capital assets can be found in Note 7 on pages 93 through 96 of this report.

Long-Term Debt

At the end of the current fiscal year, the City had the following long-term debt outstanding.

	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
General obligation bonds	\$ 12,425,000	\$ 13,860,000	\$ -	\$ -	\$ 12,425,000	\$ 13,860,000
Revenue bonds/loans	43,636,500	50,140,500	65,178,500	69,617,198	108,815,000	119,757,698
Other loans/notes payable	16,379,393	17,237,218	25,755,495	26,069,398	42,134,888	43,306,616
Bond premiums	3,698,130	4,658,032	6,221,995	6,902,355	9,920,125	11,560,387
Compensated absences	7,109,190	6,074,185	2,067,969	2,025,432	9,177,159	8,099,617
Lease and subscription liabilities	579,458	1,247,498	2,414,133	100,890	2,993,591	1,348,388
Claims payable	11,745,318	10,818,395	-	-	11,745,318	10,818,395
Total long-term debt	\$ 95,572,989	\$ 104,035,828	\$ 101,638,092	\$ 104,715,273	\$ 197,211,081	\$ 208,751,101

Additional information on the City's debt can be found in Note 8 on pages 97 through 110 of this report.

City of Santa Fe, New Mexico Management's Discussion and Analysis

ECONOMIC FACTORS AND THE FISCAL YEAR 2026 ADOPTED BUDGET

Like other communities around the nation, the City of Santa Fe had to quickly adapt to rapidly changing situations during the COVID-19 pandemic. The City has continued to adapt to hybrid work formats and continued its efforts in working together with community counterparts. The City focused significant efforts in employee retention and recruitment, including continued steps to implement a new pay plan based on a compensation and classification study completed in FY24.

A driving force in developing our budget each year is the estimation of City revenues. Gross Receipts Tax (GRT) accounts for 65.1% of the total FY26 General Fund budgeted revenues. The remaining General Fund revenues are comprised primarily of property taxes, franchise fees, licenses and permits, and fees and service charges.

Regarding the future outlook, our guidance for FY26 budget development was to begin with the FY25 adopted budget, less one-time items. The adopted FY26 budget includes a 3% adjustment in salaries and salary-dependent benefits for all employees, which increased budget for reoccurring expenses by \$4.5 million dollars. Projected revenues remained in line with the City's financial policy goal to maintain reserves of at least double the amount required by the State of New Mexico Department of Finance and Administration. The State requires that one-twelfth of General Fund revised-budgeted expenditures be maintained as a cash reserve.

The overall City's adopted FY26 expenditure budget is \$480.6 million as compared to FY25 adopted expenditures of \$440.1 million. Overall City budgeted revenues for FY26 were \$482.7 million as compared to FY25 adopted revenues of \$448.9 million.

Looking ahead, early FY26 GRT revenue data suggests volatility, with some months significantly above FY25 levels, and some significantly below. Inflationary pressures and labor market constraints are concerns that continue to be monitored closely by management. With national unemployment at 4.4% (the highest level since October 2021) and local labor force participation hovering around 57% (one of the lowest in the country), Santa Fe could face moderation in job growth through FY26. This aligns with broader economic projections of a decelerating U.S. GDP, slowing from a strong Q2 2025 pace (3.8%) down towards 1-2% growth, due to factors like weaker job growth, consumer spending cooling, and federal policy impacts. Concurrently, consumer spending, a key driver of GRT, is projected to continue to cool, particularly among lower-income groups, as consumers struggle with economic uncertainty and higher costs of essentials like groceries and housing. These factors may temper GRT revenue growth and necessitate careful fiscal planning to sustain long-term financial stability for many New Mexico municipalities. For Santa Fe, this will be offset by continued population growth and expansion of the city as a regional center, which will continue to attract businesses that boost GRT revenue growth. Santa Fe's diversified revenue streams and strong fiscal management position the city to weather potential economic downturns.

City of Santa Fe, New Mexico Management's Discussion and Analysis

ECONOMIC FACTORS AND THE FISCAL YEAR 2026 ADOPTED BUDGET (Continued)

Strategic adjustments to expenditure forecasts and proactive monitoring of GRT trends will be essential in ensuring balanced budgets and stable service delivery amid evolving economic conditions. Property Tax revenue and Lodger's Tax revenues are expected to continue to steadily increase, driven by strong anticipated performance from the luxury tourism sector and increasing property values.

REQUESTS FOR INFORMATION

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



BASIC FINANCIAL STATEMENTS



City of Santa Fe, New Mexico
Statement of Net Position

<i>June 30, 2025</i>	Primary Government		
	Governmental Activities	Business-type Activities	Total
Assets			
Current assets			
Cash, cash equivalents, and investments	\$ 202,378,513	\$ 161,821,196	\$ 364,199,709
Receivables			
Taxes	32,956,756	1,245,842	34,202,598
Intergovernmental	7,652,609	12,127,456	19,780,065
Customer, net	-	12,286,008	12,286,008
Other	5,318,883	280,998	5,599,881
Leases receivable, current	311,498	519,576	831,074
Inventory	81,580	400,547	482,127
Prepaid expenses	17,667	511,114	528,781
Total current assets	248,717,506	189,192,737	437,910,243
Noncurrent assets			
Restricted cash, cash equivalents, and investments	1,526,429	-	1,526,429
Leases receivable, net of current portion	3,069,510	13,785,890	16,855,400
Capital assets not being depreciated	221,910,423	110,513,073	332,423,496
Capital assets being depreciated	576,424,820	827,164,765	1,403,589,585
Right-to-use assets - leases	226,212	335,951	562,163
Right-to-use assets - subscriptions	715,580	3,104,283	3,819,863
Accumulated amortization - leases	(77,785)	(320,378)	(398,163)
Accumulated amortization - subscriptions	(319,351)	(204,152)	(523,503)
Accumulated depreciation	(411,770,025)	(472,998,966)	(884,768,991)
Total noncurrent assets	391,705,813	481,380,466	873,086,279
Total assets	640,423,319	670,573,203	1,310,996,522
Deferred outflows of resources			
Deferred outflows - pension	38,000,180	9,883,262	47,883,442
Deferred outflows - OPEB	6,328,894	1,790,662	8,119,556
Total deferred outflows of resources	44,329,074	11,673,924	56,002,998
Total assets and deferred outflows of resources	\$ 684,752,393	\$ 682,247,127	\$ 1,366,999,520

The accompanying notes are an integral part of these financial statements

City of Santa Fe, New Mexico
Statement of Net Position (Continued)

June 30, 2025	Primary Government		
	Governmental Activities	Business-type Activities	Total
Liabilities			
Current liabilities			
Accounts payable	\$ 18,426,234	\$ 10,501,181	\$ 28,927,415
Accrued payroll	3,742,055	1,064,346	4,806,401
Due to other governments	6,158	2,059,185	2,065,343
Unearned revenue	6,045,640	65,137	6,110,777
Deposits held in trust for others	8,845,242	2,352,824	11,198,066
Other current liabilities	756,850	1,310,422	2,067,272
Accrued interest payable	429,992	281,244	711,236
Claims and judgments	11,745,318	-	11,745,318
Compensated absences, due within one year	2,270,699	620,392	2,891,091
Lease liabilities, due within one year	64,550	16,456	81,006
Subscription liabilities, due within one year	219,114	569,749	788,863
Long term liabilities, due within one year	10,185,658	7,909,043	18,094,701
Total current liabilities	62,737,510	26,749,979	89,487,489
Noncurrent liabilities			
Net pension liability	172,190,990	44,784,216	216,975,206
Net OPEB liability	18,730,208	5,299,419	24,029,627
Compensated absences, due in more than one year	4,838,491	1,447,577	6,286,068
Lease liabilities, due in more than one year	87,089	-	87,089
Subscription liabilities, due in more than one year	208,705	1,827,928	2,036,633
Long term liabilities, due in more than one year	65,953,365	89,246,947	155,200,312
Total noncurrent liabilities	262,008,848	142,606,087	404,614,935
Total liabilities	324,746,358	169,356,066	494,102,424
Deferred inflows of resources			
Deferred inflows - unamortized gain on refund of bonds	361,481	75,075	436,556
Deferred inflows - leases	3,171,346	13,902,720	17,074,066
Deferred inflows - pension	3,009,972	782,847	3,792,819
Deferred inflows - OPEB	17,271,697	4,886,755	22,158,452
Total deferred inflows of resources	23,814,496	19,647,397	43,461,893
Net position			
Net investment in capital assets	310,029,912	367,949,378	677,979,290
Restricted for			
Debt service	4,569,626	-	4,569,626
Capital projects	40,585,199	-	40,585,199
Special revenue	84,812,909	-	84,812,909
Unrestricted (deficit)	(103,806,107)	125,294,286	21,488,179
Total net position	336,191,539	493,243,664	829,435,203
Total liabilities, deferred inflows of resources, and net position	\$ 684,752,393	\$ 682,247,127	\$ 1,366,999,520

The accompanying notes are an integral part of these financial statements

City of Santa Fe, New Mexico
Statement of Activities

For the Year Ended June 30, 2025

For the Year Ended June 30, 2025		Program Revenues	
Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions
Primary Government			
Governmental activities			
General government	\$ 52,817,300	\$ 16,912,564	\$ -
Public safety	79,325,361	666,393	4,202,126
Public works	45,447,569	4,204,531	128,287
Culture and recreation	16,993,583	77,779	253,834
Community development	17,609,378	1,676,256	7,358,200
Education	4,316,219	-	-
Interest and other charges	1,783,788	-	-
Issuance costs	2,667	-	-
Total governmental activities	218,295,865	23,537,523	11,942,447
Business-type activities			
Wastewater management	17,449,420	15,291,291	-
Water management	38,873,447	39,449,003	3,294,000
Santa Fe Convention Center	7,733,774	938,139	-
College of Santa Fe	4,744,157	528,151	921,578
Environmental services	17,302,095	17,107,802	-
Municipal recreation complex	3,883,910	2,031,871	-
Parking	5,728,314	5,190,754	-
Railyard properties	1,551,951	1,139,697	-
Airport	9,243,052	3,909,202	2,964,051
Transit system	11,722,889	1,726,338	6,508,050
Genoveva Chavez Community Center	4,845,659	1,601,892	75,000
Total business-type activities	123,078,668	88,914,140	13,762,679
Total primary government	\$ 341,374,533	\$ 112,451,663	\$ 25,705,126

General revenues and transfers

Taxes
Gross receipts
Lodgers'
Property
Other
Lease revenue
Investment income
Other revenues
Gain from sale of assets
Transfers

Total general revenues and transfers

Change in net position

Net position - beginning of year, as originally reported
Change in accounting principle (Note 2)
Error corrections (note 2)

Net position - beginning of year, after corrections

Net position - end of year

The accompanying notes are an integral part of these financial statements

City of Santa Fe, New Mexico
Statement of Activities (Continued)

Program Revenues		Net (Expense) Revenue and Changes in Net Position		
Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total	
\$ 49,050	\$ (35,855,686)	\$ -	\$ (35,855,686)	
-	(74,456,842)	-	(74,456,842)	
6,800,648	(34,314,103)	-	(34,314,103)	
2,123,667	(14,538,303)	-	(14,538,303)	
547,109	(8,027,813)	-	(8,027,813)	
-	(4,316,219)	-	(4,316,219)	
-	(1,783,788)	-	(1,783,788)	
-	(2,667)	-	(2,667)	
9,520,474	(173,295,421)	-	(173,295,421)	
300,634	-	(1,857,495)	(1,857,495)	
662,753	-	4,532,309	4,532,309	
6,458	-	(6,789,177)	(6,789,177)	
-	-	(3,294,428)	(3,294,428)	
-	-	(194,293)	(194,293)	
-	-	(1,852,039)	(1,852,039)	
-	-	(537,560)	(537,560)	
-	-	(412,254)	(412,254)	
5,600,503	-	3,230,704	3,230,704	
-	-	(3,488,501)	(3,488,501)	
-	-	(3,168,767)	(3,168,767)	
6,570,348	-	(13,831,501)	(13,831,501)	
\$ 16,090,822	(173,295,421)	(13,831,501)	(187,126,922)	
166,805,927	7,158,542	173,964,469		
17,923,699	-	17,923,699		
13,382,136	-	13,382,136		
8,112,013	-	8,112,013		
331,893	431,227	763,120		
10,090,494	6,609,984	16,700,478		
2,347,895	448,621	2,796,516		
1,245,688	-	1,245,688		
(25,648,437)	25,648,437	-		
194,591,308	40,296,811	234,888,119		
21,295,887	26,465,310	47,761,197		
308,316,886	466,820,779	775,137,665		
1,361,116	(1,133,171)	227,945		
5,217,650	1,090,746	6,308,396		
314,895,652	466,778,354	781,674,006		
\$ 336,191,539	\$ 493,243,664	\$ 829,435,203		

The accompanying notes are an integral part of these financial statements

City of Santa Fe, New Mexico
Balance Sheet – Government Funds

		General	1/2% Gross Receipts Tax Capital Projects
<i>June 30, 2025</i>		Fund	Fund
Assets			
Cash, cash equivalents, and investments	\$	51,661,003	\$ 6,735,480
Receivables			
Taxes		20,696,132	4,983,368
Intergovernmental		248,552	-
Other, net		765,972	-
Leases		-	-
Inventory		81,149	-
Total assets	\$	73,452,808	\$ 11,718,848
Liabilities, deferred inflows of resources, and fund balances			
Liabilities			
Accounts payable	\$	5,943,131	\$ 394,390
Pooled cash - cash overdrawn		-	-
Accrued payroll		3,093,210	60,199
Due to other governments		6,158	-
Unearned revenue		-	-
Deposits held in trust for others		8,181,926	-
Other current liabilities		693,925	14,167
Total liabilities		17,918,350	468,756
Deferred inflows of resources			
Unavailable revenue - leases		-	-
Unavailable revenue - property taxes		1,048,526	-
Unavailable revenue - other		108,633	-
Total deferred inflows of resources		1,157,159	-
Fund balances			
Nonspendable		81,149	-
Spendable			
Restricted		-	11,250,092
Unassigned (deficit)		54,296,150	-
Total fund balances		54,377,299	11,250,092
Total liabilities, deferred inflows of resources, and fund balances	\$	73,452,808	\$ 11,718,848

The accompanying notes are an integral part of these financial statements

City of Santa Fe, New Mexico
Balance Sheet – Government Funds (Continued)

Nonmajor Governmental Funds	Total Governmental Funds
\$ 124,133,361	\$ 182,529,844
7,277,256	32,956,756
7,404,057	7,652,609
3,423,115	4,189,087
3,381,008	3,381,008
-	81,149
<u>\$ 145,618,797</u>	<u>\$ 230,790,453</u>
\$ 9,819,940	\$ 16,157,461
237,202	237,202
409,166	3,562,575
-	6,158
6,045,640	6,045,640
663,316	8,845,242
48,758	756,850
<u>17,224,022</u>	<u>35,611,128</u>
3,171,346	3,171,346
226,591	1,275,117
2,170,924	2,279,557
<u>5,568,861</u>	<u>6,726,020</u>
-	81,149
122,935,924	134,186,016
(110,010)	54,186,140
<u>122,825,914</u>	<u>188,453,305</u>
<u>\$ 145,618,797</u>	<u>\$ 230,790,453</u>

The accompanying notes are an integral part of these financial statements

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City of Santa Fe, New Mexico
Reconciliation of the Governmental Funds Balance Sheet to the
Statement of Net Position

June 30, 2025

Fund balances - total governmental funds	\$ 188,453,305
Amounts reported for governmental activities in the statement of net position are different because	
Capital assets, net of accumulated depreciation, used in governmental activities are not financial resources and, therefore, are not reported in the funds	384,365,586
Right to use assets, net of accumulated amortization, used in governmental activities are not financial resources and, therefore, are not reported in the funds	148,427
Internal service funds are used by management to charge the costs of activities, such as insurance, to individual funds. The assets, deferred outflows of resources, liabilities, and deferred inflows of resources are included in governmental activities in the statement of net position	2,315,666
Delinquent items not collected within sixty days after year end are not considered "available" revenues and are considered to be unavailable revenue in the fund financial statements, but are considered revenue in the statement of activities	
Delinquent property taxes	1,275,117
Liquor licenses	108,633
Land sales	2,170,924
Deferred outflows and inflows of resources related to pensions, OPEB, and long-term debt are applicable to future periods and, therefore, are not reported in funds	
Deferred outflows - pension	36,291,228
Deferred inflows - pension	(2,874,607)
Deferred outflows - OPEB	6,016,093
Deferred inflows - OPEB	(16,418,056)
Deferred inflows - unamortized gain on refunding of bonds	(361,481)
Liabilities, including accrued interest, accrued compensated absences, bonds payable, loans payable, net pension liability, net OPEB liability, and subscription liabilities are not due and payable in the current period and, therefore, are not reported in the funds	
Accrued interest	(429,992)
Current portion of accrued compensated absences	(2,036,452)
Long term accrued compensated absences	(4,290,531)
Current portion of lease liabilities	(64,550)
Long term portion of lease liabilities	(87,089)
Current portion of long term debt payable	(10,185,658)
Long term portion of long term debt payable	(65,953,365)
Net pension liability	(164,447,179)
Net OPEB liability	(17,804,480)
Net position - governmental activities	\$ 336,191,539

The accompanying notes are an integral part of these financial statements

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes
In Fund Balance – Governmental Funds

<i>For the year ended June 30, 2025</i>	General Fund	(Formerly Major) Community Development	1/2% Gross Receipts Tax Capital Projects Fund
Revenues			
Taxes			
Gross receipts	\$ 108,907,004	\$ -	\$ 28,634,110
Lodgers'	-	-	-
Property	10,811,409	-	-
Other	6,607,554	-	-
Intergovernmental			
Federal operating	-	-	-
State operating	-	-	-
Federal capital	-	-	-
State capital	-	-	-
Local	-	-	-
Lease revenue	-	-	-
Charges for services	16,892,764	-	-
Investment income (loss)	3,618,394	-	590,325
Other revenues	712,290	-	-
Total revenues	147,549,415	-	29,224,435
Expenditures			
Current			
General government	21,223,892	-	6,580,897
Public safety	68,482,745	-	-
Public works	31,437,757	-	-
Community development	1,588,883	-	-
Education	4,143,934	-	-
Culture and recreation	5,122,672	-	-
Capital outlay	6,452,197	-	212,691
Debt service			
Principal payments	89,839	-	-
Interest	8,903	-	-
Debt issuance costs	-	-	-
Total expenditures	138,550,822	-	6,793,588
Excess (deficiency) of revenues over expenditures	8,998,593	-	22,430,847
Other financing sources (uses)			
Proceeds from sale of assets	-	-	-
Debt proceeds	-	-	-
Proceeds from leases	-	-	-
Transfers in	5,831,752	-	1,600,000
Transfers (out)	(35,253,226)	-	(28,248,265)
Total other financing sources (uses)	(29,421,474)	-	(26,648,265)
Net change in fund balances	(20,422,881)	-	(4,217,418)
Fund balances - beginning of year	83,395,375	5,798,739	(2,554,719)
Adjustments (Note 2)	-	(5,798,739)	-
Error corrections (Note 2)	(8,595,195)	-	18,022,229
Fund balances - beginning of year, after adjustments and error corrections	74,800,180	-	15,467,510
Fund balances - end of year	\$ 54,377,299	\$ -	\$ 11,250,092

The accompanying notes are an integral part of these financial statements

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes
In Fund Balance – Governmental Funds (Continued)

	(Formerly Major) Debt Service Fund	Nonmajor Governmental Funds	Total Governmental Funds
\$	-	\$ 29,264,813	\$ 166,805,927
	-	17,923,699	17,923,699
	-	1,956,477	12,767,886
	-	1,504,459	8,112,013
	-	5,377,101	5,377,101
	-	6,565,346	6,565,346
	-	1,146,865	1,146,865
	-	8,373,609	8,373,609
	-	453,364	453,364
	-	331,893	331,893
	-	6,624,959	23,517,723
	-	5,131,167	9,339,886
	-	1,077,152	1,789,442
	-	85,730,904	262,504,754
	-	16,558,416	44,363,205
	-	3,277,972	71,760,717
	-	2,976,499	34,414,256
	-	15,065,143	16,654,026
	-	-	4,143,934
	-	5,943,179	11,065,851
	-	28,528,167	35,193,055
	-	9,830,600	9,920,439
	-	3,155,243	3,164,146
	-	2,667	2,667
	-	85,337,886	230,682,296
	-	393,018	31,822,458
	-	1,383,723	1,383,723
	-	142,652	142,652
	-	57,926	57,926
	-	61,787,304	69,219,056
	-	(39,953,793)	(103,455,284)
	-	23,417,812	(32,651,927)
	-	23,810,830	(829,469)
	3,177,688	98,387,954	188,205,037
	(3,177,688)	8,976,427	-
	-	(8,349,297)	1,077,737
	-	99,015,084	189,282,774
\$	-	\$ 122,825,914	\$ 188,453,305

The accompanying notes are an integral part of these financial statements

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City of Santa Fe, New Mexico

**Reconciliation of the Statement of Revenues, Expenditures, and Changes
In Fund Balances – Governmental Funds to the Statement of Activities**

For the Year Ended June 30, 2025

Net change in fund balances - total governmental funds	\$ (829,469)
Amounts reported for governmental activities in the statement of activities are different because	
Change in net position of the internal service funds, which are presented in the statement of activities as governmental activities but are not presented with the governmental fund financial statements	6,285,331
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense	
Capital expenditures - governmental funds	35,193,055
Depreciation expense	(20,359,320)
Amortization of right-to-use assets	(1,002,397)
Capital asset disposals	(138,035)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenue in the funds	
Change in unavailable revenue related to property taxes receivable	614,250
Change in unavailable revenue related to liquor licenses	19,800
Governmental funds report city pension and OPEB contributions as expenditures. However, in the statement of activities, the cost of pension and OPEB benefits earned net of employee contributions is reported as pension and OPEB expense	
Contributions subsequent to the measurement date - pension	9,030,166
Pension expense	(22,566,012)
Contributions subsequent to the measurement date - OPEB	1,410,563
OPEB benefit	4,675,739
The issuance of long-term debt (e.g. bonds, notes, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities	
Increase in accrued compensated absences	(2,152,973)
Decrease in accrued interest	41,084
Proceeds of new debt payable	(142,652)
Proceeds from new leases	(57,926)
Principal payments on debt payable	8,939,477
Principal payments on subscription liabilities	939,152
Principal payments on lease liabilities	41,810
Amortization of deferred loss on extinguishment of debt	394,342
Amortization of bond premiums	959,902
Change in net position of governmental activities	\$ 21,295,887

The accompanying notes are an integral part of these financial statements

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City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual – General Fund

	Budgeted Amounts			Variances Positive (Negative)
For the Year Ended June 30, 2025	Original	Final	Actual	Final to Actual
Revenues				
Taxes				
Gross receipts	\$ 98,962,863	\$ 100,223,948	\$ 108,907,004	\$ 8,683,056
Property	9,516,085	9,611,246	10,811,409	1,200,163
Other	7,384,270	7,384,270	6,607,554	(776,716)
Charges for services	18,274,130	18,274,130	16,892,764	(1,381,366)
Investment income (loss)	1,174,851	1,174,851	3,618,394	2,443,543
Other revenues	107,750	107,750	712,290	604,540
Total revenues	135,419,949	136,776,195	147,549,415	10,773,220
Expenditures				
Current				
General government	26,098,049	28,421,293	21,223,892	7,197,401
Public safety	61,289,009	64,195,021	68,482,745	(4,287,724)
Public works	31,203,103	34,593,028	31,437,757	3,155,271
Community development	1,878,513	1,957,576	1,588,883	368,693
Education	-	-	4,143,934	(4,143,934)
Culture and recreation	9,585,083	9,510,394	5,122,672	4,387,722
Capital outlay	3,707,195	9,654,249	6,452,197	3,202,052
Debt service				
Principal	-	-	89,839	(89,839)
Interest and other charges	-	-	8,903	(8,903)
Total expenditures	133,760,952	148,331,561	138,550,822	9,780,739
Excess (deficiency) of revenues over expenditures	1,658,997	(11,555,366)	8,998,593	20,553,959
Other financing sources (uses)				
Designated cash (budgeted cash increase)	2,280,109	41,608,054	-	(41,608,054)
Proceeds from software subscriptions	-	-	-	-
Transfers in	1,837,019	5,831,753	5,831,752	(1)
Transfers (out)	(5,776,125)	(35,884,441)	(35,253,226)	631,215
Total other financing sources (uses)	(1,658,997)	11,555,366	(29,421,474)	(40,976,840)
Net change in fund balances	-	-	(20,422,881)	(20,422,881)
Fund balances - beginning of year	-	-	83,395,375	83,395,375
Error corrections (Note 2)	-	-	(8,595,195)	(8,595,195)
Fund balances - beginning of year, after error corrections	-	-	74,800,180	74,800,180
Fund balances - end of year	\$ -	\$ -	\$ 54,377,299	\$ 54,377,299

The accompanying notes are an integral part of these financial statements

City of Santa Fe, New Mexico
Statement of Net Position – Enterprise Funds

<i>June 30, 2025</i>	Business-type Activities - Enterprise Funds		
	Waste Water Management	Water Management	Environmental Services
Assets			
Current assets			
Cash, cash equivalents, and investments	\$ 27,474,985	\$ 68,836,883	\$ 31,894,606
Receivables			
Taxes	622,921	-	622,921
Intergovernmental	4,328	5,509,329	-
Customer, net	2,083,115	6,493,974	1,890,286
Other	1,715	69,588	1,237
Prepaid expenses	-	511,114	-
Lease receivable	-	112,084	-
Inventory	-	400,547	-
Total current assets	30,187,064	81,933,519	34,409,050
Noncurrent assets			
Leases receivable, less current portion	-	1,585,512	-
Capital assets not being depreciated	18,889,833	35,690,049	858,085
Capital assets being depreciated	139,596,976	332,405,106	26,215,248
Right-to-use lease assets - leases	-	-	-
Right-to-use lease assets - subscriptions	431,239	953,855	400,316
Accumulated amortization - leases	-	-	-
Accumulated amortization - subscriptions	-	-	-
Accumulated depreciation	(90,736,585)	(190,867,685)	(17,559,057)
Total capital assets, net accumulated depreciation	68,181,463	178,181,325	9,914,592
Total noncurrent assets	68,181,463	179,766,837	9,914,592
Total assets	98,368,527	261,700,356	44,323,642
Deferred outflows of resources			
Deferred outflows - pension	1,413,138	2,484,140	1,578,588
Deferred outflows - OPEB	258,829	454,815	288,752
Total deferred outflows of resources	1,671,967	2,938,955	1,867,340
Total assets and deferred outflows of resources	\$ 100,040,494	\$ 264,639,311	\$ 46,190,982

The accompanying notes are an integral part of these financial statements

City of Santa Fe, New Mexico
Statement of Net Position – Enterprise Funds (Continued)

Business-type Activities - Enterprise Funds			Governmental
Santa Fe Convention	Nonmajor		Activities
Center	Enterprise Funds	Total	Internal
			Service Funds
\$ 11,939,382	\$ 21,675,340	\$ 161,821,196	\$ 25,837,176
-	-	1,245,842	-
-	6,613,799	12,127,456	-
-	1,818,633	12,286,008	-
344	208,114	280,998	1,129,796
-	-	511,114	17,667
26,985	380,507	519,576	-
-	-	400,547	431
11,966,711	30,696,393	189,192,737	26,985,070
296,735	11,903,643	13,785,890	-
71,499	55,003,607	110,513,073	484,083
50,826,730	278,120,705	827,164,765	4,944,420
-	335,951	335,951	-
-	1,318,873	3,104,283	715,580
-	(320,378)	(320,378)	-
-	(204,152)	(204,152)	(319,351)
(19,946,684)	(153,888,955)	(472,998,966)	(3,228,871)
30,951,545	180,365,651	467,594,576	2,595,861
31,248,280	192,269,294	481,380,466	2,595,861
43,214,991	222,965,687	670,573,203	29,580,931
471,143	3,936,253	9,883,262	1,708,952
86,203	702,063	1,790,662	312,801
557,346	4,638,316	11,673,924	2,021,753
\$ 43,772,337	\$ 227,604,003	\$ 682,247,127	\$ 31,602,684

The accompanying notes are an integral part of these financial statements

City of Santa Fe, New Mexico
Statement of Net Position – Enterprise Funds (Continued)

<i>June 30, 2025</i>	Business-type Activities - Enterprise Funds		
	Waste Water Management	Water Management	Environmental Services
Current liabilities			
Accounts payable	\$ 2,274,482	\$ 1,807,455	\$ 1,430,913
Pooled cash - cash overdrawn	-	-	-
Accrued payroll	140,372	253,716	178,418
Accrued interest payable	42,888	98,246	-
Unearned revenue	-	2,835	-
Other liabilities	-	532,114	677,374
Due to other governments	26,278	1,654,646	378,253
Deposits held in trust for others	16,150	1,597,373	-
Bonds payable, current, net of amortized discounts	762,878	1,397,689	-
Notes payable, current	-	984,396	-
Lease liabilities, current	-	-	-
Subscription liabilities, current	71,967	159,183	66,806
Compensated absence payable, current	96,323	188,402	108,578
Claims and judgment payable	-	-	-
Total current liabilities	3,431,338	8,676,055	2,840,342
Noncurrent liabilities			
Bonds payable, net of unamortized discounts	12,187,409	29,594,916	-
Notes payable	-	5,991,235	-
Compensated absences, net of current portion	224,753	439,604	253,348
Lease liabilities, net of current portion	-	-	-
Subscription liabilities, net of current portion	254,237	562,346	236,006
Net pension liability	6,403,378	11,256,434	7,153,088
Net OPEB liability	765,997	1,346,015	854,555
Total noncurrent liabilities	19,835,774	49,190,550	8,496,997
Total liabilities	23,267,112	57,866,605	11,337,339
Deferred inflows of resources			
Deferred inflows - unamortized gain on refunding of bonds	-	-	-
Deferred inflows - leases	-	1,635,397	-
Deferred inflows - pension	111,934	196,767	125,039
Deferred inflows - OPEB	706,350	1,241,201	788,011
Total deferred inflows of resources	818,284	3,073,365	913,050
Net position			
Net investment in capital assets	54,904,972	139,491,560	9,611,780
Unrestricted (deficit)	21,050,126	64,207,781	24,328,813
Total net position	75,955,098	203,699,341	33,940,593
Total liabilities, deferred inflows of resources, and net position	\$ 100,040,494	\$ 264,639,311	\$ 46,190,982

The accompanying notes are an integral part of these financial statements

City of Santa Fe, New Mexico
Statement of Net Position – Enterprise Funds (Continued)

Business-type Activities - Enterprise Funds			Governmental Activities	
Santa Fe Convention Center	Nonmajor Enterprise Funds	Total	Internal Service Funds	
\$ 125,120	\$ 4,863,211	\$ 10,501,181	\$ 2,268,773	
-	-	-	4,224,876	
45,811	446,029	1,064,346	179,480	
48,462	91,648	281,244	-	
-	62,302	65,137	-	
-	100,934	1,310,422	-	
-	8	2,059,185	-	
603,143	136,158	2,352,824	-	
1,411,020	1,785,897	5,357,484	-	
-	1,567,163	2,551,559	-	
-	16,456	16,456	-	
-	271,793	569,749	219,114	
14,114	212,975	620,392	234,247	
-	-	-	11,745,318	
2,247,670	9,554,574	26,749,979	18,871,808	
14,274,509	9,963,878	66,020,712	-	
-	17,235,000	23,226,235	-	
32,933	496,939	1,447,577	547,960	
-	-	-	-	
-	775,339	1,827,928	208,705	
2,134,899	17,836,417	44,784,216	7,743,811	
255,117	2,077,735	5,299,419	925,728	
16,697,458	48,385,308	142,606,087	9,426,204	
18,945,128	57,939,882	169,356,066	28,298,012	
-	75,075	75,075	-	
301,224	11,966,099	13,902,720	-	
37,319	311,788	782,847	135,365	
235,251	1,915,942	4,886,755	853,641	
573,794	14,268,904	19,647,397	989,006	
15,266,016	148,675,050	367,949,378	2,168,042	
8,987,399	6,720,167	125,294,286	147,624	
24,253,415	155,395,217	493,243,664	2,315,666	
\$ 43,772,337	\$ 227,604,003	\$ 682,247,127	\$ 31,602,684	

The accompanying notes are an integral part of these financial statements

City of Santa Fe, New Mexico
Statement of Revenues, Expenses, and Changes in Fund Net Position
Enterprise Funds

<i>For Year Ended June 30, 2025</i>	Business-type Activities - Enterprise Funds		
	Waste Water Management	Water Management	Environmental Services
Operating revenues			
Charges for services	\$ 15,284,634	\$ 38,909,491	\$ 16,835,905
Facilities rentals	-	65,925	266,000
Other revenues	6,657	473,587	5,897
Premiums	-	-	-
Total operating revenues	15,291,291	39,449,003	17,107,802
Operating expenses			
Salaries, wages, and fringe benefits	4,172,912	8,207,268	5,258,302
Contractual services and utilities	3,885,247	6,609,237	5,575,796
Repairs and maintenance	2,550,730	782,026	1,109,377
Supplies	1,151,832	2,167,160	495,627
Small equipment	954,118	749,101	439,614
Depreciation and amortization expense	2,974,719	8,872,772	1,881,741
Insurance	-	-	-
Claims and judgments	-	-	-
Other	1,298,741	10,446,493	2,536,983
Total operating expenses	16,988,299	37,834,057	17,297,440
Operating income (loss)	(1,697,008)	1,614,946	(189,638)
Non-operating revenues (expenses)			
Investment income (loss)	1,260,911	3,110,568	1,412,180
Intergovernmental			
State-shared taxes	3,579,256	-	3,579,286
Federal	-	-	-
State	-	3,294,000	-
Lease revenue	-	126,775	-
Interest expense, net of premium amortization	(461,121)	(1,039,390)	(4,655)
Other nonoperating revenue (expense)	-	-	-
Total non-operating revenues (expenses)	4,379,046	5,491,953	4,986,811
Income (loss) before transfers and capital contributions	2,682,038	7,106,899	4,797,173
Capital grants			
Federal	-	662,753	-
State	300,634	-	-
Transfers			
Transfers in	3,551,286	3,515,060	1,489,205
Transfers (out)	(1,757,264)	(4,158,872)	(1,604,200)
Change in net position	4,776,694	7,125,840	4,682,178
Net position - beginning of year before adjustments	71,323,110	196,866,290	29,435,418
Adjustments (Note 2)	-	-	-
Change in accounting principle (Note 2)	(181,807)	(345,426)	(191,307)
Error corrections (Note 2)	37,101	52,637	14,304
Net position - beginning of year, after adjustments	71,178,404	196,573,501	29,258,415
Net position - end of year	\$ 75,955,098	\$ 203,699,341	\$ 33,940,593

The accompanying notes are an integral part of these financial statements

City of Santa Fe, New Mexico
Statement of Revenues, Expenses, and Changes in Fund Net Position
Enterprise Funds (Continued)

Business-type Activities - Enterprise Funds				Governmental Activities	
Santa Fe Convention Center	(Formerly Major) College of Santa Fe	Nonmajor Enterprise Funds	Total	Internal Service Funds	
\$ 941,757	\$ -	\$ 13,475,232	\$ 85,447,019	\$ 14,710,970	
(8,373)	-	1,134,091	1,457,643	-	
4,755	-	1,518,582	2,009,478	105,089	
-	-	-	-	33,937,456	
938,139	-	16,127,905	88,914,140	48,753,515	
2,066,364	-	17,225,811	36,930,657	7,586,462	
463,442	-	5,494,312	22,028,034	3,715,383	
126,770	-	1,856,603	6,425,506	316,522	
120,742	-	1,209,417	5,144,778	2,751,862	
159,959	-	1,160,460	3,463,252	3,381,677	
1,211,794	-	7,629,563	22,570,589	1,968,608	
5,870	-	869,831	875,701	4,223,170	
-	-	-	-	26,956,651	
3,182,208	-	5,226,211	22,690,636	891,278	
7,337,149	-	40,672,208	120,129,153	51,791,613	
(6,399,010)	-	(24,544,303)	(31,215,013)	(3,038,098)	
168,894	-	657,431	6,609,984	750,608	
-	-	-	7,158,542	-	
-	-	6,913,031	6,913,031	-	
-	-	3,555,648	6,849,648	-	
22,368	-	282,084	431,227	-	
(396,625)	-	(1,047,724)	(2,949,515)	(14,970)	
-	-	448,621	448,621	-	
(205,363)	-	10,809,091	25,461,538	735,638	
(6,604,373)	-	(13,735,212)	(5,753,475)	(2,302,460)	
-	-	-	662,753	-	
6,458	-	5,600,503	5,907,595	-	
7,838,121	-	19,470,726	35,864,398	8,800,722	
(69,848)	-	(2,625,777)	(10,215,961)	(212,931)	
1,170,358	-	8,710,240	26,465,310	6,285,331	
22,813,350	17,992,625	128,389,986	466,820,779	(3,839,478)	
-	(17,992,625)	17,992,625	-		
(30,293)	-	(384,338)	(1,133,171)	(191,304)	
300,000	-	686,704	1,090,746	61,117	
23,083,057	-	146,684,977	466,778,354	(3,969,665)	
\$ 24,253,415	\$ -	\$ 155,395,217	\$ 493,243,664	\$ 2,315,666	

The accompanying notes are an integral part of these financial statements

City of Santa Fe, New Mexico
Statement of Cash Flows – Enterprise Funds

For Year Ended June 30, 2025	Business-type Activities - Enterprise Funds		
	Waste Water Management	Water Management	Environmental Services
Cash flows from operating activities			
Cash received from customers	\$ 15,336,124	\$ 36,078,872	\$ 17,234,736
Cash payments to suppliers for goods and services	(10,518,087)	(26,960,988)	(11,619,441)
Cash payments to employees for services	(3,816,849)	(3,727,840)	(3,559,211)
Net cash provided (used) by operating activities	1,001,188	5,390,044	2,056,084
Cash flows from noncapital financing activities			
Intergovernmental taxes and grants	3,579,256	3,294,000	3,579,286
Transfers in from other funds	3,551,286	3,515,060	1,489,205
Transfers out to other funds	(1,757,264)	(4,158,872)	(1,604,200)
Cash received from leases	-	126,775	-
Net cash provided (used) by noncapital financing activities	5,373,278	2,776,963	3,464,291
Cash flows from capital and related financing activities			
Acquisition and construction of capital assets	(17,743,976)	(19,326,814)	(4,054,459)
Proceeds from capital grants	300,634	662,753	-
Proceeds from bonds and notes	-	2,196,000	-
Principal paid on bonds, notes, leases, and SBITAs	(745,035)	(2,323,953)	(97,504)
Interest paid on bonds, notes, leases, and SBITAs	(551,664)	(1,420,782)	(4,655)
Net cash provided (used) by capital and related financing activities	(18,740,041)	(20,212,796)	(4,156,618)
Cash flows from investing activities			
Interest and dividends on investments	1,260,911	3,110,568	1,412,180
Net cash provided (used) by investing activities	1,260,911	3,110,568	1,412,180
Net increase (decrease) in cash, cash equivalents, and investments	(11,104,664)	(8,935,221)	2,775,937
Cash, cash equivalents, and investments - beginning of year	38,579,649	77,772,104	29,118,669
Cash, cash equivalents, and investments - end of year	\$ 27,474,985	\$ 68,836,883	\$ 31,894,606

The accompanying notes are an integral part of these financial statements

City of Santa Fe, New Mexico
Statement of Cash Flows – Enterprise Funds (Continued)

Business-type Activities - Enterprise Funds			Governmental Activities
Santa Fe Convention Center	Nonmajor Enterprise Funds	Total	Internal Service Funds
\$ 976,798	\$ 18,418,944	\$ 88,045,474	\$ 48,670,273
(5,501,342)	(15,092,876)	(69,692,734)	(41,510,891)
(402,483)	(15,665,311)	(27,171,694)	(8,527,345)
(4,927,027)	(12,339,243)	(8,818,954)	(1,367,963)
-	10,541,536	20,994,078	-
7,838,121	19,470,726	35,864,398	8,800,722
(69,848)	(2,625,777)	(10,215,961)	(212,931)
22,368	282,084	431,227	-
7,790,641	27,668,569	47,073,742	8,587,791
(294,075)	(16,319,627)	(57,738,951)	-
6,458	5,600,503	6,570,348	-
-	-	2,196,000	-
(1,132,050)	(3,441,099)	(7,739,641)	(342,848)
(622,262)	(1,211,083)	(3,810,446)	(14,970)
(2,041,929)	(15,371,306)	(60,522,690)	(357,818)
168,894	657,431	6,609,984	750,608
168,894	657,431	6,609,984	750,608
990,579	615,451	(15,657,918)	7,612,618
10,948,803	21,059,889	177,479,114	13,999,682
\$ 11,939,382	\$ 21,675,340	\$ 161,821,196	\$ 21,612,300

(Continued)

The accompanying notes are an integral part of these financial statements

City of Santa Fe, New Mexico
Statement of Cash Flows – Enterprise Funds (Continued)

	Business-type Activities - Enterprise Funds		
For Year Ended June 30, 2025	Waste Water Management	Water Management	Environmental Services
Reconciliation of operating income (loss)			
To net cash provided (used) by			
Operating activities			
Operating income (loss)	\$ (1,697,008)	\$ 1,614,946	\$ (189,638)
Adjustments to reconcile operating income (loss)			
to net cash provided (used) by operating activities			
Depreciation/Amortization/Bad debt expense	2,974,719	8,872,772	1,881,741
Difference between deferred outflows and related to			
pensions and OPEB	324,304	326,686	258,612
Difference between deferred inflows and related to			
pensions and OPEB	(496,051)	(667,250)	(473,967)
Difference between deferred inflows related to leases	-	(126,775)	-
Difference between net pension/OPEB liability	(648,590)	(179,148)	(316,305)
Change in assets and liabilities			
(Increase) decrease in accounts receivables	(53,162)	2,167,022	82,753
(Increase) decrease in grants receivables	(4,328)		
(Increase) decrease in other receivables	275	212	207
(Increase) decrease in lease receivables	-	109,003	-
(Increase) decrease in taxes receivable	7,095	(5,509,329)	7,095
(Increase) decrease in prepaid expense	-	-	-
(Increase) decrease in due from other funds	94,053	-	585,447
Increase (decrease) in accounts payable	769,070	(2,328,581)	365,147
Increase (decrease) in lease payable	-	-	-
Increase (decrease) in gross receipts tax payable	-	(13,099)	-
Increase (decrease) in compensated absences payable	(226,232)	(275,269)	(199,636)
Increase (decrease) in accrued wages payable	(28,544)	(1,087)	(74,178)
Increase (decrease) in other liabilities	-	-	677,374
Increase (decrease) in due to other governments	23,922	1,642,502	33,972
Increase (decrease) in customer deposits	900	(532,383)	-
Increase (decrease) in unearned revenue	-	2,835	(582,540)
Increase (decrease) in inventory	-	286,987	-
Increase (decrease) in claims payable	-	-	-
Increase (decrease) in due to other funds	(39,235)	-	-
Net cash provided (used) by operating activities	\$ 1,001,188	\$ 5,390,044	\$ 2,056,084

The accompanying notes are an integral part of these financial statements

City of Santa Fe, New Mexico
Statement of Cash Flows – Enterprise Funds (Continued)

Business-type Activities - Enterprise Funds			Governmental Activities	
Santa Fe Convention Center	Nonmajor Enterprise Funds	Total	Internal Service Funds	
\$ (6,399,010)	\$ (24,544,303)	\$ (31,215,013)	\$ (3,038,098)	
1,211,794	7,629,563	22,570,589	1,968,608	
(91,590)	(283,391)	534,621	461,833	
(30,370)	(542,392)	(2,210,030)	(626,402)	
(22,368)	(578,183)	(727,326)	-	
566,546	2,838,893	2,261,396	(1,053,881)	
-	58,101	2,254,714	(1,116,019)	
		(4,328)		
(344)	1,117,142	1,117,492	1,032,777	
61,371	190,098	360,472	-	
-	1,589,376	(3,905,763)	-	
-	-	-	(17,667)	
-	-	679,500	-	
(223,780)	724,030	(694,114)	(201,258)	
-	(84,434)	(84,434)	-	
-	42,996	29,897	-	
(22,600)	(366,900)	(1,090,637)	298,108	
(6,972)	(85,710)	(196,491)	(20,541)	
-	-	677,374	-	
-	(86,383)	1,614,013	-	
30,296	(22)	(501,209)	-	
-	42,276	(537,429)	-	
-	-	286,987	17,654	
-	-	-	926,923	
-	-	(39,235)	-	
<u>\$ (4,927,027)</u>	<u>\$ (12,339,243)</u>	<u>\$ (8,818,954)</u>	<u>\$ (1,367,963)</u>	

The accompanying notes are an integral part of these financial statements

City of Santa Fe, New Mexico
Statement of Fiduciary Net Position

<i>June 30, 2025</i>	Custodial Funds
Assets	
Cash, cash equivalents, and investments	\$ 116,322,595
Total assets	\$ 116,322,595
Net position	
Held For	
Santa Fe Solid Waste Management Agency	\$ 26,431,935
Buckman Direct Diversion Project	89,890,660
Total net position	116,322,595
Total net position	\$ 116,322,595

The accompanying notes are an integral part of these financial statements

City of Santa Fe, New Mexico
Statement of Changes in Fiduciary Net Position

<i>For the Year Ended June 30, 2025</i>	Custodial Funds
Additions	
Contributions	
Members	\$ 23,055,078
Proceeds from capital grants	946,427
Total contributions	24,001,505
Investment Earnings	
Interest Income	5,053,681
Total Investment Earnings	5,053,681
Total additions	29,055,186
Deductions	
Distribution to Members	18,272,909
Total deductions	18,272,909
Net increase in fiduciary net position	10,782,277
Net position - beginning of year	105,540,318
Net position - end of year	\$ 116,322,595

The accompanying notes are an integral part of these financial statements

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Santa Fe, New Mexico (the "City") is a municipal corporation governed by an elected mayor and an eight-member council. The accompanying financial statements present the government as an entity for which the City is considered to be financially accountable. The City has no component units or blended component units that are legally separate entities.

The City is a body politic and corporate under the name and form of government selected by its qualified electors. The City may:

1. Sue or be sued;
2. Enter into contracts and leases;
3. Acquire and hold property, both real and personal;
4. Have common seal, which may be altered at pleasure;
5. Exercise such other privileges that are incident to corporations of like character or degree that are not inconsistent with the laws of New Mexico;
6. Protect generally the property of its municipality and its inhabitants;
7. Preserve peace and order within the municipality; and
8. Establish rates for services provided by municipal utilities and revenue-producing projects, including amounts which the governing body determines to be reasonable in the operation of similar facilities.

The City's financial statements are prepared in accordance with generally accepted accounting principles ("GAAP"). The Governmental Accounting Standards Board ("GASB") is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant accounting policies established in GAAP and used by the City are discussed below.

This summary of significant accounting policies of the City is presented to assist in the understanding of City's financial statements. The financial statements and notes are the representation of City's management who is responsible for their integrity and objectivity.

Reporting Entity

The financial reporting entity consists of (a) the primary government, (b) organizations for which the primary government is financially accountable and (c) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Reporting Entity (Continued)

In evaluating how to define the City, for financial reporting purposes, management has considered all potential component units. The decision to include any potential component units in the financial reporting entity was made by applying the criteria set forth in GASB Statement No. 14, as amended by GASB Statement No. 39, GASB Statement No. 61, GASB Statement No. 80, and GASB Statement No. 90. Blended component units, although legally separate entities, are in substance part of the government's operations.

The basic-but not the only-criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters.

A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the government and/or its citizens.

A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities. Finally, the nature and significance of a potential component unit to the primary government could warrant its inclusion within the reporting entity. Based on the application of these criteria, the City has no component units.

Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Government-wide and Fund Financial Statements (Continued)

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds, enterprise funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources or economic resources. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

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

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under leases are reported as other financing sources.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Property taxes, franchise taxes, licenses and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period, subject to the availability criterion. Gross receipts taxes are classified as derived tax revenues and are recognized as revenue when the underlying exchange takes place, and the revenues are measurable and available. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met, subject to the availability criterion. All other revenue items are considered to be measurable and available only when cash is received by the government.

Government-wide Financial Statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds. The business-type activities column incorporates data from enterprise funds. Separate financial statements are provided for governmental funds, enterprise funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

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

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, enterprise, and fiduciary—are presented. The emphasis of fund financial statements is on major governmental and major enterprise funds, each displayed in a separate column on their respective financial statements. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds in their respective financial statements. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

Under the requirements of GASB Statement No. 34, the City is required to present certain of its governmental and enterprise funds as major based upon certain criteria.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The City reports the following major governmental funds:

The *General Fund* is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. This fund includes the state shared gross receipts tax income fund and the state shared gas tax income fund. The general fund also includes revenues and costs associated with community services, community development, and building codes.

The *1/2% Gross Receipts Tax Capital Projects Fund* is used to account for the City's portion of gross receipts taxes collected by the State of New Mexico per Ordinance No. 1981-45. The Ordinance dedicates ½ of 1 percent for capital improvements to City facilities and street and road construction and re-construction to include any future operating expenditures (i.e., personnel or administrative costs) necessitated by the expansion of the services and facilities to the public.

The City reports the following enterprise funds as major funds:

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

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

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

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

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Additionally, the City reports the following fund types:

Special revenue funds are used to account for the proceeds of specific revenue sources that are restricted to expenditures for specified purposes other than capital projects.

Debt service funds are used to account for the accumulation of resources that are restricted, committed, or assigned for the payment of principal and interest on long-term obligations of governmental funds.

Capital projects funds account for the acquisition and construction of the City's major capital facilities, other than those financed by enterprise funds.

Internal service funds account for the City's Risk Management Fund, Health/Dental Fund, Unemployment Claims Fund, Services to Other Departments, and Workers' Compensation Fund. These funds account for services provided to City departments on a cost reimbursement basis.

Fiduciary funds are used to report assets held in a trustee or agency capacity for others that cannot be used to support the government's own programs. *Custodial funds* are purely custodial and do not involve measurement of results of operations.

The City reports the following fiduciary fund:

The *Custodial Fund* is an external investment pool fund, which represents the amounts held in the City's pooled cash on behalf of the Buckman Direct Diversion Project (Buckman) and Santa Fe Solid Waste Management Agency (SWAMA). As the Fiscal Agent for both Buckman and SWAMA, the City has fiduciary responsibilities to these entities.

During the course of operations, the City has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column.

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Fund Equity

Deposits and Investments

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

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

City funds shall be invested in accordance with New Mexico Statute 6-10-10 and shall be equitably distributed among all banks and credit unions having their main or manned branch offices within the municipal boundaries and who are interested in doing business with the City, as directed by Statute 6-10-10, Paragraph C. Collateralization will be required on all deposits in excess of amounts insured by the Federal Deposit Insurance Corporation, or the National Credit Union Association. The collateralization level will be 102% of the market value of principal, per City of Santa Fe Investment Policy. The City will diversify use of investment instruments to avoid incurring unreasonable risks inherent in over-investing in specific instruments or individual financial institutions and limit maturities to five years or less to avoid interest rate risk. Certain investments may be held to accommodate debt reserve requirements may have maturities in excess of five years.

The investment policy provides for the following authorized investments:

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

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Fund Equity (Continued)

- Money market funds that are registered with the SEC, carried an AAA rating and maintain total asset size, invest entirely in U.S. government and/or U.S. government agency securities (as defined above), and maintain total asset size of not less than \$100,000,000.
- Bonds or negotiable securities of the state of New Mexico or of any county, municipality, or school district which has a taxable valuation of real property of at least one million dollars and has not defaulted in payment of interest or sinking fund obligations or failed to pay any bonds at maturity at any time within the past five years and is rated AA equivalent or better on purchase date. Reasonable prudent measures will be taken to liquidate an investment that is downgraded to less than the required minimum rating.
- Investments in the New Mexico Local Government Investment Pool (NM LGIP).
- Repurchase agreements and forward purchase agreements with equivalent collateral of at least one hundred two percent of the market value of the securities plus accrued interest.

For amounts held in the NM LGIP, investments are valued at amortized cost based on quoted market prices as of the evaluation date. The NM LGIP is not SEC registered but does maintain an AAA rating (highest rating for pools) from Standard and Poor's. Section 6-10-10.1 NMSA 1978 empowers the State Treasurer, with the advice and consent of the State Board of Finance, to invest money held in the short-term investment fund in securities that are issued by the United States government or by its departments or agencies and are either direct obligations of the United States or are backed by the full faith and credit of the United States government or are agencies sponsored by the United States government. The NM LGIP are monitored by the same investment committee and the same policies and procedures that apply to all other state investments. The pool does not have unit shares. Per Section 6-10-10.1F NMSA 1978, at the end of each month all interest earned is distributed by the State Treasurer to the accounting entities in amounts directly proportionate to the respective amounts deposited in the fund and the length of time the amounts were invested. Participation in the NM LGIP is voluntary.

Interest earnings on pooled investments are distributed annually to participating funds based on the average of beginning and ending balances. Investments for the City are stated at fair market value.

Receivables and Payables

All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible. In the government-wide and governmental fund financial statements, delinquent property taxes are recorded when levied. Property taxes are considered to be 100% collectible.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Fund Equity (Continued)

Property taxes are levied on November 1 based on the assessed value of property as listed on the previous January 1 and are due in two payments by November 10th and April 10th. Property taxes uncollected after November 10th and April 10th are considered delinquent and the City may assess penalties and interest. The taxes attach as an enforceable lien on property thirty (30) days thereafter, at which time they become delinquent. Property taxes are collected by Santa Fe County and remitted monthly to the City.

Unbilled receivables – An amount for unbilled revenue is recorded in the enterprise funds for services rendered but not yet billed as of the end of the fiscal year. The receivable is derived from the cycle billings generated subsequent to fiscal year end and prorated for usage before year-end.

Allowance for doubtful accounts – Accounts receivable have been reported net of the allowance for doubtful accounts. Accounts receivable in excess of 90 days is subject to being considered uncollectible.

Interfund Activities and Transactions

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or between enterprise funds are netted as part of the reconciliation to the government-wide financial statements.

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Nonrecurring or non-routine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Fund Equity (Continued)

Inventories and Prepaid Items

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

The City of Santa Fe is a party to a contract with the Bureau of Reclamation, United States of America which provides certain rights to purchase water from the San Juan Chama renewable water resource system. Per contract dating from 1976 and made permanent in 2006, the City of Santa Fe has rights to purchase 5,230-acre feet per year from the San Juan Chama system for which it pays a predetermined rate. The City may utilize the water in the year it purchases it or in a later year if utilization does not match the annual amount purchased. Amounts acquired in excess of those amounts utilized are recorded as prepaid water assets in the statement of net position. The amount recorded as of June 30, 2025, was \$81,580 in the governmental funds and \$400,547 in the proprietary funds.

Leases Receivable

The City's leases receivable are measured at the present value of lease payments expected to be received during the lease term. The deferred inflow of resources is recorded at the initiation of the lease in an amount equal to the initial recording of the lease receivable.

Restricted Assets

Certain assets of the City are classified as restricted assets on the statement of net position because their use is limited by law through constitutional provisions or enabling legislation; or by restrictions imposed externally by creditors, grantors, contributors or laws or regulations of other governments. Special restricted asset accounts have been established to account for the sources and uses of these limited use assets as follows:

Bond and loan debt service accounts – Includes certain proceeds from issuance of revenue bonds, as well as certain resources set aside for the repayment of bonds or lease obligations.

Endowment funds – Includes privately donated funds for the Southside Library, expenditure of which is limited to interest by the donor and by City resolution.

City of Santa Fe, New Mexico
Notes to Financial Statements

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Fund Equity (Continued)

Capital Assets

Capital assets, which include property, plant, equipment, leased assets, right-to-use assets, right-to-use subscription assets and infrastructure assets (e.g. roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Pursuant to the implementation of GASB Statement No. 34, as a Phase 2 government, the historical cost of infrastructure assets, (retroactive to June 30, 1980) are included as part of the governmental capital assets reported in the government wide statements.

Information Technology Equipment including software is being capitalized and included in furniture, fixtures and equipment in accordance with NMAC 2.20.1.9 C (5). Donated capital assets are recorded at acquisition value at the date of donation, of which none were received for the year ended June 30, 2025. City land acquired prior to 1987 was primary by land grant or donation and is estimated to be 4,217 acres. Because original values are unknown, the parcels are valued at one dollar each.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Interest incurred during the construction phase of capital assets of City is expensed as it is incurred.

Land, construction in progress, right of way assets, water rights, and art are not depreciated. The other property, plant, equipment, and infrastructure of the primary government are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years	Assets	Years
Buildings and Structures	50	Vehicles	4-8
Improvements	10	Equipment and Machinery	4-10
Furniture and Fixtures	10	Sewerlines and Utility Systems	25
Data Processing Equipment	3	Software	10
Streets and Bridges	25	Traffic Signals	10

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Fund Equity (Continued)

Leases and right-to-use assets

Lease contracts that provide the City with control of a non-financial asset, such as land, buildings or equipment, for a period of time in excess of twelve months are reported as a right-to-use asset with a related lease liability. The lease liability is recorded at the present value of future lease payments, including fixed payments, variable payments based on an index or fixed rate and reasonably certain residual guarantees. The right-to-use asset is recorded for the same amount as the related lease liability plus any prepayments and initial direct costs to place the asset in service. Leased assets are amortized over the shorter of the useful life of the asset or the lease term. The lease liability is reduced for lease payments made, less the interest portion of the lease payment.

Deferred Outflows/Inflows of Resources

The City has two (2) items that qualify for reporting as deferred outflows of resources, the deferred amount related to pension and the deferred outflows related to net other postemployment benefit (OPEB) liability, both reported in the government-wide statements of net position and the enterprise funds statement of net position. The deferred outflows related to pensions and OPEB are an aggregate of items related to pensions as calculated in accordance with GASB Codification (GASBC) Section P20: *Pension Activities – Reporting for Benefits Provided through Trusts That Meet Specified Criteria*. These amounts are deferred and recognized as outflows of resources in future periods and will reduce the net pension liability and net other post-employment benefit liability, respectively, in future periods.

In addition to liabilities, the statements of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has four (4) items that qualify for reporting as deferred inflows of resources in the statement of net position. The deferred inflows related to pensions and OPEB are an aggregate of items related to pensions and OPEB as calculated in accordance with GASBC Section P20: *Pension Activities – Reporting for Benefits Provided through Trusts That Meet Specified Criteria*. The deferred inflows related to pensions and OPEB will be recognized as a reduction to pension expense and OPEB expense in future reporting years. The third deferred inflow is related to leases are associated with amounts owed to the City, as lessor, by entities leasing the City's capital assets. Deferred inflows - unamortized gain on refund of bonds is related to a previous refunding of long-term liabilities that resulted in a gain on refunding which is recognized over a period of time.

Deferred inflows reported in the governmental funds balance sheet represents unavailable revenue, which arises only under a modified accrual basis of accounting. The governmental funds report unavailable revenues from three sources: leases, property taxes and liquor license and land sales, categorized as "other" deferred inflows. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Fund Equity (Continued)

Accrued Payroll

Accrued payroll is comprised of the payroll expenditures based on amounts earned by the employees through June 30, 2025, along with applicable FICA, Medicare, PERA, retiree health care, and other benefits expenses.

Compensated Absences

The City recognizes a liability for compensated absences for leave time that (1) has been earned for services previously rendered by employees, (2) accumulates and is allowed to be carried over to subsequent years, and (3) is more likely than not to be used as time off or settled (for example paid in cash to the employee or payment to an employee flex spending account) during or upon separation from employment. Based on the criteria listed, four types of leave qualify for liability recognition for compensated absences – vacation, sick leave, comp time, and floating holidays. The City uses a Last-In, First-Out (LIFO) method to determine the usage and valuation of sick leave, comp time, and floating holidays. Under this method, the newest hours accrued are assumed to be used first. The liability for compensated absences is reported as incurred in the government-wide financial statements and the enterprise fund financial statements. A liability for compensated absences is recorded in the governmental funds only if the liability has matured because of employee resignations or retirements. The liability for compensated absences includes salary-related benefits, where applicable.

City employees are entitled to certain compensated absences based on their employment classification and length of employment. It is the City's policy to permit employees to accumulate earned but unused vacation, compensatory hours, and sick pay benefits. There is a liability for these benefits since the City has a policy to pay any amount when the employee has earned the benefits. All vacation and compensatory hours are accrued when incurred in the government-wide and enterprise fund financial statements. The City's employees can utilize these balances for early retirement or buy-out options or donate the hours to a sick leave bank to be used by other employees.

Subscription-Based Information Technology Arrangements

Subscription agreements that provide the City with access to a software or similar intangible asset for a period of time in excess of twelve months are reported as a right-to-use subscription asset with a related subscription liability. The liability is recorded at the present value of future subscription payments, including fixed payments, variable payments based on an index or fixed rate and reasonably certain residual guarantees. The right-to-use subscription asset is recorded for the same amount as the related lease liability plus any prepayments and initial direct costs to place the asset in service. Subscription assets are amortized over the shorter of the useful life of the asset or the lease term. The subscription liability is reduced for payments made, less the interest portion of the payment.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Fund Equity (Continued)

Unearned Revenues

Unearned revenues are comprised of advanced funded grants for which eligible expenditures have not yet been incurred and payments made in advance by customers for various services (i.e. prepaid rent, golf pro shop gift cards, etc.) provided by the City as of June 30, 2025.

Long-term Obligations

In the government-wide financial statements, and enterprise fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or enterprise fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. For fund financial reporting, bond premiums and discounts, as well as issuance costs are recognized in the period the bonds are issued.

The face amount of debt issued is reported as other financing sources, net of the applicable premium or discount. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

Pensions

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

Postemployment Benefits Other Than Pensions (“OPEB”)

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

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Fund Equity (Continued)

Fund Balance Classification Policies and Procedures

The City has implemented GASB No. 54 and has defined the various categories reported in fund balance. Fund balances of the governmental funds are reported in the order of spending: first committed fund balance, then assigned fund balance, and, finally, unassigned fund balance, and are classified as follows:

Nonspendable fund balances are amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact. The City classified \$81,149 of fund balance as nonspendable related to inventory in the government fund balance sheet at June 30, 2025.

Restricted fund balances are amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments. Enabling legislation includes a legally enforceable requirement that resources be used only for specific purposes stipulated in the legislation. Legal enforceability means the government can be impelled by an external party to use resources for the purpose specified by the legislation.

Committed fund balances are amounts that can be used only for specific purposes determined by a formal action of the City Council. The City Council is the highest level of decision-making authority for the City that can, by adoption of a resolution, commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (the adoption of another resolution) to remove or revise the limitation.

Assigned fund balances are amounts that are constrained by the City's intent to use them for a specific purpose but are neither restricted nor committed. The City has not established a policy regarding the assignment of funds, so this category of fund balance represents the residual amounts not otherwise reported as nonspendable, restricted, or committed in governmental funds outside of the general fund. The City had no assigned fund a balance as of June 30, 2025.

Unassigned fund balances are all other spendable amounts. The general fund should be the only fund that reports a positive unassigned fund balance amount.

Minimum Fund Balance Policy – The City's is required by the New Mexico Department of Finance and Administration to maintain a minimum amount of fund balance for operations is to minimize any sudden and unplanned discontinuity to programs and operations and for unforeseen contingencies. At a minimum, the budget shall ensure that the City holds a cash reserve of 1/12th of General Fund expenditures. As of June 30, 2025, the City's required minimum cash reserve was \$12,442,397.

Note 16 shows more detail regarding these classifications of fund balances in the governmental funds.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Fund Equity (Continued)

Net Position

In business-type activities, enterprise funds, and internal service funds, equity is classified as net position and displayed in three components:

Net investment in capital assets is intended to reflect the portion of net position which is associated with capital assets. It consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted net position consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulation of other governments; or (2) law through constitutional provisions or enabling legislation. Descriptions for the related restrictions for net position restricted for “special revenue, debt service, and capital projects” are described on pages 62-63 and 146-149. The City also maintains restricted net position for post closure obligations and has received privately donated endowment funds for the Southside Library, expenditure of which is limited to interest by the donor and by City resolution.

Unrestricted net position consists of all other net position that do not meet the definition of “restricted” or “net investment in capital assets.”

Revenues and Expenditures/Expenses

Program revenues included in the statement of activities are derived directly from the program itself or from parties outside the City’s taxpayer or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the City’s general revenues.

Program revenues are categorized as (a) charges for services, which include revenues collected for fees and use of City facilities, etc., (b) program-specific operating grants, which includes revenues received from state and federal sources such as small cities assistance to be used as specified within each program grant agreement, and (c) program-specific capital grants and contributions, which include revenues from state and federal sources to be used for capital projects. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Fund Equity (Continued)

The City reports all direct expenses by function in the statement of activities. Direct expenses are those that are clearly identifiable with a function. The City does not currently employ indirect cost allocation systems. Depreciation expense is specifically identified by function and is included in the direct expense of each function. Interest on general long-term debt is considered an indirect expense and is reported separately on the statement of activities.

Enterprise funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with the fund's principal ongoing operations. The principal operating revenue of the City's major enterprise fund is charges for services for the City's utilities. Operating expenses for enterprise funds include the cost of services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

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

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 certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates. Significant estimates in the City's financial statements include the fair value of investments, value of liabilities and right-of-use assets related to leases and subscription-based IT arrangements, allowance for uncollectible accounts, expected useful lives of capital assets, accrued compensated absences, the estimate for landfill closure and post closure costs, and actuarial estimates included in the calculation of the net pension liability and net OPEB liability.

Subsequent Events

Management has evaluated subsequent events through the date that the financial statements were available to be issued, January 16, 2026. See note 20 for relevant disclosures. No subsequent events occurring after this date have been evaluated for inclusion in these financial statements.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Recently Issued and Implemented Accounting Pronouncements

During the fiscal year ended June 30, 2025, the City adopted GASB Statement No. 101, *Compensated Absences* and GASB Statement No. 102, *Certain Risk Disclosures*. The implementation of GASB Statement No. 101 did not have a significant impact on the City. The implementation of GASB Statement No. 102 did not have a significant impact on the City.

The Governmental Accounting Standards Board has issued statements that will become effective in future years. These statements are as follows:

GASB Statement No. 103, *Financial Reporting Model Improvements*. The requirements of this Statement aim to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. The requirements of this Statement are effective for fiscal years beginning after June 15, 2025. Earlier application is encouraged.

GASB Statement No. 104, *Disclosure of Certain Capital Assets*. The requirements of this Statement aim to improve reporting on capital assets by separately disclosing specific types of capital assets in financial statement notes. The requirements of this Statement are effective for fiscal years beginning after June 15, 2025. Earlier application is encouraged.

The City is evaluating the requirements of the above statements and the impact on reporting.

Note 2: ERROR CORRECTION

The City's fiscal year 2025 financial statements reflect the correction of errors in previously issued financial statements. GASB Statement No. 100, *Accounting Changes and Error Corrections*, requires disclosure of their nature and effect on amounts reported in the financial statements.

- GASB Statement No. 101, *Compensated Absences*, resulted in adjustments to beginning net position in the governmental activities, business-type activities, and enterprise funds as summarized below.
- The Community Development Grants Fund and Debt Service Fund were presented as major funds in separate columns in the City's 2024 governmental fund financial statements. However, for fiscal year 2025, the funds no longer met the quantitative threshold that requires major fund presentation. The City consequently reclassified the funds as nonmajor funds and presented them in the aggregate nonmajor funds column in the governmental fund financial statements.
- The College of Santa Fe Fund was presented as major a fund in separate column in the City's 2024 enterprise fund financial statements. However, for fiscal year 2025, the fund no longer met the quantitative threshold that requires major fund presentation. The City consequently reclassified the fund as a nonmajor funds and presented it in the aggregate nonmajor funds column in the enterprise fund financial statements.
- The City discovered during the year that June 30, 2024 unearned revenue balances in the nonmajor governmental funds, the Santa Fe Convention Center Fund, and the nonmajor enterprise funds should have been recognized as revenue in the year ended June 30, 2024. This resulted in the "error correction – unearned revenue" summarized below.
- The City discovered during the year that June 30, 2024 gross receipts tax (GRT) balances were recorded to in the nonmajor governmental funds (Gross Receipts Tax Fund) instead of the 1/2 Gross Receipts Tax Fund in the amount of \$18,022,229, show as "error correction – GRT allocation" below.
- The City discovered during the year that the Opioid Fund was included in the General Fund when a separate fund was required per the guidance from the New Mexico Department of Finance, Local Government Division. This is presented as "error correction – opioid" in the summary below.
- The City discovered during the year that the Affordable Housing Trust Fund was included in the Community Development Grants Fund when it should have been reported separately, resulting in a restatement to both funds of \$67,251 and \$(67,251), respectively. Both funds are included in the aggregate nonmajor governmental funds As such, they do not appear in the chart below.
- The City discovered during the year that June 30, 2024 transfers from Buckman Direct Diversion Project (BDD) were not recorded in the amount of \$275,519 in the aggregate nonmajor funds as summarized below in item "error correction – transfer from BDD".
- The City discovered various inaccuracies in the beginning balances of capital assets and the related accumulated depreciation, which impacted the enterprise funds and governmental activities. These corrections are presented as "error correction – capital assets" in the summary below.

City of Santa Fe, New Mexico
Notes to Financial Statements

Note 2: CHANGE IN ACCOUNTING PRINCIPLE AND ERROR CORRECTION (Continued)

The following table summarizes the corrections to the City's beginning fund balance:

	Governmental Funds		
	General Fund	Community Development Grants Fund	1/2 Gross Receipts Tax fund
Fund balance, beginning of year, as previously reported	\$ 83,395,375	\$ 5,798,739	\$ (2,554,719)
Change from major to nonmajor presentation	-	(5,798,739)	-
Error correction - opioid fund	(8,595,195)	-	-
Error correction - GRT allocation	-	-	18,022,229
Error correction - unrecorded transfer from BDD	-	-	-
Error correction - unearned revenue	-	-	-
Fund balance, beginning of year, as adjusted	\$ 74,800,180	\$ -	\$ 15,467,510

	Governmental Funds	
	Debt Service Fund	Nonmajor Governmental Funds
Fund balance, beginning of year, as previously reported	\$ 3,177,688	\$ 98,387,954
Change from major to nonmajor presentation	(3,177,688)	8,976,427
Error correction - opioid fund	-	8,595,195
Error correction - GRT allocation	-	(18,022,229)
Error correction - unrecorded transfer from BDD	-	275,519
Error correction - unearned revenue	-	802,218
Fund balance, beginning of year, as adjusted	\$ -	\$ 99,015,084

	Enterprise Funds		
	Waste Water Management	Water Management	Environmental Services
Net position, beginning of year, as previously reported	\$ 71,323,110	\$ 196,866,290	\$ 29,435,418
Change from major to nonmajor presentation	-	-	-
Change in accounting principle	(181,807)	(345,426)	(191,307)
Error correction - capital assets	37,101	52,637	14,304
Error correction - unearned revenue	-	-	-
Net position, beginning of year, as adjusted	\$ 71,178,404	\$ 196,573,501	\$ 29,258,415

City of Santa Fe, New Mexico
Notes to Financial Statements

Note 2: CHANGE IN ACCOUNTING PRINCIPLE AND ERROR CORRECTION (Continued)

	Enterprise Funds		
	Santa Fe Convention Center	College of Santa Fe	Nonmajor Enterprise Funds
Net position, beginning of year, as previously reported	\$ 22,813,350	\$ 17,992,625	\$ 128,389,986
Change from major to nonmajor presentation	-	(17,992,625)	17,992,625
Change in accounting principle	(30,293)	-	(384,338)
Error correction - capital assets	-	-	375,058
Error correction - unearned revenue	300,000	-	311,646
Net position, beginning of year, as adjusted	\$ 23,083,057	\$ -	\$ 146,684,977

	Internal Service Funds
Net position, beginning of year, as previously reported	\$ (3,839,478)
Change in accounting principle	(191,304)
Error correction - capital assets	61,117
Net position, beginning of year, as adjusted	\$ (3,969,665)

	Governmental Activities	Business-Type Activities
Net position, beginning of year, as previously reported	\$ 308,316,886	\$ 466,820,779
Change in accounting principle	1,361,116	(1,133,171)
Error correction - unrecorded transfer from BDD	275,519	-
Error correction - capital assets	4,139,913	479,100
Error correction - unearned revenue	802,218	611,646
Net position, beginning of year, as adjusted	\$ 314,895,652	\$ 466,778,354

Note 3: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Information

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

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

Because the non-GAAP basis of accounting is not the generally accepted accounting method for propriety funds, differences result from budgeting for various items.

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

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

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

The appropriated budget is prepared by fund, function, and division. All amendments to the appropriated budget require City Council approval. The City Manager may approve budget amendment increases or decreases of appropriations up to \$60,000. The Finance Director may approve budget amendment increases or decreases up to \$5,000. The amendments below the \$60,000 threshold are ratified by City Council at the end of each quarter. Budget amendments in excess of \$60,000 require Council approval. The legal level of budgetary control (i.e. the level at which expenditures may not legally exceed appropriations) is at the function level for the general fund; the fund level for special revenue and capital improvement funds; and at the division level for the enterprise funds. The City Council approved supplemental budgetary appropriations during the fiscal year, primarily for new grant awards and additional project amounts, which did not materially affect cash reserves of related funds.

City of Santa Fe, New Mexico
Notes to Financial Statements

Note 3: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

Budgetary Information (Continued)

Encumbrance accounting is employed in all funds. Encumbrances (purchase orders, contracts and other commitments for the expenditure of resources) outstanding at year-end are reappropriated by request to the new fiscal year and do not constitute expenditures or liabilities because the commitments will be part of the following years budget and honored during that following year.

The budgetary information presented in these financial statements has been properly amended by City Council in accordance with the above procedures. These amendments resulted in the following changes:

	Excess (deficiency) of revenues over expenditures	
	Original Budget	Final Budget
Budgeted governmental funds		
General Fund	\$ 1,658,997	\$ (11,555,366)
1/2% Gross Receipts Tax Fund	22,550,941	13,830,234
Other governmental funds	2,384,993	(64,247,667)
Budgeted proprietary funds		
Waste Water Management Fund	1,308,650	(31,230,617)
Water Management Fund	8,239,929	(26,195,998)
Environmental Services Fund	1,042,631	(2,258,093)
Santa Fe Convention Center Fund	(8,485,086)	(9,701,298)
Nonmajor proprietary funds	(1,928,691)	(17,947,435)
Internal Service Fund	(10,986,902)	(13,528,930)

The accompanying Statements of Revenues, Expenditures and Changes in Fund Balance – Budget (GAAP Budgetary Basis) and Actual presents comparisons of the legally adopted budget with actual data on a budgetary basis.

Note 4: DEPOSITS AND INVESTMENTS

State statutes and the City's investment policy authorize the investment of City funds in a wide variety of instruments including certificates of deposit and other similar obligations, the state investment pool, money market accounts, and United States Government obligations. All invested funds of the City properly followed State investment requirements as of June 30, 2025.

Deposits of funds may be made in interest bearing or non-interest-bearing checking accounts in one or more banks or savings and loan associations within the geographical boundaries of the City. Deposits may be made to the extent that they are insured by an agency of the United States or by collateralized as required by statute. The financial institution must provide pledged collateral for 50% of the deposit amount in excess of the deposit insurance for accounts held by the City.

The rate of interest in non-demand interest-bearing accounts shall be set by the State Board of Finance, but in no case shall the rate of interest be less than one hundred percent of the asked price on United States treasury bills of the same maturity on the day of deposit.

Excess funds may be temporarily invested in securities which are issued by the State or by the United States government, or by their departments or agencies, and which are either direct obligations of the State or the United States or are backed by the full faith and credit of those governments.

The City's accounts at an insured depository institution, including all noninterest-bearing transaction accounts, will be insured by the FDIC up to the standard maximum deposit insurance amount of \$250,000 for demand deposit accounts and \$250,000 for time and savings accounts.

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. At June 30, 2025, \$10,499,430 of the City's bank balance of \$10,993,772 was subject to custodial credit risk. Of this amount, \$10,499,430 was uninsured and collateralized by collateral held by the pledging bank's trust department, not in the City's name and \$0 of the City's deposits were uninsured and uncollateralized at June 30, 2025.

City of Santa Fe, New Mexico
Notes to Financial Statements

Note 4: DEPOSITS AND INVESTMENTS (Continued)

	Citibank	Wells Fargo	Sterling National Bank	Total
Amount of deposits	\$ 113,373	\$ 10,749,430	\$ 130,969	\$ 10,993,772
FDIC/SIPC coverage	(113,373)	(250,000)	(130,969)	(494,342)
Total uninsured public funds	-	10,499,430	-	10,499,430
Collateralized by securities held by pledging institutions or by its trust department or agent in other than the City's name	-	10,499,430	-	10,499,430
Uninsured and uncollateralized	\$ -	\$ -	\$ -	\$ -
Collateral requirement (50%)	\$ -	\$ 5,249,715	\$ -	\$ 5,249,715
Pledged securities	-	21,465,296	-	21,465,296
Over (under) collateralized	\$ -	\$ 16,215,581	\$ -	\$ 16,215,581

The collateral pledged is listed on page 243 of this report. The types of collateral allowed are limited to direct obligations of the United States Government, all bonds issued by any agency, city or political subdivision of the State of New Mexico, or revenue bonds that are underwritten by a member of the financial industry regulatory authority, known as FINRA, and are rated BAA or above by a nationally recognized bond rating service.

The City utilizes pooled accounts for their funds. Cash and investments of the General, Special Revenue, Capital Projects, Enterprise Funds, and Custodial Funds are pooled and held in multiple accounts.

City of Santa Fe, New Mexico
Notes to Financial Statements

Note 4: DEPOSITS AND INVESTMENTS (Continued)

Reconciliation to the Statement of Net Position

Cash, cash equivalents, and investments per statement of net position	\$ 364,199,709
Restricted cash, cash equivalents and investments per statement of net position	1,526,429
Cash and cash equivalents per statement of fiduciary net position	116,322,595
Total cash, cash equivalents, and investments	482,048,733
Plus outstanding checks	7,016,751
Less outstanding deposits	(1,399,745)
Less restricted NMFA debt funds	(73,762)
Less New MexiGROW LGIP	(87,544,591)
Less Principal cash and investments - City	(309,484,794)
Less Principal cash and investments - BDD	(79,562,545)
Less petty cash	(6,275)
Bank balance of deposits	\$ 10,993,772

Investments

The City's investments at June 30, 2025 include the following:

Investment Type	Weighted Average Maturities	Fair Value	Rating*
	18 day WAM (R) and		
New MexiGROW LGIP	75 day WAM (F)	\$ 87,544,591	AAAm
Money market funds	<365 days	389,047,339	Not Rated
Total		\$ 476,591,930	

Note 4: DEPOSITS AND INVESTMENTS (Continued)

Investments (Continued)

Interest Rate Risk – Investments. Interest rate risk is the risk that changes in the market interest rates will adversely affect the fair value of an investment. The investment policy limits the City’s exposure to interest rate risk by limiting the maximum maturity of securities to five years and certificates of deposit to three years. The City uses duration as its measure of interest rate risk. The fair value of the securities exposed to interest rate risk is \$389,047,339. These securities do not have call options.

Maturity rates consist of the following as of June 30, 2025:

Investment Type	Amount	Not subject to		Less than 1 Year	1-5 Years
		Interest	Rate Risk		
New MexiGROW LGIP	\$ 87,544,591	\$ 87,544,591		\$ -	\$ -
Money Market Funds	389,047,339	389,047,339		-	-
Total investments	\$ 476,591,930	\$ 476,591,930		\$ -	\$ -

Credit Risk – Investments. Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. The City’s investment policy requires that fixed income securities and equities have a weighted average of no less than investment grade, as rated by *Moody’s* and *Standard & Poor’s*.

Concentration of Credit Risk – Investments. For an investment, concentration of credit risk is when any one issuer is 5% or more of the investment portfolio of the City. The City’s investment policy specifies that the City shall diversity its investments to avoid a concentration of any one issuer, with the exception of U. S. Treasury securities. Money Market Funds, savings accounts, NM LGIP and cash accounts have no duration. NM LGIP and Money Market Funds represent 100% of the total portfolio.

Note 4: DEPOSITS AND INVESTMENTS (Continued)

Investments (Continued)

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

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

Level 2 Inputs to the valuation methodology include:

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

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

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

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

The City's investment of \$87,544,591 with the NM LGIP is valued at amortized cost and is not subject to fair market valuation.

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

City of Santa Fe, New Mexico
Notes to Financial Statements

Note 4: DEPOSITS AND INVESTMENTS (Continued)

Investments (Continued)

The City maintained a balance of \$389,047,339 which are disclosed as investments, but considered cash equivalents at June 30, 2025, which required fair value disclosure. The following table sets forth by level within the fair value hierarchy of the City's assets at fair value as of June 30, 2025:

	Level 1	Level 2	Level 3	Total
Money Market Funds	\$ 389,047,339	\$ -	\$ -	\$ 389,047,339
Total investments	\$ 389,047,339	\$ -	\$ -	\$ 389,047,339

Note 5: RECEIVABLES

Receivables as of June 30, 2025, per the governmental funds balance sheet are as follows:

	General Fund	1/2% Gross Receipts Tax Fund	Nonmajor Governmental	Total Government
Taxes				
Property	\$ 1,266,819	\$ -	\$ 277,111	\$ 1,543,930
Gross receipts	11,481,323	4,983,368	732,850	17,197,541
Gasoline and oil taxes	-	-	134,646	134,646
Other	7,947,990	-	6,132,649	14,080,639
Intergovernmental				
Federal operating grants	-	-	1,746,508	1,746,508
State operating grants	248,552	-	1,830,667	2,079,219
State capital grants	-	-	3,826,882	3,826,882
Other				
Interest	312,294	-	4,428	316,722
Ambulance receivable	6,913,633	-	-	6,913,633
Allowance - ambulance receivable	(6,687,396)	-	-	(6,687,396)
Miscellaneous	227,441	-	5,075,729	5,303,170
Allowance - uncollectable miscellaneous	-	-	(1,657,042)	(1,657,042)
Lease revenue	-	-	3,381,008	3,381,008
Totals	\$ 21,710,656	\$ 4,983,368	\$ 21,485,436	\$ 48,179,460

City of Santa Fe, New Mexico
Notes to Financial Statements

Note 5: RECEIVABLES (Continued)

Receivables as of June 30, 2025, per the enterprise funds statement of net position are as follows:

	Waste Water Management	Water Management	Environmental Services	Santa Fe Convention Center
Taxes				
Gross receipts taxes	\$ 622,921	\$ -	\$ 622,921	\$ -
Intergovernmental				
Federal operating grants	-	19,329	-	-
State operating grants	4,328	5,490,000	-	-
Customer				
Charges for services	2,588,239	7,633,180	2,435,968	-
Allowance - charges for services	(668,420)	(1,139,206)	(545,682)	-
Notes receivable	163,296	-	-	-
Other				
Other revenue	1,715	69,588	1,237	344
Lease revenue	-	1,697,596	-	323,720
Totals	\$ 2,712,079	\$ 13,770,487	\$ 2,514,444	\$ 324,064

(Continued)

	Nonmajor Enterprise Funds	Total	Internal Service Funds
Taxes			
Gross receipts taxes	\$ -	\$ 1,245,842	\$ -
Intergovernmental			
Federal operating grants	2,513,161	2,532,490	-
State operating grants	4,100,638	9,594,966	-
Customer			
Charges for services	2,531,152	15,188,539	-
Allowance - charges for services	(712,519)	(3,065,827)	-
Notes receivable	-	163,296	-
Other			
Other revenue	208,114	280,998	1,129,796
Lease revenue	12,284,150	14,305,466	-
Totals	\$ 20,924,696	\$ 40,245,770	\$ 1,129,796

City of Santa Fe, New Mexico
Notes to Financial Statements

Note 5: RECEIVABLES (Continued)

In accordance with GASB Statement No. 33, property tax revenues in the amount of \$1,275,117, license fees in the amount of \$108,633, and land sales in the amount of \$2,170,924 that were not collected within the period of availability have been reclassified as deferred inflows of resources in the governmental fund financial statements.

Lease Receivables

The City has recorded lease receivables in accordance with GASB 87 for the governmental and business-type activities. The lease receivables are initially measured at an amount equal to the initial measurement of the related deferred inflow of resources.

The City, as part of their governmental activities, entered into agreements to lease real property. The terms of the lease agreements range from 16 months to 401 months, with discount rates between 0.18% and 1.65%, which were estimated based on municipal bond index rates as of June 30, 2021.

During the year ended June 30, 2025, the following changes occurred in lease receivables reported on the statement of net position for governmental activities:

	Balance				Balance	Due Within
	June 30, 2024	Increases	Decreases		June 30, 2025	One Year
SF Health Club	\$ 23,530	\$ -	\$ 14,652		\$ 8,878	\$ 8,840
Kitchen Angels	1,837,574	-	131,373		1,706,201	110,073
Sanchez Family	26,347	-	2,494		23,853	2,595
Verizon 18-1097	742,237	-	43,164		699,073	44,329
New Food Depot	863,233	-	67,251		795,982	67,372
B&GC	214,978	-	74,529		140,449	76,846
Highland	1,162	-	1,083		79	1,443
Place Modern Botique	-	7,215	722		6,493	-
Total lease receivable	\$ 3,709,061	\$ 7,215	\$ 335,268		\$ 3,381,008	\$ 311,498

The future minimum lease payments for governmental activities to be received as of June 30, 2025 are as follows:

Fiscal Year Ending June 30,	Payment	Interest	Total Lease Receivable
2026	\$ 311,498	\$ 23,931	\$ 335,429
2027	317,663	21,424	339,087
2028	261,248	19,220	280,468
2029	268,408	17,093	285,501
2030	1,561,639	51,002	1,612,641
2031-2035	660,552	3,267	663,819
Totals	\$ 3,381,008	\$ 135,937	\$ 3,516,945

City of Santa Fe, New Mexico
Notes to Financial Statements

Note 5: RECEIVABLES (Continued)

Lease Receivables (Continued)

Total lease revenue and interest revenue recognized in the governmental activities for the year ended June 30, 2025 was \$331,893.

The City's airport, as part of their business-type activities, entered into lease agreements to lease their land and hanger sites. The terms of the lease agreements range from 5 years to 25 years with a discount rate of 0.50% and 1.75%, which was set by the New Mexico Department of Finance and administration.

During the year ended June 30, 2025, the following changes occurred in lease receivables reported on the statement of net position for business-type activities:

	Balance June 30, 2024	Increases	Decreases	Balance June 30, 2025	Due Within One Year
Warehouse	\$ 7,702,484	\$ -	\$ 248,755	\$ 7,453,729	\$ 197,824
Wiskey Golf	21,896	-	3,024	18,872	3,058
Spectra Airport	707,187	-	18,481	688,706	19,383
T-Mobile	553,136	-	42,458	510,678	42,517
Verizon 18-0851	668,514	-	35,491	633,023	37,102
Verizon 18-0852	584,950	-	31,055	553,895	32,465
Verizon 18-1098	393,081	-	22,731	370,350	23,408
Verizon 19-0533	337,101	-	26,713	310,388	20,684
Gate 13	136,652	-	3,550	133,102	3,724
La Bocal Feliz	242	-	242	-	-
Jet Center	674,395	-	11,637	662,758	21,984
Hotel Chimayo	19,465	-	6,133	13,332	6,301
Horno Restaurant	16,650	-	8,287	8,363	4,315
Signature Flight Support a	1,903,640	-	26,950	1,876,690	41,542
Signature Flight Support b	563,242	-	11,432	551,810	12,215
Signature Flight Support c	324,323	-	6,720	317,603	7,030
Signature Flight Support d	18,178	-	2,208	15,970	2,306
Los Magueyes	15,231	-	3,714	11,517	3,894
Tres Colores	25,571	-	6,485	19,086	6,625
Asepect	-	17,592	4,175	13,417	4,395
Artyard Condominium	-	144,102	1,925	142,177	28,804
Total lease receivable	\$ 14,665,938	\$ 161,694	\$ 522,166	\$ 14,305,466	\$ 519,576

Deferred inflows of resources are recorded for leases at the date the lease is entered into, in an amount equal to the initial lease receivable. The deferred inflows of resources are amortized on a straight-line basis over the term of the related leases.

Note 5: RECEIVABLES (Continued)

Lease Receivable (Continued)

The future minimum lease payments for business-type activities to be received as of June 30, 2025 is as follows:

Fiscal Year Ending June 30,	Payment	Interest	Total Lease Receivable
2026	\$ 519,576	\$ 226,836	\$ 746,412
2027	495,163	219,583	714,746
2028	499,589	212,188	711,777
2029	506,525	204,826	711,351
2030	520,728	197,383	718,111
2031-2035	2,809,755	867,257	3,677,012
2036-2040	2,754,384	647,363	3,401,747
2041-2045	2,456,042	425,441	2,881,483
2046-2050	2,247,494	189,197	2,436,691
2051-2055	1,383,357	40,816	1,424,173
2056-2059	112,853	-	112,853
Totals	\$ 14,305,466	\$ 3,230,890	\$ 17,536,356

A deferred inflow of resources is recorded for the lease. The deferred inflow of resources is recorded at the initiation of the lease in an amount equal to the initial recording of the lease receivable. The deferred inflow of resources is amortized on a straight-line basis over the term of the lease.

Total lease revenue and interest revenue recognized in the business-type activities for the year ended June 30, 2025 was \$341,114.

City of Santa Fe, New Mexico
Notes to Financial Statements

Note 6: TRANSFERS

Net operating transfers, made to close out funds and to supplement other funding sources, were as follows for the year ended June 30, 2025:

Fund	Transfers Out	Transfers In
Governmental Funds		
General	\$ 35,253,226	\$ 5,831,752
Economic Development	96,874	7,389,813
Lodger's Tax	8,925,550	750,000
Gross Receipts Tax	25,843,066	-
Emergency Services	123,161	-
Resource Conservation	-	1,403,254
City Drainage Fund	68,552	293,534
Impact Fee	3,037,899	2,773
Transportation Grants	18,400	58,628
Community Development Grants	3,321	8,400,325
Senior Citizen Grants/Programs	138,485	2,786,272
Affordable Housing Trust	-	3,855,027
Library	74,996	1,149,850
Plaza Use	-	94,896
Quality of Life	101,622	326,480
Recreation Programs	55,920	2,069,789
SF Film Office	1,200	465,000
Resource Conservation Fund	-	125,563
Facilities CIP	-	12,470,000
Special Projects	-	3,042,700
City Street Projects	1,356,947	4,309,527
CIP Community Development	105,027	800,000
Art for CIP Projects	-	434,164
City Parks and Trails Improvements	2,773	1,544,753
1/2% Gross Receipts Tax	28,248,265	1,600,000
Debt Service	-	10,014,956

(Continued)

City of Santa Fe, New Mexico
Notes to Financial Statements

Note 6: TRANSFERS (Continued)

Fund	Transfers Out	Transfers In
Enterprise Funds		
Waste Water Management	1,757,264	3,551,286
Water Management	4,158,872	3,515,060
Environmental Services	1,604,200	1,489,205
Railyard Properties	3,009	1,619,365
Santa Fe Convention Center	69,848	7,838,121
College of Santa Fe	-	2,749,369
Municipal Recreation Complex	15,243	4,870,658
Parking Enterprise	161,871	-
Transit Bus System	159,850	6,407,872
Airport	1,982,758	-
Genoveva Chavez Community Center	303,046	3,823,462
Internal Service Funds		
Risk Management	2,120	3,107,873
Santa Fe Health / Dental	75,000	-
Workers' Compensation	-	3,157,281
Services to Other Departments	135,811	2,535,568
Total Transfers	\$ 113,884,176	\$ 113,884,176

City of Santa Fe, New Mexico
Notes to Financial Statements

Note 7: CAPITAL ASSETS

A summary of governmental activities' capital assets and changes occurring during the year ended June 30, 2025, follows. Land, construction in progress, right-of-way, and art are not subject to depreciation.

Governmental activities	Balance June 30, 2024	Error Correction	Additions	Deletions	Balance June 30, 2025
Capital assets not being depreciated or amortized					
Land	\$ 172,049,821	\$ -	\$ -	\$ -	\$ 172,049,821
Construction in progress	51,504,017	-	26,668,620	(29,275,362)	48,897,275
Right-of-Way	78,281	-	-	-	78,281
Art	885,046	-	-	-	885,046
Total capital assets not being depreciated or amortized	224,517,165	-	26,668,620	(29,275,362)	221,910,423
Capital assets being depreciated or amortized					
Buildings and Structures	78,369,741	58,342	2,646,017	-	81,074,100
Improvements	108,912,522	4,499,453	7,987,632	-	121,399,607
Equipment and Machinery	27,330,715	2,380,856	2,788,049	(525,740)	31,973,880
Furniture and Fixtures	1,374,496	-	443,560	-	1,818,056
Vehicles	43,685,391	145,299	5,031,201	(1,566,879)	47,295,012
Data Processing and Software	15,295,940	333,520	946,625	-	16,576,085
Traffic Signals	23,683,156	-	-	-	23,683,156
Streets and bridges	234,596,117	110,020	17,898,787	-	252,604,924
Right-to-use asset- equipment	208,498	-	57,926	(40,212)	226,212
Right-to-use asset- subscriptions	5,281,899	-	597,844	(5,164,163)	715,580
Total capital assets being depreciated or amortized	538,738,475	7,527,490	38,397,641	(7,296,994)	577,366,612
Total capital assets	763,255,640	7,527,490	65,066,261	(36,572,356)	799,277,035
Accumulated depreciation and amortization					
Buildings and Structures	30,402,468	8,751	2,119,106	-	32,530,325
Improvements	90,097,916	1,920,911	6,217,616	-	98,236,443
Equipment and Machinery	17,614,027	1,093,159	2,382,781	(525,740)	20,564,227
Furniture and Fixtures	563,599	-	121,070	-	684,669
Vehicles	26,324,700	54,487	3,923,228	(1,428,844)	28,873,571
Data Processing and Software	10,618,140	297,067	2,056,708	-	12,971,915
Traffic Signals	23,477,191	-	40,243	-	23,517,434
Streets and bridges	190,767,274	13,202	3,610,965	-	194,391,441
Right-to-use asset- equipment	75,093	-	42,904	(40,212)	77,785
Right-to-use asset- subscriptions	3,777,609	-	1,705,905	(5,164,163)	319,351
Total accumulated depreciated and amortized	393,718,017	3,387,577	22,220,526	(7,158,959)	412,167,161
Net capital assets	\$ 369,537,623	\$ 4,139,913	\$ 42,845,735	\$ (29,413,397)	\$ 387,109,874

Note 7: CAPITAL ASSETS (Continued)

Depreciation expense for the year ended June 30, 2025 was charged to governmental activities as follows:

General Government	\$ 3,286,355
Public Safety	3,257,492
Public Works	9,568,881
Community Development	610,780
Culture and Recreation	5,497,018
Total depreciation and amortization	\$ 22,220,526

The City has lease liabilities associated with the right-to-use assets as of June 30, 2025, which are further described in Note 8.

City of Santa Fe, New Mexico
Notes to Financial Statements

Note 7: CAPITAL ASSETS (Continued)

A summary of business-type activities capital assets and changes occurring during the year ended June 30, 2025 follows. Land, water rights, construction in progress, and art are not subject to depreciation.

Business-type activities	Balance June 30, 2024	Error Correction	Additions	Deletions	Balance June 30, 2025
Capital assets not being depreciated or amortized					
Land	\$ 38,260,558	\$ -	\$ -	\$ -	\$ 38,260,558
Water Rights	3,434,979	-	-	-	3,434,979
Construction in Progress	66,254,459	-	47,145,152	(44,802,046)	68,597,565
Art	219,971	-	-	-	219,971
Total capital assets not being depreciated or amortized	108,169,967	-	47,145,152	(44,802,046)	110,513,073
Capital assets being depreciated or amortized					
Buildings and Structures	334,841,747	-	7,807,930	-	342,649,677
Improvements*	164,270,027	176,050	20,265,776	-	184,711,853
Sewerlines and Utility Systems	203,888,063	-	16,364,535	-	220,252,598
Equipment and Machinery	21,761,349	549,448	1,242,685	-	23,553,482
Furniture and Fixtures	805,807	-	1,429,216	-	2,235,023
Vehicles	43,184,150	96,785	6,961,012	(582,599)	49,659,348
Data Processing and Software	2,570,249	43,366	1,489,169	-	4,102,784
Right-to-use asset- equipment	335,951	-	-	-	335,951
Right-to-use asset- subscriptions	-	-	3,104,283	-	3,104,283
Total capital assets being depreciated or amortized	771,657,343	865,649	58,664,606	(582,599)	830,604,999
Total capital assets	879,827,310	865,649	105,809,758	(45,384,645)	941,118,072
Accumulated depreciation and amortization					
Buildings and Structures	128,905,092	-	7,716,828	-	136,621,920
Improvements*	150,194,382	64,541	3,207,130	-	153,466,053
Sewerlines and Utility Systems	116,606,026	-	5,120,386	-	121,726,412
Equipment and Machinery	20,642,247	241,635	2,793,622	-	23,677,504
Furniture and Fixtures	647,326	-	-	-	647,326
Vehicles	31,429,620	42,154	3,032,947	(577,307)	33,927,414
Data Processing and Software	2,478,689	38,219	415,429	-	2,932,337
Right-to-use asset- equipment	240,283	-	80,095	-	320,378
Right-to-use asset- subscriptions	-	-	204,152	-	204,152
Total accumulated depreciated and amortized	451,143,665	386,549	22,570,589	(577,307)	473,523,496
Net capital assets	\$ 428,683,645	\$ 479,100	\$ 83,239,169	\$ (44,807,338)	\$ 467,594,576

* Improvements includes streets which were previously separately presented but were combined for presentation for the year ended June 30, 2025.

City of Santa Fe, New Mexico
Notes to Financial Statements

Note 7: CAPITAL ASSETS (Continued)

Depreciation and amortization expense for the year ended June 30, 2025 was charged to business-type activities as follows:

Santa Fe Convention Center	\$ 1,211,794
Parking Operations	993,544
Environmental Services	1,881,741
Waste Water Management	2,974,719
Water Management	8,872,772
Municipal Recreation Center	252,316
Genoveva Chavez Community Center	1,112,158
Airport	1,968,976
Transit Operations	1,145,952
Railyard	389,213
College of Santa Fe	1,767,404
Total depreciation and amortization	<u>\$ 22,570,589</u>

The City has lease liabilities and subscription liabilities associated with the right-to-use assets as of June 30, 2025, which are further described in Note 8.

City of Santa Fe, New Mexico
Notes to Financial Statements

Note 8: LONG-TERM LIABILITIES

Governmental Activities

During the year ended June 30, 2025, the following changes occurred in the liabilities reported in the government-wide statement of net position:

	Balance June 30, 2024	Additions	Deletions	Balance June 30, 2025	Due Within One Year
General obligation					
bonds	\$ 13,860,000	\$ -	\$ 1,435,000	\$ 12,425,000	\$ 1,490,000
GRT senior lien					
revenue bonds	31,232,500	-	2,683,000	28,549,500	2,828,500
GRT subordinate lien					
revenue bonds	18,908,000	-	3,821,000	15,087,000	4,001,800
NMFA notes payable	121,103	-	121,103	-	-
Bank notes payable	15,634,798	-	879,374	14,755,424	925,209
CWSRF loan payable	1,481,317	142,652	-	1,623,969	-
Bond premiums	4,658,032	-	959,902	3,698,130	940,149
Lease liabilities	135,523	57,926	41,810	151,639	64,550
Subscription liabilities	1,111,975	597,844	1,282,000	427,819	219,114
Claims payable	10,818,395	27,883,574	26,956,651	11,745,318	11,745,318
Total long-term liabilities	\$ 97,961,643	\$ 28,681,996	\$ 38,179,840	\$ 88,463,799	\$ 22,214,640

General Obligation Bonds

At June 30, 2025, the City had three general revenue bond outstanding which have been approved by the voters and issued for various municipal improvements. These bonds are liquidated by property tax revenues and paid out of the debt service fund. The general obligation bonds are as follows:

Description	Date of Issue	Due Date	Interest Rate	Original Amount of Issue	Outstanding June 30, 2025
Series 2013 GO Bond	7/23/2013	8/1/2032	4.00%	\$ 12,000,000	\$ 5,935,000
Series 2014 GO Bond	8/4/2014	8/1/2034	4.00%	5,800,000	3,490,000
Series 2019 GO Bond	11/14/2019	8/1/2029	5.00%	5,445,000	3,000,000
Total general obligation bonds					\$ 12,425,000

City of Santa Fe, New Mexico
Notes to Financial Statements

Note 8: LONG-TERM LIABILITIES (Continued)

Governmental Activities (Continued)

The annual requirements to amortize the general obligation bonds as of June 30, 2025, including interest payments are as follows:

Fiscal Year				
Ending June 30,	Principal	Interest	Total Debt Service	
2026	\$ 1,490,000	\$ 574,843	\$ 2,064,843	
2027	1,550,000	416,244	1,966,244	
2028	1,610,000	350,944	1,960,944	
2029	1,680,000	283,019	1,963,019	
2030	1,755,000	212,144	1,967,144	
2031-2035	4,340,000	309,107	4,649,107	
Totals	\$ 12,425,000	\$ 2,146,301	\$ 14,571,301	

GRT Senior Lien Revenue Bonds

At June 30, 2025, the City had three GRT senior lien revenue bonds outstanding which have been approved by the voters and issued for various municipal improvements. These bonds are liquidated by gross receipts tax revenues and paid out of the debt service fund. The GRT senior lien revenue bonds are as follows:

Description	Date of Issue	Due Date	Interest Rate	Original Amount of Issue	Outstanding June 30, 2025
Series 2014	9/30/2014	6/1/2029	5.00%	\$ 15,460,000	\$ 9,500,000
Series 2016 B	7/13/2016	6/1/2035	5.00%	15,330,000	2,929,500
Series 2018A	12/11/2018	6/1/2038	5.00%	20,000,000	16,120,000
Total GRT senior lien revenue bonds					\$ 28,549,500

City of Santa Fe, New Mexico
Notes to Financial Statements

Note 8: LONG-TERM LIABILITIES (Continued)

Governmental Activities (Continued)

The annual requirements to amortize the GRT senior lien revenue bonds as of June 30, 2025, including interest payments are as follows:

Fiscal Year				
Ending June 30,	Principal	Interest	Total Debt Service	
2026	\$ 2,828,500	\$ 1,392,790	\$	4,221,290
2027	3,699,000	1,253,850		4,952,850
2028	3,879,500	1,071,490		4,950,990
2029	4,068,000	885,600		4,953,600
2030	1,388,500	684,930		2,073,430
2031-2035	8,011,000	2,359,950		10,370,950
2036-2038	4,675,000	475,000		5,150,000
Totals	\$ 28,549,500	\$ 8,123,610	\$	36,673,110

GRT Subordinate Lien Revenue Bonds

At June 30, 2025, the City had three GRT subordinate lien revenue bonds outstanding which have been approved by the voters and issued for various municipal improvements. These bonds are liquidated by gross receipts tax revenues and paid out of the debt service fund. The GRT subordinate lien revenue bonds are as follows:

Description	Date of Issue	Due Date	Interest Rate	Original Amount of Issue	Outstanding June 30, 2025
Series 2013B	7/23/2013	8/1/2032	4.00%	\$ 13,780,000	\$ 8,805,000
Series 2016D	7/13/2016	6/1/2028	5.00%	2,020,000	700,000
Series 2018	2/27/2018	6/1/2028	5.00%	10,290,000	3,645,000
Series 2021	12/14/2021	12/13/2026	5.00%	9,894,000	1,937,000
Total GRT subordinate lien revenue bonds					\$ 15,087,000

City of Santa Fe, New Mexico
Notes to Financial Statements

Note 8: LONG-TERM LIABILITIES (Continued)

Governmental Activities (Continued)

The annual requirements to amortize the GRT subordinate lien revenue bonds as of June 30, 2025, including interest payments are as follows:

Fiscal Year				
Ending June 30,	Principal	Interest	Total Debt Service	
2026	\$ 4,001,800	\$ 495,275	\$ 4,497,075	
2027	2,150,000	408,125	2,558,125	
2028	2,240,000	316,975	2,556,975	
2029	-	226,675	226,675	
2030	-	226,675	226,675	
2031-2035	3,130,000	828,200	3,958,200	
2036	3,565,200	124,950	3,690,150	
Totals	\$ 15,087,000	\$ 2,626,875	\$ 17,713,875	

Bank Note Payable

The City entered into an agreement with Sterling National Bank for the financed purchase of solar power equipment for various City of Santa Fe buildings. Debt service will be paid from the annual savings earned by the City buildings. The bank note is as follows:

Description	Date of Issue	Due Date	Interest Rate	Original Amount of Issue	Outstanding June 30, 2025
Solar Energy Project	3/29/2021	12/1/2039	2.150%	\$ 17,244,894	\$ 14,755,424
Total bank notes payable					\$ 14,755,424

City of Santa Fe, New Mexico
Notes to Financial Statements

Note 8: LONG-TERM LIABILITIES (Continued)

Governmental Activities (Continued)

The annual requirements to amortize the bank note payable as of June 30, 2025, including interest payments, are as follows:

Fiscal Year				
Ending June 30,	Principal	Interest	Total Debt Service	
2026	\$ 925,209	\$ 311,571	\$ 1,236,780	
2027	972,996	291,470	1,264,466	
2028	1,022,817	270,334	1,293,151	
2029	1,074,747	248,117	1,322,864	
2030	1,128,871	224,775	1,353,646	
2031-2035	4,768,460	787,082	5,555,542	
2036-2040	4,862,324	270,141	5,132,465	
Totals	\$ 14,755,424	\$ 2,403,490	\$ 17,158,914	

Lease Liabilities

The City's governmental activities have entered into agreements to lease property. The lease agreements have been recorded at the present value of the future lease payments as of the date of their inception or, for leases existing prior to the implementation year at the remaining terms of the agreement, using the facts and circumstances available at July 1, 2021. Lease liabilities, right-of-use assets, and lease terms are as follows at June 30, 2025:

	Effective		Monthly	Borrowing	Lease	Right-to-Use
	Date	End Date	Payments	Rate	Liability	Lease Asset, net amortization
Santa Fe Animal Shelter	9/1/2023	6/30/2028	\$ 1,680	2.13%	\$ 59,272	\$ 57,524
Solace Crisis Treatment	7/1/2023	6/30/2027	1,620	2.13%	39,736	37,804
CIR Properties LLC	5/1/2025	5/31/2027	1,620	3.70%	52,631	53,099
Total					\$ 151,639	\$ 148,427

City of Santa Fe, New Mexico
Notes to Financial Statements

Note 8: LONG-TERM LIABILITIES (Continued)

Governmental Activities (Continued)

Lease debt service requirements to maturity are as follows:

Year Ending				
June 30,	Principal	Interest	Total	
2026	\$ 64,550	\$ 2,455	\$ 67,005	
2027	41,810	1,649	43,459	
2028	45,279	815	46,094	
Totals	\$ 151,639	\$ 4,919	\$ 156,558	

Subscription Liabilities

The City has four (4) software arrangements that require recognition under GASBS No. 96. The City now recognizes subscription-based information technology arrangements (SBITA) liabilities and intangible right-to-use subscription assets for various software packages and applications. The City used discount rates as detailed below for the arrangements. There are no residual value guarantees in the agreements.

Subscription liabilities, right-of-use assets, and terms are as follows at June 30, 2025:

Description	Date of Issue	Due Date	Interest Rate	Subscription Liability	Subscription Asset, Net Amortization
Ardham Current 20-0000-21-00014	9/21/2021	4/1/2026	7.00%	\$ 19,980	\$ 23,825
Ameresco	7/3/2023	6/30/2027	3.70%	-	-
Justice Systems	7/1/2024	6/30/2027	3.70%	80,560	77,182
Ardham 3250215	7/1/2024	6/30/2027	3.70%	327,279	295,222
Total				\$ 427,819	\$ 396,229

Subscription debt service requirements to maturity are as follows:

Fiscal Year				Total Debt
Ending June 30,	Principal	Interest	Service	
2026	\$ 219,114	\$ 11,101	\$ 230,215	
2027	208,705	-	208,705	
Totals	\$ 427,819	\$ 11,101	\$ 438,920	

City of Santa Fe, New Mexico
Notes to Financial Statements

Note 8: LONG-TERM LIABILITIES (Continued)

Governmental Activities (Continued)

Compensated Absences

A summary of compensated absences as of June 30, 2025 is as follows:

	Balance June 30, 2024	Change in Accounting Principle	Net Change	Balance June 30, 2025	Due Within One Year
Compensated absences					
Annual leave	\$ 6,074,185	\$ (1,361,116)	\$ 2,396,121	\$ 7,109,190	\$ 2,270,699
Total compensated absences	\$ 6,074,185	\$ (1,361,116)	\$ 2,396,121	\$ 7,109,190	\$ 2,270,699

Business-Type Activities

The enterprise funds have incurred various forms of debt which were used for the purposes of constructing, expanding, repairing and making improvements to its property, plant and equipment. The following schedule shows the changes to its various forms of debt during the fiscal year ended June 30, 2025:

	Balance June 30, 2024	Additions	Deletions	Balance June 30, 2025	Due Within One Year
GRT senior lien					
revenue bonds	\$ 1,357,500	\$ -	\$ 102,000	\$ 1,255,500	\$ 106,500
GRT subordinate lien					
revenue bonds	4,187,000	-	959,000	3,228,000	1,002,750
Revenue bonds	22,665,000	-	1,635,000	21,030,000	1,720,000
Utility revenue bonds	41,407,698	-	1,742,698	39,665,000	1,855,000
NMFA notes payable	26,069,398	2,196,000	2,509,903	25,755,495	2,551,559
Bond premiums	6,902,355	-	680,360	6,221,995	673,234
Lease liabilities	100,890	-	84,434	16,456	16,456
Subscription liabilities	-	3,104,283	706,606	2,397,677	569,749
Total long-term liabilities	\$ 102,689,841	\$ 5,300,283	\$ 8,420,001	\$ 99,570,123	\$ 8,495,248

City of Santa Fe, New Mexico
Notes to Financial Statements

Note 8: LONG-TERM LIABILITIES (Continued)

Business-Type Activities (Continued)

GRT Senior Lien Revenue Bonds

At June 30, 2025, the City had one GRT senior lien revenue bonds outstanding which have been approved by the voters and issued for various municipal improvements. These bonds are liquidated by gross receipts tax revenues and paid out of the enterprise funds. The GRT senior lien revenue bonds are as follows:

Description	Date of Issue	Due Date	Interest Rate	Original Amount of Issue	Outstanding June 30, 2025
Series 2016B	7/13/2016	6/1/2023	5.00%	\$ 6,570,000	\$ 1,255,500
Total GRT senior lien revenue bonds					\$ 1,255,500

The annual requirements to amortize the senior lien revenue bonds as of June 30, 2025, including interest payments, are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2026	\$ 106,500	\$ 47,910	\$ 154,410
2027	111,000	43,650	154,650
2028	115,500	39,210	154,710
2029	117,000	36,900	153,900
2030	121,500	32,220	153,720
2031-2035	684,000	84,300	768,300
Totals	\$ 1,255,500	\$ 284,190	\$ 1,539,690

GRT Subordinate Lien Revenue Bonds

At June 30, 2025, the City had two GRT subordinate lien revenue bonds outstanding which have been approved by the voters and issued for various municipal improvements. These bonds are liquidated by gross receipts tax revenues and paid out of the enterprise funds. The GRT subordinate lien revenue bonds are as follows:

Description	Date of Issue	Due Date	Interest Rate	Original Amount of Issue	Outstanding June 30, 2025
Series 2017	6/2/2017	6/1/2033	4.00%	\$ 4,530,000	\$ 2,505,000
Series 2021	12/14/2021	12/13/2026	5.00%	13,590,000	723,000
Total GRT subordinate lien revenue bonds					\$ 3,228,000

City of Santa Fe, New Mexico
Notes to Financial Statements

Note 8: LONG-TERM LIABILITIES (Continued)

Business-Type Activities (Continued)

The annual requirements to amortize the subordinate lien revenue bonds as of June 30, 2025, including interest payments, are as follows:

Fiscal Year					Total Debt
Ending June 30,	Principal		Interest		Service
2026	\$ 1,002,750	\$	117,432	\$	1,120,182
2027	290,000		73,486		363,486
2028	295,000		64,902		359,902
2029	305,000		55,786		360,786
2030	320,000		45,965		365,965
2031-2033	1,015,250		72,050		1,087,300
Totals	\$ 3,228,000	\$	429,621	\$	3,657,621

Revenue Bonds

At June 30, 2025, the City had two revenue bonds outstanding, which have been approved by the voters and issued for specific improvements. These bonds are liquidated through the operations of the business-type activities for which they were issued. These revenue bonds are as follows:

Description	Date of Issue	Due Date	Interest Rate	Original Amount of Issue	Outstanding June 30, 2025
Series 2015 Convention					
Center	4/8/2015	6/15/2035	4.00%	\$ 21,287,700	\$ 13,248,900
Series 2015 Parking	4/8/2015	6/15/2035	4.00%	12,502,300	7,781,100
Total revenue bonds					\$ 21,030,000

City of Santa Fe, New Mexico
Notes to Financial Statements

Note 8: LONG-TERM LIABILITIES (Continued)

Business-Type Activities (Continued)

The annual requirements to amortize the revenue bonds as of June 30, 2025, including interest payments, are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2026	\$ 1,720,000	\$ 847,024	\$ 2,567,024
2027	1,810,000	759,304	2,569,304
2028	1,900,000	666,994	2,566,994
2029	1,995,000	570,094	2,565,094
2030	2,060,000	508,249	2,568,249
2031-2035	11,545,000	1,459,690	13,004,690
Totals	\$ 21,030,000	\$ 4,811,355	\$ 25,841,355

Utility Revenue Bonds

At June 30, 2025, the City had two utility revenue bonds outstanding which have been approved by the voters for utility improvements. These bonds are liquidated through the revenues of the Water and Water and Waste Water enterprise funds. The utility revenue bonds are as follows:

Description	Date of Issue	Due Date	Interest Rate	Original Amount of Issue	Outstanding June 30, 2025
Series 2016	6/14/2016	6/1/2039	5.00%	\$ 36,665,000	\$ 27,945,000
Series 2019	3/20/2019	6/1/2038	5.00%	13,550,000	11,720,000
Total utility revenue bonds					\$ 39,665,000

City of Santa Fe, New Mexico
Notes to Financial Statements

Note 8: LONG-TERM LIABILITIES (Continued)

Business-Type Activities (Continued)

The annual requirements to amortize the revenue bonds as of June 30, 2025, including interest payments, are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2026	\$ 1,855,000	\$ 1,609,950	\$ 3,464,950
2027	1,910,000	1,552,600	3,462,600
2028	1,975,000	1,493,250	3,468,250
2029	2,070,000	1,394,500	3,464,500
2030	2,760,000	1,291,000	4,051,000
2031-2035	15,570,000	4,628,800	20,198,800
2036-2039	13,525,000	1,613,800	15,138,800
Totals	\$ 39,665,000	\$ 13,583,900	\$ 53,248,900

NMFA Loans

The City entered into loan agreements with the New Mexico Finance Authority, wherein the City pledged revenue from various sources to service debt. These loans are as follows:

Description	Date of Issue	Due Date	Interest Rate	Original Amount of Issue	Outstanding June 30, 2025
NMFA 2014 Fleet	12/1/2014	6/1/2026	2.59%	\$ 3,500,000	\$ 332,163
NMFA WPF #6319	7/25/2025	6/1/2047	0.25%	2,196,000	2,196,000
NMFA DW #2 Buckman	12/1/2008	6/1/2038	1.75%	15,150,000	3,506,931
NMFA DW #4	12/1/2013	6/1/2035	1.75%	2,525,000	1,250,401
NMFA Refunding 2019	7/12/2019	12/1/2030	3.60%	23,705,000	18,055,000
NMFA 2019 Parking	8/1/2019	6/1/2027	1.90-2.15%	1,575,000	415,000
Total NMFA loans					\$ 25,755,495

The NMFA 2014 loan was secured for the purpose of purchasing transit buses. This loan will be repaid from the municipal gross receipts tax share allocated to Transit.

Note 8: LONG-TERM LIABILITIES (Continued)

Business-Type Activities (Continued)

Buckman Direct Diversion Project Notes NMFA DW #2 and DW #4 were secured as part of the City's role as fiscal agent for the Buckman Direct Diversion Project, a regional water project. The notes were secured to partially fund construction of the Project and to partially fund a solar photovoltaic system for the Project, respectively.

The NMFA Refunding 2019 loan was a refinancing of a previous NMFA loan used to acquire and improve land, buildings, and other real property owned by the Santa Fe University of Art and Design. The debt is serviced through the payment of rent on the property to the City.

The NMFA Parking loan was secured for the purpose of building a parking structure.

The annual requirements to amortize the NMFA notes payable as of June 30, 2025, including interest payments, are as follows:

Fiscal Year					Total Debt
Ending June 30,	Principal		Interest		Service
2026	\$ 2,551,559	\$	752,314	\$	3,303,873
2027	2,274,127		689,878		2,964,005
2028	2,114,253		635,154		2,749,407
2029	2,169,783		582,087		2,751,870
2030	1,303,752		525,846		1,829,598
2031-2035	7,063,320		1,936,236		8,999,556
2036-2039	8,278,701		602,896		8,881,597
Totals	\$ 25,755,495	\$	5,724,411	\$	31,479,906

Compensated Absences

A summary of compensated absences as of June 30, 2025 is as follows:

	Balance		Change in		Balance		Due Within
	June 30, 2024		Accounting	Net Change	June 30, 2025		One Year
			Principle				
Compensated absences							
Annual leave	\$ 2,025,432	\$	1,133,171	\$ (1,090,634)	\$ 2,067,969	\$	620,392
Total compensated absences	\$ 2,025,432	\$	1,133,171	\$ (1,090,634)	\$ 2,067,969	\$	620,392

City of Santa Fe, New Mexico
Notes to Financial Statements

Note 8: LONG-TERM LIABILITIES (Continued)

Business-Type Activities (Continued)

Lease Liabilities- Business-Type Activities

The City's business-type activities have entered into agreements to lease equipment. The lease agreements have been recorded at the present value of the future lease payments as of the date of their inception or, for leases existing prior to the implementation year at the remaining terms of the agreement, using the facts and circumstances available at July 1, 2021.

Lease liabilities, right-of-use assets, and lease terms are as follows at June 30, 2025:

	Effective Date	End Date	Monthly Payments	Borrowing Rate	Lease Liability	Right-to-Use Lease Asset, net amortization
Golf Carts	12/9/2021	9/1/2025	6,675	0.40%	\$ 16,456	\$ 15,573
Total					\$ 16,456	\$ 15,573

Lease debt service requirements to maturity are as follows:

Year Ending June 30,	Principal	Interest	Total
2026	\$ 16,456	\$ -	\$ 16,456
Totals	\$ 16,456	\$ -	\$ 16,456

Subscription Liabilities

The City has 3 software arrangements that requires recognition under GASBS No. 96. The City now recognizes subscription-based information technology arrangements (SBITA) liabilities and intangible right-to-use subscription assets for various software packages and applications. The City used discount rates as detailed below for the arrangements. There are no residual value guarantees in the agreements. Subscription liabilities, right-of-use assets, and terms are as follows at June 30, 2025:

Description	Date of Issue	Due Date	Interest Rate	Liability	Right-to-use Asset, Net Amortization
Remix Tech	7/1/2024	6/30/2027	3.70%	\$ 105,878	\$ 100,829
Vertosoftware	1/31/2025	1/30/2030	3.70%	1,350,567	1,635,666
CTS	11/4/2024	11/3/2029	3.70%	941,232	1,163,636
Total				\$ 2,397,677	\$ 2,900,131

Note 8: LONG-TERM LIABILITIES (Continued)

Business-Type Activities (Continued)

Subscription debt service requirements to maturity are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2026	\$ 569,749	\$ 76,662	\$ 646,411
2027	597,212	54,006	651,218
2028	579,073	33,319	612,392
2029	619,392	11,187	630,579
2030	32,251	587	32,838
Totals	\$ 2,397,677	\$ 175,761	\$ 2,573,438

Note 9: RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters for which the City carries various insurance. The City administers its insurance coverage through the Risk Management Office. The Risk Management Fund, Santa Fe Health/Dental Fund, and Workers' Compensation Fund are reported as Internal Service funds. Premiums are paid into the funds by other funds and are available to pay claims, claim reserves, and administrative costs of the programs. The City purchases commercial insurance for claims in excess of coverage provided by the funds and for other risks of loss. The City has had no significant reduction in insurance coverage from the prior year and, as of June 30, 2025, such interfund premiums did not exceed reimbursable expenditures.

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

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

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

City of Santa Fe, New Mexico
Notes to Financial Statements

Note 9: RISK MANAGEMENT (Continued)

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

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

	Beginning of Fiscal Year Liability	Current Year Claims and Changes in Estimates	Claim Payments	Balance at Fiscal Year- End
2023-2024				
Risk Management Fund	\$ 4,832,280	\$ 2,255,628	\$ 2,124,217	\$ 4,963,691
Santa Fe Health/Dental Fund	1,323,000	20,110,241	19,950,241	1,483,000
Workers' Compensation Fund	4,262,061	1,237,745	1,128,102	4,371,704
Unemployment Claims Fund	-	78,602	78,602	-
Total	\$ 10,417,341	\$ 23,682,216	\$ 23,281,162	\$ 10,818,395
2024-2025				
Risk Management Fund	\$ 4,963,691	\$ 6,765,411	\$ 5,055,399	\$ 6,673,703
Santa Fe Health/Dental Fund	1,483,000	21,687,312	21,618,312	1,552,000
Workers' Compensation Fund	4,371,704	(602,822)	249,267	3,519,615
Unemployment Claims Fund	-	33,673	33,673	-
Total	\$ 10,818,395	\$ 27,883,574	\$ 26,956,651	\$ 11,745,318

Note 10: OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES

Generally accepted accounting principles require disclosures of certain information concerning individual funds including:

- A. Deficit fund balance of individual funds are as follows for the year ended June 30, 2025.

Governmental Funds

Nonmajor Funds

Transportation Grant	\$	(81,026)
NEA Grants		(28,984)
Total nonmajor funds		(110,010)
Total governmental funds	\$	(110,010)

Internal Service Funds

Risk Management	\$	(2,442,034)
Services to Other Departments		(10,792,797)
Total internal service funds	\$	(13,234,831)

City of Santa Fe, New Mexico
Notes to Financial Statements

Note 10: OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES (Continued)

- B. Actual expenditures in excess of amount budgeted at the budgetary authority level. Budgetary legal level of control is at the fund level. The City had the following funds that exceeded budget at the fund level for the year ended June 30, 2025.

Governmental Funds

Non Major Funds

Capital Equipment Reserve	\$ 45
Franchise Fee	2
Public Campaign	66
Gross Receipts Tax	38,550
Fire Environmental Services	203
Opioid	605
Affordable Housing Trust	4,314,208
Historic Perservation Grant	34
Public Facilities Purchase	13
Land Development	250
CIP Reallocation	50
City Drainage Project	162
UNSICKLV	84
Suspense	4
Total governmental funds	\$ 4,354,276

- C. Designated cash appropriations in excess of available balances. The following funds had designated cash appropriations in excess of available amounts for the year ended June 30, 2025:

	Budgeted Deficit - Cash Appropriations	Beginning Year Cash & AR Available	Cash Appropriation in Excess of Available
Governmental Funds			
Major Funds			
The 1/2% Gross Receipts Tax	\$ (12,818,031)	\$ (7,226,995)	\$ (12,818,031)
Non Major Funds			
Bond Acquisition	(1,454,507)	1,318,465	(136,042)
CIP Community Development	(2,086,901)	734,964	(1,351,937)
 Proprietary Funds			
Non Major Funds			
Munreccmp	(4,309,615)	2,722,156	(1,587,459)

Note 11: PENSION PLAN - PUBLIC EMPLOYEES RETIREMENT ASSOCIATION

General Information about the Pension Plan

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

Benefits Provided. Benefits are generally available at age 65 with five or more years of service or after 25 years of service regardless of age for TIER I members. Provisions also exist for retirement between ages 60 and 65, with varying amounts of service required. Certain police and fire members may retire at any age with 20 or more years of service for Tier I members. Generally, the amount of retirement pension is based on final average salary, which is defined under Tier I as the average of salary for the 36 consecutive months of credited service producing the largest average; credited service; and the pension factor of the applicable coverage plan. Monthly benefits vary depending upon the plan under which the member qualifies, ranging from 2% to 3.5% of the member's final average salary per year of service.

The maximum benefit that can be paid to a retiree may not exceed a range of 60% to 90% of the final average salary, depending on the division. Benefits for duty and non-duty death and disability and for post-retirement survivors' annuities are also available.

TIER II. The retirement age and service credit requirements for normal retirement for PERA state and municipal general members hired increased effective July 1, 2013 with the passage of Senate Bill 27 in the 2013 Legislative Session. Under the new requirements (Tier II), general members are eligible to retire at any age if the member has at least five years of service credit and the sum of the member's age and service credit equals at least 85 or at age 65 with 5 or more years of service credit. General members hired on or before June 30, 2013 (Tier I) remain eligible to retire at any age with 25 or more years of service credit. Under Tier II, police and firefighters in Plans 3, 4 and 5 are eligible to retire at any age with 25 or more years of service credit. State police and adult correctional officers, peace officers and municipal juvenile detention officers will remain in 25-year retirement plans, however, service credit will no longer be enhanced by 20%. All public safety members in Tier II may retire at age 60 with 5 or more years of service credit. Generally, under Tier II pension factors were reduced by 0.5%, employee Contribution increased 1.5 percent and effective July 1, 2014 employer contributions were raised 0.05 percent. The computation of final average salary increased as the average of salary for 60 consecutive months.

Note 11: PENSION PLAN - PUBLIC EMPLOYEES RETIREMENT ASSOCIATION (Continued)

General Information about the Pension Plan (Continued)

Contributions. See PERA's Annual Comprehensive Financial Report for a summary of various statutory PERA coverage rates, for both Tier I and Tier II, on page 36 of the annual audit report at <http://www.nmpera.org/financial-overview/retirement-fund-valuation-reports/>. The PERA coverage options that apply to the City are: Municipal General Division. Municipal Fire Division and Municipal Police Division. Statutorily required contributions to the pension plan from the City were \$13,074,770.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2023. The total pension liability was rolled forward from the valuation date to the plan year ending June 30, 2024 using generally accepted actuarial principles. Therefore, the employer's portion was established as of the measurement date of June 30, 2024. There were no significant events or changes in benefit provision that required an adjustment to the roll-forward liabilities as of June 30, 2024. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plan relative to the projected contributions of all participating entities, actuarially determined.

For PERA Fund Municipal General Division, at June 30, 2025, the City reported a liability of \$111,467,361 for its proportionate share of the net pension liability. At June 30, 2024, the City's proportion was 4.6712 percent, which decreased from its proportion measured as of June 30, 2023, by 0.1689 percent.

For the year ended June 30, 2025, the City recognized PERA Fund Municipal General Division pension expense of \$14,799,593. At June 30, 2025, the City reported PERA Fund Municipal General Division deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 10,586,021	\$ 415,687
Net difference between projected and actual earnings on pension plan investments	4,631,867	-
Changes of assumption	3,584,027	-
Changes in proportion and differences between the City's contributions and proportionate share of contributions	1,485,504	2,164,807
City's contributions subsequent to the measurement date	7,022,669	-
Total	\$ 27,310,088	\$ 2,580,494

City of Santa Fe, New Mexico
Notes to Financial Statements

Note 11: PENSION PLAN - PUBLIC EMPLOYEES RETIREMENT ASSOCIATION (Continued)

General Information about the Pension Plan (Continued)

\$7,022,669 reported as deferred outflows of resources related to pensions resulting from the City's contributions subsequent to the measurement date June 30, 2024 will be recognized as a reduction of the net pension liability in the year ended June 30, 2026. Other amounts reported as deferred outflows and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:

2025	\$ 4,826,705
2026	11,752,011
2027	1,623,890
2028	(495,681)
Thereafter	-
Total	\$ 17,706,925

For PERA Fund Municipal Police Division, at June 30, 2025, the City reported a liability of \$43,895,526 for its proportionate share of the net pension liability. At June 30, 2024, the City's proportion was 4.1569 percent, which decreased from its proportion measured as of June 30, 2022, by 0.0731 percent.

For the year ended June 30, 2025, the City recognized PERA Fund Municipal Police Division pension expense of \$7,278,848. At June 30, 2025, the City reported PERA Fund Municipal Police Division deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 4,695,871	\$ -
Net difference between projected and actual earnings on pension plan investments	1,673,818	-
Changes of assumption	-	80,839
Changes in proportion and differences between the City's contributions and proportionate share of contributions	1,379,028	407,001
City's contributions subsequent to the measurement date	2,762,335	-
Total	\$ 10,511,052	\$ 487,840

City of Santa Fe, New Mexico
Notes to Financial Statements

Note 11: PENSION PLAN - PUBLIC EMPLOYEES RETIREMENT ASSOCIATION (Continued)

General Information about the Pension Plan (Continued)

\$2,762,335 reported as deferred outflows of resources related to pensions resulting from the City's contributions subsequent to the measurement date June 30, 2024 will be recognized as a reduction of the net pension liability in the year ended June 30, 2026. Other amounts reported as deferred outflows and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:

2025	\$ 2,553,131
2026	4,372,957
2027	510,662
2028	(175,873)
Thereafter	-
Total	\$ 7,260,877

For PERA Fund Municipal Fire Division, at June 30, 2025, the City reported a liability of \$61,612,319 for its proportionate share of the net pension liability. At June 30, 2024, the City's proportion was 6.3117 percent, which decreased from its proportion measured as of June 30, 2023, by 0.1283 percent.

For the year ended June 30, 2025, the City recognized PERA Fund Municipal Fire Division pension expense of \$8,013,769. At June 30, 2025, the City reported PERA Fund Municipal Fire Division deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 5,233,422	\$ -
Net difference between projected and actual earnings on pension plan investments	1,166,003	-
Changes of assumptions	37,641	-
Changes in proportion and differences between the City's contributions and proportionate share of contributions	335,470	724,485
City's contributions subsequent to the measurement date	3,289,767	-
Total	\$ 10,062,303	\$ 724,485

City of Santa Fe, New Mexico
Notes to Financial Statements

Note 11: PENSION PLAN - PUBLIC EMPLOYEES RETIREMENT ASSOCIATION (Continued)

General Information about the Pension Plan (Continued)

\$3,289,767 reported as deferred outflows of resources related to pensions resulting from the City's contributions subsequent to the measurement date June 30, 2024 will be recognized as a reduction of the net pension liability in the year ended June 30, 2026. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2025	\$ 2,444,479
2026	3,340,025
2027	402,360
2028	(138,813)
Thereafter	-
Total	\$ 6,048,051

Actuarial assumptions. The total pension liability in the June 30, 2023 actuarial valuation was determined using the following significant actuarial assumptions, applied to all periods included in the measurement:

Actuarial valuation date	June 30, 2023
Actuarial cost method	Entry Age Normal
Amortization period	25 years
Actuarial Assumptions:	
Investment rate of return, net	7.25% annual rate
Projected salary increases	3.25% to 13.50% annual rate
Includes inflation at	2.50%
Mortality assumptions	Pre-retirement mortality: PUB-2010 General Employees Mortality table, projected with the ultimate rates from the MP-2020 mortality improvement scale using a base year of 2010. For non-public safety group, 25% of inservice deaths are assumed to be duty related and 35% are assumed to be duty-related for public safety groups. Post-retirement mortality (non-disabled): PUB-2010 General Mortality table, Below Median Income, projected with the ultimate rates from the MP-2020 mortality improvement scale using a base year of 2010.
Experience Study Dates	July 1, 2018 to June 30, 2023

Note 11: PENSION PLAN - PUBLIC EMPLOYEES RETIREMENT ASSOCIATION (Continued)

General Information about the Pension Plan (Continued)

The total pension liability, net pension liability, and certain sensitivity information are based on an actuarial valuation performed as of June 30, 2023. The total pension liability was rolled-forward from the valuation date to the plan year ended June 30, 2024. These assumptions were adopted by the Board use in the June 30, 2023 actuarial valuation.

The long-term expected rate of return on pension plan investments was determined using a building-block method 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 allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

ALL FUNDS - Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Global Equity	46.00%	3.90%
Core Fixed Income	13.00%	2.20%
Credit	17.00%	2.30%
Absolute Return	6.00%	2.60%
Real Assets	18.00%	5.90%
Total	100.00%	

Discount rate. A single discount rate of 7.25% was used to measure the total pension liability as of June 30, 2023. This single discount rate was based on a long-term expected rate of return on pension plan investments of 7.25%, compounded annually, net of expense. Based on the stated assumptions and the projection of cash flows, the plan's fiduciary net position and future contributions were projected to be available to finance all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

The projections of cash flows used to determine this single discount rate assumed that plan member and employer contributions will be made at the current statutory levels.

City of Santa Fe, New Mexico
Notes to Financial Statements

Note 11: PENSION PLAN - PUBLIC EMPLOYEES RETIREMENT ASSOCIATION (Continued)

General Information about the Pension Plan (Continued)

Sensitivity of the City's proportionate share of the net pension liability to changes in the discount rate.

The following presents the City's proportionate share of the net pension liability calculated using the discount rate of 7.25%, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25%) or 1-percentage-point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
PERA Fund Municipal General Division			
City's proportionate share of the net pension liability	\$ 160,330,971	\$ 111,467,361	\$ 71,073,120

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
PERA Fund Municipal Police Division			
City's proportionate share of the net pension liability	\$ 63,250,911	\$ 43,895,526	\$ 28,145,457

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
PERA Fund Municipal Fire Division			
City's proportionate share of the net pension liability	\$ 79,999,438	\$ 61,612,319	\$ 46,609,819

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued PERA financial report.

Payables to the pension plan. At June 30, 2025 there were no contributions due and payable to PERA for the City.

Note 12: POST-EMPLOYMENT BENEFITS – STATE RETIREE HEALTH CARE PLAN

General Information about the OPEB

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

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

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

Employees covered by benefit terms. At June 30, 2024, the Fund’s measurement date, the following employees were covered by the benefit terms:

Plan Membership

Current retirees and surviving spouses	52,978
Inactive and eligible for deferred benefit	12,552
Current active members	93,595
	159,125

Active membership

State general	18,462
State police and corrections	1,260
Municipal general	17,283
Municipal police	3,169
Municipal Fire	2,419
Educational Retirement Board	51,002
	93,595

Note 12: POST-EMPLOYMENT BENEFITS – STATE RETIREE HEALTH CARE PLAN (Continued)

General Information about the OPEB (Continued)

Contributions – Employer and employee contributions to the Fund total 3% for non-enhanced retirement plans and 3.75% of enhanced retirement plans of each participating employee’s salary as required by Section 10-7C-15 NMSA 1978. The contributions are established by statute and are not based on an actuarial calculation. All employer and employee contributions are non-refundable under any circumstance, including termination of the employer’s participation in the Fund. Contributions to the Fund from the City were \$1,902,878 for the year ended June 30, 2025.

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

At June 30, 2025, the City reported a liability of \$24,029,627 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of June 30, 2024, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2023 and rolled forward to June 30, 2024. The City’s proportion of the net OPEB liability was based on actual contributions provided to the Fund for the year ending June 30, 2024. At June 30, 2024, the City’s proportion was 1.3464 percent.

For the year ended June 30, 2025, the City recognized OPEB benefit of (\$7,175,928). At June 30, 2025 the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions	\$ 4,496,545	\$ 15,238,074
Net difference between projected and actual earnings on pension plan investments	214,802	-
Changes in proportion and differences between contributions and proportionate share of contributions	1,247,805	4,410,378
Difference between expected and actual experience	257,526	2,510,000
City's contributions subsequent to the measurement date	1,902,878	-
Total	\$ 8,119,556	\$ 22,158,452

City of Santa Fe, New Mexico
Notes to Financial Statements

Note 12: POST-EMPLOYMENT BENEFITS – STATE RETIREE HEALTH CARE PLAN (Continued)

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

Deferred outflows of resources totaling \$1,902,878 represent the City's contributions to the Fund made subsequent to the measurement date and will be recognized as a reduction of net OPEB liability in the year ending June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in OPEB expense as follows:

Year ended June 30:

2025	\$	(5,566,109)
2026		(6,198,501)
2027		(3,433,844)
2028		(857,881)
2029		114,561
Total	\$	(15,941,774)

Actuarial assumptions. The total OPEB liability was determined by an actuarial valuation as of June 30, 2023, using the following actuarial assumptions:

Actuarial valuation date	June 30, 2023
Actuarial cost method	Entry age normal, level percent of pay, calculated on individual employee basis
Asset valuation method	Market value of assets
Actuarial assumptions:	
Inflation	2.30% for ERB members; 2.50% for PERA members.
Projected payroll increases	3.25% to 13.00%, based on years of service, including inflation
Investment rate of return	7.00%, net of OPEB plan investment expense and margin for adverse deviation including inflation
Health care cost trend rate	8% graded down to 4.5% over 14 years for Non-Medicare medical plan costs and 8.5% graded down to 4.5% over 16 years for Medicare medical plan costs
Mortality	ERB members: 2020 GRS Southwest Region Teacher Mortality Table, set back one year (and scaled at 95% for males). Generational mortality improvements in accordance with the Ultimate MP scales are projected from the year 2020. PERA members: Headcount-eighted RP-2014 Blue Collar Annuitant Mortality, set forward one year for females, projected generationally with Scale MP-2017 times 60%.

Note 12: POST-EMPLOYMENT BENEFITS – STATE RETIREE HEALTH CARE PLAN (Continued)

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

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

The best estimates for the long-term expected rate of return is summarized as follows:

Asset Class	Long-Term
U.S. core fixed income	1.60%
U.S. equity - large cap	6.90%
U.S. equity - small/mid cap	6.90%
Non U.S. - developed equities	7.20%
Non U.S. - emerging markets	8.70%
Private equity	9.90%
Credit and structured finance	3.70%
Absolute return	3.20%
Real estate	3.60%

Discount Rate. The discount rate used to measure the Fund's total OPEB liability is 7.00% as of June 30, 2024. The projection of cash flows used to determine the discount rate assumed that employer contributions will be made at rates proportional to the actuary determined contribution rates. For this purpose, employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Projected employer contributions that are intended to fund the service costs for future plan members and their beneficiaries are not included. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all projected future benefit payments for current plan members. The 7.00% discount rate, which includes the assumed inflation rate of 2.50% for PERA members, was used to calculate the net OPEB liability.

Note 12: OTHER POST-EMPLOYMENT BENEFITS – STATE RETIREE HEALTH CARE PLAN (Continued)

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

Sensitivity of the net OPEB liability to changes in the discount rate and healthcare cost trend rates.

The following presents the net OPEB liability of the City, as well as what the City's net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current discount rate:

1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
\$ 30,302,940	\$ 24,029,627	\$ 18,887,126

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

1% Decrease	Current Trend Rates	1% Increase
\$ 18,569,835	\$ 24,029,627	\$ 38,051,053

OPEB plan fiduciary net position. Detailed information about the OPEB plan's fiduciary net position is available in NMRHCA's audited financial statements for the year ended June 30, 2024.

Payable Changes in the Net OPEB Liability. At June 30, 2025, the City did not have amounts payable to the NMRHCA.

Note 13: CONTINGENT LIABILITIES

The City is party to various claims and lawsuits arising in the normal course of business. The City Attorney's Office is involved in several legal actions arising from the ordinary course of operations. With respect to these actions, the City Attorney's Office believes the outcomes will not have a material adverse effect on the City's financial position.

Note 14: JOINTLY GOVERNED ORGANIZATIONS

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

The Solid Waste Management Agency has its own financial statements as a separate entity, audited on an annual basis. The City serves as the fiscal agent for the agency. Completed financial statements for the Agency may be obtained at the Santa Fe Solid Waste Management Agency, 149 Wildlife Way, Santa Fe, NM 87506.

Under a joint powers agreement for the Buckman Direct Diversion Project (BDD) dated January 11, 2005, the City of Santa Fe joined the County of Santa Fe to design and construct the BDD project in order to divert surface water from the Rio Grande to the independent water systems of the City and County. The City and County each own 50 percent of the BDD project and have established a board to oversee the planning, procurement, financing, permitting, design, construction, operations, and management of the BDD project. The BDD board is comprised of two members of the governing body of the City of Santa Fe, two members of the board of Santa Fe County commissioners and one citizen member at large appointed by a majority vote of the four other members. The project is essentially complete as of December 2010. First water delivery was approved to enter the Santa Fe region water systems as of January 2011 by the New Mexico Environment Department. The City of Santa Fe and Santa Fe County are responsible on an ongoing basis for financial and operating costs of the system. The City is a fiscal agent for the project through a project management and fiscal services agreement in effect through December 2015, and month to month thereafter until a new Fiscal Agent agreement is finalized or terminated by either party. Fiscal services include maintaining separate books and accounts of all transactions that relate to the project including third party transactions. The BDD project has its own financial statements and is audited on an annual basis. Completed financial statements for the BDD project may be obtained from: City of Santa Fe, P.O. Box 909, Santa Fe, NM 87504-0909.

The City of Santa Fe appoints open board positions for the Santa Fe Housing Authority, a related organization. The Housing Authority is not financially accountable to the City. The City leases certain land to the Housing Authority for \$1 per year, providing significant in kind support to the Housing Authority for its operations. No other transactions between the organizations occurred.

City of Santa Fe, New Mexico
Notes to Financial Statements

Note 15: RESTRICTED NET POSITION

The government-wide statement of net position reports \$129,967,734 of restricted net position for governmental activities, all of which is restricted by enabling legislation. For descriptions of the related enabling legislation for special revenue, capital projects, and debt service funds, see pages 62-63 and 146-149.

Note 16: FUND BALANCE

Fund balances on the modified accrual basis were classified as follows as of June 30, 2025:

	General Fund	1/2% Gross Receipts Tax Fund	Nonmajor Governmental Funds	Total Governmental Funds
Fund balances				
Nondisposable				
Inventories	\$ 81,149	\$ -	\$ -	\$ 81,149
Restricted for				
General government	-	-	27,328,908	27,328,908
Public safety	-	-	24,449,618	24,449,618
Public works	-	-	17,020,464	17,020,464
Community development	-	-	15,232,320	15,232,320
Culture and recreation	-	-	4,576,822	4,576,822
Capital projects	-	11,250,092	30,025,841	41,275,933
Debt service	-	-	4,301,951	4,301,951
Unassigned (deficit)	54,296,150	-	(110,010)	54,186,140
Total fund balances	\$ 54,377,299	\$ 11,250,092	\$ 122,825,914	\$ 188,453,305

City of Santa Fe, New Mexico Notes to Financial Statements

Note 17: TAX ABATEMENTS

The City has entered into several agreements with entities pursuant to the NMSA 3-32-1 through 3-32-16 Municipal Bond Act for the purpose of promoting industry and trade by inducing manufacturing, industrial, and commercial enterprises to locate or expand in the state. The City has abated certain taxes as terms of the agreements. As required by GASB Statement No. 77, *Tax Abatement Disclosure*, the City has provided the disclosure of agreements and abated taxes, as well as agreement entered into by other governments and entities who abated taxes that affected the City.

Agency Number	6160
Agency Name	City of Santa Fe, New Mexico
Agency Type	Municipality
Tax Abatement Agreement Name	Ridgetop Road, LLC IRB
Recipient(s) of tax abatement	Ridgetop Road, LLC
Parent company(ies) of recipient(s) of tax abatement	Thornburg Investment Management
Tax abatement program (name and brief description)	Industrial Revenue Bond for the construction of the Thornburg Campus
Specific Tax(es) Being Abated	Property Tax
Legal authority under which tax abatement agreement was entered into	NMSA 1978, Sections 3-32-1 to 3-32-16, Industrial Revenue Bond Act.
Criteria that make a recipient eligible to receive a tax abatement	Construction of a "new" non-speculative office building not engaged in the sale of goods or commodities.
How are the tax abatement recipient's taxes reduced? (For example: through a reduction of assessed value)	Title to the facility is held by the City of Santa Fe and not on the County Assessors tax role thereby eliminating property tax.
How is the amount of the tax abatement determined? For example, this could be a specific dollar amount, a percentage of the tax liability, etc.	The property is held in the City (Issuers name) and not on the County's tax roll. Therefore no property tax is levied on the facility.
Are there provisions for recapturing abated taxes? (Yes or No)	Yes
If there are provisions for recapturing abated taxes, describe them, including the conditions under which abated taxes become eligible for recapture.	Section 4.17 of the lease specifies, in the event the Lessee ceases operations of the facilities (other than a temporary cessation not exceeding 60 days, during holiday periods, for maintenance and retooling, or because of short-term slack demand or other similar circumstances, or for such reasonable periods as may be required for the repair of facilities destroyed or damaged by casualty or resulting from labor dispute) with five years after the issuance of the Bond, the Lessee will pay to the Issuer, within 90 days of such termination or such cessation, an amount equal to (i) that percentage of the ad valorem taxes on real and personal Project Property that the Lessee would have been required to pay if the Bond had not been issued by the Issuer and the Project Property had been subject to the ad valorem taxation, calculated using mill levies and actual property tax valuations and rates for each tax year, plus (ii) the Applicable Percentage of the amount of gross receipts tax that would have been payable by vendors of Project Property if the Bond had not been issued and receipts from sales or Project Property had not been deductible from gross receipts of the vendors, plus (iii) the Applicable Percentage of the amount of compensating tax that would have been payable by the Lessee with respect to Project Property if the bond had not been issued.

City of Santa Fe, New Mexico
Notes to Financial Statements

Note 17: TAX ABATEMENTS (Continued)

Gross dollar amount, on an accrual basis, by which the government's tax revenues were reduced during the reporting period as a result of the tax abatement agreement.	\$50,551.85
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency or another agency in association with the foregone tax revenue, list the authority for and describe the payment, including the agency that is supposed to receive the payment	The authority is provided for in the lease agreement between the City and Ridgetop Road, LLC. Every four years, starting in 2009, Ridgetop Road, LLC will have an appraisal done on the subject property which will be use for the next four years as basis for the PILOT. Using the School district property tax rate stated on the County of Santa Fe Certificate of Property Tax Rates in Mills, the mill rate is multiplied by the appraised property value. Thornburg, in compliance with New Mexico statute methodology regarding business personal property provides the City with its valuation estimate annually. That valuation is the basis to calculate the property tax. Then the two taxes are added together and a check is sent to the City. In turn, the City transfers the exact payment on to the Santa Fe Public Schools.
List each specific commitment made by your agency or any other government, other than the tax abatement.	1. The Issuer has authorized the execution, delivery and performance of the Bond Documents and the issuance of the Bond all for the purpose of financing the project and paying certain costs related to the issuance of the Bond. 2. That the City will sell the property at the expiration or sooner termination of the agreement. 3. Assignment of Rights, the City will assign certain rights to RRLLC. 4. Will not sell, transfer, assign or convey its rights, title, or interests in this agreement or property.
Are any other governments affected by this tax abatement agreement? (Yes or No) If yes, list each affected agency and complete an intergovernmental disclosure for each such agency.	Yes. County of Santa Fe, Santa Fe Community College, State of New Mexico, Santa Fe Public Schools.
If your agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission.	NA

Agency Number	6160
Agency Name	City of Santa Fe, New Mexico
Agency Type	Municipality
Tax Abatement Agreement Name	El Castillo Retirement Residences
Recipient(s) of tax abatement	El Castillo Retirement Residences
Parent company(ies) of recipient(s) of tax abatement	El Castillo Retirement Residences

City of Santa Fe, New Mexico Notes to Financial Statements

Note 17: TAX ABATEMENTS (Continued)

Tax abatement program (name and brief description)	Industrial Revenue Bond for the construction of an adult residential retirement facility to be located at 401 Old Taos Highway, Santa Fe, NM.
Specific Tax(es) Being Abated	Property Tax
Legal authority under which tax abatement agreement was entered into	NMSA 1978, Sections 3-32-1 to 3-32-16, Industrial Revenue Bond Act.
Criteria that make a recipient eligible to receive a tax abatement	New Mexico Industrial Revenue Bond Act, Chapter 3, Article 32 NMSA 1978, as amended (the "Act") to issue industrial revenue bonds for the purposes set forth in the Act and to permit the expenditure of the proceeds thereof to pay, among other things, the cost of acquisition, construction and installation of certain facilities constituting a 501(c) (3) corporation project (as defined und the Act) and for the purposes of refinancing a 501(c)(3) corporation project in accordance with Section 3-32-6 NMSA 1978
How are the tax abatement recipient's taxes reduced? (For example: through a reduction of assessed value)	The Obligor conveys all of its right, title and interest in project to Issuer. Please see section 3.2 of Lease.
How is the amount of the tax abatement determined? For example, this could be a specific dollar amount, a percentage of the tax liability, etc.	See Appraisal schedule in Section 3.10 (A). The appraised value as determined by lease will be multiplied by the individual government entity's property tax mill rate annually.
Are there provisions for recapturing abated taxes? (Yes or No)	Yes
If there are provisions for recapturing abated taxes, describe them, including the conditions under which abated taxes become eligible for recapture.	Section 3.11 Clawback Provisions dictates the schedule and reasons when the Obligor would need to repay abated property taxes based on criteria listed in this section.
List each specific commitment made by the recipient of the abatement.	See Section 3.11 for a detailed List. Subsection A, Closing the facilities within the first five years on a declining percentage. Subsection B, Job Creation Minimum Requirements in a detailed table.
Gross dollar amount, on an accrual basis, by which the government's tax revenues were reduced during the reporting period as a result of the tax abatement agreement.	\$23,408
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency or another agency in association with the foregone tax revenue, list the authority for and describe the payment, including the agency that is supposed to receive the payment	The authority is provided for in the lease agreement between the Obligor and Issuer in Section 3.10 Section which states the value in which the rate is applied and the duration of the PILOT. For the first five years the Obligor will pay 100% of property tax abated to SFPS and Santa Fe Community College and will pay 100% of all property tax abated (State, City, County, School District, and Community College) from 2024-2048
List each specific commitment made by your agency or any other government, other than the tax abatement.	1. The Issuer has authorized the execution, delivery and performance of the Bond Documents and the issuance of the Bond all for the purpose of financing the project and paying certain costs related to the issuance of the Bond. 2. That the City will convey the property at the expiration or sooner termination of the agreement; will at the expense of the Obligor make all filings required, will not take any action related to the Series 2019 Project and Bonds and proceeds of the boasts that is not provided for this Agreement or Bond Indenture without the written consent of the Obligor and an opinion of the Bond Counsel.
Are any other governments affected by this tax abatement agreement? (Yes or No) If yes, list each affected agency and complete an intergovernmental disclosure for each such agency.	Yes. County of Santa Fe, Santa Fe Community College, State of New Mexico, Santa Fe Public Schools
If your agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission.	NA

Note 18: CONCENTRATIONS

The City depends on financial resources flowing from, or associated with, both the Federal Government and the State of New Mexico. Because of this dependency, the City is subject to changes in the specific flows of intergovernmental revenues based on modifications to Federal and State laws and Federal and State appropriations.

Note 19: CONDUIT DEBT OBLIGATIONS

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

In the normal course of operations, the City receives grant funds from various federal and state agencies. Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, the purpose of which is to ensure compliance with conditions precedent to the granting of funds. Any liability for reimbursement which may arise as a result of these audits is not believed to be material.

Note 20: SUBSEQUENT EVENTS

On August 14, 2024, the City's Governing Body approved a resolution to submit to the November 5, 2024 General Election ballot a question of the issuance of its general obligation bonds in the maximum principal amount of \$25 million to be repaid from property taxes for the purpose of improving roads and streets within the City. The bond question was approved by voters and was issued in August of 2025.

On August 14, 2024, the City's Governing Body adopted an ordinance authorizing the City to enter into a loan agreement with the New Mexico Environment Department (NMED) for the purpose of obtaining project loan funds in the amount of up to \$151 million, plus accrued interest, to assist in financing improvements to the City's Water, Waste Water and Environmental Services public utility systems. The loan agreements were executed in July of 2025. The project loan funds consist of three loans. The first is a \$114 million line of credit for four projects: UV Disinfection Replacement, Waste Water Collection Division Equip and Admin, Sanitary Sewer Line Repair, and WasteW ater Treatment Plan Repair and Rehabilitation. The second consists of \$17 million line of credit for the Nichols Dam Outlet Works Rehabilitation. The third is a \$20 million line of credit for the maintenance of the Administrative Building.

Note 20: SUBSEQUENT EVENTS (Continued)

The loan principal and interest will be repaid with pledged revenues from the Water Management, Waste Water Management and Environmental Services enterprise funds. The lines of credit carry an interest rate of 0.01% and are available for three years. Repayment terms will be further defined upon issuance of the final loan agreements.

The City entered into two new NMFA State Water Trust Board Project loan/grant agreements subsequent to June 30, 2025. The first, WPF-6316, was executed in August of 2025 in the amount of \$5.5 million (\$2.2 million loan and \$3.3 million grant). The loan proceeds are to be used for improvements to the Nichols Dam Outlet Conduit. The second, WPF 6315, was executed in October of 2025 in the amount of \$2 million (\$800k loan and \$1.2 million grant). The loan and grant proceeds are to be used for the design of the San Juan-Chama Return Flow Pipeline. Both loans carry an interest rate of 0.25% and mature in June of 2047.



REQUIRED SUPPLEMENTARY INFORMATION

City of Santa Fe, New Mexico
Schedule of the City's Proportionate Share of
the Net Pension Liability of PERA Fund
Public Employees Retirement Association (PERA) Plan
Last 10 Fiscal Years

	June 30,			
Fiscal Year	2025	2024	2023	2022
Measurement Date	2024	2023	2022	2021
City of Santa Fe's proportion of the net pension liability				
Municipal General	4.67%	4.84%	4.63%	4.61%
Municipal Police	4.16%	4.23%	3.78%	3.74%
Municipal Fire	6.31%	6.44%	6.45%	6.14%
City of Santa Fe's proportionate share of the net pension liability				
Municipal General	\$ 111,467,361	\$ 102,554,027	\$ 82,172,010	\$ 51,959,877
Municipal Police	43,895,526	40,803,876	30,394,382	19,337,294
Municipal Fire	61,612,319	57,993,806	48,951,798	37,243,200
	<u>\$ 216,975,206</u>	<u>\$ 201,351,709</u>	<u>\$ 161,518,190</u>	<u>\$ 108,540,371</u>
City of Santa Fe's covered payroll				
Municipal General	\$ 56,249,517	\$ 52,773,846	\$ 45,070,560	\$ 44,932,990
Municipal Police	11,846,697	11,361,204	9,212,824	8,662,615
Municipal Fire	12,410,269	11,036,366	10,096,995	8,408,680
	<u>\$ 80,506,483</u>	<u>\$ 75,171,416</u>	<u>\$ 64,380,379</u>	<u>\$ 62,004,285</u>
City of Santa Fe's proportionate share of the net pension liability as a percentage of its covered payroll				
Municipal General	198.17%	194.33%	182.32%	115.64%
Municipal Police	370.53%	359.15%	329.91%	223.23%
Municipal Fire	496.46%	525.48%	484.82%	442.91%
Plan fiduciary net position as a percentage of the total				
Municipal General	66.00%	67.26%	69.35%	77.25%
Municipal Police	66.00%	67.26%	69.35%	77.25%
Municipal Fire	66.00%	67.26%	69.35%	77.25%

City of Santa Fe, New Mexico
Schedule of the City's Proportionate Share of
the Net Pension Liability of PERA Fund
Public Employees Retirement Association (PERA) Plan
Last 10 Fiscal Years (Continued)

June 30,					
2021	2020	2019	2018	2017	2016
2020	2019	2018	2017	2016	2015
4.98%	5.04%	5.04%	5.26%	5.28%	5.46%
3.91%	4.01%	4.51%	4.73%	4.49%	4.71%
6.38%	6.44%	6.64%	6.76%	7.07%	6.89%
\$ 100,650,298	\$ 87,167,781	\$ 80,279,724	\$ 72,228,756	\$ 84,294,324	\$ 55,705,113
33,544,013	29,585,909	30,741,220	26,273,806	33,098,305	22,640,627
48,260,429	44,258,054	42,523,848	38,675,254	47,146,743	35,553,318
\$ 182,454,740	\$ 161,011,744	\$ 153,544,792	\$ 137,177,816	\$ 164,539,372	\$ 113,899,058
\$ 43,261,864	\$ 45,942,073	\$ 46,293,968	\$ 46,164,487	\$ 45,175,990	\$ 45,329,706
8,256,683	8,909,101	7,518,896	9,746,730	8,900,280	9,228,017
7,980,522	8,569,312	8,442,319	7,848,810	7,848,810	7,848,819
\$ 59,499,069	\$ 63,420,486	\$ 62,255,183	\$ 63,760,027	\$ 61,925,080	\$ 62,406,542
232.65%	189.73%	173.41%	156.46%	186.59%	122.89%
406.26%	332.09%	408.85%	269.57%	371.88%	245.35%
604.73%	516.47%	503.70%	492.75%	600.69%	452.98%
66.36%	70.52%	71.13%	73.74%	69.18%	76.99%
66.36%	70.52%	71.13%	73.74%	69.18%	76.99%
70.30%	70.52%	71.13%	73.74%	69.18%	76.99%

City of Santa Fe, New Mexico
Schedule of the City's Contributions
Public Employees Retirement Association (PERA) Plan
Last 10 Fiscal Years*

As of and for the Year Ended June 30,	2025	2024	2023	2022
Contractually required contribution				
Municipal General	\$ 7,022,669	\$ 6,580,131	\$ 5,422,738	\$ 4,417,264
Municipal Police	2,762,335	2,166,919	2,168,646	1,764,256
Municipal Fire	3,289,767	2,542,908	2,544,910	2,211,188
	<u>\$ 13,074,770</u>	<u>\$ 11,289,958</u>	<u>\$ 10,136,294</u>	<u>\$ 8,392,708</u>
Contributions in relation to the contractually required				
Municipal General	\$ (7,022,669)	\$ (6,580,131)	\$ (5,422,738)	\$ (4,417,264)
Municipal Police	(2,762,335)	(2,166,919)	(2,168,646)	(1,764,256)
Municipal Fire	(3,289,767)	(2,542,908)	(2,544,910)	(2,211,188)
	<u>\$ (13,074,770)</u>	<u>\$ (11,289,958)</u>	<u>\$ (10,136,294)</u>	<u>\$ (8,392,708)</u>
Contribution deficiency (excess)				
Municipal General	\$ -	\$ -	\$ -	\$ -
Municipal Police	-	-	-	-
Municipal Fire	-	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City of Santa Fe's covered payroll				
Municipal General	\$ 61,698,702	\$ 56,249,517	\$ 52,773,846	\$ 45,070,560
Municipal Police	13,416,603	11,846,697	11,361,204	9,212,824
Municipal Fire	14,525,155	12,410,269	11,036,366	10,096,995
	<u>\$ 89,640,460</u>	<u>\$ 80,506,483</u>	<u>\$ 75,171,416</u>	<u>\$ 64,380,379</u>
Contributions as a percentage of covered payroll				
Municipal General	11.30%	10.80%	10.30%	9.80%
Municipal Police	23.40%	22.90%	22.40%	19.15%
Municipal Fire	20.65%	20.15%	19.65%	21.90%

City of Santa Fe, New Mexico
Schedule of the City's Contributions
Public Employees Retirement Association (PERA) Plan
Last 10 Fiscal Years* (Continued)

2021	2020	2019	2018	2017	2016
\$ 4,403,433	\$ 4,131,508	\$ 4,387,468	\$ 4,421,074	\$ 4,408,708	\$ 4,167,065
1,663,222	1,560,513	1,683,820	1,799,071	1,842,132	1,682,505
1,841,501	1,727,783	1,855,256	1,827,762	1,773,462	1,682,505
\$ 7,908,156	\$ 7,419,804	\$ 7,926,544	\$ 8,047,907	\$ 8,024,302	\$ 7,532,075
\$ (4,403,433)	\$ (4,131,508)	\$ (4,387,468)	\$ (4,421,074)	\$ (4,408,708)	\$ (4,167,065)
(1,663,222)	(1,560,513)	(1,683,820)	(1,799,071)	(1,842,132)	(1,682,505)
(1,841,501)	(1,727,783)	(1,855,256)	(1,827,762)	(1,773,462)	(1,682,505)
\$ (7,908,156)	\$ (7,419,804)	\$ (7,926,544)	\$ (8,047,907)	\$ (8,024,302)	\$ (7,532,075)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ 44,932,990	\$ 43,261,864	\$ 45,942,073	\$ 46,293,968	\$ 46,164,487	\$ 45,175,990
8,662,615	8,256,683	8,909,101	7,518,896	9,746,730	8,900,280
8,408,680	7,980,522	8,569,312	8,442,319	7,848,810	7,848,810
\$ 62,004,285	\$ 59,499,069	\$ 63,420,486	\$ 62,255,183	\$ 63,760,027	\$ 61,925,080
9.80%	9.80%	9.55%	9.55%	9.55%	9.55%
19.15%	19.15%	18.90%	18.90%	18.90%	18.90%
21.90%	21.90%	21.65%	21.65%	21.65%	21.65%

City of Santa Fe, New Mexico
Schedule of Employer's Proportionate Share of the Net OPEB Liability of
New Mexico Retiree Health Care Authority (NMRHCA) Plan
Last 10 Fiscal Years*

	June 30,		
Fiscal Year	2025	2024	2023
Measurement Date	2024	2023	2022
City of Santa Fe's proportion of the net OPEB liability	1.34635%	1.39710%	1.34735%
City of Santa Fe's proportionate share of the net OPEB liability	\$ 24,029,627	\$ 23,791,710	\$ 31,145,376
City of Santa Fe's covered-employee payroll	79,838,999	74,563,014	63,772,953
City of Santa Fe's proportionate share of the net OPEB liability as a percentage of its covered payroll	30.10%	31.91%	48.84%
Plan fiduciary net position as a percentage of the total OPEB liability	46.99%	44.16%	33.33%

* 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 will present information for those years for which information is available.

City of Santa Fe, New Mexico
Schedule of Employer's Proportionate Share of the Net OPEB Liability of
New Mexico Retiree Health Care Authority (NMRHCA) Plan
Last 10 Fiscal Years* (Continued)

June 30,				
2022	2021	2020	2019	2018
2021	2020	2019	2018	2017
1.36373%	1.44720%	1.57395%	1.60610%	1.54336%
\$ 44,871,488	\$ 60,766,670	\$ 49,562,956	\$ 69,838,711	\$ 69,732,971
62,040,365	59,640,075	61,730,000	64,392,990	61,850,783
72.33%	101.89%	80.29%	108.18%	108.79%
25.39%	16.50%	18.92%	11.34%	11.34%

City of Santa Fe, New Mexico
Schedule of Employer Contributions
New Mexico Retiree Health Care Authority (NMRHCA) Plan
Last 10 Fiscal Years*

As of and for the Year Ended June 30,	2025	2024	2023
Contractually required contributions	\$ 1,902,878	\$ 1,759,581	\$ 1,600,216
Contributions in relation to the contractually required contribution	(1,902,878)	(1,759,581)	(1,600,216)
Contribution deficiency (excess)	\$ -	\$ -	\$ -
City of Santa Fe's covered payroll	\$ 88,435,824	\$ 79,838,999	\$ 74,563,014
Contributions as a percentage of covered payroll	2.00%	2.00%	2.00%

* 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 will present information for those years for which information is available.

City of Santa Fe, New Mexico
Schedule of Employer Contributions
New Mexico Retiree Health Care Authority (NMRHCA) Plan
Last 10 Fiscal Years* (Continued)

2022		2021		2020		2019		2018	
\$	1,352,060	\$	1,328,945	\$	1,277,038	\$	1,321,022	\$	1,375,677
	(1,352,060)		(1,328,945)		(1,277,038)		(1,321,022)		(1,375,677)
\$	-	\$	-	\$	-	\$	-	\$	-
\$	63,772,953	\$	62,040,365	\$	59,640,075	\$	61,730,000	\$	64,392,990
	2.00%		2.00%		2.00%		2.00%		2.00%

City of Santa Fe, New Mexico
Notes to Required Supplementary Information

Public Employees Retirement Association (PERA) Plan

Changes of benefit terms. The PERA Fund COLA and retirement eligibility benefits changes in recent years are described in Note 1 of the PERA ACFR available at <https://www.nmpera.org/financial-overview>.

Changes in Assumptions. The Public Employees Retirement Association of New Mexico Annual Actuarial Valuations as of June 30, 2024 report is available at <https://www.nmpera.org/financial-overview/retirement-fund-valuation-reports/>.

New Mexico Retiree Health Care Authority (MRHCA)

In the total OPEB liability measured at June 30, 2024, changes in assumptions include adjustments resulting from an increase in the discount rate from 6.22% to 7.00%.



SUPPLEMENTARY INFORMATION



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NONMAJOR GOVERNMENTAL FUND DESCRIPTIONS



City of Santa Fe, New Mexico Nonmajor Governmental Fund Descriptions

SPECIAL REVENUE FUNDS

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

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

Franchise Fee Fund – to account for proceeds from the franchise fee collected from Comcast. NMSA 1978 Article 38 Licenses and Taxes 3-38-1

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

Lodgers' Tax Fund – to account for taxes raised from the special Lodgers' Tax per Ordinance Nos. 1969-13 and 1987-45. Revenues are utilized for promotion of tourist development, advertising, and future improvements to the convention center. Section 3-8-13 to 24 NMSA 1978

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

Gross Receipts Tax Fund - to account for the City's portion of gross receipts taxes collected by the state of New Mexico per Ordinance No. 1981-45. These proceeds are used for various City functions. Section 7-9-10 to 18 NMSA 1978.

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

Emergency Services – to account for grants from the state of New Mexico. The grants are used to upgrade emergency medical services. Section 24-IOA-1 to 9 NMSA 1978

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

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

Opioid – to account for the proceeds of the National Opioid Settlement. The nationwide settlements were reached to resolve opioid litigation brought by states and local political subdivisions against opioid manufacturers, distributors, and retailers for actions contributing to the opioid epidemic. The allocation of settlement funds from the state Opioid Settlement Restricted Fund (NMSA 2023 Section 6-4-28 to 6-4-29) is governed by the New Mexico Opioid Allocation Agreement, which requires a separate fund to be created and used only on opioid related expenditures.

City of Santa Fe, New Mexico
Nonmajor Governmental Fund Descriptions

SPECIAL REVENUE FUNDS (Continued)

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

City Drainage Fund – to account for expenditures related to drainage projects. Santa Fe City Code Chapter XIII – STORMWATER UTILITY / 13-1 STORMWATER UTILITY SERVICE CHARGE / 13.1.7

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

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

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

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

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

Affordable Housing Trust – to account for the costs of acquisition, development, construction, renovation or conversion, financing, operation or owning affordable housing or infrastructure to support affordable housing which meets agreed upon community housing goals and objectives. Ord. #2007-23, § 5; Ord. #2019-30, § 13.

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

NEA Grants – funds distributed into the public schools through the Santa Fe Partners in Education.

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

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

City of Santa Fe, New Mexico Nonmajor Governmental Fund Descriptions

SPECIAL REVENUE FUNDS (Continued)

Quality of Life— to account for a portion of gross receipts taxes collected by the State of New Mexico per Ordinance No. 1993-40. The proceeds are used to fund projects in the areas of recreation, open space acquisition, libraries, and parks.

Recreation Programs — to account for 1) the portion of the state-shared gross receipts tax received by the City and required by state law to be used for recreation purposes, and 2) a U.S. Department of Agriculture grant used to provide lunches to children who are participants in the summer recreation program. Sections 7-1-6 .1 IA and 7-12-15 & 16 NMSA 1978

Land Development — to account for the sale and construction of affordable housing associated with mortgage agreements. Santa Fe City Code Chapter 14 — LAND DEVELOPMENT / City Code Chapter 11 — FINANCE AND BUDGET / NMSA Chapter 3 — MUNICIPALITIES.

Special Recreation Leagues — to account for the assets, investment earnings, and operations of various City-sponsored recreation leagues. Santa Fe City Code Chapter XXIII STREETS, SIDEWALKS AND PUBLIC PLACES / 23-4.13 City Sports Fields; league and school fees; requirements.

SF Film Office — To account for the funding of the Santa Fe Regional Film Office, overseen by the City in contribution with Santa Fe County in accordance with MOA 2021-0121-CMO/BT.

CAPITAL PROJECT FUNDS

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

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

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

Facilities CIP - to account for renovations to various City buildings.

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

City Street Projects - to account for the design of street construction projects.

Bond Acquisition - to account for the proceeds of the City Gross Receipts Tax Revenues Bond issues designated to fund various capital improvement projects.

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

City of Santa Fe, New Mexico
Nonmajor Governmental Fund Descriptions

CAPITAL PROJECT FUNDS (CONTINUED)

CIP Community Development - to account for projects pertaining to the City's community development.

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

City Parks and Trails Improvements - to account for improvements to existing City parks and trails as well as construction of future parks.

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

DEBT SERVICE FUNDS

Debt Service – to account for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds.

City of Santa Fe, New Mexico
Combining Balance Sheet –
Nonmajor Governmental Funds

June 30, 2025	Special Revenue		
	Capital Equipment Reserve	Franchise Fee	Economic Development
Assets			
Cash and cash equivalents	\$ 472,512	\$ 25,699	\$ 6,758,599
Receivables			
Taxes	-	26,584	122,142
Intergovernmental	-	-	200,000
Other, net	54,000	-	48,211
Leases	-	-	3,381,008
Total assets	\$ 526,512	\$ 52,283	\$ 10,509,960
Liabilities, deferred inflows of resources, and fund balances			
Liabilities			
Accounts payable	\$ -	\$ -	\$ 919,279
Pooled Cash - Cash Overdrawn	-	-	-
Accrued payroll	-	-	13,249
Unearned Revenue	-	-	20,000
Deposits held in trust for others	-	-	19,285
Other Current Liabilities	-	-	2,000
Total liabilities	-	-	973,813
Deferred inflows of resources			
Unavailable revenue - leases	-	-	3,171,346
Property Taxes	-	-	-
Unavailable revenue - other	-	-	50,775
Total deferred inflows of resources	-	-	3,222,121
Fund balances			
Spendable			
Restricted	526,512	52,283	6,314,026
Unassigned (deficit)	-	-	-
Total fund balances	526,512	52,283	6,314,026
Total liabilities, deferred inflows of resources, and fund balances	\$ 526,512	\$ 52,283	\$ 10,509,960

City of Santa Fe, New Mexico
Combining Balance Sheet –
Nonmajor Governmental Funds (Continued)

Special Revenue					
Lodger's Tax	Public Campaign Financing	Gross Receipts Tax	Animal Services	Emergency Services	Fire Environmental Service
\$ 14,584,326	\$ 690,734	\$ 1,014,063	\$ 117,909	\$ 4,074,205	\$ 2,094,221
1,745,620	-	3,737,525	-	-	-
-	-	-	-	1,620,522	124,208
12,121	-	-	-	-	-
-	-	-	-	-	-
\$ 16,342,067	\$ 690,734	\$ 4,751,588	\$ 117,909	\$ 5,694,727	\$ 2,218,429
\$ 670,428	\$ -	\$ 98,756	\$ -	\$ 87,475	\$ -
-	-	-	-	-	-
83,021	-	-	-	-	-
84,690	-	-	-	695,269	-
5,500	-	-	-	-	-
-	-	10,625	-	-	-
843,639	-	109,381	-	782,744	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
15,498,428	690,734	4,642,207	117,909	4,911,983	2,218,429
-	-	-	-	-	-
15,498,428	690,734	4,642,207	117,909	4,911,983	2,218,429
\$ 16,342,067	\$ 690,734	\$ 4,751,588	\$ 117,909	\$ 5,694,727	\$ 2,218,429

(Continued)

City of Santa Fe, New Mexico
Combining Balance Sheet –
Nonmajor Governmental Funds (Continued)

June 30, 2025	Special Revenue		
	Law Enforcement	Opioid	Resource Conservation
Assets			
Cash and cash equivalents	\$ 7,637,371	\$ 6,243,022	\$ 1,029,385
Receivables			
Taxes	622,920	-	-
Intergovernmental	159,979	-	-
Other, net	492,870	2,591,066	-
Leases	-	-	-
Total assets	\$ 8,913,140	\$ 8,834,088	\$ 1,029,385
Liabilities, deferred inflows of resources, and fund balances			
Liabilities			
Accounts payable	\$ 497,900	\$ -	\$ -
Pooled Cash - Cash Overdrawn	-	-	-
Accrued payroll	12,014	-	-
Unearned Revenue	12,839	-	-
Deposits held in trust for others	-	-	-
Other Current Liabilities	23,178	-	-
Total liabilities	545,931	-	-
Deferred inflows of resources			
Unavailable revenue - leases	-	-	-
Property Taxes	-	-	-
Unavailable revenue - other	-	-	-
Total deferred inflows of resources	-	-	-
Fund balances			
Spendable			
Restricted	8,367,209	8,834,088	1,029,385
Unassigned (deficit)	-	-	-
Total fund balances	8,367,209	8,834,088	1,029,385
Total liabilities, deferred inflows of resources, and fund balances	\$ 8,913,140	\$ 8,834,088	\$ 1,029,385

City of Santa Fe, New Mexico
Combining Balance Sheet –
Nonmajor Governmental Funds (Continued)

Special Revenue					
(Formerly Major)					
City Drainage	Impact Fee	Transportation Grants	Community Development Grants	Senior Citizen Grants/Programs	Affordable Housing Trust
\$ 10,520,135	\$ 5,510,013	\$ -	\$ 20,421,487	-	\$ 1,374,737
-	-	-	244,283	-	-
128,288	-	168,750	937,431	237,997	-
191,775	-	3,569	-	-	-
-	-	-	-	-	-
<u>\$ 10,840,198</u>	<u>\$ 5,510,013</u>	<u>\$ 172,319</u>	<u>\$ 21,603,201</u>	<u>\$ 237,997</u>	<u>\$ 1,374,737</u>
\$ 243,717	\$ -	\$ 79,006	\$ 2,233,276	\$ 60,334	\$ -
-	-	167,047	-	41,171	-
13,093	2,582	7,292	4,019	92,482	-
87,740	-	-	4,913,802	-	-
-	-	-	638,531	-	-
-	12,000	-	-	-	-
<u>344,550</u>	<u>14,582</u>	<u>253,345</u>	<u>7,789,628</u>	<u>193,987</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
10,495,648	5,495,431	-	13,813,573	44,010	1,374,737
-	-	(81,026)	-	-	-
<u>10,495,648</u>	<u>5,495,431</u>	<u>(81,026)</u>	<u>13,813,573</u>	<u>44,010</u>	<u>1,374,737</u>
<u>\$ 10,840,198</u>	<u>\$ 5,510,013</u>	<u>\$ 172,319</u>	<u>\$ 21,603,201</u>	<u>\$ 237,997</u>	<u>\$ 1,374,737</u>

(Continued)

City of Santa Fe, New Mexico
Combining Balance Sheet –
Nonmajor Governmental Funds (Continued)

	Special Revenue		
June 30, 2025	Historic Preservation	Library	NEA Grants
Assets			
Cash and cash equivalents	\$ 353,788	\$ 842,975	\$ -
Receivables			
Taxes	-	-	-
Intergovernmental	-	-	-
Other, net	-	25,000	-
Leases	-	-	-
Total assets	\$ 353,788	\$ 867,975	\$ -
Liabilities, deferred inflows of resources, and fund balances			
Liabilities			
Accounts payable	\$ -	\$ 1,843	\$ -
Pooled Cash - Cash Overdrawn	-	-	28,984
Accrued payroll	-	25,066	-
Unearned Revenue	-	-	-
Deposits held in trust for others	-	-	-
Other Current Liabilities	-	-	-
Total liabilities	-	26,909	28,984
Deferred inflows of resources			
Unavailable revenue - leases	-	-	-
Property Taxes	-	-	-
Unavailable revenue - other	-	-	-
Total deferred inflows of resources	-	-	-
Fund balances			
Spendable			
Restricted	353,788	841,066	-
Unassigned (deficit)	-	-	(28,984)
Total fund balances	353,788	841,066	(28,984)
Total liabilities, deferred inflows of resources, and fund balances	\$ 353,788	\$ 867,975	\$ -

City of Santa Fe, New Mexico
Combining Balance Sheet –
Nonmajor Governmental Funds (Continued)

Special Revenue						
Plaza Use	Public Facilities	Quality of Life	Recreation Programs	Land Development	Special Recreation Leagues	
\$ 159,901	\$ 135,951	\$ 415,396	\$ 1,962,389	\$ 2,585,519	\$ 124,793	
-	-	-	366,425	-	-	
-	-	-	-	-	-	
75	-	-	-	-	-	
-	-	-	-	-	-	
<u>\$ 159,976</u>	<u>\$ 135,951</u>	<u>\$ 415,396</u>	<u>\$ 2,328,814</u>	<u>\$ 2,585,519</u>	<u>\$ 124,793</u>	
\$ 5,633	\$ -	\$ 29,856	\$ 91,706	\$ -	\$ -	
-	-	-	-	-	-	
-	-	-	121,137	-	-	
-	-	-	-	-	-	
-	-	-	-	-	-	
-	-	-	-	-	-	
<u>5,633</u>	<u>-</u>	<u>29,856</u>	<u>212,843</u>	<u>-</u>	<u>-</u>	
-	-	-	-	-	-	
-	-	-	-	-	-	
-	-	-	-	2,120,149	-	
-	-	-	-	2,120,149	-	
154,343	135,951	385,540	2,115,971	465,370	124,793	
-	-	-	-	-	-	
<u>154,343</u>	<u>135,951</u>	<u>385,540</u>	<u>2,115,971</u>	<u>465,370</u>	<u>124,793</u>	
<u>\$ 159,976</u>	<u>\$ 135,951</u>	<u>\$ 415,396</u>	<u>\$ 2,328,814</u>	<u>\$ 2,585,519</u>	<u>\$ 124,793</u>	

(Continued)

City of Santa Fe, New Mexico
Combining Balance Sheet –
Nonmajor Governmental Funds (Continued)

	<u>Special Revenue</u>	<u>Capital Projects</u>
June 30, 2025	SF Film Office	CIP Reallocation Resource Conservation
Assets		
Cash and cash equivalents	\$ 599,462	\$ 508,921 \$ 616,674
Receivables		
Taxes	-	- -
Intergovernmental	-	- -
Other, net	-	- -
Leases	-	- -
Total assets	\$ 599,462	\$ 508,921 \$ 616,674
Liabilities, deferred inflows of resources, and fund balances		
Liabilities		
Accounts payable	\$ 296,390	\$ - \$ -
Pooled Cash - Cash Overdrawn	-	- -
Accrued payroll	7,620	- -
Unearned Revenue	-	- -
Deposits held in trust for others	-	- -
Other Current Liabilities	-	- -
Total liabilities	304,010	- -
Deferred inflows of resources		
Unavailable revenue - leases	-	- -
Property Taxes	-	- -
Unavailable revenue - other	-	- -
Total deferred inflows of resources	-	- -
Fund balances		
Spendable		
Restricted	295,452	508,921 616,674
Unassigned (deficit)	-	- -
Total fund balances	295,452	508,921 616,674
Total liabilities, deferred inflows of resources, and fund balances	\$ 599,462	\$ 508,921 \$ 616,674

City of Santa Fe, New Mexico
Combining Balance Sheet –
Nonmajor Governmental Funds (Continued)

Capital Projects					
Facilities CIP	Special Projects	City Street Projects	Bond Acquisition	City Drainage Projects	CIP Community Development
\$ 12,009,406	\$ 2,390,678	\$ 6,445,741	\$ 1,049,751	\$ 1,677,287	\$ 1,027,545
-	-	134,646	-	-	-
377,978	-	2,834,087	73,350	-	19,528
-	-	-	-	-	-
-	-	-	-	-	-
\$ 12,387,384	\$ 2,390,678	\$ 9,414,474	\$ 1,123,101	\$ 1,677,287	\$ 1,047,073
\$ 751,649	\$ 369,249	\$ 2,992,857	\$ 68,276	\$ -	\$ 153,494
-	-	-	-	-	-
-	3,068	24,523	-	-	-
231,300	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
982,949	372,317	3,017,380	68,276	-	153,494
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
11,404,435	2,018,361	6,397,094	1,054,825	1,677,287	893,579
-	-	-	-	-	-
11,404,435	2,018,361	6,397,094	1,054,825	1,677,287	893,579
\$ 12,387,384	\$ 2,390,678	\$ 9,414,474	\$ 1,123,101	\$ 1,677,287	\$ 1,047,073

(Continued)

City of Santa Fe, New Mexico
Combining Balance Sheet –
Nonmajor Governmental Funds (Continued)

June 30, 2025	Capital Projects		
	Art for CIP Projects	City Parks and Trails Improvements	Library Improvements
Assets			
Cash and cash equivalents	\$ 719,297	\$ 3,677,147	\$ 14,364
Receivables			
Taxes	-	-	-
Intergovernmental	19,165	502,774	-
Other, net	-	-	-
Leases	-	-	-
Total assets	\$ 738,462	\$ 4,179,921	\$ 14,364
Liabilities, deferred inflows of resources, and fund balances			
Liabilities			
Accounts payable	\$ 2,428	\$ 166,388	\$ -
Pooled Cash - Cash Overdrawn	-	-	-
Accrued payroll	-	-	-
Unearned Revenue	-	-	-
Deposits held in trust for others	-	-	-
Other Current Liabilities	-	-	-
Total liabilities	2,428	166,388	-
Deferred inflows of resources			
Unavailable revenue - leases	-	-	-
Property Taxes	-	-	-
Unavailable revenue - other	-	-	-
Total deferred inflows of resources	-	-	-
Fund balances			
Spendable			
Restricted	736,034	4,013,533	14,364
Unassigned (deficit)	-	-	-
Total fund balances	736,034	4,013,533	14,364
Total liabilities, deferred inflows of resources, and fund balances	\$ 738,462	\$ 4,179,921	\$ 14,364

City of Santa Fe, New Mexico
Combining Balance Sheet –
Nonmajor Governmental Funds (Continued)

<u>Debt Service</u>	
(Formerly Major) Debt Service	Total Nonmajor Governmental Funds
\$ 4,247,958	\$ 124,133,361
277,111	7,277,256
-	7,404,057
4,428	3,423,115
-	3,381,008
<u>\$ 4,529,497</u>	<u>\$ 145,618,797</u>
\$ -	\$ 9,819,940
-	237,202
-	409,166
-	6,045,640
-	663,316
955	48,758
<u>955</u>	<u>17,224,022</u>
-	3,171,346
226,591	226,591
-	2,170,924
<u>226,591</u>	<u>5,568,861</u>
4,301,951	122,935,924
-	(110,010)
<u>4,301,951</u>	<u>122,825,914</u>
<u>\$ 4,529,497</u>	<u>\$ 145,618,797</u>

City of Santa Fe, New Mexico
Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances – Nonmajor Governmental Funds

For the year ended June 30, 2025	Special Revenue		
	Capital Equipment Reserve	Franchise Fee	Economic Development
Revenues			
Taxes			
Gross Receipts Taxes	\$ -	\$ -	\$ 701,658
Lodgers' Taxes	-	-	-
Property	-	-	-
Other	-	51,730	-
Intergovernmental			
Federal operating	-	-	-
State operating	-	-	350,000
Federal capital	-	-	-
State capital	-	-	-
Local	-	-	-
Lease revenue	-	-	331,893
Charges for services	-	-	187,204
Investment income (loss)	18,127	985	27,105
Other revenues	-	-	-
Total revenues	18,127	52,715	1,597,860
Expenditures			
Current			
General government	52,751	2	3,046,299
Public safety	-	-	-
Public works	-	-	-
Community development	-	-	-
Culture and recreation	-	-	-
Capital outlay	-	-	56,610
Debt service			
Principal	-	-	-
Interest and other charges	-	-	-
Debt issuance costs	-	-	-
Total expenditures	52,751	2	3,102,909
Excess (deficiency) of revenues over expenditures	(34,624)	52,713	(1,505,049)
Other financing sources (uses)			
Proceeds from sale of assets	383,723	-	500,000
Debt proceeds	-	-	-
Proceeds from leases	-	-	-
Transfers in	-	-	7,389,813
Transfers (out)	-	-	(96,874)
Total other financing sources (uses)	383,723	-	7,792,939
Net change in fund balances	349,099	52,713	6,287,890
Fund balances - beginning of year	177,413	(430)	26,136
Adjustments (Note 2)	-	-	-
Error corrections (Note 2)	-	-	-
Fund balances - beginning of year, after adjustments and error corrections	177,413	(430)	26,136
Fund balances - end of year	\$ 526,512	\$ 52,283	\$ 6,314,026

City of Santa Fe, New Mexico
Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances – Nonmajor Governmental Funds (Continued)

Special Revenue						
Lodger's Tax	Public Campaign Financing	Gross Receipts Tax	Animal Services	Emergency Services	Environmental Service	Fire
\$ -	\$ -	\$ 21,475,609	\$ -	\$ -	\$ -	\$ -
17,923,699	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	1,007,158	-	-
106,730	-	-	-	1,379,040	5,802	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	21,355	-	-	-
884,640	26,498	1,721,686	4,523	161,104	80,340	-
282,622	1,820	-	-	2,639	-	-
19,197,691	28,318	23,197,295	25,878	2,549,941	86,142	-
9,306,080	66	623,992	-	-	-	-
-	-	-	1,012	659,358	203	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
560	-	-	-	794,097	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
9,306,640	66	623,992	1,012	1,453,455	203	-
9,891,051	28,252	22,573,303	24,866	1,096,486	85,939	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
750,000	-	-	-	-	-	-
(8,925,550)	-	(25,843,066)	-	(123,161)	-	-
(8,175,550)	-	(25,843,066)	-	(123,161)	-	-
1,715,501	28,252	(3,269,763)	24,866	973,325	85,939	-
13,782,927	662,482	25,934,199	93,043	3,938,658	2,132,490	-
-	-	-	-	-	-	-
-	-	(18,022,229)	-	-	-	-
13,782,927	662,482	7,911,970	93,043	3,938,658	2,132,490	-
\$ 15,498,428	\$ 690,734	\$ 4,642,207	\$ 117,909	\$ 4,911,983	\$ 2,218,429	-

(Continued)

City of Santa Fe, New Mexico
Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances – Nonmajor Governmental Funds (Continued)

For the year ended June 30, 2025	Special Revenue		
	Law Enforcement	Opioid	Resource Conservation
Revenues			
Taxes			
Gross Receipts Taxes	\$ 3,579,256	\$ -	\$ -
Lodgers' Taxes	-	-	-
Property	-	-	-
Other	-	-	-
Intergovernmental			
Federal operating	57,549	-	-
State operating	1,019,733	-	-
Federal capital	-	-	-
State capital	-	-	-
Local	-	-	-
Lease revenue	-	-	-
Charges for services	645,038	-	-
Investment income (loss)	288,346	239,498	-
Other revenues	19	-	297,464
Total revenues	5,589,941	239,498	297,464
Expenditures			
Current			
General government	-	-	-
Public safety	2,616,794	605	-
Public works	-	-	180
Community development	-	-	-
Culture and recreation	-	-	-
Capital outlay	2,618,663	-	-
Debt service			
Principal	41,810	-	879,374
Interest and other charges	-	-	330,678
Debt issuance costs	-	-	-
Total expenditures	5,277,267	605	1,210,232
Excess (deficiency) of revenues over expenditures	312,674	238,893	(912,768)
Other financing sources (uses)			
Proceeds from sale of assets	-	-	-
Debt proceeds	-	-	-
Proceeds from software subscriptions	-	-	-
Transfers in	-	-	1,403,254
Transfers (out)	-	-	-
Total other financing sources (uses)	-	-	1,403,254
Net change in fund balances	312,674	238,893	490,486
Fund balances - beginning of year	8,054,535	-	196,960
Adjustments (Note 2)	-	-	-
Error corrections (Note 2)	-	8,595,195	341,939
Fund balances - beginning of year, after adjustments and error corrections	8,054,535	8,595,195	538,899
Fund balances - end of year	\$ 8,367,209	\$ 8,834,088	\$ 1,029,385

City of Santa Fe, New Mexico

**Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances – Nonmajor Governmental Funds (Continued)**

Special Revenue					
(Formerly Major)					
City Drainage	Impact Fee	Transportation Grants	Community Development Grants	Senior Citizen Grants/Programs	Affordable Housing Trust
\$ -	\$ -	\$ -	\$ 1,403,316	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	3,834,147	478,247	-
128,287	-	-	98,011	1,170,983	-
180,000	-	403,151	-	-	-
-	-	104,049	-	-	-
-	-	17,052	100,000	-	-
-	-	-	-	-	-
2,974,208	1,180,949	-	29,893	57,990	1,401,169
395,031	327,854	-	363,772	-	-
-	-	-	-	280,423	-
3,677,526	1,508,803	524,252	5,829,139	1,987,643	1,401,169
-	-	-	-	-	-
-	-	-	-	-	-
1,166,931	73,986	709,056	-	-	-
-	-	-	6,560,509	4,190,426	4,314,208
-	-	-	-	-	-
1,008,464	-	-	520,269	762,330	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
2,175,395	73,986	709,056	7,080,778	4,952,756	4,314,208
1,502,131	1,434,817	(184,804)	(1,251,639)	(2,965,113)	(2,913,039)
-	-	-	-	-	500,000
142,652	-	-	-	-	-
-	-	-	-	-	-
293,534	2,773	58,628	8,400,325	2,786,272	3,855,027
(68,552)	(3,037,899)	(18,400)	(3,321)	(138,485)	-
367,634	(3,035,126)	40,228	8,397,004	2,647,787	4,355,027
1,869,765	(1,600,309)	(144,576)	7,145,365	(317,326)	1,441,988
8,692,303	7,095,740	63,550	-	361,336	-
-	-	-	5,798,739	-	-
(66,420)	-	-	869,469	-	(67,251)
8,625,883	7,095,740	63,550	6,668,208	361,336	(67,251)
\$ 10,495,648	\$ 5,495,431	\$ (81,026)	\$ 13,813,573	\$ 44,010	\$ 1,374,737

(Continued)

City of Santa Fe, New Mexico
Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances – Nonmajor Governmental Funds (Continued)

	Special Revenue		
For the year ended June 30, 2025	Historic Preservation	Library	NEA Grants
Revenues			
Taxes			
Gross Receipts Taxes	\$ -	\$ -	\$ -
Lodgers' Taxes	-	-	-
Property	-	-	-
Other	-	-	-
Intergovernmental			
Federal operating	-	-	-
State operating	31,530	20,574	-
Federal capital	-	-	-
State capital	-	-	-
Local	-	-	-
Lease revenue	-	-	-
Charges for services	-	26,023	-
Investment income (loss)	13,572	4,951	-
Other revenues	-	-	-
Total revenues	45,102	51,548	-
Expenditures			
Current			
General government	-	-	-
Public safety	-	-	-
Public works	-	-	-
Community development	-	-	-
Culture and recreation	34	1,404,197	-
Capital outlay	-	9,509	-
Debt service			
Principal	-	-	-
Interest and other charges	-	-	-
Debt issuance costs	-	-	-
Total expenditures	34	1,413,706	-
Excess (deficiency) of revenues over expenditures	45,068	(1,362,158)	-
Other financing sources (uses)			
Proceeds from sale of assets	-	-	-
Debt proceeds	-	-	-
Proceeds from software subscriptions	-	-	-
Transfers in	-	1,149,850	-
Transfers (out)	-	(74,996)	-
Total other financing sources (uses)	-	1,074,854	-
Net change in fund balances	45,068	(287,304)	-
Fund balances - beginning of year	308,720	1,128,370	(28,984)
Adjustments (Note 2)	-	-	-
Error corrections (Note 2)	-	-	-
Fund balances - beginning of year, after adjustments and error corrections	308,720	1,128,370	(28,984)
Fund balances - end of year	\$ 353,788	\$ 841,066	\$ (28,984)

City of Santa Fe, New Mexico
Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances – Nonmajor Governmental Funds (Continued)

Special Revenue						
Plaza Use	Public Facilities	Quality of Life	Recreation Programs	Land Development	Special Recreation Leagues	
\$ -	\$ -	\$ -	\$ 2,104,974	\$ -	\$ -	
-	-	-	-	-	-	
-	-	-	-	-	-	
-	-	-	-	-	-	
-	-	-	-	-	-	
-	-	95,000	-	-	-	
-	-	-	-	-	-	
-	-	-	-	-	-	
-	-	-	-	-	-	
39,307	-	-	-	-	12,449	
2,494	5,215	7,309	-	99,188	4,787	
-	-	-	-	212,015	-	
41,801	5,215	102,309	2,104,974	311,203	17,236	
-	-	-	-	-	-	
-	-	-	-	-	-	
-	-	-	-	-	-	
126,353	13	310,315	3,904,090	250	2,858	
-	-	-	-	-	-	
-	-	-	-	-	-	
-	-	-	-	-	-	
126,353	13	310,315	3,904,090	250	2,858	
(84,552)	5,202	(208,006)	(1,799,116)	310,953	14,378	
-	-	-	-	-	-	
-	-	-	-	-	-	
-	-	-	-	-	-	
94,896	-	326,480	2,069,789	-	-	
-	-	(101,622)	(55,920)	-	-	
94,896	-	224,858	2,013,869	-	-	
10,344	5,202	16,852	214,753	310,953	14,378	
143,999	130,749	368,688	1,901,218	154,417	110,415	
-	-	-	-	-	-	
-	-	-	-	-	-	
143,999	130,749	368,688	1,901,218	154,417	110,415	
\$ 154,343	\$ 135,951	\$ 385,540	\$ 2,115,971	\$ 465,370	\$ 124,793	

(Continued)

City of Santa Fe, New Mexico
Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances – Nonmajor Governmental Funds (Continued)

	<u>Special Revenue</u>	<u>Capital Projects</u>	
For the year ended June 30, 2025	SF Film Office	CIP Reallocation	Resource Conservation
Revenues			
Taxes			
Gross Receipts Taxes	\$ -	\$ -	\$ -
Lodgers' Taxes	-	-	-
Property	-	-	-
Other	-	-	-
Intergovernmental			
Federal operating	-	-	-
State operating	-	-	-
Federal capital	-	-	-
State capital	-	-	-
Local	336,312	-	-
Lease revenue	-	-	-
Charges for services	-	-	-
Investment income (loss)	5,204	19,524	14,332
Other revenues	-	-	150
Total revenues	341,516	19,524	14,482
Expenditures			
Current			
General government	567,790	50	237
Public safety	-	-	-
Public works	-	-	-
Community development	-	-	-
Culture and recreation	-	-	-
Capital outlay	-	-	-
Debt service			
Principal	-	-	-
Interest and other charges	-	-	-
Debt issuance costs	-	-	-
Total expenditures	567,790	50	237
Excess (deficiency) of revenues over expenditures	(226,274)	19,474	14,245
Other financing sources (uses)			
Proceeds from sale of assets	-	-	-
Debt proceeds	-	-	-
Proceeds from software subscriptions	57,926	-	-
Transfers in	465,000	-	125,563
Transfers (out)	(1,200)	-	-
Total other financing sources (uses)	521,726	-	125,563
Net change in fund balances	295,452	19,474	139,808
Fund balances - beginning of year	-	489,447	476,866
Adjustments (Note 2)	-	-	-
Error corrections (Note 2)	-	-	-
Fund balances - beginning of year, after adjustments and error corrections	-	489,447	476,866
Fund balances - end of year	\$ 295,452	\$ 508,921	\$ 616,674

City of Santa Fe, New Mexico
Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances – Nonmajor Governmental Funds (Continued)

Capital Projects					
Facilities CIP	Special Projects	City Street Projects	Bond Acquisition	City Drainage Projects	CIP Community Development
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	1,452,729	-	-	-
-	-	-	-	-	-
330,000	-	-	-	-	1,829,656
-	-	248,367	-	-	-
50,161	-	5,863,970	-	-	547,109
-	-	-	-	-	-
-	-	-	-	-	-
-	-	49,374	-	-	-
-	-	134,378	40,272	64,345	12,758
-	-	-	-	-	-
380,161	-	7,748,818	40,272	64,345	2,389,523
676	2,940,908	-	-	-	-
-	-	-	-	-	-
-	-	1,026,184	-	162	-
-	-	-	-	-	-
-	-	-	-	-	-
4,317,384	-	10,303,376	277,015	-	2,632,664
-	849,313	-	-	-	-
-	2,587	-	-	-	-
-	-	-	-	-	-
4,318,060	3,792,808	11,329,560	277,015	162	2,632,664
(3,937,899)	(3,792,808)	(3,580,742)	(236,743)	64,183	(243,141)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
12,470,000	3,042,700	4,309,527	-	-	800,000
-	-	(1,356,947)	-	-	(105,027)
12,470,000	3,042,700	2,952,580	-	-	694,973
8,532,101	(750,108)	(628,162)	(236,743)	64,183	451,832
2,872,334	2,768,469	7,025,256	1,291,568	1,613,104	441,747
-	-	-	-	-	-
-	-	-	-	-	-
2,872,334	2,768,469	7,025,256	1,291,568	1,613,104	441,747
\$ 11,404,435	\$ 2,018,361	\$ 6,397,094	\$ 1,054,825	\$ 1,677,287	\$ 893,579

(Continued)

City of Santa Fe, New Mexico
Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances – Nonmajor Governmental Funds (Continued)

For the year ended June 30, 2025	Capital Projects		
	Art for CIP Projects	City Parks and Trails Improvements	Library Improvements
Revenues			
Taxes			
Gross Receipts Taxes	\$ -	\$ -	\$ -
Lodgers' Taxes	-	-	-
Property	-	-	-
Other	-	-	-
Intergovernmental			
Federal operating	-	-	-
State operating	-	-	-
Federal capital	-	315,347	-
State capital	19,165	1,789,155	-
Local	-	-	-
Lease revenue	-	-	-
Charges for services	-	-	-
Investment income (loss)	10,939	94,697	550
Other revenues	-	-	-
Total revenues	30,104	2,199,199	550
Expenditures			
Current			
General government	-	-	-
Public safety	-	-	-
Public works	-	-	-
Community development	-	-	-
Culture and recreation	29	195,040	-
Capital outlay	21,592	5,205,634	-
Debt service			
Principal	-	-	-
Interest and other charges	-	-	-
Debt issuance costs	-	-	-
Total expenditures	21,621	5,400,674	-
Excess (deficiency) of revenues over expenditures	8,483	(3,201,475)	550
Other financing sources (uses)			
Proceeds from sale of assets	-	-	-
Debt proceeds	-	-	-
Proceeds from software subscriptions	-	-	-
Transfers in	434,164	1,544,753	-
Transfers (out)	-	(2,773)	-
Total other financing sources (uses)	434,164	1,541,980	-
Net change in fund balances	442,647	(1,659,495)	550
Fund balances - beginning of year	293,387	5,673,028	13,814
Adjustments (Note 2)	-	-	-
Error corrections (Note 2)	-	-	-
Fund balances - beginning of year, after adjustments and error corrections	293,387	5,673,028	13,814
Fund balances - end of year	\$ 736,034	\$ 4,013,533	\$ 14,364

City of Santa Fe, New Mexico
Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances – Nonmajor Governmental Funds (Continued)

<u>Debt Service</u>		
	(Formerly Major) Debt Service	Total Nonmajor Governmental Funds
\$	-	\$ 29,264,813
	-	17,923,699
	1,956,477	1,956,477
	-	1,504,459
	-	5,377,101
	-	6,565,346
	-	1,146,865
	-	8,373,609
	-	453,364
	-	331,893
	-	6,624,959
	57,143	5,131,167
	-	1,077,152
	<u>2,013,620</u>	<u>85,730,904</u>
	19,565	16,558,416
	-	3,277,972
	-	2,976,499
	-	15,065,143
	-	5,943,179
	-	28,528,167
	8,060,103	9,830,600
	2,821,978	3,155,243
	2,667	2,667
	<u>10,904,313</u>	<u>85,337,886</u>
	<u>(8,890,693)</u>	<u>393,018</u>
	-	1,383,723
	-	142,652
	-	57,926
	10,014,956	61,787,304
	-	(39,953,793)
	<u>10,014,956</u>	<u>23,417,812</u>
	<u>1,124,263</u>	<u>23,810,830</u>
	-	98,387,954
	3,177,688	8,976,427
	-	(8,349,297)
	<u>3,177,688</u>	<u>99,015,084</u>
\$	<u>4,301,951</u>	<u>\$ 122,825,914</u>

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
Capital Equipment Reserve Fund

	Budgeted Amounts			Variances Positive (Negative)
<i>For the Year Ended June 30, 2025</i>	Original	Final	Actual	Final to Actual
Revenues				
Taxes				
Other	\$ -	\$ -	\$ -	\$ -
Intergovernmental				
Local	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	2,492	2,492	18,127	15,635
Other revenues	-	-	-	-
Total revenues	2,492	2,492	18,127	15,635
Expenditures				
Current				
General government	-	52,706	52,751	(45)
Capital outlay	-	-	-	-
Total expenditures	-	52,706	52,751	(45)
Excess (deficiency) of revenues over expenditures	2,492	(50,214)	(34,624)	15,590
Other financing sources (uses)				
Designated cash (budgeted cash increase)	(2,492)	50,214	-	(50,214)
Proceeds from sale of assets	-	-	383,723	383,723
Total other financing sources (uses)	(2,492)	50,214	383,723	333,509
Net change in fund balances	-	-	349,099	349,099
Fund balances - beginning of year	-	-	177,413	177,413
Fund balances - end of year	\$ -	\$ -	\$ 526,512	\$ 526,512

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
Franchise Fee Fund

<i>For the Year Ended June 30, 2025</i>	Budgeted Amounts		Actual	Variances
	Original	Final		Positive (Negative) Final to Actual
Revenues				
Taxes				
Other	\$ 65,600	\$ 65,600	\$ 51,730	\$ (13,870)
Intergovernmental				
Local	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	-	-	985	985
Other revenues	-	-	-	-
Total revenues	65,600	65,600	52,715	(12,885)
Expenditures				
Current				
General government	-	-	2	(2)
Capital outlay	-	-	-	-
Total expenditures	-	-	2	(2)
Excess (deficiency) of revenues over expenditures	65,600	65,600	52,713	(12,887)
Other financing sources (uses)				
Designated cash (budgeted cash increase)	-	-	-	-
Transfers (out)	(65,600)	(65,600)	-	65,600
Total other financing sources (uses)	(65,600)	(65,600)	-	65,600
Net change in fund balances	-	-	52,713	52,713
Fund balances - beginning of year	-	-	(430)	(430)
Fund balances - end of year	\$ -	\$ -	\$ 52,283	\$ 52,283

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
Economic Development Fund

	Budgeted Amounts			Variances Positive (Negative)
<i>For the Year Ended June 30, 2025</i>	Original	Final	Actual	Final to Actual
Revenues				
Taxes				
Gross receipts	\$ 637,590	\$ 637,590	\$ 701,658	\$ 64,068
Intergovernmental				
State operating grants	250,000	400,000	350,000	(50,000)
Lease revenue	550,000	550,000	331,893	(218,107)
Charges for services	-	-	187,204	187,204
Investment income (loss)	-	-	27,105	27,105
Other revenues	-	-	-	-
Total revenues	1,437,590	1,587,590	1,597,860	10,270
Expenditures				
Current				
General government	3,403,416	6,648,606	3,046,299	3,602,307
Capital outlay	-	295,090	56,610	238,480
Total expenditures	3,403,416	6,943,696	3,102,909	3,840,787
Excess (deficiency) of revenues over expenditures	(1,965,826)	(5,356,106)	(1,505,049)	3,851,057
Other financing sources (uses)				
Designated cash (budgeted cash increase)	(15,833)	(2,761,833)	-	2,761,833
Proceeds from sale of assets	825,000	825,000	500,000	(325,000)
Transfers in	1,156,659	7,389,813	7,389,813	-
Transfers (out)	-	(96,874)	(96,874)	-
Total other financing sources (uses)	1,965,826	5,356,106	7,792,939	2,436,833
Net change in fund balances	-	-	6,287,890	6,287,890
Fund balances - beginning of year	-	-	26,136	26,136
Fund balances - end of year	\$ -	\$ -	\$ 6,314,026	\$ 6,314,026

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
Lodgers' Tax Fund

<i>For the Year Ended June 30, 2025</i>	Budgeted Amounts		Actual	Variances
	Original	Final		Positive (Negative) Final to Actual
Revenues				
Taxes				
Lodgers'	\$ 17,040,001	\$ 17,040,001	\$ 17,923,699	\$ 883,698
Intergovernmental				
State operating grants	-	154,293	106,730	(47,563)
Charges for services	-	-	-	-
Investment income (loss)	186,142	186,142	884,640	698,498
Other revenues	219,000	219,000	282,622	63,622
Total revenues	17,445,143	17,599,436	19,197,691	1,598,255
Expenditures				
Current				
General government	8,840,696	10,046,555	9,306,080	740,475
Capital outlay	2,000	2,000	560	1,440
Total expenditures	8,842,696	10,048,555	9,306,640	741,915
Excess (deficiency) of revenues over expenditures	8,602,447	7,550,881	9,891,051	2,340,170
Other financing sources (uses)				
Designated cash (budgeted cash increase)	613,986	1,612,066	-	(1,612,066)
Transfers in	-	750,000	750,000	-
Transfers (out)	(9,216,433)	(9,912,947)	(8,925,550)	987,397
Total other financing sources (uses)	(8,602,447)	(7,550,881)	(8,175,550)	(624,669)
Net change in fund balances	-	-	1,715,501	1,715,501
Fund balances - beginning of year	-	-	13,782,927	13,782,927
Fund balances - end of year	\$ -	\$ -	\$ 15,498,428	\$ 15,498,428

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
Public Campaign Financing Fund

	Budgeted Amounts			Variances Positive (Negative)
<i>For the Year Ended June 30, 2025</i>	Original	Final	Actual	Final to Actual
Revenues				
Taxes				
Gross receipts	\$ -	\$ -	\$ -	\$ -
Intergovernmental				
Local	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	12,883	12,883	26,498	13,615
Other revenues	-	-	1,820	1,820
Total revenues	12,883	12,883	28,318	15,435
Expenditures				
Current				
General government	-	-	66	(66)
Capital outlay	-	-	-	-
Total expenditures	-	-	66	(66)
Excess (deficiency) of revenues over expenditures	12,883	12,883	28,252	15,369
Other financing sources (uses)				
Designated cash (budgeted cash increase)	(12,883)	(12,883)	-	12,883
Proceeds from sale of assets	-	-	-	-
Total other financing sources (uses)	(12,883)	(12,883)	-	12,883
Net change in fund balances	-	-	28,252	28,252
Fund balances - beginning of year	-	-	662,482	662,482
Fund balances - end of year	\$ -	\$ -	\$ 690,734	\$ 690,734

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
Gross Receipts Tax Fund

	Budgeted Amounts			Variances Positive (Negative)
<i>For the Year Ended June 30, 2025</i>	Original	Final	Actual	Final to Actual
Revenues				
Taxes				
Gross receipts	\$ 19,514,698	\$ 20,100,140	\$ 21,475,609	\$ 1,375,469
Intergovernmental				
Local	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	198,461	198,461	1,721,686	1,523,225
Other revenues	-	-	-	-
Total revenues	19,713,159	20,298,601	23,197,295	2,898,694
Expenditures				
Current				
General government	-	585,442	623,992	(38,550)
Capital outlay	-	-	-	-
Total expenditures	-	585,442	623,992	(38,550)
Excess (deficiency) of revenues over expenditures	19,713,159	19,713,159	22,573,303	2,860,144
Other financing sources (uses)				
Designated cash (budgeted cash increase)	877,207	6,129,907	-	(6,129,907)
Transfers in	-	-	-	-
Transfers (out)	(20,590,366)	(25,843,066)	(25,843,066)	-
Total other financing sources (uses)	(19,713,159)	(19,713,159)	(25,843,066)	(6,129,907)
Net change in fund balances	-	-	(3,269,763)	(3,269,763)
Fund balances - beginning of year	-	-	25,934,199	25,934,199
Error corrections	-	-	(18,022,229)	(18,022,229)
Fund balances - beginning of year, after error corrections	-	-	7,911,970	7,911,970
Fund balances - end of year	\$ -	\$ -	\$ 4,642,207	\$ 4,642,207

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
Animal Services Fund

	Budgeted Amounts			Variances Positive (Negative)
<i>For the Year Ended June 30, 2025</i>	Original	Final	Actual	Final to Actual
Revenues				
Taxes				
Gross receipts	\$ -	\$ -	\$ -	\$ -
Intergovernmental				
Local	-	-	-	-
Charges for services	32,100	32,100	21,355	(10,745)
Investment income (loss)	2,846	2,846	4,523	1,677
Other revenues	-	-	-	-
Total revenues	34,946	34,946	25,878	(9,068)
Expenditures				
Current				
Public safety	28,050	28,050	1,012	27,038
Capital outlay	-	-	-	-
Total expenditures	28,050	28,050	1,012	27,038
Excess (deficiency) of revenues over expenditures	6,896	6,896	24,866	17,970
Other financing sources (uses)				
Designated cash (budgeted cash increase)	(6,896)	(6,896)	-	6,896
Proceeds from sale of assets	-	-	-	-
Total other financing sources (uses)	(6,896)	(6,896)	-	6,896
Net change in fund balances	-	-	24,866	24,866
Fund balances - beginning of year	-	-	93,043	93,043
Fund balances - end of year	\$ -	\$ -	\$ 117,909	\$ 117,909

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
Emergency Service Fund

	Budgeted Amounts			Variances Positive (Negative)
<i>For the Year Ended June 30, 2025</i>	Original	Final	Actual	Final to Actual
Revenues				
Taxes				
Gross receipts	\$ -	\$ -	\$ -	\$ -
Intergovernmental				
Federal operating grants	300,000	1,042,856	1,007,158	(35,698)
State operating grants	1,091,173	1,401,173	1,379,040	(22,133)
Charges for services	-	-	-	-
Investment income (loss)	-	-	161,104	161,104
Other revenues	-	-	2,639	2,639
Total revenues	1,391,173	2,444,029	2,549,941	105,912
Expenditures				
Current				
Public safety	1,201,354	2,090,268	659,358	1,430,910
Capital outlay	311,194	967,467	794,097	173,370
Total expenditures	1,512,548	3,057,735	1,453,455	1,604,280
Excess (deficiency) of revenues over expenditures	(121,375)	(613,706)	1,096,486	1,710,192
Other financing sources (uses)				
Designated cash (budgeted cash increase)	244,536	736,867	-	(736,867)
Transfers in	-	-	-	-
Transfers (out)	(123,161)	(123,161)	(123,161)	-
Total other financing sources (uses)	121,375	613,706	(123,161)	(736,867)
Net change in fund balances	-	-	973,325	973,325
Fund balances - beginning of year	-	-	3,938,658	3,938,658
Fund balances - end of year	\$ -	\$ -	\$ 4,911,983	\$ 4,911,983

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
Fire Environmental Services Fund

	Budgeted Amounts			Variances Positive (Negative)
<i>For the Year Ended June 30, 2025</i>	Original	Final	Actual	Final to Actual
Revenues				
Taxes				
Gross receipts	\$ -	\$ -	\$ -	\$ -
Intergovernmental				
State operating grants	-	-	5,802	5,802
Charges for services	-	-	-	-
Investment income (loss)	29,345	29,345	80,340	50,995
Other revenues	-	-	-	-
Total revenues	29,345	29,345	86,142	56,797
Expenditures				
Current				
Public safety	-	-	203	(203)
Capital outlay	-	-	-	-
Total expenditures	-	-	203	(203)
Excess (deficiency) of revenues over expenditures	29,345	29,345	85,939	56,594
Other financing sources (uses)				
Designated cash (budgeted cash increase)	(29,345)	(29,345)	-	29,345
Proceeds from sale of assets	-	-	-	-
Total other financing sources (uses)	(29,345)	(29,345)	-	29,345
Net change in fund balances	-	-	85,939	85,939
Fund balances - beginning of year	-	-	2,132,490	2,132,490
Fund balances - end of year	\$ -	\$ -	\$ 2,218,429	\$ 2,218,429

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
Law Enforcement Fund

	Budgeted Amounts			Variances Positive (Negative)
<i>For the Year Ended June 30, 2025</i>	Original	Final	Actual	Final to Actual
Revenues				
Taxes				
Gross receipts	\$ 3,252,450	\$ 3,259,641	\$ 3,579,256	\$ 319,615
Intergovernmental				
Federal operating grants	-	229,792	57,549	(172,243)
State operating grants	875,592	2,452,959	1,019,733	(1,433,226)
Charges for services	448,210	448,210	645,038	196,828
Investment income (loss)	170,049	170,049	288,346	118,297
Other revenues	25,500	25,500	19	(25,481)
Total revenues	4,771,801	6,586,151	5,589,941	(996,210)
Expenditures				
Current				
Public safety	3,229,650	4,728,459	2,616,794	2,111,665
Capital outlay	1,634,695	3,102,376	2,618,663	483,713
Debt service				
Principal	-	-	41,810	(41,810)
Interest and other charges	-	-	-	-
Total expenditures	4,864,345	7,830,835	5,277,267	2,553,568
Excess (deficiency) of revenues over expenditures	(92,544)	(1,244,684)	312,674	1,557,358
Other financing sources (uses)				
Designated cash (budgeted cash increase)	92,544	1,244,684	-	(1,244,684)
Proceeds from sale of assets	-	-	-	-
Total other financing sources (uses)	92,544	1,244,684	-	(1,244,684)
Net change in fund balances	-	-	312,674	312,674
Fund balances - beginning of year	-	-	8,054,535	8,054,535
Fund balances - end of year	\$ -	\$ -	\$ 8,367,209	\$ 8,367,209

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
Opioid Fund

<i>For the Year Ended June 30, 2025</i>	Budgeted Amounts		Actual	Variances
	Original	Final		Positive (Negative) Final to Actual
Revenues				
Taxes				
Gross receipts	\$ -	\$ -	\$ -	\$ -
Intergovernmental				
Local	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	-	-	239,498	239,498
Other revenues	-	-	-	-
Total revenues	-	-	239,498	239,498
Expenditures				
Current				
Public safety	-	-	605	(605)
Capital outlay	-	-	-	-
Total expenditures	-	-	605	(605)
Excess (deficiency) of revenues over expenditures	-	-	238,893	238,893
Other financing sources (uses)				
Designated cash (budgeted cash increase)	-	-	-	-
Proceeds from sale of assets	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	-	-	238,893	238,893
Fund balances - beginning of year	-	-	-	-
Error corrections	-	-	8,595,195	8,595,195
Fund balances - beginning of year, after error corrections	-	-	8,595,195	8,595,195
Fund balances - end of year	\$ -	\$ -	\$ 8,834,088	\$ 8,834,088

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
Resource Conservation Fund

	Budgeted Amounts			Variances Positive (Negative)
<i>For the Year Ended June 30, 2025</i>	Original	Final	Actual	Final to Actual
Revenues				
Taxes				
Gross receipts	\$ -	\$ -	\$ -	\$ -
Intergovernmental				
Local	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	-	-	-	-
Other revenues	297,464	297,464	297,464	-
Total revenues	297,464	297,464	297,464	-
Expenditures				
Current				
Public works	500,000	500,000	180	499,820
Capital outlay	-	-	-	-
Debt service				
Principal	879,374	879,374	879,374	-
Interest and other charges	330,678	330,678	330,678	-
Total expenditures	1,710,052	1,710,052	1,210,232	499,820
Excess (deficiency) of revenues over expenditures	(1,412,588)	(1,412,588)	(912,768)	499,820
Other financing sources (uses)				
Designated cash (budgeted cash increase)	9,334	9,334	-	(9,334)
Transfers in	1,403,254	1,403,254	1,403,254	-
Transfers (out)	-	-	-	-
Total other financing sources (uses)	1,412,588	1,412,588	1,403,254	(9,334)
Net change in fund balances	-	-	490,486	490,486
Fund balances - beginning of year	-	-	196,960	196,960
Error corrections	-	-	341,939	341,939
Fund balances - beginning of year, after error corrections	-	-	538,899	538,899
Fund balances - end of year	\$ -	\$ -	\$ 1,029,385	\$ 1,029,385

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
City Drainage Fund

	Budgeted Amounts			Variances Positive (Negative)
<i>For the Year Ended June 30, 2025</i>	Original	Final	Actual	Final to Actual
Revenues				
Taxes				
Gross receipts	\$ -	\$ -	\$ -	\$ -
Intergovernmental				
Federal capital grants	-	-	180,000	180,000
State operating grants	-	670,771	128,287	(542,484)
State capital grants	-	-	-	-
Charges for services	3,300,000	3,300,000	2,974,208	(325,792)
Investment income (loss)	137,570	137,570	395,031	257,461
Other revenues	-	-	-	-
Total revenues	3,437,570	4,108,341	3,677,526	(430,815)
Expenditures				
Current				
Public works	2,777,709	5,502,101	1,166,931	4,335,170
Capital outlay	860,970	648,673	1,008,464	(359,791)
Total expenditures	3,638,679	6,150,774	2,175,395	3,975,379
Excess (deficiency) of revenues over expenditures	(201,109)	(2,042,433)	1,502,131	3,544,564
Other financing sources (uses)				
Designated cash (budgeted cash increase)	203,334	1,817,451	-	(1,817,451)
Transfers in	-	293,534	293,534	-
Transfers (out)	(2,225)	(68,552)	(68,552)	-
Total other financing sources (uses)	201,109	2,042,433	367,634	(1,674,799)
Net change in fund balances	-	-	1,869,765	1,869,765
Fund balances - beginning of year	-	-	8,692,303	8,692,303
Error corrections	-	-	(66,420)	(66,420)
Fund balances - beginning of year, after error corrections	-	-	8,625,883	8,625,883
Fund balances - end of year	\$ -	\$ -	\$ 10,495,648	\$ 10,495,648

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
Impact Fee Fund

	Budgeted Amounts			Actual	Variances Positive (Negative) Final to Actual
For the Year Ended June 30, 2025	Original	Final			
Revenues					
Taxes					
Gross receipts	\$ -	\$ -	\$ -	\$ -	
Intergovernmental					
Local	-	-	-	-	
Charges for services	3,170,000	3,170,000	1,180,949	(1,989,051)	
Investment income (loss)	-	-	327,854	327,854	
Other revenues	-	-	-	-	
Total revenues	3,170,000	3,170,000	1,508,803	(1,661,197)	
Expenditures					
Current					
Public works	97,475	98,552	73,986	24,566	
Capital outlay	-	-	-	-	
Total expenditures	97,475	98,552	73,986	24,566	
Excess (deficiency) of revenues over expenditures	3,072,525	3,071,448	1,434,817	(1,636,631)	
Other financing sources (uses)					
Designated cash (budgeted cash increase)	(3,072,302)	(36,322)	-	36,322	
Transfers in	-	2,773	2,773	-	
Transfers (out)	(223)	(3,037,899)	(3,037,899)	-	
Total other financing sources (uses)	(3,072,525)	(3,071,448)	(3,035,126)	36,322	
Net change in fund balances	-	-	(1,600,309)	(1,600,309)	
Fund balances - beginning of year	-	-	7,095,740	7,095,740	
Fund balances - end of year	\$ -	\$ -	\$ 5,495,431	\$ 5,495,431	

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
Transportation Grants Fund

	Budgeted Amounts			Variances Positive (Negative)
<i>For the Year Ended June 30, 2025</i>	Original	Final	Actual	Final to Actual
Revenues				
Taxes				
Gross receipts	\$ -	\$ -	\$ -	\$ -
Intergovernmental				
Federal capital grants	400,000	500,091	403,151	(96,940)
State operating grants	71,772	71,772	-	(71,772)
State capital grants	442,452	483,146	104,049	(379,097)
Local	25,126	25,126	17,052	(8,074)
Charges for services	-	-	-	-
Investment income (loss)	-	-	-	-
Other revenues	-	-	-	-
Total revenues	939,350	1,080,135	524,252	(555,883)
Expenditures				
Current				
Public works	667,840	836,878	709,056	127,822
Capital outlay	-	-	-	-
Total expenditures	667,840	836,878	709,056	127,822
Excess (deficiency) of revenues over expenditures	271,510	243,257	(184,804)	(428,061)
Other financing sources (uses)				
Designated cash (budgeted cash increase)	(311,738)	(283,485)	-	283,485
Proceeds from sale of assets	-	-	-	-
Transfers in	58,628	58,628	58,628	-
Transfers (out)	(18,400)	(18,400)	(18,400)	-
Total other financing sources (uses)	(271,510)	(243,257)	40,228	283,485
Net change in fund balances	-	-	(144,576)	(144,576)
Fund balances - beginning of year	-	-	63,550	63,550
Fund balances - end of year	\$ -	\$ -	(81,026)	\$ (81,026)

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
Community Development Grants Fund

	Budgeted Amounts				Variances Positive (Negative)
For the Year Ended June 30, 2025	Original	Final	Actual	Final to Actual	
Revenues					
Taxes					
Gross receipts	\$ 1,275,180	\$ 1,275,180	\$ 1,403,316	\$ 128,136	
Intergovernmental					
Federal operating grants	600,000	5,040,600	3,834,147	(1,206,453)	
State operating grants	-	106,695	98,011	(8,684)	
Local	-	-	100,000	100,000	
Charges for services	877,540	877,540	29,893	(847,647)	
Investment income (loss)	-	-	363,772	363,772	
Other revenues	-	-	-	-	
Total revenues	2,752,720	7,300,015	5,829,139	(1,470,876)	
Expenditures					
Current					
Community development	14,348,944	27,925,973	6,560,509	21,365,464	
Capital outlay	-	3,284,182	520,269	2,763,913	
Total expenditures	14,348,944	31,210,155	7,080,778	24,129,377	
Excess (deficiency) of revenues over expenditures	(11,596,224)	(23,910,140)	(1,251,639)	22,658,501	
Other financing sources (uses)					
Designated cash (budgeted cash increase)	10,564,545	11,373,109	-	(11,373,109)	
Proceeds from sale of assets	285,000	285,000	-	(285,000)	
Transfers in	750,000	12,255,352	8,400,325	(3,855,027)	
Transfers (out)	(3,321)	(3,321)	(3,321)	-	
Total other financing sources (uses)	11,596,224	23,910,140	8,397,004	(15,513,136)	
Net change in fund balances	-	-	7,145,365	7,145,365	
Fund balances - beginning of year	-	-	5,798,739	5,798,739	
Error corrections	-	-	869,469	869,469	
Fund balances - beginning of year, after error corrections	-	-	6,668,208	6,668,208	
Fund balances - end of year	\$ -	\$ -	\$ 13,813,573	\$ 13,813,573	

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
Senior Citizen Grants/Programs Fund

	Budgeted Amounts			Variances Positive (Negative)
<i>For the Year Ended June 30, 2025</i>	Original	Final	Actual	Final to Actual
Revenues				
Taxes				
Gross receipts	\$ -	\$ -	\$ -	\$ -
Intergovernmental				
Federal operating grants	477,449	473,307	478,247	4,940
State operating grants	574,833	1,376,377	1,170,983	(205,394)
Charges for services	80,000	80,000	57,990	(22,010)
Investment income (loss)	-	-	-	-
Other revenues	304,000	313,120	280,423	(32,697)
Total revenues	1,436,282	2,242,804	1,987,643	(255,161)
Expenditures				
Current				
Community development	4,650,374	4,746,808	4,190,426	556,382
Capital outlay	87,776	773,788	762,330	11,458
Total expenditures	4,738,150	5,520,596	4,952,756	567,840
Excess (deficiency) of revenues over expenditures	(3,301,868)	(3,277,792)	(2,965,113)	312,679
Other financing sources (uses)				
Designated cash (budgeted cash increase)	22,866	(1,210)	-	1,210
Transfers in	3,417,487	3,417,487	2,786,272	(631,215)
Transfers (out)	(138,485)	(138,485)	(138,485)	-
Total other financing sources (uses)	3,301,868	3,277,792	2,647,787	(630,005)
Net change in fund balances	-	-	(317,326)	(317,326)
Fund balances - beginning of year	-	-	361,336	361,336
Fund balances - end of year	\$ -	\$ -	\$ 44,010	\$ 44,010

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
Affordable Housing Trust Fund

	Budgeted Amounts			Actual	Variances Positive (Negative)			
For the Year Ended June 30, 2025	Original		Final		Final to Actual			
Revenues								
Taxes								
Gross receipts	\$	-	\$	-	\$	-		
Intergovernmental								
Local		-	-	-	-			
Charges for services		-	-	1,401,169	1,401,169			
Investment income (loss)		-	-	-	-			
Other revenues		-	-	-	-			
Total revenues		-	-	1,401,169	1,401,169			
Expenditures								
Current								
Community development		-	-	4,314,208	(4,314,208)			
Capital outlay		-	-	-	-			
Total expenditures		-	-	4,314,208	(4,314,208)			
Excess (deficiency) of revenues over expenditures		-	-	(2,913,039)	(2,913,039)			
Other financing sources (uses)								
Designated cash (budgeted cash increase)		-	-	-	-			
Transfers in		-	-	3,855,027	3,855,027			
Transfers (out)		-	-	-	-			
Total other financing sources (uses)		-	-	4,355,027	4,355,027			
Net change in fund balances		-	-	1,441,988	1,441,988			
Fund balances - beginning of year		-	-	-	-			
Error corrections		-	-	(67,251)	(67,251)			
Fund balances - beginning of year, after error corrections		-	-	(67,251)	(67,251)			
Fund balances - end of year	\$	-	\$	-	\$	1,374,737	\$	1,374,737

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
Historic Preservation Grant Fund

	Budgeted Amounts			Variances Positive (Negative)
For the Year Ended June 30, 2025	Original	Final	Actual	Final to Actual
Revenues				
Taxes				
Gross receipts	\$ -	\$ -	\$ -	\$ -
Intergovernmental				
State operating grants	60,000	60,000	31,530	(28,470)
Charges for services	-	-	-	-
Investment income (loss)	5,239	5,239	13,572	8,333
Other revenues	-	-	-	-
Total revenues	65,239	65,239	45,102	(20,137)
Expenditures				
Current				
Culture and recreation	-	-	34	(34)
Capital outlay	-	-	-	-
Total expenditures	-	-	34	(34)
Excess (deficiency) of revenues over expenditures	65,239	65,239	45,068	(20,171)
Other financing sources (uses)				
Designated cash (budgeted cash increase)	(65,239)	(65,239)	-	65,239
Proceeds from sale of assets	-	-	-	-
Total other financing sources (uses)	(65,239)	(65,239)	-	65,239
Net change in fund balances	-	-	45,068	45,068
Fund balances - beginning of year	-	-	308,720	308,720
Fund balances - end of year	\$ -	\$ -	\$ 353,788	\$ 353,788

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
Library Fund

	Budgeted Amounts			Variances Positive (Negative)
<i>For the Year Ended June 30, 2025</i>	Original	Final	Actual	Final to Actual
Revenues				
Taxes				
Gross receipts	\$ -	\$ -	\$ -	-
Intergovernmental				
State operating grants	-	357,760	20,574	(337,186)
Charges for services	26,250	26,250	26,023	(227)
Investment income (loss)	20,215	20,215	4,951	(15,264)
Other revenues	-	-	-	-
Total revenues	46,465	404,225	51,548	(352,677)
Expenditures				
Current				
Culture and recreation	1,096,319	1,465,379	1,404,197	61,182
Capital outlay	-	29,000	9,509	19,491
Total expenditures	1,096,319	1,494,379	1,413,706	80,673
Excess (deficiency) of revenues over expenditures	(1,049,854)	(1,090,154)	(1,362,158)	(272,004)
Other financing sources (uses)				
Designated cash (budgeted cash increase)	-	15,300	-	(15,300)
Transfers in	1,124,850	1,149,850	1,149,850	-
Transfers (out)	(74,996)	(74,996)	(74,996)	-
Total other financing sources (uses)	1,049,854	1,090,154	1,074,854	(15,300)
Net change in fund balances	-	-	(287,304)	(287,304)
Fund balances - beginning of year	-	-	1,128,370	1,128,370
Fund balances - end of year	\$ -	\$ -	\$ 841,066	\$ 841,066

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
NEA Grants Fund

	Budgeted Amounts				Variances Positive (Negative)	
For the Year Ended June 30, 2025	Original		Final	Actual	Final to Actual	
Revenues						
Taxes						
Gross receipts	\$	-	\$	-	\$	-
Intergovernmental						
Local		-		-		-
Charges for services		-		-		-
Investment income (loss)		-		-		-
Other revenues		-		-		-
Total revenues		-		-		-
Expenditures						
Current						
Culture and recreation		-		-		-
Capital outlay		-		-		-
Total expenditures		-		-		-
Excess (deficiency) of revenues over expenditures		-		-		-
Other financing sources (uses)						
Designated cash (budgeted cash increase)		-		-		-
Proceeds from sale of assets		-		-		-
Total other financing sources (uses)		-		-		-
Net change in fund balances		-		-		-
Fund balances - beginning of year		-		(28,984)		(28,984)
Fund balances - end of year	\$	-	\$	(28,984)	\$	(28,984)

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
Plaza Use Fund

	Budgeted Amounts			Actual	Variances Positive (Negative) Final to Actual
For the Year Ended June 30, 2025	Original	Final			
Revenues					
Taxes					
Gross receipts	\$ -	\$ -	\$ -	\$ -	-
Intergovernmental					
Local	-	-	-	-	-
Charges for services	35,500	35,500	39,307		3,807
Investment income (loss)	2,904	2,904	2,494		(410)
Other revenues	-	-	-		-
Total revenues	38,404	38,404	41,801		3,397
Expenditures					
Current					
Culture and recreation	133,300	133,300	126,353		6,947
Capital outlay	-	-	-		-
Total expenditures	133,300	133,300	126,353		6,947
Excess (deficiency) of revenues over expenditures	(94,896)	(94,896)	(84,552)		10,344
Other financing sources (uses)					
Designated cash (budgeted cash increase)	-	-	-		-
Transfers in	94,896	94,896	94,896		-
Transfers (out)	-	-	-		-
Total other financing sources (uses)	94,896	94,896	94,896		-
Net change in fund balances	-	-	10,344		10,344
Fund balances - beginning of year	-	-	143,999		143,999
Fund balances - end of year	\$ -	\$ -	\$ 154,343	\$	154,343

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
Public Facilities Purchase Fund

	Budgeted Amounts				Variances Positive (Negative)
For the Year Ended June 30, 2025	Original	Final	Actual	Final to Actual	
Revenues					
Taxes					
Gross receipts	\$ -	\$ -	\$ -	\$ -	-
Intergovernmental					
Local	-	-	-	-	-
Charges for services	-	-	-	-	-
Investment income (loss)	2,196	2,196	5,215		3,019
Other revenues	-	-	-		-
Total revenues	2,196	2,196	5,215		3,019
Expenditures					
Current					
Culture and recreation	-	-	13		(13)
Capital outlay	-	-	-		-
Total expenditures	-	-	13		(13)
Excess (deficiency) of revenues over expenditures	2,196	2,196	5,202		3,006
Other financing sources (uses)					
Designated cash (budgeted cash increase)	(2,196)	(2,196)	-		2,196
Proceeds from sale of assets	-	-	-		-
Total other financing sources (uses)	(2,196)	(2,196)	-		2,196
Net change in fund balances	-	-	5,202		5,202
Fund balances - beginning of year	-	-	130,749		130,749
Fund balances - end of year	\$ -	\$ -	\$ 135,951	\$	135,951

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
Quality of Life Fund

	Budgeted Amounts			Variances Positive (Negative)
<i>For the Year Ended June 30, 2025</i>	Original	Final	Actual	Final to Actual
Revenues				
Taxes				
Gross receipts	\$ -	\$ -	\$ -	\$ -
Intergovernmental				
State operating grants	-	95,000	95,000	-
Charges for services	-	-	-	-
Investment income (loss)	9,630	9,630	7,309	(2,321)
Other revenues	-	-	-	-
Total revenues	9,630	104,630	102,309	(2,321)
Expenditures				
Current				
Culture and recreation	336,110	370,340	310,315	60,025
Capital outlay	-	-	-	-
Total expenditures	336,110	370,340	310,315	60,025
Excess (deficiency) of revenues over expenditures	(326,480)	(265,710)	(208,006)	57,704
Other financing sources (uses)				
Designated cash (budgeted cash increase)	-	40,852	-	(40,852)
Proceeds from sale of assets	-	-	-	-
Transfers in	326,480	326,480	326,480	-
Transfers (out)	-	(101,622)	(101,622)	-
Total other financing sources (uses)	326,480	265,710	224,858	(40,852)
Net change in fund balances	-	-	16,852	16,852
Fund balances - beginning of year	-	-	368,688	368,688
Fund balances - end of year	\$ -	\$ -	\$ 385,540	\$ 385,540

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
Recreation Program Fund

	Budgeted Amounts			Variances Positive (Negative)
<i>For the Year Ended June 30, 2025</i>	Original	Final	Actual	Final to Actual
Revenues				
Taxes				
Gross receipts	\$ 1,912,770	\$ 1,912,770	\$ 2,104,974	\$ 192,204
Intergovernmental				
Local	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	-	-	-	-
Other revenues	-	-	-	-
Total revenues	1,912,770	1,912,770	2,104,974	192,204
Expenditures				
Current				
Culture and recreation	4,450,913	4,634,998	3,904,090	730,908
Capital outlay	5,000	5,000	-	5,000
Total expenditures	4,455,913	4,639,998	3,904,090	735,908
Excess (deficiency) of revenues over expenditures	(2,543,143)	(2,727,228)	(1,799,116)	928,112
Other financing sources (uses)				
Designated cash (budgeted cash increase)	921,282	713,359	-	(713,359)
Transfers in	1,677,781	2,069,789	2,069,789	-
Transfers (out)	(55,920)	(55,920)	(55,920)	-
Total other financing sources (uses)	2,543,143	2,727,228	2,013,869	(713,359)
Net change in fund balances	-	-	214,753	214,753
Fund balances - beginning of year	-	-	1,901,218	1,901,218
Fund balances - end of year	\$ -	\$ -	\$ 2,115,971	\$ 2,115,971

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
Land Development Fund

	Budgeted Amounts			Variances Positive (Negative)
<i>For the Year Ended June 30, 2025</i>	Original	Final	Actual	Final to Actual
Revenues				
Taxes				
Gross receipts	\$ -	\$ -	\$ -	\$ -
Intergovernmental				
Local	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	15,344	15,344	99,188	83,844
Other revenues	-	-	212,015	212,015
Total revenues	15,344	15,344	311,203	295,859
Expenditures				
Current				
Culture and recreation	-	-	250	(250)
Capital outlay	-	-	-	-
Total expenditures	-	-	250	(250)
Excess (deficiency) of revenues over expenditures	15,344	15,344	310,953	295,609
Other financing sources (uses)				
Designated cash (budgeted cash increase)	(15,344)	(15,344)	-	15,344
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Total other financing sources (uses)	(15,344)	(15,344)	-	15,344
Net change in fund balances	-	-	310,953	310,953
Fund balances - beginning of year	-	-	154,417	154,417
Fund balances - end of year	\$ -	\$ -	\$ 465,370	\$ 465,370

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
Special Recreation Leagues Fund

	Budgeted Amounts			Actual	Variances Positive (Negative) Final to Actual
For the Year Ended June 30, 2025	Original	Final			
Revenues					
Taxes					
Gross receipts	\$ -	\$ -	\$ -	\$ -	-
Intergovernmental					
Local	-	-	-	-	-
Charges for services	5,800	5,800	12,449		6,649
Investment income (loss)	1,880	1,880	4,787		2,907
Other revenues	-	-	-		-
Total revenues	7,680	7,680	17,236		9,556
Expenditures					
Current					
Culture and recreation	5,526	5,526	2,858		2,668
Capital outlay	-	-	-		-
Total expenditures	5,526	5,526	2,858		2,668
Excess (deficiency) of revenues over expenditures	2,154	2,154	14,378		12,224
Other financing sources (uses)					
Designated cash (budgeted cash increase)	(2,154)	(2,154)	-		2,154
Transfers in	-	-	-		-
Transfers (out)	-	-	-		-
Total other financing sources (uses)	(2,154)	(2,154)	-		2,154
Net change in fund balances	-	-	14,378		14,378
Fund balances - beginning of year	-	-	110,415		110,415
Fund balances - end of year	\$ -	\$ -	\$ 124,793	\$	124,793

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
SF Film Office Fund

	Budgeted Amounts			Variances Positive (Negative)
<i>For the Year Ended June 30, 2025</i>	Original	Final	Actual	Final to Actual
Revenues				
Taxes				
Gross receipts	\$ -	\$ -	\$ -	-
Intergovernmental				
Local	-	408,188	336,312	(71,876)
Charges for services	-	-	-	-
Investment income (loss)	-	-	5,204	5,204
Other revenues	-	-	-	-
Total revenues	-	408,188	341,516	(66,672)
Expenditures				
Current				
General government	-	700,119	567,790	132,329
Capital outlay	-	-	-	-
Total expenditures	-	700,119	567,790	132,329
Excess (deficiency) of revenues over expenditures	-	(291,931)	(226,274)	65,657
Other financing sources (uses)				
Designated cash (budgeted cash increase)	-	(171,869)	-	171,869
Proceeds from software subscription	-	-	57,926	57,926
Transfers in	-	465,000	465,000	-
Transfers (out)	-	(1,200)	(1,200)	-
Total other financing sources (uses)	-	291,931	521,726	229,795
Net change in fund balances	-	-	295,452	295,452
Fund balances - beginning of year	-	-	-	-
Fund balances - end of year	\$ -	\$ -	\$ 295,452	\$ 295,452

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
The 1/2% Gross Receipts Tax Fund

	Budgeted Amounts			Variances Positive (Negative)
<i>For the Year Ended June 30, 2025</i>	Original	Final	Actual	Final to Actual
Revenues				
Taxes				
Gross receipts	\$ 26,019,597	\$ 26,800,185	\$ 28,634,110	\$ 1,833,925
Intergovernmental				
Local	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	145,695	145,695	590,325	444,630
Other revenues	-	-	-	-
Total revenues	26,165,292	26,945,880	29,224,435	2,278,555
Expenditures				
Current				
General government	3,207,100	12,431,514	6,580,897	5,850,617
Capital outlay	407,251	684,132	212,691	471,441
Total expenditures	3,614,351	13,115,646	6,793,588	6,322,058
Excess (deficiency) of revenues over expenditures	22,550,941	13,830,234	22,430,847	8,600,613
Other financing sources (uses)				
Designated cash (budgeted cash increase)	(11,786,001)	12,818,031	-	(12,818,031)
Transfers in	-	1,600,000	1,600,000	-
Transfers (out)	(10,764,940)	(28,248,265)	(28,248,265)	-
Total other financing sources (uses)	(22,550,941)	(13,830,234)	(26,648,265)	(12,818,031)
Net change in fund balances	-	-	(4,217,418)	(4,217,418)
Fund balances - beginning of year	-	-	(2,554,719)	(2,554,719)
Error corrections	-	-	18,022,229	18,022,229
Fund balances - beginning of year, after error corrections	-	-	15,467,510	15,467,510
Fund balances - end of year	\$ -	\$ -	\$ 11,250,092	\$ 11,250,092

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
CIP Reallocation Fund

	Budgeted Amounts			Variances Positive (Negative)
<i>For the Year Ended June 30, 2025</i>	Original	Final	Actual	Final to Actual
Revenues				
Taxes				
Gross receipts	\$ -	\$ -	\$ -	\$ -
Intergovernmental				
Local	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	8,569	8,569	19,524	10,955
Other revenues	-	-	-	-
Total revenues	8,569	8,569	19,524	10,955
Expenditures				
Current				
General government	-	-	50	(50)
Capital outlay	-	-	-	-
Total expenditures	-	-	50	(50)
Excess (deficiency) of revenues over expenditures	8,569	8,569	19,474	10,905
Other financing sources (uses)				
Designated cash (budgeted cash increase)	(8,569)	(8,569)	-	8,569
Proceeds from sale of assets	-	-	-	-
Total other financing sources (uses)	(8,569)	(8,569)	-	8,569
Net change in fund balances	-	-	19,474	19,474
Fund balances - beginning of year	-	-	489,447	489,447
Fund balances - end of year	\$ -	\$ -	\$ 508,921	\$ 508,921

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
Resource Conservation Fund

	Budgeted Amounts			Actual	Variances Positive (Negative) Final to Actual
For the Year Ended June 30, 2025	Original	Final			
Revenues					
Taxes					
Gross receipts	\$ -	\$ -	\$ -	\$ -	-
Intergovernmental					
Local	-	-	-	-	-
Charges for services	-	-	-	-	-
Investment income (loss)	80,909	80,909	14,332		(66,577)
Other revenues	-	-	150		150
Total revenues	80,909	80,909	14,482		(66,427)
Expenditures					
Current					
General government	-	-	237		(237)
Capital outlay	-	14,251	-		14,251
Total expenditures	-	14,251	237		14,014
Excess (deficiency) of revenues over expenditures	80,909	66,658	14,245		(52,413)
Other financing sources (uses)					
Designated cash (budgeted cash increase)	(80,909)	(192,221)	-		192,221
Transfers in	-	125,563	125,563		-
Total other financing sources (uses)	(80,909)	(66,658)	125,563		192,221
Net change in fund balances	-	-	139,808		139,808
Fund balances - beginning of year	-	-	476,866		476,866
Fund balances - end of year	\$ -	\$ -	\$ 616,674	\$	616,674

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
Facilities CIP Fund

	Budgeted Amounts			Variances Positive (Negative)
<i>For the Year Ended June 30, 2025</i>	Original	Final	Actual	Final to Actual
Revenues				
Taxes				
Gross receipts	\$ -	\$ -	\$ -	\$ -
Intergovernmental				
State operating grants	-	550,000	330,000	(220,000)
State capital grants	-	1,843,793	50,161	(1,793,632)
Charges for services	-	-	-	-
Investment income (loss)	211,593	211,593	-	(211,593)
Other revenues	-	-	-	-
Total revenues	211,593	2,605,386	380,161	(2,225,225)
Expenditures				
Current				
General government	-	-	676	(676)
Capital outlay	-	17,883,681	4,317,384	13,566,297
Total expenditures	-	17,883,681	4,318,060	13,565,621
Excess (deficiency) of revenues over expenditures	211,593	(15,278,295)	(3,937,899)	11,340,396
Other financing sources (uses)				
Designated cash (budgeted cash increase)	(211,593)	2,808,295	-	(2,808,295)
Transfers in	-	12,470,000	12,470,000	-
Total other financing sources (uses)	(211,593)	15,278,295	12,470,000	(2,808,295)
Net change in fund balances	-	-	8,532,101	8,532,101
Fund balances - beginning of year	-	-	2,872,334	2,872,334
Fund balances - end of year	\$ -	\$ -	\$ 11,404,435	\$ 11,404,435

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
Special Projects Fund

	Budgeted Amounts			Actual	Variances Positive (Negative) Final to Actual	
For the Year Ended June 30, 2025	Original		Final			
Revenues						
Taxes						
Gross receipts	\$	-	\$	-	\$	-
Intergovernmental						
Local		-		-		-
Charges for services		-		-		-
Investment income (loss)		-		-		-
Other revenues		-		-		-
Total revenues						-
Expenditures						
Current						
General government		-	5,077,796	2,940,908		2,136,888
Capital outlay		-	-	-		-
Debt service						
Principal		-	-	849,313		(849,313)
Interest and other charges		-	-	2,587		(2,587)
Total expenditures						-
Excess (deficiency) of revenues over expenditures						-
Other financing sources (uses)						
Designated cash (budgeted cash increase)		-	2,035,096	-		(2,035,096)
Transfers in		-	3,042,700	3,042,700		-
Total other financing sources (uses)						-
Net change in fund balances						-
Fund balances - beginning of year						-
Fund balances - end of year						\$

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
City Street Projects Fund

	Budgeted Amounts			Variances Positive (Negative)
<i>For the Year Ended June 30, 2025</i>	Original	Final	Actual	Final to Actual
Revenues				
Taxes				
Other	\$ 1,570,750	\$ 1,570,750	\$ 1,452,729	\$ (118,021)
Intergovernmental				
Federal capital grants	-	2,752,706	248,367	(2,504,339)
State capital grants	-	11,568,574	5,863,970	(5,704,604)
Charges for services	-	-	49,374	49,374
Investment income (loss)	177,152	177,152	134,378	(42,774)
Other revenues	-	-	-	-
Total revenues	1,747,902	16,069,182	7,748,818	(8,320,364)
Expenditures				
Current				
Public works	1,198,982	1,011,250	1,026,184	(14,934)
Capital outlay	204,135	25,442,263	10,303,376	15,138,887
Total expenditures	1,403,117	26,453,513	11,329,560	15,123,953
Excess (deficiency) of revenues over expenditures	344,785	(10,384,331)	(3,580,742)	6,803,589
Other financing sources (uses)				
Designated cash (budgeted cash increase)	-	7,431,751	-	(7,431,751)
Transfers in	1,012,162	4,309,527	4,309,527	-
Transfers (out)	(1,356,947)	(1,356,947)	(1,356,947)	-
Total other financing sources (uses)	(344,785)	10,384,331	2,952,580	(7,431,751)
Net change in fund balances	-	-	(628,162)	(628,162)
Fund balances - beginning of year	-	-	7,025,256	7,025,256
Fund balances - end of year	\$ -	\$ -	\$ 6,397,094	\$ 6,397,094

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
Bond Acquisition Fund

	Budgeted Amounts			Variances Positive (Negative)
<i>For the Year Ended June 30, 2025</i>	Original	Final	Actual	Final to Actual
Revenues				
Taxes				
Gross receipts	\$ -	\$ -	\$ -	\$ -
Intergovernmental				
Local	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	99,087	99,087	40,272	(58,815)
Other revenues	-	-	-	-
Total revenues	99,087	99,087	40,272	(58,815)
Expenditures				
Current				
General government	-	-	-	-
Capital outlay	-	1,553,594	277,015	1,276,579
Total expenditures	-	1,553,594	277,015	1,276,579
Excess (deficiency) of revenues over expenditures	99,087	(1,454,507)	(236,743)	1,217,764
Other financing sources (uses)				
Designated cash (budgeted cash increase)	(99,087)	1,454,507	-	(1,454,507)
Proceeds from sale of assets	-	-	-	-
Total other financing sources (uses)	(99,087)	1,454,507	-	(1,454,507)
Net change in fund balances	-	-	(236,743)	(236,743)
Fund balances - beginning of year	-	-	1,291,568	1,291,568
Fund balances - end of year	\$ -	\$ -	\$ 1,054,825	\$ 1,054,825

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
City Drainage Projects Fund

	Budgeted Amounts			Variances Positive (Negative)
<i>For the Year Ended June 30, 2025</i>	Original	Final	Actual	Final to Actual
Revenues				
Taxes				
Gross receipts	\$ -	\$ -	\$ -	\$ -
Intergovernmental				
Local	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	66,592	66,592	64,345	(2,247)
Other revenues	-	-	-	-
Total revenues	66,592	66,592	64,345	(2,247)
Expenditures				
Current				
Public works	-	-	162	(162)
Capital outlay	-	-	-	-
Total expenditures	-	-	162	(162)
Excess (deficiency) of revenues over expenditures	66,592	66,592	64,183	(2,409)
Other financing sources (uses)				
Designated cash (budgeted cash increase)	(66,592)	(66,592)	-	66,592
Proceeds from sale of assets	-	-	-	-
Total other financing sources (uses)	(66,592)	(66,592)	-	66,592
Net change in fund balances	-	-	64,183	64,183
Fund balances - beginning of year	-	-	1,613,104	1,613,104
Fund balances - end of year	\$ -	\$ -	\$ 1,677,287	\$ 1,677,287

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
CIP Community Development Fund

	Budgeted Amounts			Actual	Variances Positive (Negative)
For the Year Ended June 30, 2025	Original	Final		Final to Actual	
Revenues					
Taxes					
Gross receipts	\$ -	\$ -	\$ -	\$ -	
Intergovernmental					
State operating grants	-	-	1,829,656	1,829,656	
State capital grants	-	1,587,970	547,109	(1,040,861)	
Charges for services	-	-	-	-	
Investment income (loss)	31,943	31,943	12,758	(19,185)	
Other revenues	-	-	-	-	
Total revenues	31,943	1,619,913	2,389,523	769,610	
Expenditures					
Current					
General government	-	-	-	-	
Capital outlay	-	4,401,787	2,632,664	1,769,123	
Total expenditures	-	4,401,787	2,632,664	1,769,123	
Excess (deficiency) of revenues over expenditures	31,943	(2,781,874)	(243,141)	2,538,733	
Other financing sources (uses)					
Designated cash (budgeted cash increase)	(31,943)	2,086,901	-	(2,086,901)	
Transfers in	-	800,000	800,000	-	
Transfers (out)	-	(105,027)	(105,027)	-	
Total other financing sources (uses)	(31,943)	2,781,874	694,973	(2,086,901)	
Net change in fund balances	-	-	451,832	451,832	
Fund balances - beginning of year	-	-	441,747	441,747	
Fund balances - end of year	\$ -	\$ -	\$ 893,579	\$ 893,579	

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
Art for CIP Projects Fund

	Budgeted Amounts			Variances Positive (Negative)
<i>For the Year Ended June 30, 2025</i>	Original	Final	Actual	Final to Actual
Revenues				
Taxes				
Gross receipts	\$ -	\$ -	\$ -	-
Intergovernmental				
State capital grants	-	508,581	19,165	(489,416)
Charges for services	-	-	-	-
Investment income (loss)	6,139	6,139	10,939	4,800
Other revenues	-	-	-	-
Total revenues	6,139	514,720	30,104	(484,616)
Expenditures				
Current				
Culture and recreation	-	-	29	(29)
Capital outlay	-	508,581	21,592	486,989
Total expenditures	-	508,581	21,621	486,960
Excess (deficiency) of revenues over expenditures	6,139	6,139	8,483	2,344
Other financing sources (uses)				
Designated cash (budgeted cash increase)	(6,139)	(440,303)	-	440,303
Transfers in	-	434,164	434,164	-
Total other financing sources (uses)	(6,139)	(6,139)	434,164	440,303
Net change in fund balances	-	-	442,647	442,647
Fund balances - beginning of year	-	-	293,387	293,387
Fund balances - end of year	\$ -	\$ -	\$ 736,034	\$ 736,034

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
City Parks and Trails Improvements Fund

	Budgeted Amounts			Variances Positive (Negative)
<i>For the Year Ended June 30, 2025</i>	Original	Final	Actual	Final to Actual
Revenues				
Taxes				
Gross receipts	\$ -	\$ -	\$ -	\$ -
Intergovernmental				
Federal capital grants	-	2,992,845	315,347	(2,677,498)
State capital grants	-	10,178,000	1,789,155	(8,388,845)
Charges for services	-	-	-	-
Investment income (loss)	115,582	115,582	94,697	(20,885)
Other revenues	-	-	-	-
Total revenues	115,582	13,286,427	2,199,199	(11,087,228)
Expenditures				
Current				
Culture and recreation	-	250,953	195,040	55,913
Capital outlay	-	20,831,160	5,205,634	15,625,526
Total expenditures	-	21,082,113	5,400,674	15,681,439
Excess (deficiency) of revenues over expenditures	115,582	(7,795,686)	(3,201,475)	4,594,211
Other financing sources (uses)				
Designated cash (budgeted cash increase)	(115,582)	6,253,706	-	(6,253,706)
Transfers in	-	1,544,753	1,544,753	-
Transfers (out)	-	(2,773)	(2,773)	-
Total other financing sources (uses)	(115,582)	7,795,686	1,541,980	(6,253,706)
Net change in fund balances	-	-	(1,659,495)	(1,659,495)
Fund balances - beginning of year	-	-	5,673,028	5,673,028
Fund balances - end of year	\$ -	\$ -	\$ 4,013,533	\$ 4,013,533

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
Library Improvements Fund

	Budgeted Amounts			Variances Positive (Negative)
<i>For the Year Ended June 30, 2025</i>	Original	Final	Actual	Final to Actual
Revenues				
Taxes				
Gross receipts	\$ -	\$ -	\$ -	\$ -
Intergovernmental				
Local	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	-	-	550	550
Other revenues	-	-	-	-
Total revenues	-	-	550	550
Expenditures				
Current				
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	550	550
Other financing sources (uses)				
Designated cash (budgeted cash increase)	-	-	-	-
Proceeds from sale of assets	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	-	-	550	550
Fund balances - beginning of year	-	-	13,814	13,814
Fund balances - end of year	\$ -	\$ -	\$ 14,364	\$ 14,364

City of Santa Fe, New Mexico
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Budgetary Basis) and Actual
Debt Service Fund

	Budgeted Amounts			Variances Positive (Negative)
<i>For the Year Ended June 30, 2025</i>	Original	Final	Actual	Final to Actual
Revenues				
Taxes				
Property	\$ 1,970,733	\$ 1,990,440	\$ 1,956,477	\$ (33,963)
Intergovernmental				
Local	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	-	-	57,143	57,143
Other revenues	-	-	-	-
Total revenues	1,970,733	1,990,440	2,013,620	23,180
Expenditures				
Current				
General government	-	19,707	19,565	142
Debt service				
Principal	6,752,374	8,818,374	8,060,103	758,271
Interest and other charges	2,671,400	2,892,776	2,821,978	70,798
Interest and other charges	283,048	283,539	2,667	280,872
Total expenditures	9,706,822	12,014,396	10,904,313	1,110,083
Excess (deficiency) of revenues over expenditures	(7,736,089)	(10,023,956)	(8,890,693)	1,133,263
Other financing sources (uses)				
Designated cash (budgeted cash increase)	9,000	9,000	-	(9,000)
Transfers in	7,727,089	10,014,956	10,014,956	-
Total other financing sources (uses)	7,736,089	10,023,956	10,014,956	(9,000)
Net change in fund balances	-	-	1,124,263	1,124,263
Fund balances - beginning of year	-	-	3,177,688	3,177,688
Fund balances - end of year	\$ -	\$ -	\$ 4,301,951	\$ 4,301,951



ENTERPRISE FUNDS



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City of Santa Fe, New Mexico Nonmajor Enterprise Fund Descriptions

Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent of the City Council is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the City Council has decided that periodic determination of net income is appropriate for accountability purposes.

Railyard Properties – to account for the development of 50 acres of prime real estate near the center of the City previously owned by the railroad and a private developer.

College of Santa Fe – to account for the lease operations, debt service, and construction activities associated with the City's purchase of the college from a nonprofit corporation and subsequent lease to Laureate Education Inc. in September of 2009.

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

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

Transit Bus System – to account for the operation of the City's public bus system and trails.

Airport – to account for the operation of the City's airport.

Genoveva Chavez Community Center (GCCC) – to account for the operation of the GCCC facility.

City of Santa Fe, New Mexico
Combining Statement of Net Position –
Nonmajor Enterprise Funds

For Year Ended June 30, 2025	Railyard Properties	(Formerly Major) College of Santa Fe	Municipal Recreation Complex
Assets			
Current assets			
Cash, investments, and cash equivalents	\$ 2,292,792	\$ 1,017,590	\$ 3,860,409
Receivables, net of allowance			
Intergovernmental	-	375,764	-
Customer, net	-	-	235,814
Other	143	2	11,629
Lease receivable	197,824	4,395	-
Total current assets	2,490,759	1,397,751	4,107,852
Noncurrent assets			
Leases receivable, less current portion	7,255,905	9,022	-
Capital assets not being depreciated	21,875,080	13,069,226	4,921,725
Capital assets being depreciated	40,433,658	43,097,483	18,827,899
Right-to-use lease assets - leases	-	-	335,951
Right-to-use lease assets - subscriptions	-	-	-
Accumulated amortization - leases	-	-	(320,378)
Accumulated amortization - subscriptions	-	-	-
Accumulated depreciation	(33,874,571)	(21,350,283)	(17,266,330)
Total noncurrent assets	35,690,072	34,825,448	6,498,867
Total assets	38,180,831	36,223,199	10,606,719
Deferred outflows of resources			
Deferred outflows - pension	45,945	42,733	226,193
Deferred outflows - OPEB	8,414	7,816	41,425
Total deferred outflows of resources	54,359	50,549	267,618
Total assets and deferred outflows of resources	\$ 38,235,190	\$ 36,273,748	\$ 10,874,337

City of Santa Fe, New Mexico
Combining Statement of Net Position –
Nonmajor Enterprise Funds (Continued)

Parking Enterprise	Transit Bus System	Airport	GCCC	Total
\$ 3,623,153	\$ 8,962,697	\$ 970,162	\$ 948,537	\$ 21,675,340
-	5,012,863	1,225,172	-	6,613,799
1,582,819	-	-	-	1,818,633
-	196,340	-	-	208,114
23,408	-	154,880	-	380,507
5,229,380	14,171,900	2,350,214	948,537	30,696,393
346,942	-	4,291,774	-	11,903,643
254,331	360,183	11,601,302	2,921,760	55,003,607
39,109,113	29,081,251	75,816,898	31,754,403	278,120,705
-	-	-	-	335,951
-	1,318,873	-	-	1,318,873
-	-	-	-	(320,378)
-	(204,152)	-	-	(204,152)
(13,508,053)	(20,225,500)	(31,700,839)	(15,963,379)	(153,888,955)
26,202,333	10,330,655	60,009,135	18,712,784	192,269,294
31,431,713	24,502,555	62,359,349	19,661,321	222,965,687
543,044	1,459,855	978,241	640,242	3,936,253
99,398	267,371	158,745	118,894	702,063
642,442	1,727,226	1,136,986	759,136	4,638,316
\$ 32,074,155	\$ 26,229,781	\$ 63,496,335	\$ 20,420,457	\$ 227,604,003

(Continued)

City of Santa Fe, New Mexico
Combining Statement of Net Position –
Nonmajor Enterprise Funds (Continued)

For Year Ended June 30, 2025	Railyard Properties	(Formerly Major) College of Santa Fe	Municipal Recreation Complex
Liabilities			
Current liabilities			
Accounts payable	\$ 234,017	\$ 363,453	\$ 349,281
Accrued payroll	3,503	4,049	27,910
Accrued interest payable	9,808	54,136	-
Unearned revenue	-	16,667	-
Other liabilities	-	-	49,553
Due to other governments	-	-	-
Deposits held in trust for others	-	23,333	-
Bonds payable, current, net of amortized discounts	1,084,156	-	-
Notes payable, current	-	1,030,000	-
Lease liabilities, current	-	-	16,456
Subscription liabilities, current	-	-	-
Compensated absence, current	792	1,545	10,950
Total current liabilities	1,332,276	1,493,183	454,150
Noncurrent liabilities			
Bonds payable, net of unamortized discounts	2,230,700	-	-
Notes payable, net of current portion	-	17,025,000	-
Subscription liabilities, net of current portion	-	-	-
Compensated absences, net of current portion	1,847	3,605	25,551
Net pension liability	208,189	193,636	1,024,954
Net OPEB liability	24,901	23,131	122,596
Total noncurrent liabilities	2,465,637	17,245,372	1,173,101
Total liabilities	3,797,913	18,738,555	1,627,251
Deferred inflows of resources			
Unamortized gain on refunding of bonds	75,075	-	-
Deferred inflows - leases	7,292,490	15,631	-
Deferred inflows - pension	3,639	3,385	17,917
Deferred inflows - OPEB	22,962	21,330	113,049
Total deferred inflows of resources	7,394,166	40,346	130,966
Net position			
Net investment in capital assets	25,044,236	16,761,426	6,482,411
Unrestricted (deficit)	1,998,875	733,421	2,633,709
Total net position	27,043,111	17,494,847	9,116,120
Total liabilities, deferred inflows of resources, and net position	\$ 38,235,190	\$ 36,273,748	\$ 10,874,337

City of Santa Fe, New Mexico
Combining Statement of Net Position –
Nonmajor Enterprise Funds (Continued)

Parking Enterprise	Transit Bus System	Airport	GCCC	Total
\$ 92,741	\$ 275,668	\$ 3,449,943	\$ 98,108	\$ 4,863,211
68,051	162,188	117,299	63,029	446,029
26,840	864	-	-	91,648
-	-	45,635	-	62,302
51,077	-	304	-	100,934
8	-	-	-	8
94,340	14	-	18,471	136,158
701,741	-	-	-	1,785,897
205,000	332,163	-	-	1,567,163
-	-	-	-	16,456
-	271,793	-	-	271,793
38,435	96,463	39,744	25,046	212,975
1,278,233	1,139,153	3,652,925	204,654	9,554,574
7,733,178	-	-	-	9,963,878
210,000	-	-	-	17,235,000
-	775,339	-	-	775,339
89,682	225,079	92,735	58,440	496,939
2,460,704	6,615,072	4,432,722	2,901,140	17,836,417
294,165	791,278	469,801	351,863	2,077,735
10,787,729	8,406,768	4,995,258	3,311,443	48,385,308
12,065,962	9,545,921	8,648,183	3,516,097	57,939,882
-	-	-	-	75,075
215,949	-	4,442,029	-	11,966,099
43,014	115,634	77,486	50,713	311,788
271,258	729,662	433,218	324,463	1,915,942
530,221	845,296	4,952,733	375,176	14,268,904
17,005,472	8,951,360	55,717,361	18,712,784	148,675,050
2,472,500	6,887,204	(5,821,942)	(2,183,600)	6,720,167
19,477,972	15,838,564	49,895,419	16,529,184	155,395,217
\$ 32,074,155	\$ 26,229,781	\$ 63,496,335	\$ 20,420,457	\$ 227,604,003

City of Santa Fe, New Mexico
Combining Statement of Revenues, Expenses, and Changes
in Net Position - Nonmajor Enterprise Funds

For Year Ended June 30, 2025	Railyard Properties	(Formerly Major) College of Santa Fe	Municipal Recreation Complex
Operating revenues			
Charges for services	\$ -	\$ -	\$ 2,029,582
Facilities rentals	-	528,151	-
Other revenues	1,139,697	-	2,289
Total operating revenues	1,139,697	528,151	2,031,871
Operating expenses			
Salaries, wages, and fringe benefits	195,176	135,802	993,243
Contractual services and utilities	371,899	917,808	2,417,280
Repairs and maintenance	137,995	672,826	50,775
Supplies	5,306	2	48,958
Small equipment	3,997	219,156	3,174
Depreciation and amortization expense	389,213	1,767,404	252,316
Insurance	-	372,536	-
Other	381,018	2,546	117,943
Total operating expenses	1,484,604	4,088,080	3,883,689
Operating income (loss)	(344,907)	(3,559,929)	(1,851,818)
Non-operating revenues (expenses)			
Investment income (loss)	230,961	238	6,025
Intergovernmental			
Federal	-	-	-
State	-	921,578	-
Lease revenue	245,170	1,961	-
Interest expense, net of premium amortization	(67,347)	(656,077)	(221)
Other nonoperating revenue (expense)	-	-	-
Total non-operating revenues (expenses)	408,784	267,700	5,804
Income (loss) before contributions and transfers	63,877	(3,292,229)	(1,846,014)
Capital grants			
State	-	-	-
Transfers in	1,619,365	2,749,369	4,870,658
Transfers (out)	(3,009)	-	(15,243)
Change in net position	1,680,233	(542,860)	3,009,401
Net position - beginning of year	25,361,209	-	6,125,839
Adjustments (Note 2)	-	17,992,625	-
Change in accounting principle (Note 2)	(1,984)	(4,758)	(19,120)
Error corrections (Note 2)	3,653	49,840	-
Net position - beginning of year, after adjustments	25,362,878	18,037,707	6,106,719
Net position - end of year	\$ 27,043,111	\$ 17,494,847	\$ 9,116,120

City of Santa Fe, New Mexico
Combining Statement of Revenues, Expenses, and Changes
in Net Position - Nonmajor Enterprise Funds (Continued)

Parking Enterprise	Transit Bus System	Airport	GCCC	Total
\$ 5,032,215	\$ 1,641,205	\$ 3,446,570	\$ 1,325,660	\$ 13,475,232
-	955	328,754	276,231	1,134,091
158,539	84,178	133,878	1	1,518,582
5,190,754	1,726,338	3,909,202	1,601,892	16,127,905
2,642,183	6,759,992	4,624,587	1,874,828	17,225,811
494,032	217,783	337,579	737,931	5,494,312
59,647	406,785	268,192	260,383	1,856,603
96,888	224,695	690,304	143,264	1,209,417
3,649	305,054	463,360	162,070	1,160,460
993,544	1,145,952	1,968,976	1,112,158	7,629,563
-	479,282	18,013	-	869,831
1,159,687	2,137,951	872,041	555,025	5,226,211
5,449,630	11,677,494	9,243,052	4,845,659	40,672,208
(258,876)	(9,951,156)	(5,333,850)	(3,243,767)	(24,544,303)
154,289	130,123	135,795	-	657,431
-	3,948,980	2,964,051	-	6,913,031
-	2,559,070	-	75,000	3,555,648
34,953	-	-	-	282,084
(278,684)	(45,395)	-	-	(1,047,724)
448,621	-	-	-	448,621
359,179	6,592,778	3,099,846	75,000	10,809,091
100,303	(3,358,378)	(2,234,004)	(3,168,767)	(13,735,212)
-	-	5,600,503	-	5,600,503
-	6,407,872	-	3,823,462	19,470,726
(161,871)	(159,850)	(1,982,758)	(303,046)	(2,625,777)
(61,568)	2,889,644	1,383,741	351,649	8,710,240
19,597,372	12,871,217	48,256,454	16,177,895	128,389,986
-	-	-	-	17,992,625
(62,976)	(172,545)	(79,536)	(43,419)	(384,338)
5,144	250,248	334,760	43,059	686,704
19,539,540	12,948,920	48,511,678	16,177,535	146,684,977
\$ 19,477,972	\$ 15,838,564	\$ 49,895,419	\$ 16,529,184	\$ 155,395,217

City of Santa Fe, New Mexico
Combining Statement of Cash Flows -
Nonmajor Enterprise Funds

For Year Ended June 30, 2025	Railyard Properties	College of Santa Fe	Municipal Recreation Complex
Cash flows from operating activities			
Cash received from customers	\$ 1,089,132	\$ 530,365	\$ 2,158,019
Cash payments to suppliers for goods and services	(841,196)	(2,065,441)	(3,165,801)
Cash payments to employees for services	(156,684)	(147,252)	(763,163)
Net cash provided (used) by operating activities	91,252	(1,682,328)	(1,770,945)
Cash flows from noncapital financing activities			
Intergovernmental taxes and grants	-	545,814	-
Transfers in from other funds	1,619,365	2,749,369	4,870,658
Transfers out to other funds	(3,009)	-	(15,243)
Cash received from leases	245,170	1,961	-
Net cash provided (used) by noncapital financing activities	1,861,526	3,297,144	4,855,415
Cash flows from capital and related financing activities			
Acquisition and construction of capital assets	(1,212,818)	(1,274,561)	(1,952,021)
Proceeds from capital grants	-	-	-
Principal paid on bonds, notes, leases, and SBITAs	(1,041,857)	(1,000,000)	-
Interest paid on bonds, notes, leases, and SBITAs	(159,374)	(658,395)	(221)
Net cash provided (used) by capital and related financing activities	(2,414,049)	(2,932,956)	(1,952,242)
Cash flows from investing activities			
Interest and dividends on investments	230,961	238	6,025
Net cash provided (used) by investing activities	230,961	238	6,025
Net increase (decrease) in cash, cash equivalents, and investments	(230,310)	(1,317,902)	1,138,253
Cash, cash equivalents, and investments - beginning of year	2,523,102	2,335,492	2,722,156
Cash, cash equivalents, and investments - end of year	\$ 2,292,792	\$ 1,017,590	\$ 3,860,409

City of Santa Fe, New Mexico
Combining Statement of Cash Flows -
Nonmajor Enterprise Funds (Continued)

Parking Enterprise	Transit Bus System	Airport	GCCC	Total
\$ 4,932,664	\$ 3,765,546	\$ 4,341,326	\$ 1,601,892	\$ 18,418,944
(2,087,851)	(3,768,156)	(1,233,702)	(1,930,729)	(15,092,876)
(2,224,503)	(6,399,324)	(3,447,025)	(2,527,360)	(15,665,311)
620,310	(6,401,934)	(339,401)	(2,856,197)	(12,339,243)
448,621	6,508,050	2,964,051	75,000	10,541,536
-	6,407,872	-	3,823,462	19,470,726
(161,871)	(159,850)	(1,982,758)	(303,046)	(2,625,777)
34,953	-	-	-	282,084
321,703	12,756,072	981,293	3,595,416	27,668,569
(389,004)	(144,923)	(11,346,300)	-	(16,319,627)
-	-	5,600,503	-	5,600,503
(804,950)	(594,292)	-	-	(3,441,099)
(346,924)	(46,169)	-	-	(1,211,083)
(1,540,878)	(785,384)	(5,745,797)	-	(15,371,306)
154,289	130,123	135,795	-	657,431
154,289	130,123	135,795	-	657,431
(444,576)	5,698,877	(4,968,110)	739,219	615,451
4,067,729	3,263,820	5,938,272	209,318	21,059,889
\$ 3,623,153	\$ 8,962,697	\$ 970,162	\$ 948,537	\$ 21,675,340

(Continued)

City of Santa Fe, New Mexico
Combining Statement of Cash Flows -
Nonmajor Enterprise Funds (Continued)

For Year Ended June 30, 2025	Railyard Properties	College of Santa Fe	Municipal Recreation Complex
Reconciliation of operating income (loss)			
To net cash provided (used) by			
Operating activities			
Operating income (loss)	\$ (344,907)	\$ (3,559,929)	\$ (1,851,818)
Adjustments to reconcile operating income (loss)			
to net cash provided (used) by operating activities			
Depreciation/Amortization/Bad debt expense	389,213	1,767,404	252,316
Difference between deferred outflows and related to			
pensions and OPEB	(7,789)	4,795	(46,173)
Difference between deferred inflows and related to			
pensions and OPEB	(3,693)	(11,284)	(13,369)
Difference between deferred inflows related to leases	(245,170)	15,631	-
Difference between net pension/OPEB liability	50,765	90	280,699
Change in assets and liabilities			
(Increase) decrease in accounts receivables	-	-	213,879
(Increase) decrease in other receivables	17	-	62
(Increase) decrease in lease receivables	194,588	(13,417)	-
(Increase) decrease in taxes receivables	-	-	-
Increase (decrease) in accounts payable	59,019	119,433	(527,671)
Increase (decrease) in lease payable	-	-	(84,434)
Increase (decrease) in gross receipts tax payable	-	-	-
Increase (decrease) in compensated absences payable	(622)	(3,105)	(3,178)
Increase (decrease) in accrued wages payable	(169)	(1,946)	12,101
Increase (decrease) in due to other governments	-	-	-
Increase (decrease) in customer deposits	-	-	-
Increase (decrease) unearned revenue	-	-	(3,359)
Net cash provided (used) by operating activities	\$ 91,252	\$ (1,682,328)	\$ (1,770,945)

City of Santa Fe, New Mexico
Combining Statement of Cash Flows -
Nonmajor Enterprise Funds (Continued)

Parking Enterprise	Transit Bus System	Airport	GCCC	Total
\$ (258,876)	\$ (9,951,156)	\$ (5,333,850)	\$ (3,243,767)	\$ (24,544,303)
993,544	1,145,952	1,968,976	1,112,158	7,629,563
(86,160)	(56,493)	(269,088)	177,517	(283,391)
(47,569)	(241,477)	15,117	(240,117)	(542,392)
(168,089)	-	(180,555)	-	(578,183)
576,991	865,340	1,476,605	(411,597)	2,838,893
(155,778)	-	-	-	58,101
-	1,117,063	-	-	1,117,142
22,781	-	(13,854)	-	190,098
-	922,145	667,231	-	1,589,376
(273,876)	3,394	1,415,787	(72,056)	724,030
-	-	-	-	(84,434)
42,996	-	-	-	42,996
(22,503)	(227,582)	(58,463)	(51,447)	(366,900)
(3,079)	20,880	13,391	(126,888)	(85,710)
(50)	-	(86,333)	-	(86,383)
(22)	-	-	-	(22)
-	-	45,635	-	42,276
<u>\$ 620,310</u>	<u>\$ (6,401,934)</u>	<u>\$ (339,401)</u>	<u>\$ (2,856,197)</u>	<u>\$ (12,339,243)</u>

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INTERNAL SERVICE FUNDS



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City of Santa Fe, New Mexico Nonmajor Internal Service Fund Descriptions

Internal Service Funds are used to account for the financing of goods or services provided by one department to other departments within the City on a cost reimbursement basis.

Risk Management – to account for the premiums, claims, and operating costs of the property and liability insurance program. Costs are billed to departments protected by risk management coverage.

Santa Fe Health/Dental Fund – to account for the cost of operating self-insured health and dental insurance programs. The City contributes 76.50% of the costs and the employee contributes 23.50%. In regards to health; also, the City contributes 60.00% of the costs and the employee contributes 40.00% for the dental program.

Workers' Compensation – to account for the cost of operating a self-insured workers' compensation program.

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

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

City of Santa Fe, New Mexico
Combining Statement of Net Position -
Internal Service Funds

June 30, 2025	Risk Management	Santa Fe Health/ Dental
Assets		
Current assets		
Cash, cash equivalents, and investments	\$ 5,010,705	\$ 16,512,137
Receivables		
Other	-	1,129,796
Inventory	-	-
Prepaid expenses	-	17,667
Total current assets	5,010,705	17,659,600
Noncurrent assets		
Capital assets not being depreciated	-	-
Capital assets being depreciated	125,712	-
Right-to-use assets - subscriptions	-	-
Accumulated amortization - subscriptions	-	-
Accumulated depreciation	(78,643)	-
Total noncurrent assets	47,069	-
Total assets	5,057,774	17,659,600
Deferred outflows of resources		
Deferred outflows - pension	90,253	93,248
Deferred outflows - OPEB	16,531	17,076
Total deferred outflows of resources	106,784	110,324
Total assets and deferred outflows of resources	\$ 5,164,558	\$ 17,769,924

City of Santa Fe, New Mexico
Combining Statement of Net Position -
Internal Service Funds (Continued)

Workers'	Unemployment	Services to	Other	Total
Compensation	Fund	Department		
\$ 3,926,739	\$ 387,595	\$ -	\$	25,837,176
-	-	-		1,129,796
-	-	431		431
-	-	-		17,667
3,926,739	387,595	431		26,985,070
-	-	484,083		484,083
-	-	4,818,708		4,944,420
-	-	715,580		715,580
-	-	(319,351)		(319,351)
-	-	(3,150,228)		(3,228,871)
-	-	2,548,792		2,595,861
3,926,739	387,595	2,549,223		29,580,931
-	-	1,525,451		1,708,952
-	-	279,194		312,801
-	-	1,804,645		2,021,753
\$ 3,926,739	\$ 387,595	\$ 4,353,868	\$	31,602,684

(Continued)

City of Santa Fe, New Mexico
Combining Statement of Net Position -
Internal Service Funds (Continued)

June 30, 2025	Risk Management	Santa Fe Health/ Dental
Liabilities		
Current liabilities		
Accounts payable	\$ 366,882	\$ 866,808
Pooled cash - cash overdrawn	-	-
Accrued payroll	8,467	10,577
Compensated absences - current	16,395	7,992
Subscription liabilities - due within one year	-	-
Claims and judgment payable	6,673,703	1,552,000
Total current liabilities	7,065,447	2,437,377
Noncurrent liabilities		
Compensated absences payable	30,993	22,800
Subscription liabilities, due in more than one year	-	-
Net pension liability	408,965	422,537
Net OPEB liability	48,924	50,537
Total noncurrent liabilities	488,882	495,874
Total liabilities	7,554,329	2,933,251
Deferred inflows of resources		
Deferred inflows - pension	7,149	7,386
Deferred inflows - OPEB	45,114	46,601
Total deferred inflows of resources	52,263	53,987
Net position		
Net investment in capital assets	47,069	-
Unrestricted (deficit)	(2,489,103)	14,782,686
Total net position	(2,442,034)	14,782,686
Total liabilities, deferred inflows of resources, and net position	\$ 5,164,558	\$ 17,769,924

City of Santa Fe, New Mexico
Combining Statement of Net Position -
Internal Service Funds (Continued)

Workers'	Unemployment	Services to	Total
Compensation	Fund	Other Department	
\$ 5,441	\$ 21,467	\$ 1,008,175	\$ 2,268,773
-	-	4,224,876	4,224,876
-	-	160,436	179,480
-	-	209,860	234,247
-	-	219,114	219,114
3,519,615	-	-	11,745,318
3,525,056	21,467	5,822,461	18,871,808
-	-	494,167	547,960
-	-	208,705	208,705
-	-	6,912,309	7,743,811
-	-	826,267	925,728
-	-	8,441,448	9,426,204
3,525,056	21,467	14,263,909	28,298,012
-	-	120,830	135,365
-	-	761,926	853,641
-	-	882,756	989,006
-	-	2,120,973	2,168,042
401,683	366,128	(12,913,770)	147,624
401,683	366,128	(10,792,797)	2,315,666
\$ 3,926,739	\$ 387,595	\$ 4,353,868	\$ 31,602,684

City of Santa Fe, New Mexico
Combining Statement of Revenues, Expenses, and Changes
in Net Position - Internal Service Funds

For Year Ended June 30, 2025	Risk Management	Santa Fe Health/ Dental
Operating revenues		
Charges for services	\$ -	\$ -
Other revenues	-	65,724
Premiums	7,786,215	26,110,080
Total operating revenues	7,786,215	26,175,804
Operating expenses		
Salaries, wages, and fringe benefits	143,068	2,443,563
Contractual services and utilities	309,400	987,097
Repairs and maintenance	-	-
Supplies	114,252	25,353
Small equipment	-	-
Depreciation and amortization expense	15,880	-
Insurance	3,607,842	615,328
Claims and judgments	5,055,399	21,618,312
Other	236,704	1,600
Total operating expenses	9,482,545	25,691,253
Operating income (loss)	(1,696,330)	484,551
Non-operating revenues (loss)		
Interest expense	-	-
Investment income (loss)	97,748	606,682
Total non-operating revenues (expenses)	97,748	606,682
Income (loss) before transfers	(1,598,582)	1,091,233
Transfers in	3,107,873	-
Transfers (out)	(2,120)	(75,000)
Change in net position	1,507,171	1,016,233
Net position - beginning of year	(3,934,964)	13,772,760
Change in accounting principle (Note 2)	(14,241)	(6,307)
Error correction (Note 2)	-	-
Net position - beginning of year	(3,949,205)	13,766,453
Net position - end of year	\$ (2,442,034)	\$ 14,782,686

City of Santa Fe, New Mexico
Combining Statement of Revenues, Expenses, and Changes
in Net Position - Internal Service Funds (Continued)

Workers'	Unemployment	Services to	
Compensation	Fund	Other	Total
		Departments	
\$ -	\$ -	\$ 14,710,970	\$ 14,710,970
39,365	-	-	105,089
-	41,161	-	33,937,456
39,365	41,161	14,710,970	48,753,515
279,994	-	4,719,837	7,586,462
56,911	-	2,361,975	3,715,383
-	-	316,522	316,522
-	-	2,612,257	2,751,862
-	-	3,381,677	3,381,677
-	-	1,952,728	1,968,608
-	-	-	4,223,170
249,267	33,673	-	26,956,651
80	37	652,857	891,278
586,252	33,710	15,997,853	51,791,613
(546,887)	7,451	(1,286,883)	(3,038,098)
-	-	(14,970)	(14,970)
31,309	14,869	-	750,608
31,309	14,869	(14,970)	735,638
(515,578)	22,320	(1,301,853)	(2,302,460)
3,157,281	-	2,535,568	8,800,722
-	-	(135,811)	(212,931)
2,641,703	22,320	1,097,904	6,285,331
(2,240,020)	343,808	(11,781,062)	(3,839,478)
-	-	(170,756)	(191,304)
-	-	61,117	61,117
(2,240,020)	343,808	(11,890,701)	(3,969,665)
\$ 401,683	\$ 366,128	\$ (10,792,797)	\$ 2,315,666

City of Santa Fe, New Mexico
Combining Statement of Cash Flows - Internal Service Funds

For Year Ended June 30, 2025	Risk Management	Santa Fe Health/	Workers' Compensation
Cash flows from operating activities			
Cash received from customers	\$ 7,786,215	\$ 26,092,562	\$ 39,365
Cash payments to suppliers for goods and services	(7,693,731)	(23,295,739)	(1,160,173)
Cash payments to employees for services	(308,799)	(2,395,403)	(279,994)
Net cash provided (used) by operating activities	(216,315)	401,420	(1,400,802)
Cash flows from noncapital financing activities			
Transfers in from other funds	3,107,873	-	3,157,281
Transfers out to other funds	(2,120)	(75,000)	-
Net cash provided (used) by noncapital financing activities	3,105,753	(75,000)	3,157,281
Cash flows from capital and related financing activities			
Acquisition and construction of capital assets	-	-	-
Proceeds from new subscriptions	-	-	-
Proceeds from sale of capital assets	-	-	-
Contributed capital	-	-	-
Principal paid on subscription liabilities	-	-	-
Interest paid on subscription liabilities	-	-	-
Net cash provided (used) by capital and related financing activities	-	-	-
Cash flows from investing activities			
Interest and dividends on investments	97,748	606,682	31,309
Net cash provided (used) by investing activities	97,748	606,682	31,309
Net increase (decrease) in cash, cash equivalents, and investments	2,987,186	933,102	1,787,788
Cash, cash equivalents, and investments - beginning of year	2,023,519	15,579,035	2,138,951
Cash, cash equivalents, and investments - end of year	\$ 5,010,705	\$ 16,512,137	\$ 3,926,739

City of Santa Fe, New Mexico

Combining Statement of Cash Flows - Internal Service Funds (Continued)

Unemployment Fund	Services to Other	Total
\$ 41,161	\$ 14,710,970	\$ 48,670,273
(33,711)	(9,327,537)	(41,510,891)
-	(5,543,149)	(8,527,345)
7,450	(159,716)	(1,367,963)
-	2,535,568	8,800,722
-	(135,811)	(212,931)
-	2,399,757	8,587,791
-	-	-
-	-	-
-	-	-
-	(342,848)	(342,848)
-	(14,970)	(14,970)
-	(357,818)	(357,818)
14,869	-	750,608
14,869	-	750,608
22,319	1,882,223	7,612,618
365,276	(6,107,099)	13,999,682
\$ 387,595	\$ (4,224,876)	\$ 21,612,300

(Continued)

City of Santa Fe, New Mexico
Combining Statement of Cash Flows - Internal Service Funds (Continued)

For Year Ended June 30, 2025	Risk Management	Santa Fe Health/	Workers' Compensation
Reconciliation of operating income (loss)			
To net cash provided (used) by			
Operating activities			
Operating income (loss)	\$ (1,696,330)	\$ 484,551	\$ (546,887)
Adjustments to reconcile operating income (loss)			
to net cash provided (used) by operating activities			
Depreciation/Amortization/Bad debt expense	15,880	-	-
Difference between deferred outflows and related			
to pensions and OPEB	55,122	(1,407)	-
Difference between deferred inflows and related			
to pensions and OPEB	(53,058)	(16,876)	-
Difference between net pension/OPEB liability	(175,979)	46,661	-
Change in assets and liabilities			
(Increase) decrease in accounts receivables	-	(1,116,019)	-
(Increase) decrease in other receivables	-	1,032,777	-
(Increase) decrease in prepaid expense	-	(17,667)	-
Increase (decrease) in accounts payable	(80,146)	(99,382)	(1,826)
Increase (decrease) in compensated absences payable	7,407	14,520	-
Increase (decrease) in accrued wages payable	777	5,262	-
Increase (decrease) in inventory	-	-	-
Increase (decrease) in claims payable	1,710,012	69,000	(852,089)
Net cash provided (used) by operating activities	\$ (216,315)	\$ 401,420	\$ (1,400,802)

City of Santa Fe, New Mexico

Combining Statement of Cash Flows - Internal Service Funds (Continued)

Unemployment Fund	Services to Other	Total
\$ 7,451	\$ (1,286,883)	\$ (3,038,098)
-	1,952,728	1,968,608
-	408,118	461,833
-	(556,468)	(626,402)
-	(924,563)	(1,053,881)
-	-	(1,116,019)
-	-	1,032,777
-	-	(17,667)
(1)	(19,903)	(201,258)
-	276,181	298,108
-	(26,580)	(20,541)
-	17,654	17,654
-	-	926,923
\$ 7,450	\$ (159,716)	\$ (1,367,963)

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SUPPORTING SCHEDULES



City of Santa Fe, New Mexico
Schedule of Deposits and Investments
June 30, 2025

Bank Account Type/Name	Citibank	LGIP
Santa Fe health - checking - non-interest bearing	\$ 113,373	\$ -
LGIP Fund - interest bearing	-	87,544,591
NMFA investment accounts**	-	-
Municipal checking - interest bearing	-	-
Common - checking - non-interest bearing	-	-
Government money market - restricted cash - interest bearing	-	-
Money market - interest bearing	-	-
BDD Money market - interest bearing	-	-
False alarm trust - interest bearing	-	-
Total	113,373	87,544,591
Reconciling items	502,627	-
Reconciled balance	\$ 616,000	\$ 87,544,591

Plus petty cash
Less cash, cash equivalents, and investments per fiduciary
funds statement of net position
Less restricted cash, cash equivalents, and
investments per statement of net position

Cash, cash equivalents, and investments per
statement of net position

**Accounts are U.S. Treasury MM Mutual Funds

City of Santa Fe, New Mexico
Schedule of Deposits and Investments
June 30, 2025

Principal	New Mexico Finance Authority	Sterling National Bank	Wells Fargo Bank	Totals
\$ -	\$ -	\$ -	\$ -	\$ 113,373
-	-	-	-	87,544,591
-	73,762	-	-	73,762
-	-	130,969	-	130,969
-	-	-	10,636,057	10,636,057
7,705,096	-	-	-	7,705,096
301,779,698	-	-	-	301,779,698
79,562,545	-	-	-	79,562,545
-	-	-	113,373	113,373
389,047,339	73,762	130,969	10,749,430	487,659,464
-	-	-	(6,119,633)	(5,617,006)
<u>\$ 389,047,339</u>	<u>\$ 73,762</u>	<u>\$ 130,969</u>	<u>\$ 4,629,797</u>	<u>482,042,458</u>
				6,275
				(116,322,595)
				(1,526,429)
				<u>\$ 364,199,709</u>

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City of Santa Fe, New Mexico
Schedule of Collateral Pledged by Depository For Public Funds
June 30, 2025

Name of Depository	Description of Pledged Collateral	Maturity	CUSIP Number	Fair Market Value June 30, 2025
Wells Fargo Bank				
	Travelers Casualty and Surety	N/A	107829901	\$ 16,000,000
	FNMA 4355 2.0%	6/1/2051	31418DZV7	5,465,296
Total Wells Fargo Bank				21,465,296
Name and location of safekeeper for above pledged collateral: BNY Mellon, New York, New York				
Total pledged collateral				\$ 21,465,296

City of Santa Fe, New Mexico
Schedule of Joint Powers Agreements
For the Year Ended June 30, 2025

Joint Power Agreement	Participants	Responsible Party	Description
1 City of Santa Fe and County of Santa Fe	City of Santa Fe County of Santa Fe BDD	City of Santa Fe County of Santa Fe BDD	To operate and manage the Buckman Direct Diversion Water Project
2 City of Santa Fe and County of Santa Fe	City of Santa Fe County of Santa Fe SWMA	City of Santa Fe County of Santa Fe SWMA	To operate and manage the Santa Fe Solid Waste Management Agency

City of Santa Fe, New Mexico
Schedule of Joint Powers Agreements
For the Year Ended June 30, 2025

Beginning and Ending Dates	Total Estimated Project Amount and Amount Applicable to Party	Amount contributed By City During Current Fiscal Year	Audit Responsibility	Fiscal Agent and Responsible Reporting Entity
Date of approval by DFA to termination by either party's governing body	50%	\$ 6,412,734	BDD	BDD
Date of approval by DFA to termination by either party's governing body	50%	\$ 5,413,680	SWMA	SWMA

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STATISTICAL SECTION



City of Santa Fe, New Mexico
Net Position by Component
Last Ten Fiscal Years (Unaudited)

	Fiscal Year			
	2016	2017	2018	2019
Governmental Activities				
Net Investment in Capital Assets	\$ 187,148,133	\$ 215,769,254	\$ 207,769,299	\$ 190,668,701
Restricted	45,527,732	40,290,853	48,386,499	59,781,685
Unrestricted (deficit)	(42,105,783)	(50,599,309)	(118,886,707)	(103,695,565)
Total Governmental Activities Net Position	\$ 190,570,082	\$ 205,460,798	\$ 137,269,091	\$ 146,754,821
Business-Type Activities				
Net Investment in Capital Assets	\$ 283,747,858	\$ 276,670,243	\$ 310,961,726	\$ 292,741,053
Restricted	2,386,130	1,271,918	1,290,606	1,346,904
Unrestricted	60,617,674	61,775,492	26,029,783	48,959,969
Total Business -Type Activities	\$ 346,751,662	\$ 339,717,653	\$ 338,282,115	\$ 343,047,926
Primary Government				
Net Investment in Capital Assets	\$ 470,895,991	\$ 492,439,497	\$ 518,731,025	\$ 483,409,754
Restricted	47,913,862	41,562,771	49,677,105	61,128,589
Unrestricted (deficit)	18,511,891	11,176,183	(92,856,924)	(54,735,596)
Total Primary Government Net Position	\$ 537,321,744	\$ 545,178,451	\$ 475,551,206	\$ 489,802,747

City of Santa Fe, New Mexico
Net Position by Component
Last Ten Fiscal Years (Unaudited) (Continued)

Fiscal Year					
2020	2021	2022	2023	2024	2025
\$ 209,537,621	\$ 203,502,582	\$ 225,387,548	\$ 273,912,597	\$ 281,638,552	\$ 310,029,912
65,385,263	97,158,400	100,583,025	110,688,906	101,198,694	129,967,734
(123,117,113)	(113,464,900)	(102,335,191)	(87,963,610)	(74,520,360)	(103,806,107)
<u>\$ 151,805,771</u>	<u>\$ 187,196,082</u>	<u>\$ 223,635,382</u>	<u>\$ 296,637,893</u>	<u>\$ 308,316,886</u>	<u>\$ 336,191,539</u>
\$ 301,872,296	\$ 280,765,835	\$ 290,863,376	\$ 302,982,075	\$ 325,835,872	\$ 367,949,378
1,367,582	1,368,455	-	-	-	-
48,341,293	85,252,754	106,705,786	125,444,739	140,984,907	125,294,286
<u>\$ 351,581,171</u>	<u>\$ 367,387,044</u>	<u>\$ 397,569,162</u>	<u>\$ 428,426,814</u>	<u>\$ 466,820,779</u>	<u>\$ 493,243,664</u>
\$ 511,409,917	\$ 484,268,417	\$ 516,250,924	\$ 576,894,672	\$ 607,474,424	\$ 677,979,290
66,752,845	98,526,855	100,583,025	110,688,906	101,198,694	129,967,734
(74,775,820)	(28,212,146)	4,370,595	37,481,129	66,464,547	21,488,179
<u>\$ 503,386,942</u>	<u>\$ 554,583,126</u>	<u>\$ 621,204,544</u>	<u>\$ 725,064,707</u>	<u>\$ 775,137,665</u>	<u>\$ 829,435,203</u>

City of Santa Fe, New Mexico
Changes in Net Position
Last Ten Fiscal Years (Unaudited)

	Fiscal Year			
	2016	2017	2018	2019
Expenses				
Governmental Activities:				
General Government	\$ 31,479,026	\$ 28,788,439	\$ 57,735,570	\$ 31,873,658
Public Safety	44,790,073	44,687,492	49,131,745	48,812,338
Public Works	14,578,275	15,333,620	15,966,239	16,470,000
Community Development	11,898,080	10,284,524	10,450,931	13,676,856
Physical Environment	-	-	-	-
Economic Environment	-	-	-	-
Human Services	-	-	-	-
Culture and Recreation	12,460,924	13,081,552	16,393,918	15,840,896
Education	2,606,639	2,621,955	2,675,293	2,576,061
Interest on Long Term Debt	4,543,956	6,550,160	2,509,738	3,367,613
Issuance Costs	-	-	-	-
Total Governmental activities expenses	122,356,973	121,347,742	154,863,434	132,617,422
Business-type activities:				
Wastewater Management	13,482,949	14,160,571	11,197,893	13,643,617
Water Management	45,088,256	45,173,505	33,237,009	39,106,101
Railyard Center	4,351,666	4,360,308	4,264,391	3,624,154
Santa Fe Convention Center	3,423,469	5,118,957	4,631,821	4,884,230
Environmental Services	11,876,462	14,410,149	11,301,085	12,718,672
College of Santa Fe	3,763,512	3,149,944	3,327,243	4,538,900
Municipal Recreation Complex	1,881,876	1,994,350	1,807,943	1,764,479
Parking Enterprise Fund	5,409,773	6,414,416	4,582,572	5,992,720
Transit and Airport Systems	15,132,089	17,899,172	9,035,547	11,767,551
Airport	-	-	4,239,806	4,589,546
Genoveva Chavez Community Center	4,845,955	5,402,686	3,845,615	5,123,062
Total business-type expenses	109,256,007	118,084,058	91,470,925	107,753,032
Total primary government expenses	\$ 231,612,980	\$ 239,431,800	\$ 246,334,359	\$ 240,370,454

City of Santa Fe, New Mexico
Changes in Net Position
Last Ten Fiscal Years (Unaudited) (Continued)

Fiscal Year					
2020	2021	2022	2023	2024	2025
\$ 39,892,724	\$ 19,717,672	\$ 28,124,844	\$ 35,209,306	\$ 43,179,035	\$ 52,817,300
49,467,718	44,739,831	53,380,359	50,016,610	75,724,543	79,325,361
19,778,915	29,609,263	-	28,805,328	29,744,323	45,447,569
9,425,984	16,376,620	-	15,467,774	21,495,260	17,609,378
-	-	16,532,250	-	-	-
-	-	11,362,033	-	-	-
-	-	4,260,523	-	-	-
16,263,337	11,031,781	24,273,710	11,493,911	13,932,038	16,993,583
2,595,792	2,475,780	-	2,977,713	3,442,367	4,316,219
2,842,048	3,090,322	3,550,231	1,449,353	1,945,657	1,783,788
-	-	189,018	2,200	2,818	2,667
140,266,518	127,041,269	141,672,968	145,422,195	189,466,041	218,295,865
9,685,812	10,318,781	12,446,927	14,031,661	16,040,945	17,449,420
35,303,894	38,757,740	35,623,072	32,068,295	35,292,352	38,873,447
3,103,381	2,638,664	2,016,378	1,673,282	1,703,312	1,551,951
4,489,867	4,058,369	5,278,149	5,363,427	5,911,145	7,733,774
12,025,629	13,034,307	14,065,432	15,799,354	16,726,439	17,302,095
4,717,623	4,670,812	4,546,639	5,263,948	4,887,953	4,744,157
1,995,704	963,549	1,572,917	2,292,087	3,775,348	3,883,910
4,340,377	2,799,154	3,780,634	4,139,286	5,571,419	5,728,314
12,779,368	7,821,097	7,403,906	8,074,392	8,950,745	11,722,889
4,360,075	3,246,209	3,613,245	3,975,884	6,383,728	9,243,052
5,069,205	3,753,689	5,069,292	5,634,817	4,834,860	4,845,659
97,870,935	92,062,371	95,416,591	98,316,433	110,078,246	123,078,668
\$ 238,137,453	\$ 219,103,640	\$ 237,089,559	\$ 243,738,628	\$ 299,544,287	\$ 341,374,533

City of Santa Fe, New Mexico
Changes in Net Position
Last Ten Fiscal Years (Unaudited) (Continued)

	Fiscal Year			
	2016	2017	2018	2019
Program Revenues				
Governmental activities:				
Charges for services:				
General Government	\$ 10,547,589	\$ 9,649,498	\$ 8,947,389	\$ 2,861,096
Public Safety	5,441,078	5,450,534	7,366,328	7,366,328
Public Works	2,294,848	2,311,660	2,557,839	2,557,839
Community Development	256,151	312,984	1,617,334	1,617,334
Physical Environment	-	-	-	-
Economic Environment	-	-	-	-
Human Services	-	-	-	-
Culture and Recreation	208,492	179,046	2,457,942	2,457,942
Education	-	-	401,107	401,107
Interest on Long term debt	-	-	-	-
Issuance Costs	-	-	-	-
Operating grants and contributions:				
General Government	824,576	620,607	3,035,689	3,035,689
Public Safety	2,279,749	1,905,300	2,392,028	2,392,028
Public Works	468,872	6,010,315	830,593	830,593
Community Development	3,840,985	2,226,503	525,188	525,188
Physical Environment	-	-	-	-
Economic Environment	-	-	-	-
Human Services	-	-	-	-
Culture and Recreation	783,359	2,537,039	798,154	798,154
Education	-	-	130,249	130,249
Interest on Long term debt	-	-	-	-
Issuance Costs	-	-	-	-
Capital grants and contributions:				
General Government	-	14,834	-	-
Public Safety	-	-	-	-
Public Works	4,196,814	-	-	-
Community Development	-	-	-	-
Physical Environment	-	-	-	-
Economic Environment	-	-	-	-
Human Services	-	-	-	-
Culture and Recreation	-	50,000	-	-
Education	-	-	-	-
Interest on Long term debt	-	-	-	-
Issuance Costs	-	-	-	-
Total governmental activities				
program revenues	31,142,513	31,268,320	31,059,840	24,973,547

City of Santa Fe, New Mexico
Changes in Net Position
Last Ten Fiscal Years (Unaudited) (Continued)

Fiscal Year											
2020		2021		2022		2023		2024		2025	
\$	4,015,710	\$	7,650,037	\$	2,149,993	\$	14,120,368	\$	15,236,389	\$	16,912,564
	8,998,215		2,766,881		8,231,742		631,681		607,315		666,393
	3,597,799		1,831,149		-		4,826,150		6,466,695		4,204,531
	1,714,594		1,012,792		-		1,058,675		1,795,532		1,676,256
	-		-		4,721,850		-		-		-
	-		-		378,006		-		-		-
	-		-		196,918		-		-		-
	2,958,313		682,247		971,827		38,902		89,938		77,779
	472,177		153,112		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	1,759,794		3,721,472		2,015		-		-		-
	2,182,177		8,444,103		1,791,187		4,447,840		3,376,163		4,202,126
	872,510		5,588,391		-		1,020,340		439,116		128,287
	415,810		3,090,889		-		6,260,581		6,720,715		7,358,200
	-		-		280,465		-		-		-
	-		-		560,367		-		-		-
	-		-		1,241,571		-		-		-
	717,427		2,082,115		298,419		265,621		303,941		253,834
	114,509		467,274		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		5,074,897		21,763		49,050
	-		-		-		-		-		-
	-		-		-		4,449,406		4,946,695		6,800,648
	-		-		-		784,727		312,538		547,109
	-		-		3,728,767		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		104,450		814,026		2,123,667
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	27,819,035		37,490,462		24,553,127		43,083,638		41,130,826		45,000,444

City of Santa Fe, New Mexico
Changes in Net Position
Last Ten Fiscal Years (Unaudited) (Continued)

	Fiscal Year			
	2016	2017	2018	2019
Business-type activities				
Charges for services				
Wastewater Management	\$ 14,146,430	\$ 13,473,205	\$ 13,246,201	\$ 13,400,471
Water Management	42,499,151	37,298,329	38,288,412	34,553,802
Railyard Properties	728,852	515,558	759,581	906,965
Santa Fe Convention Center	488,109	478,637	949,407	854,987
Environmental Services	12,932,405	13,394,451	13,014,561	12,979,443
College of Santa Fe	2,350,000	1,080,000	1,504,309	857,010
Municipal Recreation Complex	1,163,244	1,177,657	1,245,505	1,216,964
Parking Enterprise Fund	4,596,479	5,023,562	5,537,624	6,270,087
Transit and Airport Systems	3,171,468	3,252,018	1,576,708	1,501,515
Airport	-	-	2,270,281	2,048,149
Genoveva Chavez Community Center	1,941,290	2,038,086	1,897,296	1,983,244
Operating grants and contributions				
Wastewater Management	-	-	-	-
Water Management	1,212,418	14,069	4,365	-
Railyard Properties	-	-	106,625	28,360
Santa Fe Convention Center	6,323	7,216	5,820	-
Environmental Services	-	-	-	-
College of Santa Fe	-	-	-	-
Municipal Recreation Complex	112,741	251,245	47,985	1,272
Parking Enterprise Fund	-	-	-	-
Transit and Airport Systems	2,723,625	2,724,475	1,809,723	2,617,853
Airport	-	-	2,313,004	3,255,843
Genoveva Chavez Community Center	19,663	5,337	-	-
Capital grants and contributions				
Wastewater Management	-	-	-	-
Water Management	135,000	-	-	-
Railyard Properties	-	-	-	-
Santa Fe Convention Center	-	-	-	-
Environmental Services	-	-	-	-
College of Santa Fe	-	-	-	-
Municipal Recreation Complex	-	-	-	-
Parking Enterprise Fund	-	-	-	-
Transit and Airport Systems	413,384	90,198	-	-
Airport	-	-	-	-
Genoveva Chavez Community Center	-	-	-	-
Total business-type activities				
program revenues	88,640,582	80,824,043	84,577,407	82,475,965
Total government program revenues	\$ 119,783,095	\$ 112,092,363	\$ 115,637,247	\$ 107,449,512

City of Santa Fe, New Mexico
Changes in Net Position
Last Ten Fiscal Years (Unaudited) (Continued)

Fiscal Year					
2020	2021	2022	2023	2024	2025
\$ 14,410,283	\$ 14,311,290	\$ 15,078,981	\$ 16,620,508	\$ 16,082,001	\$ 15,291,291
36,989,724	39,588,272	36,114,918	38,151,416	44,389,948	39,449,003
347,968	924,091	1,105,936	1,104,811	1,142,533	1,139,697
588,939	129,441	354,927	797,243	587,399	938,139
13,198,004	12,890,812	14,324,670	17,254,276	16,748,393	17,107,802
381,313	966,459	1,456,034	1,629,024	1,756,500	528,151
685,037	1,075,888	1,756,203	954,926	1,580,516	2,031,871
4,490,425	2,831,266	3,619,797	4,056,585	5,017,581	5,190,754
510,393	283,525	324,396	341,053	1,615,522	1,726,338
2,679,632	1,324,001	2,621,812	2,247,369	2,535,810	3,909,202
1,421,899	243,803	802,719	1,386,202	1,540,229	1,601,892
-	17,014	-	-	-	-
-	26,088	10,839	-	-	3,294,000
11,875	981	-	-	-	-
-	38,848	-	-	-	-
-	8,920	-	-	26,303	-
34,019	-	-	-	-	921,578
11,994	4,457	215,117	-	-	-
-	94,144	-	-	-	-
-	8,662,530	32,163	-	5,338,879	6,508,050
2,848,135	4,783,138	-	-	1,788,246	2,964,051
-	112,651	-	-	-	75,000
-	-	-	3,249	-	300,634
-	-	-	633	-	662,753
-	-	-	-	-	-
-	-	-	7,377	-	6,458
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	531,610	-
-	-	2,789,680	9,123,009	4,120,219	5,600,503
-	-	-	-	-	-
78,609,640	88,317,619	80,608,192	93,677,681	104,801,689	109,247,167
\$ 106,428,675	\$ 125,808,081	\$ 105,161,319	\$ 136,761,319	\$ 145,932,515	\$ 154,247,611

City of Santa Fe, New Mexico
Changes in Net Position
Last Ten Fiscal Years (Unaudited) (Continued)

	Fiscal Year			
	2016	2017	2018	2019
Net (Expenses)/Revenue				
Governmental activities				
General Government	\$ (20,106,861)	\$ (18,503,500)	\$ (45,752,492)	\$ (25,976,873)
Public Safety	(37,069,246)	(37,331,658)	(39,373,389)	(39,053,982)
Public Works	(7,617,741)	(7,011,645)	(12,577,807)	(13,081,568)
Community development	(7,800,944)	(7,745,037)	(8,308,409)	(11,534,334)
Physical Environment	-	-	-	-
Economic Environment	-	-	-	-
Human Services	-	-	-	-
Culture and recreation	(11,469,073)	(10,315,467)	(13,137,822)	(12,584,800)
Education	(2,606,639)	(2,621,955)	(2,143,937)	(2,044,705)
Interest on Long term debt	(4,543,956)	(6,550,160)	(2,509,738)	(3,367,613)
Issuance Costs	-	-	-	-
Business-type activities				
Wastewater Management	663,481	(687,366)	2,048,308	(243,146)
Water Management	(1,241,687)	(7,861,107)	5,055,768	(4,552,299)
Railyard Center	(3,622,814)	(3,844,750)	(3,398,185)	(2,688,829)
Santa Fe Convention Center	(2,929,037)	(4,633,104)	(3,676,594)	(4,029,243)
Environmental Services	1,055,943	(1,015,698)	1,713,476	260,771
College of Santa Fe	(1,413,512)	(2,069,944)	(1,822,934)	(3,681,890)
Municipal Recreation Complex	(605,891)	(565,448)	(514,453)	(546,243)
Parking Enterprise Fund	(813,294)	(1,390,854)	955,052	277,367
Transit and Airport Systems	(8,823,612)	(11,832,481)	(5,649,116)	(7,648,183)
Airport	-	-	343,479	714,446
Genoveva Chavez Community Center	(2,885,002)	(3,359,263)	(1,948,319)	(3,139,818)
Net (Expenses)/Revenue and				
Changes in Net Position	\$ (111,829,885)	\$ (127,339,437)	\$ (130,697,112)	\$ (132,920,942)

City of Santa Fe, New Mexico
Changes in Net Position
Last Ten Fiscal Years (Unaudited) (Continued)

Fiscal Year					
2020	2021	2022	2023	2024	2025
\$ (34,117,220)	\$ (8,346,163)	\$ (25,972,836)	\$ (16,014,041)	\$ (27,920,883)	\$ (35,855,686)
(38,287,326)	(33,528,847)	(43,357,430)	(44,937,089)	(71,741,065)	(74,456,842)
(15,308,606)	(22,189,723)	-	(18,509,432)	(17,891,817)	(34,314,103)
(7,295,580)	(12,272,939)	-	(7,363,791)	(12,666,475)	(8,027,813)
-	-	(7,801,168)	-	-	-
-	-	(10,423,660)	-	-	-
-	-	(2,822,034)	-	-	-
(12,587,597)	(8,267,419)	(23,003,464)	(11,084,938)	(12,724,133)	(14,538,303)
(2,009,106)	(1,855,394)	-	(2,977,713)	(3,442,367)	(4,316,219)
(2,842,048)	(3,090,322)	(3,550,231)	(1,449,353)	(1,945,657)	(1,783,788)
-	-	(189,018)	(2,200)	(2,818)	(2,667)
4,724,471	4,009,523	2,632,054	2,592,096	41,056	(1,857,495)
1,685,830	856,620	502,685	6,083,754	9,097,596	4,532,309
(2,743,538)	(1,713,592)	(910,442)	(568,471)	(560,779)	(412,254)
(3,900,928)	(3,890,080)	(4,923,222)	(4,558,807)	(5,323,746)	(6,789,177)
1,172,375	(134,575)	259,238	1,454,922	48,257	(194,293)
(4,302,291)	(3,704,353)	(3,090,605)	(3,634,924)	(3,131,453)	(3,294,428)
(1,298,673)	116,796	398,403	(1,337,161)	(2,194,832)	(1,852,039)
150,048	126,256	(160,837)	(82,701)	(553,838)	(537,560)
(12,268,975)	1,124,958	(7,047,347)	(7,733,339)	(1,464,734)	(3,488,501)
1,167,692	2,860,930	1,798,247	7,394,494	2,060,547	3,230,704
(3,647,306)	(3,397,235)	(4,266,573)	(4,248,615)	(3,294,631)	(3,168,767)
\$ (131,708,778)	\$ (93,295,559)	\$ (131,928,240)	\$ (106,977,309)	\$ (153,611,772)	\$ (187,126,922)

City of Santa Fe, New Mexico
Changes in Net Position
Last Ten Fiscal Years (Unaudited) (Continued)

	Fiscal Year			
	2016	2017	2018	2019
General Revenues and Other Changes in Net Position				
Governmental activities				
Taxes				
Property taxes	\$ 10,610,845	\$ 11,442,774	\$ 11,538,486	\$ 10,784,754
Sales taxes	88,954,804	94,225,671	106,347,538	106,212,788
Lodgers taxes	9,664,653	10,809,464	11,743,131	12,533,263
Franchise taxes	3,669,517	4,104,877	4,397,468	4,845,850
Motor fuel taxes	1,684,034	1,956,647	1,862,317	1,818,855
Cigarette taxes	-	-	-	-
Unrestricted investment earnings	360,613	1,015,860	1,286,140	2,917,417
Miscellaneous revenues	933,386	521,773	1,902,172	934,939
Gain on sale of capital assets	-	143,956	274,010	92,884
Transfers	(11,979,824)	(20,668,193)	(22,784,290)	(23,011,145)
Special Item-transfer of capital asset	-	-	-	-
Total governmental activities	\$ 103,898,028	\$ 103,552,829	\$ 116,566,972	\$ 117,129,605
Business-type activities				
Property taxes	-	-	-	-
Sales taxes	12,218,907	8,921,338	4,463,728	4,666,176
Unrestricted investment earnings	647,384	208,987	334,535	2,365,557
Miscellaneous revenues	-	-	-	-
Donated land	-	-	-	-
Gain (loss) on sale of capital assets	29,610	136,297	-	-
Transfers	11,979,824	20,668,193	22,784,290	23,011,145
Special Item-transfer of capital asset	-	-	-	-
Total business-type activities	24,875,725	29,934,815	27,582,553	30,042,878
Total government	\$ 128,773,753	\$ 133,487,644	\$ 144,149,525	\$ 147,172,483
Change in Net Position				
Governmental activities	\$ 12,683,568	\$ 13,473,407	\$ (7,236,622)	\$ 9,485,730
Business-type activities	4,260,300	(7,325,200)	20,689,035	4,765,811
Total government	\$ 16,943,868	\$ 6,148,207	\$ 13,452,413	\$ 14,251,541

City of Santa Fe, New Mexico
Changes in Net Position
Last Ten Fiscal Years (Unaudited) (Continued)

Fiscal Year					
2020	2021	2022	2023	2024	2025
\$ 10,850,661	\$ 10,700,891	\$ 11,474,563	\$ 12,263,744	\$ 12,622,445	\$ 13,382,136
110,226,633	109,470,524	142,960,149	151,575,148	162,558,672	166,805,927
9,947,568	7,536,026	18,074,312	19,948,448	16,229,164	17,923,699
5,074,062	5,196,786	6,602,998	8,436,366	8,226,317	8,112,013
1,748,712	2,065,966	-	-	-	-
-	-	-	-	-	-
2,495,981	61,925	(349,269)	7,282,284	9,483,089	10,090,494
970,751	1,515,007	10,345,513	947,166	2,180,424	2,679,788
(947,018)	-	-	-	565,606	1,245,688
(22,868,916)	(14,238,895)	(37,743,955)	(25,112,088)	(31,541,713)	(25,648,437)
-	-	-	-	-	-
\$ 117,498,434	\$ 122,308,230	\$ 151,364,311	\$ 175,341,068	\$ 180,324,004	\$ 194,591,308
-	-	-	-	-	-
4,902,969	4,757,172	6,018,757	6,504,900	6,976,298	7,158,542
841,319	116,799	119,070	3,091,026	7,145,445	6,609,984
(394,966)	(74,234)	1,108,735	733,670	1,051,697	879,848
-	-	-	-	-	-
(830,157)	175,000	-	54,720	2,250	-
22,868,916	14,238,895	37,743,955	25,112,088	31,541,713	25,648,437
-	-	-	-	-	-
27,388,081	19,213,632	44,990,517	35,496,404	46,717,403	40,296,811
\$ 144,886,515	\$ 141,521,862	\$ 196,354,828	\$ 210,837,472	\$ 227,041,407	\$ 234,888,119
\$ 5,050,952	\$ 32,757,423	\$ 34,244,470	\$ 73,002,511	\$ 31,988,789	\$ 21,295,887
8,126,786	15,468,880	30,182,118	30,857,652	41,440,846	26,465,310
\$ 13,177,738	\$ 48,226,303	\$ 64,426,588	\$ 103,860,163	\$ 73,429,635	\$ 47,761,197

City of Santa Fe, New Mexico
Fund Balances – Governmental Funds
Last Ten Fiscal Years (Unaudited)

	Fiscal Year			
	2016	2017	2018	2019
General Fund				
Non-Spendable	\$ 101,015	\$ 88,693	\$ 82,622	\$ 52,395
Restricted	6,649,878	7,456,833	7,791,216	14,872,571
Committed	1,362,023	1,557,795	1,616,780	-
Assigned	-	-	-	-
Unassigned	12,835,273	5,137,319	5,631,930	9,491,054
Total General Fund	\$ 20,948,189	\$ 14,240,640	\$ 15,122,548	\$ 24,416,020
All Other Governmental Funds				
Non-Spendable	\$ 250,000	\$ 255,000	\$ 255,656	\$ 1,399,412
Restricted	47,058,413	37,934,570	40,339,627	43,509,702
Committed	1,311,953	1,459,841	1,527,787	1,757,810
Assigned	6,240,251	7,278,855	17,865,825	32,648,601
Unassigned (deficit)	(194,252)	(2,532,002)	(3,045,850)	(14,037)
Total All Other Governmental Funds	\$ 54,666,365	\$ 44,396,264	\$ 56,943,045	\$ 79,301,488

City of Santa Fe, New Mexico
Fund Balances – Governmental Funds
Last Ten Fiscal Years (Unaudited) (Continued)

Fiscal Year					
2020	2021	2022	2023	2024	2025
\$ 46,435	\$ 53,256	\$ 58,038	\$ 55,327	\$ 73,408	\$ 81,149
28,584,156	43,030,683	-	-	-	-
-	-	-	-	-	-
-	-	-	2,900,000	1,278,450	-
859,059	6,502,823	62,830,866	73,495,615	82,043,517	54,296,150
<u>\$ 29,489,650</u>	<u>\$ 49,586,762</u>	<u>\$ 62,888,904</u>	<u>\$ 76,450,942</u>	<u>\$ 83,395,375</u>	<u>\$ 54,377,299</u>
\$ 255,656	\$ 255,656	\$ -	\$ -	\$ -	\$ -
36,545,451	53,818,805	100,509,662	111,269,898	107,393,795	134,186,016
2,055,893	1,961,421	-	-	-	-
42,329,482	46,506,581	-	-	-	-
(10,266,934)	(6,870,954)	(9,314,772)	(5,615,231)	(2,584,133)	(110,010)
<u>\$ 70,919,548</u>	<u>\$ 95,671,509</u>	<u>\$ 91,194,890</u>	<u>\$ 105,654,667</u>	<u>\$ 104,809,662</u>	<u>\$ 134,076,006</u>

City of Santa Fe, New Mexico
Changes in Fund Balances – Governmental Funds
Last Ten Fiscal Years (Unaudited)

	Fiscal Year			
	2016	2017	2018	2019
Revenues				
Taxes	\$ 114,583,853	\$ 122,539,435	\$ 135,888,940	\$ 136,195,510
Licenses and permits	2,760,196	3,533,969	4,224,394	3,868,957
Intergovernmental revenues	12,394,355	13,364,598	7,762,365	5,991,127
Fees and charges for services	15,307,074	13,729,500	15,924,012	13,692,821
Fines and forfeitures	373,917	304,712	619,505	442,164
Rents, royalties and concessions	306,971	335,542	338,653	455,852
Investment income	286,471	967,673	1,223,725	2,576,569
Land Sales	419,439	198,277	-	-
Other revenues	513,947	521,772	1,902,172	934,939
Total Revenues	146,946,223	155,495,478	167,883,766	164,157,939
Expenditures				
General government	28,875,061	29,120,290	-	-
Public safety	42,050,323	42,005,888	-	-
Public works	6,463,090	5,883,784	-	-
Community development	11,378,061	9,707,249	-	-
Physical Environment	-	-	-	-
Economic Environment	-	-	-	-
Human Services	-	-	-	-
Culture and recreation	11,658,586	11,268,292	-	-
Education	2,600,930	2,619,374	-	-
Capital outlay	17,510,589	23,825,930	11,261,877	9,369,477
Salaries, Wages, and Fringe Benefits	-	-	72,677,282	72,594,308
Contractual Services and Utilities	-	-	17,519,453	15,476,002
Repairs and Maintenance	-	-	849,753	1,406,342
Supplies	-	-	4,814,522	4,429,893
Insurance Premiums	-	-	3,156,257	3,117,178
Claims and Judgements	-	-	1,755	216,984
Other	-	-	14,146,445	9,776,684
Capital outlay/Inventory exempt	-	-	4,751,489	1,141,957
Debt Service:				
Principal	10,113,885	42,759,006	9,989,010	9,915,417
Interest and fiscal agent fees	5,539,428	5,356,836	4,174,556	4,844,209
Bond issuance costs	-	-	215,345	283,100
Total expenditures	136,189,953	172,546,649	143,557,744	132,571,551
Excess (deficiency) of revenues over expenditures	10,756,270	(17,051,171)	24,326,022	31,586,388

City of Santa Fe, New Mexico
Changes in Fund Balances – Governmental Funds
Last Ten Fiscal Years (Unaudited) (Continued)

Fiscal Year					
2020	2021	2022	2023	2024	2025
\$ 137,847,636	\$ 134,970,283	\$ 178,783,114	\$ 192,109,042	\$ 199,516,802	\$ 205,609,525
3,705,955	3,928,631	-	-	-	-
6,177,238	23,462,035	7,902,791	22,407,862	16,955,444	21,916,285
13,727,553	13,375,221	16,986,930	20,673,276	24,183,869	23,517,723
308,188	221,780	-	-	-	-
267,325	236,536	9,121	279,198	213,258	331,893
2,407,056	55,004	(349,269)	7,282,284	8,959,513	9,339,886
-	-	-	-	-	-
970,751	1,192,050	9,936,004	667,968	1,946,680	1,789,442
165,411,702	177,441,540	213,268,691	243,419,630	251,775,566	262,504,754
-	-	31,011,987	26,854,174	38,563,751	44,363,205
-	-	51,154,896	43,711,582	70,359,837	71,760,717
-	-	-	22,389,619	21,489,322	34,414,256
-	-	-	15,209,029	20,731,437	16,654,026
-	-	9,461,501	-	-	-
-	-	10,910,708	-	-	-
-	-	1,511,402	-	-	-
-	-	20,211,790	8,749,729	9,538,727	11,065,851
-	-	-	1,970,727	3,321,337	4,143,934
21,854,571	12,610,352	26,862,491	59,171,894	32,321,738	35,193,055
71,554,978	69,742,562	-	-	-	-
17,133,540	24,526,102	-	-	-	-
1,000,123	1,325,752	-	-	-	-
4,676,631	5,246,895	-	-	-	-
3,158,176	3,034,694	-	-	-	-
-	-	-	-	-	-
11,260,798	9,325,360	-	-	-	-
866,335	1,247,442	-	-	-	-
15,812,597	9,252,233	20,711,057	10,009,665	9,890,195	9,920,439
4,780,557	4,395,162	4,427,121	3,135,310	3,573,092	3,164,146
222,635	171,257	189,018	2,200	2,818	2,667
152,320,941	140,877,811	176,451,971	191,203,929	209,792,254	230,682,296
13,090,761	36,563,729	36,816,720	52,215,701	41,983,312	31,822,458

City of Santa Fe, New Mexico
Changes in Fund Balances – Governmental Funds
Last Ten Fiscal Years (Unaudited) (Continued)

	Fiscal Year			
	2016	2017	2018	2019
Other Financing Sources (Uses)				
Transfers in	28,172,546	45,402,483	33,496,749	31,598,471
Transfers out	(40,251,484)	(65,974,790)	(56,445,171)	(54,279,164)
Proceeds from Sale of Capital Assets	-	-	333,238	92,884
Debt proceeds	-	-	-	-
Proceeds from Leases	-	-	-	-
Proceeds from software subscriptions	-	-	-	-
Issuance of Bonds:				
Face value of bonds issued	-	19,941,836	10,290,000	20,000,000
Premium on issuance of bond	-	917,815	1,427,851	2,653,336
Payments to refund bond	-	(1,843,472)	-	-
Total other Financing sources (uses)	(12,078,938)	(1,556,128)	(10,897,333)	65,527
Net change in fund balances	\$ (1,322,668)	\$ (18,607,299)	\$ 13,428,689	\$ 31,651,915
 Debt service as a percentage of noncapital expenditures	 13.2%	 32.4%	 10.9%	 12.2%

City of Santa Fe, New Mexico
Changes in Fund Balances – Governmental Funds
Last Ten Fiscal Years (Unaudited) (Continued)

Fiscal Year					
2020	2021	2022	2023	2024	2025
26,351,791	35,538,462	45,416,467	32,943,338	38,028,474	69,219,056
(49,205,831)	(45,269,138)	(85,211,125)	(57,945,279)	(74,791,666)	(103,455,284)
21,170	7,972	-	808,055	457,829	1,383,723
-	-	-	-	-	142,652
-	-	40,212	-	-	-
-	-	-	-	168,286	57,926
5,445,000	17,244,894	10,716,490	-	-	-
988,799	-	1,046,759	-	-	-
-	-	-	-	-	-
(16,399,071)	7,522,190	(27,991,197)	(24,193,886)	(36,137,077)	(32,651,927)
\$ (3,308,310)	\$ 44,085,919	\$ 8,825,523	\$ 28,021,815	\$ 5,846,235	\$ (829,469)
16.0%	10.8%	16.9%	10.0%	7.6%	6.7%

City of Santa Fe, New Mexico
Assessed and Estimated Actual Value of Property
Last Ten Fiscal Years in Thousands of Dollars (Unaudited)

Fiscal Year Ended June 30	Real Property Assessed Value	Estimated Actual Value	Personal Property Assessed	Estimated Actual Value	Exemptions Real Property
2016	\$ 3,774,855	\$ 11,335,901	\$ 64,484	\$ 193,646	\$ 83,078
2017	3,878,365	11,646,742	64,726	194,372	92,456
2018	4,057,690	12,185,255	24,960	74,955	59,595
2019	4,168,953	12,508,109	58,104	174,329	482,116
2020	4,392,448	13,177,344	51,056	153,168	581,979
2021	4,557,718	13,686,840	55,293	166,045	682,316
2022	4,547,067	13,654,856	53,787	161,523	605,863
2023	4,906,449	14,734,081	55,079	165,402	656,846
2024	5,574,966	16,726,571	52,926	158,794	801,599
2025	5,884,883	17,654,649	52,466	157,398	825,953

Note: The New Mexico State constitution regulates areas of property tax. The assessed valuation

Source: Santa Fe County Assessor's Office Abstract

City of Santa Fe, New Mexico
Assessed and Estimated Actual Value of Property
Last Ten Fiscal Years in Thousands of Dollars (Unaudited) (Continued)

	Total Assessed Value	Total Estimated Actual Value	Ratio of Total Assessed to Total
\$	3,878,365	\$ 11,646,742	33.3%
	4,057,690	12,185,255	33.3%
	4,139,262	12,430,216	33.3%
	4,110,849	12,333,779	33.3%
	4,341,392	13,024,176	33.3%
	4,502,425	13,520,795	33.3%
	4,493,280	13,493,333	33.3%
	4,851,370	14,568,679	33.3%
	5,522,040	16,567,777	33.3%
	5,832,417	17,497,251	33.3%

City of Santa Fe, New Mexico
Both Residential and Non-Residential Property Tax Rates Per \$1,000
Assessed Valuation All Direct and Overlapping Governments (Unaudited)

RESIDENTIAL						
Tax Year Ended June 30	City	State	County	School District	Santa Fe Community College	Total Residential Tax Levy
2016	2.442	1.360	7.864	8.617	3.690	23.973
2017	2.419	1.360	7.924	9.292	3.690	24.685
2018	2.199	1.360	7.945	9.389	3.690	24.583
2019	2.093	1.360	7.923	9.362	3.667	24.405
2020	1.932	1.360	7.822	9.302	3.615	24.031
2021	2.112	1.360	7.684	9.353	3.542	24.051
2022	1.998	1.360	7.608	9.250	3.501	23.717
2023	1.911	1.360	7.557	9.249	3.470	23.547
2024	1.877	1.360	7.440	8.764	3.420	22.861
2025	1.968	1.360	7.357	8.713	3.374	22.772
NON-RESIDENTIAL						
Tax Year Ended June 30	City	State	County	School District	Santa Fe Community College	Total Non- Residential Tax Levy
2016	3.956	1.360	13.821	9.075	4.000	32.212
2017	3.977	1.360	13.973	9.807	4.000	33.117
2018	3.766	1.360	13.973	9.807	3.994	32.900
2019	3.670	1.360	13.974	9.807	3.985	32.796
2020	3.533	1.360	13.974	9.809	3.985	32.661
2021	3.750	1.360	13.974	9.808	3.985	32.877
2022	3.658	1.360	13.915	9.784	3.955	32.672
2023	3.498	1.360	13.693	9.727	3.879	32.157
2024	3.591	1.360	13.979	9.292	3.985	32.207
2025	3.705	1.360	13.979	9.435	3.985	32.464

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

City of Santa Fe, New Mexico
Principal Property Tax Payers Current Year and
Ten Years Ago (Unaudited)

Taxpayer	2025			2016		
	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Public Service New Mexico	\$ 71,511,924	1	1.22%	\$ 57,709,672	1	0.85%
Presbyterian Medical Services	52,818,076	2	0.90%	-	-	0.00%
Christus St. Vincent Hospital	36,541,931	3	0.62%	-	-	0.00%
New Mexico Gas Company	17,296,523	4	0.30%	15,161,112	2	0.22%
BNSF Railway	17,101,123	5	0.29%	12,541,224	8	0.18%
Comcast	14,852,685	6	0.25%	-	-	0.00%
Guadalupe Hotel Investment	14,420,062	7	0.25%	13,769,345	6	0.20%
El Castillo Retirement Residences	14,304,866	8	0.24%	-	-	0.00%
La Fonda Hotel	13,653,365	9	0.23%	10,075,373	9	0.15%
Qwest	13,026,323	10	0.22%	14,312,874	5	0.21%
Mid-America Pipeline Copmany	-	-	0.00%	15,057,817	3	0.22%
Truzaf Ltd.	-	-	0.00%	14,971,543	4	0.22%
C&Z LLC	-	-	0.00%	12,948,616	7	0.19%
Rancho Encantado	-	-	0.00%	9,014,114	10	0.13%
Total	\$ 265,526,878		4.53%	\$ 175,561,690		2.58%

Source: Santa Fe County Assessor's Office

City of Santa Fe, New Mexico
Total Taxable Base for Gross Receipts
by Fiscal Year (Unaudited)

	Fiscal Year			
	2016	2017	2018	2019
Agriculture, Forestry, Hunting, Fishing	\$ 4,538,877	\$ 6,088,690	\$ 8,763,303	\$ 5,151,748
Mining	467,021	143,357	142,181	72,464
Utilities	-	-	-	91,314,514
Transportation and Warehousing	111,692,127	115,417,629	268,319,198	445,444,047
Construction	304,185,739	359,454,251	501,882,802	63,249,747
Manufacturing	52,870,906	57,377,739	63,818,417	81,044,671
Wholesale	58,327,532	62,416,707	77,572,554	959,745,734
Retail	958,505,682	962,858,945	1,049,687,835	11,597,859
Information	-	-	-	145,886,639
Finance, Insurance & Real Estate	128,633,960	145,628,165	194,705,440	51,292,219
Real Estate Rental and Leasing	-	-	-	108,221,024
Professional, Scientific, and Technical Services	-	-	-	300,517,642
Management of Companies and Enterprises	-	-	-	3,276,003
Administrative, Support, Waste Management, and Remediation	-	-	-	57,446,362
Educational Services	-	-	-	25,734,578
Health Care and Social Assistance	-	-	-	183,990,041
Art, Entertainment and Recreation	-	-	-	46,674,642
Accommodations and Food Services	-	-	-	517,643,144
Services	1,434,165,176	569,760,878	1,467,636,416	311,172,733
Government	291,295	286,171	805,119	652,734
Unclassified/Misc. Other	42,440,209	21,328,619	18,332,285	29,255,102
Total	\$ 3,096,118,524	\$ 2,300,761,151	\$ 3,651,665,550	\$ 3,439,383,646

Source: State of New Mexico Taxation and Revenue Department RP-500 Updated to Current Breakdown by Industry.
Major changes in data format for earlier years preclude extending this table to earlier years. Data change June 2020.

City of Santa Fe, New Mexico
Total Taxable Base for Gross Receipts
by Fiscal Year (Unaudited) (Continued)

Fiscal Year					
2020	2021	2022	2023	2024	2025
\$ 5,375,727	\$ 6,164,227	\$ 5,205,206	\$ 8,539,753	\$ 8,175,573	\$ 7,130,337
491,858	190,896	55,435	154,607	730,896	576,220
87,385,861	96,479,040	108,831,170	119,615,613	108,177,284	104,364,006
9,636,884	10,203,366	17,885,541	20,694,268	23,940,152	24,288,590
480,629,990	502,383,663	518,179,397	538,473,611	638,582,928	729,898,474
63,053,786	57,068,127	82,945,308	95,799,893	100,663,676	101,689,835
90,575,951	95,053,426	136,714,854	143,586,188	135,768,554	183,125,208
950,467,661	1,039,867,614	1,355,550,570	1,455,334,530	1,468,738,731	1,499,772,709
154,936,125	97,739,326	165,138,354	219,123,096	213,269,527	207,817,926
56,299,341	65,739,641	67,778,596	60,822,576	57,958,865	60,433,433
102,076,775	133,818,336	164,979,880	163,755,414	157,801,102	195,238,535
331,213,625	368,472,840	459,697,020	521,843,952	630,715,666	637,520,497
3,290,898	2,515,914	3,450,701	2,598,054	3,210,650	2,218,423
74,573,127	83,068,686	110,392,485	127,445,229	141,676,034	169,337,696
10,414,989	12,070,097	14,629,584	18,694,646	18,677,108	19,072,077
178,159,563	185,854,845	239,731,857	256,921,473	257,780,850	244,567,229
40,181,851	24,936,954	51,539,429	58,050,956	55,754,772	55,309,852
445,905,081	359,919,724	624,245,055	683,766,374	700,343,314	739,255,675
291,614,441	259,688,501	346,067,598	387,661,409	451,438,872	399,653,687
800,106	581,039	595,644	630,723	898,850	2,068,473
18,520,357	14,682,357	75,070,521	90,812,284	111,673,173	127,902,841
\$3,395,603,998	\$3,416,498,619	\$4,548,684,203	\$4,974,324,649	\$3,439,383,646	\$3,449,845,596

City of Santa Fe, New Mexico
Direct and Overlapping Gross Receipts Tax Rates
Last Ten Fiscal Years (Unaudited)

Fiscal Year	City Direct Rate	Santa Fe County
2016	8.31%	7.00%
2017	8.31%	7.00%
2018	8.44%	7.13%
2019	8.44%	7.13%
2020	8.44%	7.13%
2021	8.44%	7.13%
2022	8.44%	7.13%
2023	8.31%	7.00%
2024	8.19%	6.88%
2025	8.19%	6.88%

Source: Table of Enactment Dates - Municipal Local Option
Gross Receipts Taxes

City of Santa Fe, New Mexico
Schedule of Pledged Revenues
Fiscal Year 2024 and 2025 (Unaudited)

	Fiscal Year	
	2024	2025
0.05% Municipal Gross Receipts Tax (GRT) revenues	\$ 27,905,189	\$ 28,634,110
MGRT Infrastructure revenues	193,888	154,933
State shared GRT revenues	67,894,044	69,739,380
Total	\$ 95,993,121	\$ 98,528,423

Source: City of Santa Fe Finance Department

City of Santa Fe, New Mexico
Schedule of Gross Receipts Tax Revenues
Fiscal Year 2024 and 2025 (Unaudited)

	Fiscal Year	
	2024	2025
Municipal general GRT (Including Capital Improvements)	\$ 93,381,786	\$ 95,953,142
Infrastructure revenues	193,888	154,933
MGRT revenues	6,830,966	7,038,716
Environmental revenues	48,359	38,599
State-shared GRT revenues	67,894,044	69,739,380
Water Capital Outlay	-	-
Municipal Equivalent Distribution	-	-
Total	\$ 168,349,043	\$ 172,924,770

Source: City of Santa Fe Finance Department

City of Santa Fe, New Mexico
Ratio of Net General Bonded Debt to Assessed Value
and Net Bonded Debt Per Capita
Last Tean Fiscal Years (Unaudited)

GENERAL OBLIGATION DEBT

Fiscal Year Ended June 30	Population¹	Assessed Value²	Total General Obligation Debt Outstanding June 30 (Par Value) ³	Amount Available Debt Service Fund ⁴	Net Bonded Debt	Ratio of Net Long Term Debt To Assessed Value	Net General Long Term Debt Per Capita
2016	83,000	\$ 3,774,856,000	\$ 39,270,000	\$ 4,469,142	\$ 34,800,858	1.04%	419
2017	84,009	3,878,365,000	23,635,000	762,433	22,872,567	0.61%	272
2018	83,975	4,057,690,611	22,425,000	1,266,526	21,158,475	0.55%	252
2019	83,875	4,139,262,870	21,175,000	1,674,630	19,500,370	0.51%	232
2020	84,612	4,353,433,480	19,130,000	1,110,077	18,019,923	0.44%	213
2021	85,202	4,557,743,975	17,885,000	1,111,150	16,773,850	0.39%	197
2022	86,099	4,583,853,535	16,590,000	1,011,417	15,578,583	0.36%	181
2023	86,099	4,906,449,372	15,520,000	1,771,699	13,748,301	0.32%	160
2024	89,088	5,574,965,537	13,860,000	3,177,688	10,682,312	0.25%	120
2025	89,167	5,884,882,813	12,425,000	4,301,951	8,123,049	0.14%	91

¹ Estimated population figures for 2016, 2017 and 2018 populations are estimated by Santa Fe Planning Department staff.

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

³ Includes general obligation outstanding par only, excluding any applicable unamortized premium or discount.

⁴ Includes restricted cash as well as accumulated unrestricted investment income and other unrestricted miscellaneous income.

City of Santa Fe, New Mexico
Ratio of Annual Debt Service Expenditures for General Obligation
Bonded Debt to Total General Fund Expenditures
Last Tean Fiscal Years (Unaudited)

Fiscal Year	Principal		Interest		Debt Service		Total General Fund Expenditure	Ratio of Debt Service to General Governmental Expenditures
2016	\$	2,035,000	\$	1,483,451	\$	3,518,451	\$ 72,393,334	0.0486
2017		15,635,000		2,054,579		17,689,579	79,044,226	0.2238
2018		1,210,000		789,481		1,999,481	88,285,343	0.0226
2019		1,250,000		758,506		2,008,506	83,403,226	0.0241
2020		1,290,000		667,491		1,957,491	88,197,467	0.0222
2021		1,245,000		694,063		1,939,063	82,304,131	0.0236
2022		1,295,000		682,313		1,977,313	94,911,655	0.0208
2023		1,340,000		630,738		1,970,738	111,581,633	0.0177
2024		1,390,000		577,238		1,967,238	126,753,524	0.0155
2025		1,435,000		534,963		1,969,963	138,550,822	0.0142

Source: City of Santa Fe Finance Department

City of Santa Fe, New Mexico
Computation of Direct and Overlapping General Obligation Debt
June 30, 2025 (Unaudited)

	General Obligation as of June 30, 2025 (Par Value) ¹	Percentage Applicable to City of Santa Fe	City of Santa Fe Share of Debt
City of Santa Fe	\$ 12,425,000	100.00%	\$ 12,425,000
Subtotal Direct Debt			12,425,000
State of New Mexico	\$ 347,815,000	5.44%	\$ 18,921,136
Santa Fe County	\$ 109,610,000	57.71%	63,255,931
Santa Fe Public Schools	\$ 178,365,000	62.38%	111,264,087
Santa Fe Community College	\$ 19,400,000	62.38%	12,101,720
Subtotal Overlapping Debt			205,542,874
Total Direct and Overlapping Debt			\$ 217,967,874

Ratios:

Total direct and overlapping debt to assessed valuation for tax year 2024 \$5,884,882,813

Direct and overlapping debt to actual valuation of \$17,654,648,439

Direct and overlapping debt per capita of 89,167

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

Source: City of Santa Fe Finance Department

City of Santa Fe, New Mexico
Legal Debt Margin Information
Last Ten Fiscal Years (Unaudited)

	2016	2017	2018	2019
Debt Limit	\$ 156,571,714	\$ 162,307,624	\$ 165,570,515	\$ 174,137,339
Total net debt applicable to limit	(39,270,000)	(23,635,000)	(22,425,000)	(21,175,000)
Legal debt margin	\$ 117,301,714	\$ 138,672,624	\$ 143,145,515	\$ 152,962,339

Total net debt applicable to the limit as a percentage of debt limit	25.08%	14.56%	13.54%	12.16%
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Note: Under state finance law, the city's outstanding general obligation debt should not exceed 4 percent of total assessed property value.

Source: State of New Mexico, Department of Finance And Administration General Obligation Capacity Statement of

Source: City of Santa Fe Finance Department

City of Santa Fe, New Mexico
Legal Debt Margin Information
Last Ten Fiscal Years (Unaudited) (Continued)

2020	2021	2022	2023	2024	2025
\$ 180,726,765	\$ 182,309,759	\$ 183,354,141	\$ 196,257,975	\$ 222,998,621	\$ 235,395,313
(19,130,000)	(17,885,000)	(16,590,000)	(15,520,000)	(13,860,000)	(12,425,000)
\$ 161,596,765	\$ 164,424,759	\$ 166,764,141	\$ 180,737,975	\$ 209,138,621	\$ 222,970,313

10.59%	9.81%	9.05%	7.91%	6.22%	5.28%
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City of Santa Fe, New Mexico
Pledged-Revenue Coverage
Last Ten Fiscal Years (Unaudited)

Environmental Services						
Fiscal	Gross	Less: Operating	Net Revenue Available for Debt	Debt Service		
Year End	Revenues	Expenses	Service	Principal	Interest	Coverage
2016	\$ 12,932,045	\$ 10,496,187	\$ 2,435,858	\$ 900,000	\$ 408,060	1.86
2017	13,394,451	13,279,596	114,855	876,067	293,800	0.10
2018	13,014,561	11,198,888	1,815,673	1,054,734	306,054	1.33
2019	12,979,443	12,624,084	355,359	1,080,781	263,054	0.26
2020	13,198,004	12,012,177	1,185,827	1,128,050	220,078	0.88
2021	12,899,732	13,034,307	(134,575)	1,180,227	175,086	-0.10
2022	14,324,670	14,065,432	259,238	1,233,246	120,872	0.19
2023	17,254,276	15,799,354	1,454,922	1,286,709	64,085	1.08
2024	16,774,696	16,726,439	48,257	195,639	4,715	0.24
2025	17,107,802	17,302,095	(194,293)	-	-	N/A

City of Santa Fe, New Mexico
Pledged-Revenue Coverage
Last Ten Fiscal Years (Unaudited) (Continued)

Water Management Bonds						
Fiscal	Gross	Less: Operating	Net Revenue Available for Debt	Debt Service		
Year End	Revenues	Expenses	Service	Principal	Interest	Coverage
2016	\$ 42,499,151	\$ 30,769,361	\$ 11,729,790	\$ 4,307,203	\$ 5,132,271	1.24
2017	37,298,329	30,268,109	7,030,220	1,723,382	1,604,514	2.11
2018	38,288,412	29,217,866	9,070,546	1,746,720	1,614,859	2.70
2019	34,553,802	35,162,241	(608,439)	1,783,891	1,582,618	(0.18)
2020	36,989,724	34,070,630	2,919,094	1,783,892	1,549,824	0.88
2021	39,614,360	38,757,740	856,620	1,819,804	1,539,472	0.26
2022	36,125,757	35,623,072	502,685	1,872,338	1,484,176	0.15
2023	38,152,049	32,068,295	6,083,754	1,930,223	1,427,130	1.81
2024	44,389,948	35,292,352	9,097,596	2,003,468	1,357,925	2.71
2025	42,743,003	38,873,447	3,869,556	1,125,000	1,104,700	1.74

⁽¹⁾ Debt includes bonds and loans.

City of Santa Fe, New Mexico
Pledged-Revenue Coverage
Last Ten Fiscal Years (Unaudited) (Continued)

Railyard Bonds							
Net Revenue							
Fiscal	Gross	Less:	Operating	Available for	Debt Service		
Year End	Revenues	Expenses	Service	Principal	Interest	Coverage	
2016	\$ 728,852	\$ 519,959	\$ 208,893	\$ 913,077	\$ 638,720	0.13	
2017 (1)	515,558	568,128	(52,570)	970,000	1,432,187	(0.02)	
2018	759,581	587,831	171,750	970,000	462,537	0.12	
2019	906,965	3,278,896	(2,371,931)	1,010,000	422,628	(1.66)	
2020	510,393	2,809,151	(2,298,758)	1,055,000	380,145	(1.60)	
2021	925,072	2,638,664	(1,713,592)	1,100,000	334,966	(1.19)	
2022	1,105,936	2,016,378	(910,442)	1,145,000	287,141	(0.64)	
2023	1,104,811	1,673,282	(568,471)	1,195,000	236,699	(0.40)	
2024	1,142,533	1,703,312	(560,779)	265,000	183,423	(1.25)	
2025	1,139,697	1,484,604	(344,907)	959,000	62,000	(0.34)	

⁽¹⁾ The City of Santa Fe Subordinate Line Gross Receipts Tax Improvement Revenue Bonds, Series 2012C, were issued December 19, 2012. Refunded in 2017 as a Taxable issue.

⁽²⁾ Debt includes the bond and loans.

City of Santa Fe, New Mexico
Pledged-Revenue Coverage
Last Ten Fiscal Years (Unaudited) (Continued)

Municipal Recreation Complex Bonds						
Fiscal	Gross	Less: Operating	Net Revenue Available for Debt	Debt Service		
Year End	Revenues	Expenses	Service	Principal	Interest	Coverage
2016	\$ 2,822,851	\$ 1,382,633	\$ 1,440,218	\$ 980,000	\$ 368,453	1.07
2017	1,177,657	1,563,065	(385,408)	1,015,650	1,271,057	(0.17)
2018	1,245,505	1,673,644	(428,139)	1,025,000	238,358	(0.34)
2019	1,216,964	1,682,245	(465,281)	1,088,850	186,508	(0.36)
2020	685,037	1,953,355	(1,268,318)	1,143,750	132,065	(0.99)
2021	1,080,345	963,549	116,796	1,207,800	74,878	0.09
2022	1,971,320	1,572,917	398,403	94,550	14,488	3.65
2023	954,926	2,292,087	(1,337,161)	97,600	9,760	(12.45)
2024	1,580,516	3,775,348	(2,194,832)	97,600	4,880	(21.42)
2025	2,031,871	3,883,910	(1,852,039)	-	-	N/A

City of Santa Fe, New Mexico
Pledged-Revenue Coverage
Last Ten Fiscal Years (Unaudited) (Continued)

Convention Center Bonds							
Fiscal	Gross	Less:		Net Revenue		Debt Service	
		Operating	Available for	Debt			
Year End	Revenues	Expenses	Service	Principal	Interest	Coverage	
2016	\$ 488,109	\$ 1,814,154	\$ (1,326,045)	\$ 1,295,000	\$ 1,571,030	(0.46)	
2017	478,637	2,499,483	(2,020,846)	958,000	1,569,323	(0.80)	
2018	949,407	2,154,027	(1,204,620)	975,800	1,181,296	(0.56)	
2019	854,987	4,034,741	(3,179,754)	1,602,450	1,144,366	(1.16)	
2020	347,968	3,707,295	(3,359,327)	2,012,400	1,083,321	(1.09)	
2021	168,289	784,774	(616,485)	2,291,700	981,895	(0.19)	
2022	354,927	2,003,884	(1,648,957)	2,407,800	866,465	(0.50)	
2023	804,620	3,592,840	(2,788,220)	1,025,400	745,187	(1.57)	
2024	587,399	5,911,145	(5,323,746)	1,077,150	692,985	(3.01)	
2025	938,139	7,337,149	(6,399,010)	1,132,050	455,357	(4.03)	

City of Santa Fe, New Mexico
Pledged-Revenue Coverage
Last Ten Fiscal Years (Unaudited) (Continued)

Wastewater System Bonds						
Fiscal	Gross	Less: Operating	Net Revenue Available for Debt	Debt Service		
Year End	Revenues	Expenses	Service	Principal	Interest	Coverage
2016 (1)	\$ 14,146,430	\$ 10,061,120	\$ 4,085,310	\$ 1,840,000	\$ 695,600	1.61
2017	13,473,205	10,859,168	2,614,037	1,884,350	575,043	1.06
2018	13,246,201	10,991,902	2,254,299	1,990,000	539,443	0.89
2019 (2)	13,400,471	13,052,631	347,840	2,196,150	1,190,689	0.10
2020	14,410,283	9,118,086	5,292,197	2,351,250	961,335	1.60
2021	14,328,304	6,867,808	7,460,496	2,607,200	843,773	2.16
2022	15,078,981	9,713,064	5,365,917	2,020,450	713,413	1.96
2023	16,623,757	12,776,871	3,846,886	642,400	612,390	3.07
2024	16,082,001	14,788,275	1,293,726	672,400	580,270	1.03
2025	15,291,291	17,449,420	(2,158,129)	640,000	489,761	(1.91)

(1) City issued \$9,480,000 2016C Refunding Bond, which 37% is allocated tow Waste Water

(2) City issued \$13,550,000 2019 Green Bond

City of Santa Fe, New Mexico
Pledged-Revenue Coverage
Last Ten Fiscal Years (Unaudited) (Continued)

College of Santa Fe Loan							
Fiscal	Gross	Less: Operating	Net Revenue Available for Debt	Debt Service			
2016	\$ 2,350,000	\$ 437,317	\$ 1,912,683	\$ 715,000	\$ 1,508,526	0.86	
2017	1,080,000	-	1,080,000	745,000	1,478,567	0.49	
2018	1,504,309	1,884,961	(380,652)	775,000	1,445,264	(0.17)	
2019 (1)	857,010	3,132,645	(2,275,635)	815,000	1,409,460	(1.02)	
2020	588,939	3,928,611	(3,339,672)	850,000	1,370,993	(1.50)	
2021	966,459	2,992,799	(2,026,340)	905,000	773,013	(1.21)	
2022	1,456,034	2,870,455	(1,414,421)	925,000	751,184	(0.84)	
2023	1,629,024	3,586,000	(1,956,976)	950,000	727,948	(1.17)	
2024	1,756,500	3,209,353	(1,452,853)	975,000	703,600	(0.87)	
2025	1,449,729	4,744,157	(3,294,428)	1,000,000	683,570	(1.96)	

⁽¹⁾ The New Mexico Finance Authority Loan for the purchase of the College of Santa Fe was issued September 14, 2009. The loan was refinanced in July 2019.

City of Santa Fe, New Mexico
Pledged-Revenue Coverage
Last Ten Fiscal Years (Unaudited) (Continued)

Parking Loan						
Fiscal	Gross	Less: Operating	Net Revenue Available for Debt	Debt Service		
Year End	Revenues	Expenses	Service	Principal	Interest	Coverage
2016	\$ 4,596,479	\$ 4,414,701	\$ 181,778	\$ -	\$ 287,038	0.63
2017	5,023,562	5,336,699	(313,137)	407,000	530,855	(0.33)
2018	5,537,624	4,138,399	1,399,225	429,200	510,487	1.49
2019	6,270,087	5,571,868	698,219	449,550	490,487	0.74
2020 (1)	4,490,425	3,913,273	577,152	668,600	497,594	0.49
2021	2,925,410	1,638,245	1,287,165	680,800	480,109	1.11
2022	3,619,797	2,617,497	1,002,300	711,700	451,437	0.86
2023	4,056,585	2,975,313	1,081,272	742,600	421,373	0.93
2024	5,017,581	4,411,212	606,369	770,350	389,857	0.52
2025	5,190,754	5,728,314	(537,560)	804,950	313,894	(0.48)

⁽¹⁾ Parking issued a note in FY20 for improvements to the garages.

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City of Santa Fe, New Mexico
Pledged-Revenue Coverage
Last Ten Fiscal Years (Unaudited) (Continued)

Transit Loan							
Revenue							
Fiscal	Gross	Less: Non-Debt	Available for Debt	Debt Service			
Year End	Revenues	Expenses	Service	Principal	Interest	Coverage	
2016	\$ 1,395,699	\$ 9,473,601	\$ (8,077,902)	\$ 273,320	\$ 63,284	(24.00)	
2017	1,639,901	11,350,564	(9,710,663)	277,480	62,385	(28.57)	
2018	1,576,708	8,975,274	(7,398,566)	279,664	60,548	(21.75)	
2019	1,501,515	11,710,375	(10,208,860)	282,944	41,544	(31.46)	
2020	381,313	12,726,543	(12,345,230)	287,358	55,477	(36.01)	
2021	8,946,055	7,478,239	1,467,816	292,703	50,155	4.28	
2022	356,559	7,061,047	(6,704,488)	298,938	43,921	(19.55)	
2023	341,053	7,731,534	(7,390,481)	306,082	36,776	(21.56)	
2024	7,486,011	8,607,886	(1,121,875)	314,010	28,849	(3.27)	
2025	8,234,388	11,722,889	(3,488,501)	322,551	46,169	(9.46)	

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

City of Santa Fe, New Mexico
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years (Unaudited)

Fiscal Year	Government Activities			Business-Type Activities			
	GRT Bonds	General Oblig. Bonds	NMFA Loans	MRC Bonds	Convention Center Bonds	Parking Bonds	Water Bonds
2016	89,973,701	40,152,961	2,504,981	6,503,281	30,171,602	13,590,889	41,671,803
2017	99,603,790	23,635,000	1,088,790	5,518,099	30,034,635	13,116,397	40,554,114
2018	76,637,000	22,425,000	815,340	3,730,150	26,053,350	11,449,650	34,890,000
2019	88,112,000	21,175,000	702,363	2,641,300	24,483,900	11,000,100	34,000,000
2020	78,185,000	19,130,000	589,249	1,546,650	19,531,000	14,817,900	33,090,000
2021	72,010,500	17,885,000	17,718,927	289,750	20,118,800	10,030,700	32,145,000
2022	62,728,000	16,590,000	18,321,878	195,200	17,739,000	9,509,000	31,165,000
2023	56,674,300	15,250,000	16,648,257	97,600	16,713,600	8,961,400	30,145,000
2024	50,140,500	13,860,000	17,237,218	-	15,636,450	8,386,050	29,070,000
2025	43,636,500	12,425,000	16,379,393	-	14,504,400	7,781,100	27,945,000

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.
This table reflects par value only for the City's outstanding debt exclusive of unamortized premium and discount.

Source: US Census Bureau, City of Santa Fe Finance Department

City of Santa Fe, New Mexico
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years (Unaudited) (Continued)

Business-Type Activities				Total	Percent	
Wastewater Bonds	Environmental Bonds	Railyard Bonds	NMFA Loans	Primary Government	of Personal Income	Per Capita
14,755,837	7,720,255	13,232,809	42,428,833	302,706,952	12.01%	3,647
12,596,436	7,967,712	12,351,078	39,620,848	286,086,899	11.00%	3,405
9,299,850	4,980,000	10,730,000	38,816,099	239,826,439	9.04%	2,856
20,653,700	4,080,000	9,720,000	36,680,654	253,249,017	8.40%	3,019
18,253,350	3,775,400	8,665,000	35,785,404	233,368,953	7.63%	2,758
15,695,250	2,140,000	7,565,000	33,776,887	229,375,814	7.24%	2,692
13,674,800	1,095,000	6,420,000	31,327,677	208,765,555	5.91%	2,425
13,032,400	-	5,225,000	28,639,328	191,386,885	4.61%	2,223
12,360,000	-	4,960,000	26,069,398	177,719,616	4.14%	1,995
11,720,000		3,228,000	25,755,495	163,374,888	3.27%	1,832

City of Santa Fe, New Mexico
Demographic and Economic Information (Unaudited)

Year	Population	Personal Income (<i>thousands of dollars</i>)	Per Capita Personal Income	Unemployment Rate
2016	83,000	2,528,677	30,361	5.40%
2017	84,009	2,594,375	30,968	5.20%
2018	83,975	2,649,444	31,588	4.00%
2019	83,875	2,975,635	35,935	4.20%
2020	84,612	3,244,773	36,146	9.60%
2021	85,202	3,365,459	37,178	6.80%
2022	86,099	3,486,010	41,026	3.50%
2023	86,099	3,359,884	48,242	3.20%
2024	89,088	3,653,608	48,167	3.70%
2025	89,167	3,700,436	56,094	3.60%

Source: US Census Bureau

City of Santa Fe, New Mexico
Demographic and Economic Information (Unaudited) (Continued)

POPULATION:

Year	City	County	State
2016	83,000	148,651	2,081,015
2017	84,009	148,750	2,088,070
2018	83,975	148,758	2,093,000
2019	83,875	150,358	2,096,829
2020	84,612	155,056	2,118,606
2021	85,202	155,429	2,117,333
2022	86,099	155,768	2,113,868
2023	86,099	156,507	2,121,164
2024	89,088	157,765	2,130,256
2025	89,167	158,500	2,139,350

Source: US Census Bureau

AGE PROFILE:

Age	City	State	United States
0-19	22.80%	21.50%	28.00%
20-64	53.80%	52.70%	53.20%
65+	24.20%	25.80%	18.80%
	100.80%	100.00%	100.00%

Source: US Census Bureau

City of Santa Fe, New Mexico
Demographic and Economic Information (Unaudited) (Continued)

INCOME PROFILE:

HOUSEHOLD INCOME DISTRIBUTION, New Mexico, 2025:

INCOME \$	NUMBER OF HOUSEHOLDS	PERCENT OF HOUSEHOLDS
Under 10,000	4,458	5%
15,000 to 20,000	2,675	3%
20,000 to 30,000	6,242	7%
30,000 to 40,000	7,133	8%
40,000 to 50,000	10,700	12%
50,000 to 60,000	10,700	12%
60,000 to 75,000	13,375	15%
75,000 to 100,000	11,592	13%
100,000 to 150,000	10,700	12%
150,000 to 200,000	5,350	6%
200,000 and more	4,484	7%
Total Households	89,167	100%

The table above sets forth Income Profile based on DataUSA.com

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

CALENDAR YEAR	SANTA FE COUNTY	STATE OF NEW MEXICO	UNITED STATES
2000 Income Distribution most current as per U.S. Census.			
2016	36,316	26,313	32,273
2017	37,818	25,928	33,187
2018	35,935	26,529	33,831
2019	38,520	27,230	34,103
2020	NA	NA	NA
2021	41,800	30,480	39,200
2022	74,751	53,079	66,244
2023	77,717	55,343	69,810
2024	80,000	57,652	72,000
2025	82,000	59,100	74,000

Source: US Census Bureau

City of Santa Fe, New Mexico
Property Value, Construction Permits and Utility Connects
Last Ten Calendar Years (Unaudited)

CONSTRUCTION PERMITS²

CALENDAR YEAR	PROPERTY VALUE ¹	ISSUED	VALUE
2016	\$ 3,774,856,000	\$ 4,955	\$ 162,954,112
2017	3,878,365,000	4,904	150,608,250
2018	4,057,690,611	6,337	245,227,939
2019	4,139,262,870	6,801	289,241,144
2020	4,353,433,480	6,419	364,332,813
2021	4,557,743,975	6,611	386,700,000
2022	4,583,853,535	6,809	410,400,000
2023	4,906,449,372	7,013	435,500,000
2024	5,574,965,537	7,224	462,300,000
2025	5,884,882,813	7,441	490,100,000

UTILITY CONNECTIONS

CALENDAR YEAR	WATER METERS ³	ELECTRIC METERS ⁴	GAS METERS ⁵
2016	35,533	78,304	54,381
2017	35,479	Unavailable	Unavailable
2018	36,027	Unavailable	Unavailable
2019	36,494	Unavailable	Unavailable
2020	36,610	Unavailable	Unavailable
2021	37,132	Unavailable	Unavailable
2022	38,014	Unavailable	Unavailable
2023	37,491	Unavailable	Unavailable
2024	38,407	Unavailable	Unavailable
2025	38,528	Unavailable	Unavailable

Source:

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

² City of Santa Fe Building Inspectors Office, estimated.

³ Sangre De Cristo Water Division

⁴ Public Service Company of New Mexico

⁵ New Mexico Gas Company

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City of Santa Fe, New Mexico
Ten Largest Employers Santa Fe Metropolitan Area
June 30, 2025 (Unaudited)

EMPLOYER	TYPE OF BUSINESS	APPROXIMATE NUMBER OF EMPLOYEES
State of New Mexico	Government	5,900
Christus St. Vincent	Healthcare	2,500
Santa Fe Public Schools	Education	1,800
City of Santa Fe	Government	1,500
County of Santa Fe	Government	850
Santa Fe Community College	Education	661
Presbyterian Santa Fe	Healthcare	545
Eldorado Hotel	Hospitality	500
Hotel Chimayo	Hospitality	500
Hotel St. Francis	Hospitality	500

Data from Available Public Sources and Albuquerque Business Journal
<https://www.bizjournals.com/albuquerque/subscriber-only/2025/01/29/santa-fe-area-employers.html>

City of Santa Fe, New Mexico
Authorized Budgeted Positions of
City Government Employees by Function
Last Ten Fiscal Years (Unaudited)

	2016	2017	2018	2019	2020	2021
Function						
General Government	242	248	272	613	550	242
Public safety						
Police						
Officers	196	200	203	177	169	196
Civilians	28	30	30	54	59	28
Fire						
Firefighters and officers	151	154	178	197	189	151
Civilians	10	12	44	14	14	10
Highways and streets						
Engineering	55	59	66	31	29	55
Maintenance	53	54	58	36	37	53
Sanitation	126	131	137	140	139	126
Parks and Recreation	467	474	519	145	151	467
Water	83	90	91	75	73	83
Transit	115	131	131	125	123	115
Parking	53	56	56	48	34	53
Total	1579	1639	1785	1655	1566	1579

Source: City of Santa Fe Budget Office

City of Santa Fe, New Mexico
Authorized Budgeted Positions of
City Government Employees by Function
Last Ten Fiscal Years (Continued)(Unaudited)

2022	2023	2024	2025
248	272	613	550
200	203	177	169
30	30	54	59
154	178	197	189
12	44	14	14
59	66	31	29
54	58	36	37
131	137	140	139
474	519	145	151
90	91	75	73
131	131	125	123
56	56	48	34
1639	1785	1655	1566

City of Santa Fe, New Mexico
Schedule of Insurance in Force
June 30, 2025 (Unaudited)

Insurance Carrier/Description	Policy #	Term	Coverage Limits
I. City of Santa Fe Self Insurance			
A. Worker's Compensation		Jul 01 - Jun 30	\$ 600,000
B. Group Health Insurance	3338881		Unlimited
C. Fleet/Physical Damage	GPO6301413	Jul 01 - Jun 30	Replacement cost
II. Safety National Casualty Company			
Excess Worker's Compensation	SP 4055437	July 1 - June 30	Statutory limit
III. Travelers Insurance Company.			
Public Entity Package			
A. Liability Package Policy	15N80223	July 1 - June 30	Aggregate \$3 million, \$1,050,000 tort limit
C. Crime	630C41023A	July 1 - June 30	\$ 500,000
B. Automobile Liability	810-2C410241	July 1 - June 30	Various
C. Property Damage	H-630-2C41023A	July 1 - June 30	\$ 403,106,992
D. Umbrella	15N80235	July 1 - June 30	\$ 3,000,000
G. Inland Marine (Included in 3A above)			Various
H. Law Enforcement			\$ 4,000,000
I. Public Officials & Employment Practices			\$ 4,000,000
IV. National Union Fire Insurance Company			
Fiduciary	01-593-43-84	July 1 - June 30	\$ 2,000,000
Boiler/Machinery	BAJBMC802X8550TIL07	July 1 - June 30	\$ 10,000,000
Hazardous Substance			\$ 100,000
Water Damage			\$ 100,000
Ammonia Contamination			\$ 100,000
Expediting Expenses			\$ 100,000
Ordinance or Law			\$ 500,000
V. The Hartford Insurance Company			
A. Crime (TD&D - Money & Securities)	59BPEDK8427	July 1 - June 30	\$ 100,000
B. Employee Dishonesty	59BPEDK8427	July 1 - June 30	\$ 500,000
V. Starr indemnity and Liability			
Airport General Liability	1000223840-3	July 1 - June 30	\$ 20,000,000
VI. Cigna Health Care Insurance Company			
A. Specific Stop Loss	26001-1	Aug 31 - Aug 31	Medical in excess of \$250,000
B. Aggregate Stop Loss			\$ 2,000,000
C. Supplemental Life			2x annual salary-Natural death,
VII. CHUBB - Ace American Insurance Company			
Storage Tank Liability	UST G27064231-007	July 1 - June 30	\$1,000,000/2,000,000 Aggregate
VIII. Evanston Insurance Company			
SWAMA Pollution Liability	MKLV5ENV101016	July 1 - June 30	\$1,000,000/2,000,000 aggregate
B. Santa Fe Solid Waste Mgmt. Agency	EG 2671908	July 1 - June 30	\$ 1,000,000
C. Fiduciary Employee Benefit Plan	672-82-86	July 1 - June 30	\$2,000,000 aggregate
IX. Ironshore Indemnity			
Fine Arts	HTB-000069-002	July 1 - June 30	\$ 1,000,000
X. Travelers Insurance Co.			
Skateboard/Parks	15N80223	July 1 - June 30	\$1,000,000 aggregate
X. Indian Harbor Insurance Company			
B. Cyber Liability	MTP9035303-01	July 1 - June 30	\$ 1,000,000

City of Santa Fe, New Mexico
Schedule of Insurance in Force
June 30, 2025 (Unaudited) (Continued)

	Annual Premium	Deductible	Miscellaneous
			Self-Insured
\$	21,719,707		
\$	178,682	\$ 25,000	
\$	207,671	\$ 600,000	Self-Insured Retention
\$	1,364,291	\$ 200,000	Self-Insured Retention
\$	3,167	\$ 5,000	
\$	528,548	\$ 200,000	
\$	317,939	\$ 100,000	
\$	115,704	\$ 10,000	
		\$ 25,000	
\$	385,000	\$ 50,000	
\$	594,832	\$ 100,000	
\$	13,200	\$ 25,000	Self-Insured Retention
(Included in Property Policy)		\$ 5,000	
(Included in Property Policy)			
(Included in Property Policy)			
(Included in Property Policy)			
(Included in Property Policy)			
(Included in Property Policy)			
\$	3,152	\$ 5,000	
\$	5,711	\$ 5,000	
\$	16,375	\$ 10,000	
\$	1,257,681		Stoploss
\$	64,504		
\$	452,247		
\$	11,410	\$ 10,000	
\$	43,395	\$ 25,000	
\$	36,587	\$ 25,000	
\$	12,625	\$ 25,000	Retention
\$	5,590	\$ 1,000	
Inc'l in Blanket Policy		\$ 50,000	Self Insurance Retention
\$	65,382	\$ 100,000	

City of Santa Fe, New Mexico Miscellaneous Statistics (Unaudited)

Form of Government

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

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

Year of incorporation	1891
City area (square miles)	53.0
Fire Protection	
Number of stations (Manned and Unmanned)	10
Total employees (Includes 13 Civilians)	213
Police Protection	
Number of stations	3
Total employees (Includes 58 Civilians)	228
Parks	
Acreage (developed, not open space or trails)	923
Number of parks	73
Community centers and recreational buildings	6
Swimming pools	4
Tennis courts	15
Pickleball Courts	8
Libraries	
Holdings	224,548 items
Circulation	716,396 per year
Municipal Sewer	
Number of sewer accounts	38,009
Miles of sanitary lines	372

Notes:

Data as of June 30, 2025



REPORTS ON INTERNAL CONTROL AND COMPLIANCE SECTION



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

Joseph M. Maestas, P.E., CFE, New Mexico State Auditor
The Mayor and Members of City Council
City of Santa Fe
Santa Fe, New Mexico

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, the aggregate remaining fund information, and the budgetary comparison for the general fund of the City of Santa Fe (the "City"), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements and have issued our report thereon dated January 16, 2026.

Report on 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) as a basis for designing 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. We identified certain deficiencies in internal control, described in the accompanying schedule of findings and responses as items 2025-001 and 2025-002 that we consider to be material weaknesses.

Report on 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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

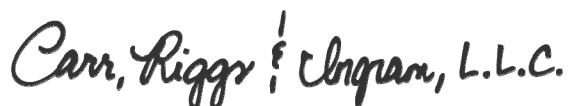
We noted certain other matters that are required to be reported per Section 12-6-5 NMSA 1978 that we have described in the accompanying schedule of findings and responses as items 2025-003, 2025-004 and 2025-005.

City's Responses to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the City's responses to the findings identified in our audit and described in the accompanying schedule of findings and responses. The City's responses were not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the responses.

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 results 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.



Carr, Riggs & Ingram, L.L.C.
Albuquerque, New Mexico
January 16, 2026

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City of Santa Fe, New Mexico
Schedule of Findings and Responses
For the Year Ended June 30, 2025

SECTION I – SUMMARY OF AUDITOR’S RESULTS

Financial Statements:

- | | |
|--|------------|
| 1. Type of auditor’s report issued | Unmodified |
| 2. Internal control over financial reporting: | |
| a. Material weaknesses identified? | Yes |
| b. Significant deficiencies identified not considered to be material weaknesses? | None noted |
| c. Noncompliance material to the financial statements? | No |

City of Santa Fe, New Mexico
Schedule of Findings and Responses
For the Year Ended June 30, 2025

SECTION II – FINANCIAL STATEMENT FINDINGS

2025-001 (2024-001) – Controls over Construction in Process (Material Weakness)

Condition: The City's process for tracking construction in process (CIP) was not designed properly to ensure completed projects are capitalized and added to the capital asset subledger in a timely manner.

Management Progress on Repeat Findings: The City showed improvement and was able to evaluate the status and presentation of the majority of its old CIP projects during the fiscal year. The City continues to make efforts to ensure the projects are capitalized and tracked in a timely manner as discussed below.

Criteria: The COSO Internal Control Integrated Framework provides guidelines for designing and implementing a system of internal controls that incorporates five necessary components of internal controls. These five components consist of the control environment, risk assessment, control activities, information and communication, and monitoring. Systems and control activities should be in place to evaluate ongoing construction projects to ensure they are capitalized and depreciated when put in service.

Cause: The City experienced significant turnover in its finance department during the 2020 and 2021 fiscal years. As such, many of the individuals responsible for ensuring the proper accounting treatment of CIP and completed projects were lost. Further, there was a time delay in the establishment of a new finance team and no established process inherited to ensure proper accounting treatment.

Effect: The City had a backlog of CIP project costs, some dating back to 2020, that had to be extensively re-evaluated to ensure proper capitalization and depreciation of completed projects.

Auditor recommendation: The City should have mechanisms in place that ensure the finance department is up to speed with the status of ongoing projects and when projects are completed/are ready to be moved to a depreciable category. Additionally, the status of CIP projects should be reviewed by the finance department on a periodic basis throughout the fiscal year to identify and adjust for completed projects in a timely manner.

Views of Responsible Officials and Planned Corrective Action: The City agrees with this finding. The City did not have the necessary staffing or tools in place from FY2020 to FY2024 to ensure that construction in process (CIP) was tracked, reviewed and reconciled timely. The City's process for tracking CIP was limited in functionality and did not ensure completed projects were capitalized timely, which resulted in a backlog of completed projects that remained in CIP after the date that they were placed in service.

In FY2024 the City designated an Accounting Manager in the Finance Department as the primary position responsible for oversight of Capital Assets and CIP. This position was vacant for portions of FY2024 and FY2025 due to a retirement and several recruitments. Ultimately, late in FY2025 the City was fortunate to hire an experienced capital asset accountant who had previously done capital asset accounting for a large municipality.

City of Santa Fe, New Mexico
Schedule of Findings and Responses
For the Year Ended June 30, 2025

SECTION II – FINANCIAL STATEMENT FINDINGS (Continued)

2025-001 (2024-001) – Controls over Construction in Process (Material Weakness) (Continued)

Views of Responsible Officials and Planned Corrective Action: (Continued)

Currently Excel worksheets are the primary tool used for tracking CIP expenditures and capital assets with data that is derived from the Munis accounting system. The magnitude and complexity of the City's capital asset management needs require specialized software. The City owned the Munis Capital Assets module, but it was not implemented because it was not configured to match the business need. In the last quarter of FY2025 the Controller began a project to implement the Capital Assets module in the Munis ERP system. The Accounting Manager is now the functional lead for the project. This module will help track and monitor capital expenditures by project, from planning to completion, and provide detailed functionality to help manage capital processes such as depreciation, additions and deletions, and retirements.

Munis workflows will notify Finance Department Capital Assets staff when a project is complete, or other significant milestones are reached. This will establish direct communication between the field and Finance about the status of CIP. The implementation of the Capital Assets module in Munis is in progress and is expected to be completed by 6/30/26

Responsible Official: Controller and Capital Asset Accounting Manager

Timeline and Estimated Completion Date: June 30, 2026

City of Santa Fe, New Mexico
Schedule of Findings and Responses
For the Year Ended June 30, 2025

SECTION II – FINANCIAL STATEMENT FINDINGS (Continued)

2025-002 (2024-002) – General Ledger Corrections (Material Weakness)

Condition: The following inaccuracies in the Munis general ledger were not identified and corrected by the City in a timely manner, leading to the need for error corrections to beginning fund balance and net position:

- Adjustments to unearned revenue for error corrections of \$311,645 in Fund 545, \$802,218 in fund 240 and \$300,000 in fund 520, respectively.
- Adjustments in the amount of \$3,787,776 for the proper breakout of the Affordable Housing Trust Fund into its own fund.
- Adjustments in the amount of \$8,595,195 for the proper breakout of the Opioid Fund into its own fund.
- Gross Receipt Tax error correction from FY19-FY20 in the amount of \$18,022,229.
- Adjustment to Fund 230 to correct beginning fund balance in the amount of \$275,519 due to a transfer in prior year not previously captured.
- Adjustment between Fund 230 and 231 to correct beginning fund balance in the amount of \$66,420 due to an accrual in the prior year recorded in the incorrect fund.

Management Progress on Repeat Findings: The City's yearend close process has been improved significantly over the previous couple of fiscal years. As a result of that process, the City has continued to locate required corrections as summarized above.

Criteria: The COSO Internal Control Integrated Framework provides guidelines for designing and implementing a system of internal controls that incorporates five necessary components of internal controls. These five components consist of the control environment, risk assessment, control activities, information and communication, and monitoring. An integral part of designing proper control activities is implementing and maintaining a process to review the general ledger software for completeness and accuracy on a periodic basis.

Cause: The City was behind on audits and its financial closing process for an extended period of time prior to fiscal year 2025. This led to the inability to capture many adjustments in a timely manner in the City's general ledger system, which becomes closed to adjustment after a certain period of time.

Effect: The City adjusted for the items described above in fiscal year 2025 through fund balance and net position.

Auditor recommendation: The City's accounting and financial management team should continue to stay caught up on monthly and annual closing procedures. During these processes, the City should remain cognizant of items requiring adjustment and reversal to prevent instances such as those noted above in the future.

City of Santa Fe, New Mexico
Schedule of Findings and Responses
For the Year Ended June 30, 2025

SECTION II – FINANCIAL STATEMENT FINDINGS (Continued)

2025-002 (2024-002) – General Ledger Corrections (Material Weakness) (Continued)

Views of Responsible Officials and Planned Corrective Action: The City agrees with the finding. For a period of time, the City did not complete a timely close of its financial records, which was resolved starting in fiscal year 2024. As a result of the prior delays in the closing process, a comprehensive general ledger reconciliation of all funds was not consistently performed. This reconciliation process began during fiscal year 2025, supported by the improved financial condition of the City and the recent hiring and retention of qualified staff in key financial positions.

Many of the discrepancies noted were primarily the result of accounting entries recorded in prior fiscal years. Through research and analysis performed by the Finance Department, a clearer understanding of these historical entries was obtained, allowing management to appropriately rectify the issues. The items identified in the finding were identified and corrected by management during fiscal year 2025 and communicated to the auditors during the audit.

Additionally, during fiscal year 2025, the Finance Department identified an existing ordinance requiring the establishment of a separate fund for the Affordable Housing Trust Fund (AHTF). In coordination with the Office of Affordable Housing, the City initiated a project to reconcile historical activity and segregate AHTF transactions from other activity previously recorded in the Community Development Fund.

To prevent similar issues in the future, the City will continue to enhance and formalize its internal controls and monitoring procedures over general ledger activity. These measures include increased and documented reviews of general ledger accounts, full fund reconciliations performed annually, and ongoing research and follow-up on items such as unchanged or unusual account balances. Additionally, staff will continue to receive guidance and reminders regarding proper posting procedures, account classifications, and compliance with established accounting policies to promote consistency and accuracy in financial reporting.

Responsible Official: Finance Director, Accounting Officer, Controller, and General Ledger Accounting Manager

Timeline and Estimated Completion Date: June 30, 2026

City of Santa Fe, New Mexico
Schedule of Findings and Responses
For the Year Ended June 30, 2025

SECTION IV – SECTION 12-6-5 NMSA 1978 FINDINGS

2025-003 – Budgetary Compliance (Other Noncompliance)

Condition: The following funds were over-expended during the fiscal year 2025:

Fund	Fund Description	Budgeted Expenditures	Actual Expenditures	(Over) Budget
210	Capital Equipment Reserve	\$ 52,706	\$ 52,751	\$ (45)
211	Franchise Fee	-	2	(2)
214	Public Campaign	-	66	(66)
216	Gross Receipts Tax	585,442	623,992	(38,550)
222	Fire Environmental Services	-	203	(203)
224	Opioid	-	605	(605)
242	Affordable Housing Trust	-	4,314,208	(4,314,208)
250	Historic Perservation Grant	-	34	(34)
254	Public Facilities Purchase	-	13	(13)
257	Land Development	-	250	(250)
310	CIP Reallocation	-	50	(50)
340	City Drainage Project	-	162	(162)
930	UNSICKLV	-	84	(84)
950	Suspense	-	4	(4)

Criteria: City funds are to be budgeted by the local governing body and submitted to the State of New Mexico Department of Finance and Administration - Local Government Division for approval. Once adopted, any claims or warrants in excess of approved budget are in violation of New Mexico Statute - 6- 6, 1978. In addition, NMAC 2.2.2.10 (R) (1) requires an audit finding if actual expenditures exceed budget expenditures at the legal level of budgetary control.

Effect: Non-compliance with statutes regarding budgetary control.

Cause: Necessary budget adjustments were not completed prior to fiscal year end.

Auditor's Recommendation: The City should review total actual expenditures at the end of the fiscal year to the approved budget and submit budget adjustments to the New Mexico Department of Finance and Administration when appropriate.

Views of Responsible Officials and Planned Corrective Action: The City agrees with this finding. Using the current systems, it is challenging to monitor all funds, especially at fiscal year-end, when unanticipated expenditures or transfers arise for which the need for budget availability was not previously identified.

City of Santa Fe, New Mexico
Schedule of Findings and Responses
For the Year Ended June 30, 2025

SECTION IV – SECTION 12-6-5 NMSA 1978 FINDINGS (Continued)

2025-003 – Budgetary Compliance (Other Noncompliance) (Continued)

Views of Responsible Officials and Planned Corrective Action: (Continued)

The largest discrepancy, for fund 242 Affordable Housing Trust Fund (AHTF), relates to a correction of an error in the presentation of the AHTF in previous years. Since at least the inception of the Munis ERP system in FY2020 the financial activity of the Affordable Housing Trust Fund (AHTF) was combined with other activity in the Community Development Grants Fund (Munis Fund 240) and presented as one fund in the City's financial statements. Other activities unrelated to the AHTF are also accounted for in the Community Development Fund.

In FY2025 the Finance Department and the Office of Affordable Housing began a project to reconcile and separate the activity of the AHTF from other transactions recorded in the Community Development Grant Fund. The Affordable Housing Trust Fund was established in 2007 by City ordinance 26-3. The AHTF is often referred to as a fund, including in the ordinance, and many stakeholders had the expectation that it was being accounted for as a separate fund. The Finance Director reviewed the ordinance during FY2025 and determined that the activity of the AHTF should be presented in the financial statements as a separate fund.

In the City's financial statements for the year ended June 30, 2025 the AHTF is presented as a separate fund, and in fiscal year 2026 (FY26) the process to establish a separate fund for the AHTF in Munis is underway. The FY2025 budget for the activity of the AHTF was established in Fund 240 Community Development Grant Fund. The AHTF portion of the budget was not moved over to the new separate AHTF fund 242 Affordable Housing Trust until after the FY2025 budget was finalized because the new fund had not yet been created in Munis.

Because of the NMDFA year-end deadline (July 31) requirement, and the timing of the July Council and City committee meeting schedules, budgetary compliance issues may result due to insufficient time to process budget amendments.

The second discrepancy, for fund 216 Gross Receipts Tax Fund, relates to GRT admin fees that were higher than anticipated. GRT admin fees came in higher than what was budgeted because actual GRT received was higher than what was budgeted. Due to the two-month lag between when GRT is earned and when the State distributes GRT to the City, the information that actual admin fees were more than what was budgeted in FY25 was received too late to process a budget amendment to increase budget authority. The GRT distribution for June was not received until late August, after the DFA deadline for budget adjustments (July 31).

Relating to fund 216 and the other funds identified in this finding, sometimes adjustments, such as depreciation expense and allocation of bank fees, are made during the audit prep process after the end of the fiscal year and after the DFA deadline for budget adjustments (July 31). For FY2025 the small budget overages, \$250 or less, are due to a year-end entry that allocated bank fees across all City funds. The implementation of a more robust year-end close process including a hard close of the GL, as well as the monthly closing processes, ensure that information is recorded in Munis timelier, which allows for more accurate monitoring of the budget.

City of Santa Fe, New Mexico
Schedule of Findings and Responses
For the Year Ended June 30, 2025

SECTION IV – SECTION 12-6-5 NMSA 1978 FINDINGS (Continued)

2025-003 – Budgetary Compliance (Other Noncompliance) (Continued)

Views of Responsible Officials and Planned Corrective Action: (Continued)

The City is also implementing new budget software, Questica/EUNA, which will help modernize the budgeting process and will facilitate timelier budget-to-actuals monitoring including quarterly and monthly budget projection reports. The implementation of the Questica/EUNA modules for operating budget and personnel budget is in progress and is expected to be complete in February 2026. After Questica/EUNA is implemented the Budget Division plans to begin implementing additional monitoring of the budget during the fiscal year, including reviewing budget to actual reports on a quarterly basis to identify discrepancies that may require budget adjustments

Responsible Official: Accounting Officer and Budget Officer

Timeline and Estimated Completion Date: June 30, 2026

City of Santa Fe, New Mexico
Schedule of Findings and Responses
For the Year Ended June 30, 2025

SECTION IV – SECTION 12-6-5 NMSA 1978 FINDINGS (Continued)

2025-004 (2021-020) – Cash Appropriations in Excess of Available Cash Balances (Other Noncompliance)
(repeated/modified)

Condition: The City budgeted deficits in excess of available cash balances in the following funds:

	Budgeted Deficit - Cash Appropriations	Beginning Year Cash & AR Available	Cash Appropriation in Excess of Available
Governmental Funds			
Major Funds			
The 1/2% Gross Receipts Tax Fund	(12,818,031)	(7,226,995)	(12,818,031)
Non Major Funds			
Bond Acquisition Fund	(1,454,507)	1,318,465	(136,042)
Capital Improvement Projects (CIP)			
Community Development	(2,086,901)	734,964	(1,351,937)
Enterprise Funds			
Non Major Funds			
Municipal Recreation Complex	(4,309,615)	2,722,156	(1,587,459)

Management Progress on Repeat Findings: The City did not make progress on prior year corrective action plan.

Criteria: Section 2.2.2.10. (Q) and (R), NMAC, state that budgeted expenditures cannot exceed budgeted revenues in an amount more than prior year cash balance and any applicable federal receivables.

Effect: If budget deficits are not monitored closely, it could result in a funding shortfall.

Cause: The City did not identify that the budgeted deficits in the funds listed above were not covered by the prior balance of cash and federal receivables.

Auditor's Recommendation: The City should review and monitor future budgets for budgeted deficits that are not covered by ending cash and federal receivables as of the start of the fiscal year. Additionally, the City should review for adequate coverage of budget deficits as part of the budgeting process throughout the fiscal year.

Views of Responsible Officials and Planned Corrective: The City agrees with this finding. Regarding the ½% Gross Receipts Tax Fund (Fund 365), there were several issues impacting the budget and beginning of the year cash balance. The Fund 365 budget for FY2025 was built using a debt service schedule spreadsheet. It was discovered in the last month of FY2025 that one of the outstanding debt series was not included in the formulas on the spreadsheet, and as a result one of the debt payments was missing. Due to the error in the spreadsheet the established FY2025 budget for debt service was short by about three million dollars.

City of Santa Fe, New Mexico
Schedule of Findings and Responses
For the Year Ended June 30, 2025

SECTION IV – SECTION 12-6-5 NMSA 1978 FINDINGS (Continued)

***2025-004 (2021-020) – Cash Appropriations in Excess of Available Cash Balances (Other Noncompliance)
(repeated/modified) (Continued)***

Views of Responsible Officials and Planned Corrective: (Continued)

Additionally, and also impacting Fund 365, an error in the GRT revenue allocations from FY2019 and FY2020 was identified by management during the early stages of the FY2025 audit. The prior year allocation of GRT revenues between Fund 365 and Fund 216 was found to be inverted, with the amount that should have gone to Fund 365 going to Fund 216. This resulted in the need to restate the beginning cash and fund balances for both funds. The restatement increases cash and fund balance in Fund 365 by over eighteen million dollars. When the restatement is taken into consideration the beginning of the year cash balance in Fund 365 is sufficient to cover the cash appropriations made from the fund in FY2025.

The City agrees that conducting periodic reviews for adequate coverage of budget deficits throughout the fiscal year would be helpful. The City is implementing new budget software, Questica/EUNA, which will help modernize the budgeting process and will facilitate timelier budget-to-actuals monitoring including quarterly and monthly budget projection reports. The reporting capabilities of the Questica/EUNA system will help the budget team conduct periodic reviews for adequate coverage of budget deficits. This will allow deficits and issues to be identified earlier, allowing time for entries to be made to resolve the deficits before the end of the fiscal year.

Responsible Official: Budget Officer

Timeline and Estimated Completion Date: June 30, 2026

City of Santa Fe, New Mexico
Schedule of Findings and Responses
For the Year Ended June 30, 2025

SECTION IV – SECTION 12-6-5 NMSA 1978 FINDINGS (Continued)

2025-005 – Stale Dated Checks (Other Matter)

Condition: The City had outstanding checks on two of their bank reconciliations at June 30, 2025 which included checks over a year old. The common bank account had 1,331 outstanding checks totaling \$244,178, and the general liability bank account had 12 outstanding checks totaling \$65,751. The City has not cancelled these items.

Criteria: New Mexico Statutes, Section 6-10-57 A, NMSA, 1978 compilation, requires local public bodies to cancel or void any checks that are unpaid for one year after it is written. 6-10-57 C NMSA, 1978 states that the face amount of warrants cancelled shall revert and be credited to the fund against which it was drawn.

Effect: The City's cash balance may be misstated by the amount of the stale checks, and is not in compliance with Section 6-10-57 A, NMSA, 1978.

Cause: The City is aware of the requirement and has been working on reviewing and reissuing stale-dated payments.

Auditor's Recommendation: We recommend that the stale dated checks be voided as soon as possible and that a procedure to track and void stale dated checks be implemented into bank reconciliation procedures.

Views of Responsible Officials and Planned Corrective Action: The City agrees with this finding. The Controller Division started working on the list of stale-dated checks in the 4th quarter of FY2025. The payee type was used to identify whether a particular payee is a vendor or a non-vendor so that we can review and confirm the address and reissue the payment. The outstanding checks are primarily comprised of vendors and refunds. The refunds primarily consist of utility account balances and deposits for use of City facilities. For those that are vendors, we are voiding and reissuing payments through the Munis A/P module. For non-vendors we are having to contact each payee to confirm their address. This is a time-consuming manual process. The A/P Supervisor is actively working on the list of stale-dated checks, and a staff member from the Public Utilities Department is reviewing the stale-dated utility refunds. Any payments that cannot be reissued by the City will be sent to the State of New Mexico Office of Unclaimed Property. The project is expected to be complete by the end of FY2026.

Responsible Official: Controller and A/P Supervisor

Timeline and Estimated Completion Date: June 30, 2026

City of Santa Fe, New Mexico
Schedule of Findings and Responses
For the Year Ended June 30, 2025

SECTION V – PRIOR YEAR AUDIT FINDINGS

2024-001 – Controls over Construction in Process – Repeated/Modified

2024-002 – General Ledger Corrections – Repeated/Modified

2024-007 (originally 2021-017) – Pledged Collateral – Resolved

2024-008 (originally 2021-020) – Cash Appropriations in Excess of Available Cash Balances – Repeated/Modified

City of Santa Fe, New Mexico
Other Disclosures
For the Year Ended June 30, 2025

EXIT CONFERENCE

An exit conference was held on December 19, 2025. In attendance were the following:

Representing the City of Santa Fe:

Alan Webber	Mayor
Diane Rubin	Chair – Audit Committee
Carol Romero-Wirth	City Councilor
Mark Scott	City Manager
Andrea Scott	Deputy City Manager
Emily Oster, CPA, CGMA, CPO	Finance Director
Matthew Bonifer, CPA	Accounting Officer
Clarence Romero	Treasury Officer
Andy Hopkins	Budget Officer
Josie Bolden	Controller
Travis Dutton-Leyda, CPO	Procurement Officer
Diane Sena	Treasury Manager
David Jaramillo	Fleet Manager
Andres Gamez, CPA	Contractor

Representing Carr, Riggs & Ingram, L.L.C.:

Alan D. “A.J.” Bowers, Jr., CPA, CITP	Partner
Angelica Trujillo, CPA	Manager

AUDITOR PREPARED FINANCIAL STATEMENTS

Carr, Riggs, & Ingram L.L.C. prepared the GAAP-basis financial statements and footnotes of the City of Santa Fe from the original books and records provided to them by the management of the City. The responsibility for the financial statements remains with the City.

**State of New Mexico
City of Santa Fe**

**SINGLE AUDIT REPORT AND REPORT ON THE SCHEDULE OF
EXPENDITURES OF FEDERAL AWARDS**
For the Year Ended June 30, 2025

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INTRODUCTORY SECTION



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State of New Mexico
City of Santa Fe
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June 30, 2025

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State of New Mexico
City of Santa Fe
Official Roster
June 30, 2025

<u>Name</u>	<u>Title</u>
<u>Mayor</u>	
Alan M. Webber	Mayor
<u>City Council</u>	
Signe I. Lindell	Mayor Pro Tem, District 1
Alma Castro	District 1
Carol Romero-Wirth	District 2
Michael Garcia	District 2
Pilar F.H. Faulkner	District 3
Lee Garcia	District 3
Jamie Cassutt	District 4
Amanda Chavez	District 4
<u>City Manager</u>	
John Blair	City Manager
<u>Finance Department</u>	
Emily Oster	Finance Director
Alexis Lotero	Assistant Finance Director
Josefa Bolden	Controller
Travis Dutton-Leyda	Chief Procurement Officer
Andrew Hopkins	Budget Officer
Melanie Sharpe	Payroll Officer
Matt Bonifer	Accounting Officer



REPORTS ON INTERNAL CONTROL AND COMPLIANCE SECTION



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

Joseph M. Maestas, P.E., CFE, New Mexico State Auditor
The Mayor and Members of City Council
Office of Management and Budget
City of Santa Fe
Santa Fe, New Mexico

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, the aggregate remaining fund information, and the budgetary comparison for the general fund of the City of Santa Fe (the "City"), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements and have issued our report thereon dated January 16, 2026.

Report on 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) as a basis for designing 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. We identified certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as items 2025-001 and 2025-002 that we consider to be material weaknesses.

Report on 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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

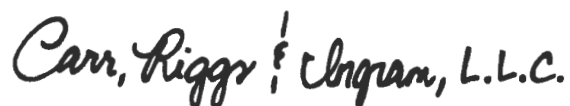
We noted certain other matters that are required to be reported per Section 12-6-5 NMSA 1978 that we have described in the accompanying schedule of findings and questioned costs as items 2025-003, 2025-004 and 2025-005.

City's Responses to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the City's responses to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. The City's responses were not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the responses.

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 results 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.



Carr, Riggs & Ingram, L.L.C.
Albuquerque, New Mexico
January 16, 2026



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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE; AND ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE

Joseph M. Maestas, P.E., CFE, New Mexico State Auditor
The Mayor and Members of City Council
Office of Management and Budget
City of Santa Fe
Santa Fe, New Mexico

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of Santa Fe, New Mexico's (the "City") compliance with the types of compliance requirements identified as subject to audit 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, 2025. 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.

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, 2025.

Basis for Opinion on Each Major Federal Program

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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the City's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the City's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 the City's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we did identify certain deficiency in internal control over compliance that we consider to be a material weakness.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2025-006 to be a material weakness.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

Government Auditing Standards requires the auditor to perform limited procedures on the City's response to the internal control over compliance finding identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The City's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, the aggregate remaining fund information, and the budgetary comparison for the general fund of the City, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated January 16, 2026, that contained an unmodified opinion on those financial statements. Our audit was performed for the purpose of forming an opinion on the financial statements that collectively comprise the City's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of the City's management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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, based on our audit, the procedures performed as described previously, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.



Carr, Riggs & Ingram, L.L.C.
Albuquerque, New Mexico
February 9, 2026

State of New Mexico
City of Santa Fe
**Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2025**

Federal Grantor or Pass- Through Grantor / Program Title	Grant/Pass Thru Number
U.S. Department of Housing and Urban Development	
CDBG - Entitlement Grants Cluster	
Community Development Block Grants/Entitlement Grants	B24-MC-35-003
Subtotal - CDBG - Entitlement Grants Cluster	
Total U.S. Department of Housing and Urban Development	
U.S. Department of the Interior	
<i>Direct Programs</i>	
Water Recycling and Desalination Construction Program	R22AP00630-00
Tot U.S. Department of the Interior	
U.S. Department of Justice	
<i>Direct Programs</i>	
Violence Against Women Program	15JOVW-23-GG-00591-STOP
Congressionaally Recommended Awards -	
Fire Department Mobile Health Grant	15PBJA-24-GG-00325-BRND
Tot U.S. Department of the Interior	
U.S. Department of Transportation	
<i>Direct Programs</i>	
COVID-19 Airport Improvement Program #54	SAF-SWG-3-35-0037-054-2021
COVID-19 Airport Improvement Program #55	SAF-SWG-3-35-0037-055-2021
COVID-19 Airport Improvement Program #57	SAF-SWG- 3-35-0037-057-2021
Airport Improvement Program #60	SAF-SWG-3-35-0037-060-2022
Airport Improvement Program #62	SAF-SWG-3-35-0037-062-2024
Airport Improvement Program #63	SAF-SWG-3-35-0037-063-2024
Airport Improvement Program #65	SAF-SWG- 3-35-0037-065-2024
Subtotal Airport Improvement Program	
Federal Transit Cluster	
Federal Transit Formula Grants - Ridefinder Transit Enhancement	NM-2024-004-00
Federal Transit Formula Grants - Ridefinder Transit Enhancement	NM-2025-009-00
Subtotal Federal Transit Cluster	
<i>Passed through the New Mexico Highway and Transportation Department</i>	
Highway Planning and Construction	D20091
<i>Passed through the New Mexico Department of Transportation</i>	
Highway Planning and Construction	S100370
Highway Planning and Construction	S100470
Highway Planning and Construction	S100660
Highway Planning and Construction	S100650
Highway Planning and Construction	S100770
Highway Planning and Construction	D20091
Subtotal Highway Planning and Construction Program	

Assistance Listing Number	Federal Expenditures	Program/ Cluster Subtotal	Funds Provided to Subrecipients	Noncash Assistance
14.218	\$ 746,751		\$ 660,213	
		746,751		
	746,751		660,213	-
15.504	662,753	-	-	-
	662,753	-	-	-
16.588	52,844	-	-	-
16.753	270,695	-	-	-
	323,539	-	-	-
20.106	48,571			
20.106	1,569,554			
20.106	502,256		-	-
20.106	266,822			
20.106	153,114			
20.106	134,129			
20.106	289,605		-	-
		2,964,051		
20.507	1,389,910		-	-
20.507	2,559,070		-	-
		3,948,980		
20.205	273,392		-	-
20.205	14,191			
20.205	232,599			
20.205	768,828			
20.205	172,039			
20.205	1,906			
20.205	64,162			
		1,527,117		

State of New Mexico
City of Santa Fe

Schedule of Expenditures of Federal Awards (Continued)
For the Year Ended June 30, 2025

Federal Grantor or Pass- Through Grantor / Program Title	Grant/Pass Thru Number
Recreational Trails Program	S100800
<i>Passed through the New Mexico Highway and Transportation Department</i>	
Metropolitan Transportation Planning and State and Non-Metropolitan Planning and Research	D20091
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	01-AL-64-090
<i>Passed through the New Mexico Department of Homeland Security & Emergency Management</i>	
Interagency Hazardous Materials Public Sector Training and Planning Grants	HMEP-2024-00-00
Total U.S. Department of Transportation	
U.S. Department of the Treasury	
<i>Direct Program</i>	
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	1505-0271
<i>Passed through the New Mexico Environmental Department</i>	
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	
Total U.S. Department of the Treasury	
Environmental Protection Agency	
<i>Passed through the New Mexico Environment Department</i>	
CWSRF Cluster	
Capitalization Grants for Clean Water State Revolving Funds	EPM2323102
Subtotal - CWSRF Cluster	
Total Environmental Protection Agency	
U.S. Department of Health and Human Services	
<i>Passed through the North Central New Mexico Economic District Non-Metro Area Agency</i>	
National Family Caregiver Support, Title III, Part E	2024-25-60026
<i>Aging Cluster</i>	
Special Programs for the Aging: Title III Part B, Grants for Supportive Services and Senior Centers Services & Senior Centers	2024-25-60026
Special Programs for the Aging: Title III Part C-1, Nutrition Services	2024-25-60026
Special Programs for the Aging: Title III Part C-2, Nutrition Services	2024-25-60026
Nutrition Services Incentive Program (NSIP)	2024-25-60026
Subtotal Aging Cluster	
Total U.S. Department of Health and Human Services	

Assistance Listing Number	Federal Expenditures	Program/ Cluster Subtotal	Funds Provided to Subrecipients	Noncash Assistance
20.219	5,126			
20.505	63,996		-	-
20.608	35,709		-	-
20.703	31,161		-	-
	8,576,140		-	-
21.027	3,034,552		1,172,741	-
21.027	99,999		-	-
	3,134,551		1,172,741	-
66.458	180,000		-	-
		180,000		
	180,000		-	-
93.052	76,786		-	-
93.044	65,791		-	-
93.045	110,000		-	-
93.045	60,000		-	-
93.053	115,292		-	-
		351,083		
	427,869		-	-

State of New Mexico
City of Santa Fe

Schedule of Expenditures of Federal Awards (Continued)
For the Year Ended June 30, 2025

Federal Grantor or Pass- Through Grantor / Program Title	Grant/Pass Thru Number
Corporation for National Community Service	
<i>Passed through the New Mexico Aging & Long Term Services Department</i>	
Foster Grandparent/Senior Companion Cluster	
Foster Grandparent Program	23SFDNM0002
Subtotal Foster Grandparent/Senior Companion Cluster	
Retired and Senior Volunteer Program	19-624-4000-00014
Total Corporation for National Community Service	
Executive Office of the President	
<i>Passed through the New Mexico Department of Public Safety</i>	
High Intensity Drug Trafficking Areas Program	NMDPS/DFA - IGSA00002 - 25790004000IGSA
Total Executive Office of the President	
U.S. Department of Homeland Security	
<i>Passed through the New Mexico Department of Homeland Security and Emergency Management</i>	
Homeland Security Grant Program	EMW-2023-SS-00015 (F2406)
<i>Subtotal - U.S Department of Homeland Security</i>	
Total U.S. Department of Homeland Security	
Total Federal Financial Assistance	

Assistance Listing Number	Federal Expenditures	Program/ Cluster Subtotal	Funds Provided to Subrecipients	Noncash Assistance
94.011	37,434		-	-
		37,434		
94.002	18,193		-	-
	55,627		-	-
95.001	21,840		-	-
	21,840		-	-
97.067	160,277		-	-
	160,277			
	160,277		-	-
	\$ 14,289,347		\$ 1,832,954	\$ -

State of New Mexico
City of Santa Fe

**Notes to Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2025**

1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards ("Schedule") includes the federal grant activity of the State of New Mexico, City of Santa Fe (the "City") and is presented on the modified accrual basis of accounting, which is the same basis as was used to prepare the fund financial statements. The information in this Schedule is presented in accordance with the requirements of Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

2. Loans

The City did not expend federal awards related to loans or loan guarantees during the year.

3. Indirect Cost Rate

The City did not elect to use the de minimis indirect cost rate allowed by the Uniform Guidance.

4. Federally Funded Insurance

The City has no federally funded insurance.

Reconciliation of Schedule of Expenditures of Federal Awards to Federal Grant Revenue

Governmental Funds	
Federal operating grant revenue	\$ 5,377,101
Federal capital grant revenue	1,146,865
Enterprise Funds	
Federal operating grant revenue	6,913,031
Federal capital grant revenue	662,753
Total federal grant revenue	14,099,750
Prior year federal expenditures reported in 2025 SEFA	189,597
Total federal expenditures	\$ 14,289,347

State of New Mexico
City of Santa Fe
Schedule of Findings and Questioned Costs
June 30, 2025

SECTION I – SUMMARY OF AUDITOR’S RESULTS

Financial Statements:

- | | |
|--|------------|
| 1. Type of auditor’s report issued | Unmodified |
| 2. Internal control over financial reporting: | |
| a. Material weaknesses identified? | Yes |
| b. Significant deficiencies identified not considered to be material weaknesses? | None noted |
| c. Noncompliance material to the financial statements? | No |

Federal Awards:

- | | |
|---|------------|
| 1. Type of auditor’s report issued on compliance for major programs | Unmodified |
| 2. Internal control over major programs: | |
| a. Material weaknesses identified? | Yes |
| b. Significant deficiencies identified not considered to be material weaknesses? | None noted |
| 3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR section 200.516(a)? | No |

4. Identification of major programs:

Assistance Listing

Numbers

20.106
20.507
20.205

Federal Program

Airport Improvement Program
Federal Transit Formula Grants
Highway Planning and Construction

- | | |
|---|-----------|
| 5. Dollar threshold used to distinguish between type A and type B programs: | \$750,000 |
| 6. Auditee qualified as low-risk auditee? | No |

SECTION II – FINANCIAL STATEMENT FINDINGS

2025-001 (2024-001) – Controls over Construction in Process (Material Weakness)

Condition: The City's process for tracking construction in process (CIP) was not designed properly to ensure completed projects are capitalized and added to the capital asset subledger in a timely manner.

Criteria: The COSO Internal Control Integrated Framework provides guidelines for designing and implementing a system of internal controls that incorporates five necessary components of internal controls. These five components consist of the control environment, risk assessment, control activities, information and communication, and monitoring. Systems and control activities should be in place to evaluate ongoing construction projects to ensure they are capitalized and depreciated when put in service.

Cause: The City experienced significant turnover in its finance department during the 2020 and 2021 fiscal years. As such, many of the individuals responsible for ensuring the proper accounting treatment of CIP and completed projects were lost. Further, there was a time delay in the establishment of a new finance team and no established process inherited to ensure proper accounting treatment.

Effect: The City had a backlog of CIP project costs, some dating back to 2020, that had to be extensively re-evaluated to ensure proper capitalization and depreciation of completed projects.

Auditor recommendation: The City should have mechanisms in place that ensure the finance department is up to speed with the status of ongoing projects and when projects are completed/are ready to be moved to a depreciable category. Additionally, the status of CIP projects should be reviewed by the finance department on a periodic basis throughout the fiscal year to identify and adjust for completed projects in a timely manner.

Views of Responsible Officials and Planned Corrective Action: The City agrees with this finding. The City did not have the necessary staffing or tools in place from FY2020 to FY2024 to ensure that construction in process (CIP) was tracked, reviewed and reconciled timely. The City's process for tracking CIP was limited in functionality and did not ensure completed projects were capitalized timely, which resulted in a backlog of completed projects that remained in CIP after the date that they were placed in service.

In FY2024 the City designated an Accounting Manager in the Finance Department as the primary position responsible for oversight of Capital Assets and CIP. This position was vacant for portions of FY2024 and FY2025 due to a retirement and several recruitments. Ultimately, late in FY2025 the City was fortunate to hire an experienced capital asset accountant who had previously done capital asset accounting for a large municipality.

Currently Excel worksheets are the primary tool used for tracking CIP expenditures and capital assets with data that is derived from the Munis accounting system. The magnitude and complexity of the City's capital asset management needs require specialized software. The City owned the Munis Capital Assets module, but it was not implemented because it was not configured to match the business need.

SECTION II – FINANCIAL STATEMENT FINDINGS (Continued)

2025-001 (2024-001) – Controls over Construction in Process (Material Weakness) (Continued)

Views of Responsible Officials and Planned Corrective Action: (Continued)

In the last quarter of FY2025 the Controller began a project to implement the Capital Assets module in the Munis ERP system. The Accounting Manager is now the functional lead for the project. This module will help track and monitor capital expenditures by project, from planning to completion, and provide detailed functionality to help manage capital processes such as depreciation, additions and deletions, and retirements. Munis workflows will notify Finance Department Capital Assets staff when a project is complete, or other significant milestones are reached. This will establish direct communication between the field and Finance about the status of CIP. The implementation of the Capital Assets module in Munis is in progress and is expected to be completed by 6/30/26.

Responsible Official: Controller and Capital Asset Accounting Manager

Timeline and Estimated Completion Date: June 30, 2026

SECTION II – FINANCIAL STATEMENT FINDINGS (Continued)

2025-002 (2024-002) – General Ledger Corrections (Material Weakness)

Condition: The following inaccuracies in the Munis general ledger were not identified and corrected by the City in a timely manner, leading to the need for error corrections to beginning fund balance and net position:

- Adjustments to unearned revenue for error corrections of \$311,645 in Fund 545, \$802,218 in fund 240 and \$300,000 in fund 520, respectively.
- Adjustments in the amount of \$3,787,776 for the proper breakout of the Affordable Housing Trust Fund into its own fund.
- Adjustments in the amount of \$8,595,195 for the proper breakout of the Opioid Fund into its own fund.
- Gross Receipt Tax error correction from FY19-FY20 in the amount of \$18,022,229.
- Adjustment to Fund 230 to correct beginning fund balance in the amount of \$275,519 due to a transfer in prior year not previously captured.
- Adjustment between Fund 230 and 231 to correct beginning fund balance in the amount of \$66,420 due to an accrual in the prior year recorded in the incorrect fund.

Criteria: The COSO Internal Control Integrated Framework provides guidelines for designing and implementing a system of internal controls that incorporates five necessary components of internal controls. These five components consist of the control environment, risk assessment, control activities, information and communication, and monitoring. An integral part of designing proper control activities is implementing and maintaining a process to review the general ledger software for completeness and accuracy on a periodic basis.

Cause: The City was behind on audits and its financial closing process for an extended period of time prior to fiscal year 2025. This led to the inability to capture many adjustments in a timely manner in the City's general ledger system, which becomes closed to adjustment after a certain period of time.

Effect: The City adjusted for the items described above in fiscal year 2025 through fund balance and net position.

Auditor recommendation: The City's accounting and financial management team should continue to stay caught up on monthly and annual closing procedures. During these processes, the City should remain cognizant of items requiring adjustment and reversal to prevent instances such as those noted above in the future.

Views of Responsible Officials and Planned Corrective Action: The City agrees with the finding. For a period of time, the City did not complete a timely close of its financial records, which was resolved starting in fiscal year 2024. As a result of the prior delays in the closing process, a comprehensive general ledger reconciliation of all funds was not consistently performed. This reconciliation process began during fiscal year 2025, supported by the improved financial condition of the City and the recent hiring and retention of qualified staff in key financial positions.

State of New Mexico
City of Santa Fe
Schedule of Findings and Questioned Costs
June 30, 2025

SECTION II – FINANCIAL STATEMENT FINDINGS (Continued)

2025-002 (2024-002) – General Ledger Corrections (Material Weakness) (Continued)

Views of Responsible Officials and Planned Corrective Action (Continued):

Many of the discrepancies noted were primarily the result of accounting entries recorded in prior fiscal years. Through research and analysis performed by the Finance Department, a clearer understanding of these historical entries was obtained, allowing management to appropriately rectify the issues. The items identified in the finding were identified and corrected by management during fiscal year 2025 and communicated to the auditors during the audit.

Additionally, during fiscal year 2025, the Finance Department identified an existing ordinance requiring the establishment of a separate fund for the Affordable Housing Trust Fund (AHTF). In coordination with the Office of Affordable Housing, the City initiated a project to reconcile historical activity and segregate AHTF transactions from other activity previously recorded in the Community Development Fund.

To prevent similar issues in the future, the City will continue to enhance and formalize its internal controls and monitoring procedures over general ledger activity. These measures include increased and documented reviews of general ledger accounts, full fund reconciliations performed annually, and ongoing research and follow-up on items such as unchanged or unusual account balances. Additionally, staff will continue to receive guidance and reminders regarding proper posting procedures, account classifications, and compliance with established accounting policies to promote consistency and accuracy in financial reporting.

Responsible Official: Finance Director, Accounting Officer, Controller, and General Ledger Accounting Manager

Timeline and Estimated Completion Date: June 30, 2026

SECTION III – FEDERAL AWARD FINDINGS

2025-006 (2023-006) – Equipment and Real Property Management (Material Weakness over Internal Controls over Compliance) (Repeated/Modified)

Federal Program Information

Federal Award Title and ALN: Airport Improvement Program, 20.106
Federal Awarding Agency: Department of Transportation, Federal Aviation Administration
Federal Award ID Number: SAF-SWG-3-35-0037-054-2020, SAF-SWG-3-35-0055-054-2020, SAF-SWG-3-35-0037-057-2020, SAF-SWG-3-35-0037-060-2020, SAF-SWG-3-35-0037-062-2020, SAF-SWG-3-35-0037-063-2020, SAF-SWG-3-35-0037-065-2020
Federal Award Year: 2021, 2022, 2024

Condition: The City's approved annual inventory was not complete. There was no information to identify the funding source of the equipment and/or property.

Management's Progress on Repeat Findings: The City did not make progress on this finding during FY25.

Criteria: Per 2 CFR 200.303(a), the non-federal entity must establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in "Standards for Internal Control in the Federal Government" issued by the Comptroller General of the United States or the "Internal Control Integrated Framework", issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO).

Per 2 CFR 200.313(d)(1) Property records must be maintained that include a description of the property, a serial number or other identification number, the source of funding for the property (including the FAIN), who holds title, the acquisition date, and cost of the property, percentage of Federal participation in the project costs for the Federal award under which the property was acquired, the location, use and condition of the property, and any ultimate disposition data including the date of disposal and sale price of the property.

Cause: Turnover in related positions resulted in delays in making revisions to the listing to incorporate information on Federal participation in the purchases.

SECTION III – FEDERAL AWARD FINDINGS (Continued)

2025-006 (2023-006) – Equipment and Real Property Management (Material Weakness over Internal Controls over Compliance) (Repeated/Modified)

Questioned Cost: None.

Effect: The City could dispose of federally funded equipment without following federal guidelines.

Auditor recommendation: The auditor recommends the City enhance the design of its control activities and create a tool to assist in tracking and maintaining equipment purchased with federal funds. Additionally, the employees responsible for the inventory should be trained to ensure understanding of the Uniform Guidance requirements relevant to equipment and real property management. Periodic review should also be designed to evaluate compliance with relevant requirements.

Views of Responsible Officials and Planned Corrective Action: The City agrees with this finding. In FY25, The City contracted with a vendor to assist the Airport with federal compliance and provide training for Airport staff on relevant Uniform Guidance requirements. The vendor's scope of work included helping with developing and documenting policies and standard operating procedures related to equipment management.

Additionally, in late FY25, the Airport Department added a Grant Accountant position which is responsible for reconciling grant expenditures monthly. The Grant Accountant is also tasked to work with the Airport Heavy Equipment Mechanic to ensure that the inventory listing includes the funding source used for the purchase (i.e. federal or non-federal).

In CY26 the Finance Director, the Accounting Officer, and the Grants team will work with the Airport team to improve internal controls over equipment purchased with federal funds. Based on the policies developed for the Airport, additional tools will be developed to facilitate tracking and maintaining equipment purchased with federal funds. These tools will be developed to ensure that an accurate physical inventory contains the information required by the Uniform Guidance is conducted at year-end.

Responsible Official: Finance Director, Airport Manager, Airport Heavy Equipment Mechanic, Accounting Officer, Grants Manager.

Timeline and Estimated Completion Date: June 30, 2026

State of New Mexico
City of Santa Fe
Schedule of Findings and Questioned Costs
June 30, 2025

SECTION IV – SECTION 12-6-5 NMSA 1978 FINDINGS

2025-003 – Budgetary Compliance (Other Noncompliance)

Condition: The following funds were over-expended during the fiscal year 2025:

Fund	Fund Description	Budgeted Expenditures	Actual Expenditures	(Over) Budget
210	Capital Equipment Reserve	\$ 52,706	\$ 52,751	\$ (45)
211	Franchise Fee	-	2	(2)
214	Public Campaign	-	66	(66)
216	Gross Receipts Tax	585,442	623,992	(38,550)
222	Fire Environmental Services	-	203	(203)
224	Opioid	-	605	(605)
242	Affordable Housing Trust	-	4,314,208	(4,314,208)
250	Historic Perservation Grant	-	34	(34)
254	Public Facilities Purchase	-	13	(13)
257	Land Development	-	250	(250)
310	CIP Reallocation	-	50	(50)
340	CIP Land	-	162	(162)
930	UNSICKLV	-	84	(84)
950	Suspense	-	4	(4)

Criteria: City funds are to be budgeted by the local governing body and submitted to the State of New Mexico Department of Finance and Administration - Local Government Division for approval. Once adopted, any claims or warrants in excess of approved budget are in violation of New Mexico Statute - 6- 6, 1978. In addition, NMAC 2.2.2.10 (R) (1) requires an audit finding if actual expenditures exceed budget expenditures at the legal level of budgetary control.

Effect: Non-compliance with statutes regarding budgetary control.

Cause: Necessary budget adjustments were not completed prior to fiscal year end.

Auditor's Recommendation: The City should review total actual expenditures at the end of the fiscal year to the approved budget and submit budget adjustments to the New Mexico Department of Finance and Administration when appropriate.

Views of Responsible Officials and Planned Corrective Action: The City agrees with this finding. Using the current systems, it is challenging to monitor all funds, especially at fiscal year-end, when unanticipated expenditures or transfers arise for which the need for budget availability was not previously identified.

SECTION IV – SECTION 12-6-5 NMSA 1978 FINDINGS (Continued)

2025-003 – Budgetary Compliance (Other Noncompliance) (Continued)

Views of Responsible Officials and Planned Corrective Action: (Continued)

The largest discrepancy, for fund 242 Affordable Housing Trust Fund (AHTF), relates to a correction of an error in the presentation of the AHTF in previous years. Since at least the inception of the Munis ERP system in FY2020 the financial activity of the Affordable Housing Trust Fund (AHTF) was combined with other activity in the Community Development Grants Fund (Munis Fund 240) and presented as one fund in the City's financial statements. Other activities unrelated to the AHTF are also accounted for in the Community Development Fund.

In FY2025 the Finance Department and the Office of Affordable Housing began a project to reconcile and separate the activity of the AHTF from other transactions recorded in the Community Development Grant Fund. The Affordable Housing Trust Fund was established in 2007 by City ordinance 26-3. The AHTF is often referred to as a fund, including in the ordinance, and many stakeholders had the expectation that it was being accounted for as a separate fund. The Finance Director reviewed the ordinance during FY2025 and determined that the activity of the AHTF should be presented in the financial statements as a separate fund.

In the City's financial statements for the year ended June 30, 2025 the AHTF is presented as a separate fund, and in fiscal year 2026 (FY26) the process to establish a separate fund for the AHTF in Munis is underway. The FY2025 budget for the activity of the AHTF was established in Fund 240 Community Development Grant Fund. The AHTF portion of the budget was not moved over to the new separate AHTF fund 242 Affordable Housing Trust until after the FY2025 budget was finalized because the new fund had not yet been created in Munis.

Because of the NMDFA year-end deadline (July 31) requirement, and the timing of the July Council and City committee meeting schedules, budgetary compliance issues may result due to insufficient time to process budget amendments.

The second discrepancy, for fund 216 Gross Receipts Tax Fund, relates to GRT admin fees that were higher than anticipated. GRT admin fees came in higher than what was budgeted because actual GRT received was higher than what was budgeted. Due to the two-month lag between when GRT is earned and when the State distributes GRT to the City, the information that actual admin fees were more than what was budgeted in FY25 was received too late to process a budget amendment to increase budget authority. The GRT distribution for June was not received until late August, after the DFA deadline for budget adjustments (July 31).

Relating to fund 216 and the other funds identified in this finding, sometimes adjustments, such as depreciation expense and allocation of bank fees, are made during the audit prep process after the end of the fiscal year and after the DFA deadline for budget adjustments (July 31). For FY2025 the small budget overages, \$250 or less, are due to a year-end entry that allocated bank fees across all City funds.

SECTION IV – SECTION 12-6-5 NMSA 1978 FINDINGS (Continued)

2025-003 – Budgetary Compliance (Other Noncompliance) (Continued)

Views of Responsible Officials and Planned Corrective Action: (Continued)

The implementation of a more robust year-end close process including a hard close of the GL, as well as the monthly closing processes, ensure that information is recorded in Munis timelier, which allows for more accurate monitoring of the budget. The City is also implementing new budget software, Questica/EUNA, which will help modernize the budgeting process and will facilitate timelier budget-to-actuals monitoring including quarterly and monthly budget projection reports. The implementation of the Questica/EUNA modules for operating budget and personnel budget is in progress and is expected to be complete in February 2026. After Questica/EUNA is implemented the Budget Division plans to begin implementing additional monitoring of the budget during the fiscal year, including reviewing budget to actual reports on a quarterly basis to identify discrepancies that may require budget adjustments

Responsible Official: Accounting Officer and Budget Officer

Timeline and Estimated Completion Date: June 30, 2026

State of New Mexico
City of Santa Fe
Schedule of Findings and Questioned Costs
June 30, 2025

SECTION IV – SECTION 12-6-5 NMSA 1978 FINDINGS (Continued)

2025-004 (2021-020) – Cash Appropriations in Excess of Available Cash Balances (Other Noncompliance) (repeated/modified)

Condition: The City budgeted deficits in excess of available cash balances in the following funds:

	Budgeted Deficit - Cash Appropriations	Beginning Year Cash & AR Available	Cash Appropriation in Excess of Available
Governmental Funds			
Major Funds			
The 1/2% Gross Receipts Tax Fund	(12,818,031)	(7,226,995)	(12,818,031)
Non Major Funds			
Bond Acquisition Fund	(1,454,507)	1,318,465	(136,042)
Capital Improvement Projects (CIP)			
Community Development	(2,086,901)	734,964	(1,351,937)
Enterprise Funds			
Non Major Funds			
Municipal Recreation Complex	(4,309,615)	2,722,156	(1,587,459)

Management Progress on Repeat Findings: The City did not make progress on prior year corrective action plan.

Criteria: Section 2.2.2.10. (Q) and (R), NMAC, state that budgeted expenditures cannot exceed budgeted revenues in an amount more than prior year cash balance and any applicable federal receivables.

Effect: If budget deficits are not monitored closely, it could result in a funding shortfall.

Cause: The City did not identify that the budgeted deficits in the funds listed above were not covered by the prior balance of cash and federal receivables.

Auditor's Recommendation: The City should review and monitor future budgets for budgeted deficits that are not covered by ending cash and federal receivables as of the start of the fiscal year. Additionally, the City should review for adequate coverage of budget deficits as part of the budgeting process throughout the fiscal year.

Views of Responsible Officials and Planned Corrective: The City agrees with this finding. Regarding the ½% Gross Receipts Tax Fund (Fund 365), there were several issues impacting the budget and beginning of the year cash balance. The Fund 365 budget for FY2025 was built using a debt service schedule spreadsheet.

SECTION IV – SECTION 12-6-5 NMSA 1978 FINDINGS (Continued)

2025-004 (2021-020) – Cash Appropriations in Excess of Available Cash Balances (Other Noncompliance) (repeated/modified) (Continued)

Views of Responsible Officials and Planned Corrective: (Continued)

It was discovered in the last month of FY2025 that one of the outstanding debt series was not included in the formulas on the spreadsheet, and as a result one of the debt payments was missing. Due to the error in the spreadsheet the established FY2025 budget for debt service was short by about three million dollars.

Additionally, and also impacting Fund 365, an error in the GRT revenue allocations from FY2019 and FY2020 was identified by management during the early stages of the FY2025 audit. The prior year allocation of GRT revenues between Fund 365 and Fund 216 was found to be inverted, with the amount that should have gone to Fund 365 going to Fund 216. This resulted in the need to restate the beginning cash and fund balances for both funds. The restatement increases cash and fund balance in Fund 365 by over eighteen million dollars. When the restatement is taken into consideration the beginning of the year cash balance in Fund 365 is sufficient to cover the cash appropriations made from the fund in FY2025.

The City agrees that conducting periodic reviews for adequate coverage of budget deficits throughout the fiscal year would be helpful. The City is implementing new budget software, Questica/EUNA, which will help modernize the budgeting process and will facilitate timelier budget-to-actuals monitoring including quarterly and monthly budget projection reports. The reporting capabilities of the Questica/EUNA system will help the budget team conduct periodic reviews for adequate coverage of budget deficits. This will allow deficits and issues to be identified earlier, allowing time for entries to be made to resolve the deficits before the end of the fiscal year.

Responsible Official: Budget Officer

Timeline and Estimated Completion Date: June 30, 2026

SECTION IV – SECTION 12-6-5 NMSA 1978 FINDINGS (Continued)

2025-005 – Stale Dated Checks (Other Matter)

Condition: The City had outstanding checks on two of their bank reconciliations at June 30, 2025 which included checks over a year old. The common bank account had 1,331 outstanding checks totaling \$244,178, and the general liability bank account had 12 outstanding checks totaling \$65,751. The City has not cancelled these items.

Criteria: New Mexico Statutes, Section 6-10-57 A, NMSA, 1978 compilation, requires local public bodies to cancel or void any checks that are unpaid for one year after it is written. 6-10-57 C NMSA, 1978 states that the face amount of warrants cancelled shall revert and be credited to the fund against which it was drawn.

Effect: The City's cash balance may be misstated by the amount of the stale checks, and is not in compliance with Section 6-10-57 A, NMSA, 1978.

Cause: The City is aware of the requirement and has been working on reviewing and reissuing stale-dated payments.

Auditor's Recommendation: We recommend that the stale dated checks be voided as soon as possible and that a procedure to track and void stale dated checks be implemented into bank reconciliation procedures.

Views of Responsible Officials and Planned Corrective Action: The City agrees with this finding. The Controller Division started working on the list of stale-dated checks in the 4th quarter of FY2025. The payee type was used to identify whether a particular payee is a vendor or a non-vendor so that we can review and confirm the address and reissue the payment. The outstanding checks are primarily comprised of vendors and refunds. The refunds primarily consist of utility account balances and deposits for use of City facilities. For those that are vendors, we are voiding and reissuing payments through the Munis A/P module. For non-vendors we are having to contact each payee to confirm their address. This is a time-consuming manual process. The A/P Supervisor is actively working on the list of stale-dated checks, and a staff member from the Public Utilities Department is reviewing the stale-dated utility refunds. Any payments that cannot be reissued by the City will be sent to the State of New Mexico Office of Unclaimed Property. The project is expected to be complete by the end of FY2026.

Responsible Official: Controller and A/P Supervisor

Timeline and Estimated Completion Date: June 30, 2026

State of New Mexico
City of Santa Fe
Schedule of Findings and Questioned Costs
June 30, 2025

SECTION V – PRIOR YEAR AUDIT FINDINGS

2024-001 – Controls over Construction in Process – Repeated/Modified

2024-002 – General Ledger Corrections – Repeated/Modified

2024-003 – Reimbursement Requests – Resolved

2024-004 - Activities Allowed, Allowable Costs over Payroll – Resolved

2024-005 – Equipment and Real Property Management – Repeated/Modified

2024-006 – Subrecipient Monitoring - Resolved

2024-007 (originally 2021-017) – Pledged Collateral – Resolved

2024-008 (originally 2021-020) – Cash Appropriations in Excess of Available Cash Balances – Repeated/Modified

EXIT CONFERENCE

The contents of this report and its schedules were discussed on February 9, 2026. The following individuals were in attendance:

Representing the City of Santa Fe:

Michael J. Garcia	Mayor
Diane Rubin	Chair – Audit Committee
Brian Moya	Interim City Manager
Andrea Phillips	Deputy City Manager/Interim Finance Director
Matthew Bonifer, CPA	Accounting Officer
Erika Lujan	Grant Manager

Carr, Riggs & Ingram, L.L.C.:

Alan D. "A.J." Bowers, CPA, CITP	Partner
Eric Spurlin, CPA, CITP	Partner

AUDITOR PREPARED FINANCIALS

Carr, Riggs & Ingram, L.L.C. assisted in the preparation of the GAAP-basis financial statements and footnotes of the City from the original books and records provided to them by the management of the City. The responsibility for the financial statements remains with the City.

City of Sante Fe – Audit 2025

Audit Committee Presentation

March 24, 2026



†This is not a CPA firm.

*Assurance, attest, and audit services provided by Carr, Riggs & Ingram, L.L.C.

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Agenda

Scope of Work

Audit Timeline

Responsibilities

Auditor's Report

Scope of Work

Scope of Work

Audit of Financial Statements for June 30, 2025

Single audit compliance testing – each major Federal Program

- 20.106 – Airport Improvement Program
- 20.507 – Federal Transit Formula Grants
- 20.205 – Highway Planning and Construction

Compliance with NM State Audit Rule

Timeline

Timeline

Timeline	
Entrance Conference	July 30, 2025
Audit Execution	July 2025 – January 2026
Exit Conference	FS – December 19, 2025 SA – February 9, 2026
Independent Auditor's Report Date*	FS – January 16, 2026 SA – February 9, 2026
State Auditor's Release of Financial Statements	FS – March 3, 2026 SA – March 16, 2026

*Due to federal compliance supplement delays, deadline extensions to January 20, 2026 (financial statement) and February 9, 2026 (single audit).

Auditor's Reports

Auditor's Reports

Independent Auditor's Report

- **Opinion on the Financial Statements**
 - **Unmodified – Best opinion**
 - **Financial Statements are presented fairly in accordance with U.S. GAAP**
 - **No audit where an opinion could not be rendered**
- **Pages 16-19 (Annual Comprehensive Financial Report)**

Auditor's Reports

Independent Auditor's Report on Internal Controls over Financial Reporting and on Compliance and Other Matters based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

- **Negative Assurance**
 - **2 Financial Statement Findings (2 MW)**
 - **3 State Audit Rule Findings (2 ONC, 1 OM)**
- **Report Pages 304-305 (Annual Comprehensive Financial Report); pages 8-9 (Single Audit Report and Report on the Schedule of Expenditures of Federal Awards)**
- **Schedule of Findings and Responses Pages 307-318 (Annual Comprehensive Financial Report); Schedule of Findings and Questioned Costs Pages 21-34 (Single Audit Report and Report on the Schedule of Expenditures of Federal Awards)**

Auditor's Reports

Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control over Compliance Required by the Uniform Guidance

- **Airport Improvement Program**
 - Unmodified Opinion – Previously Audited in 2021, 2022, 2023, 2024
 - 1 MW over internal controls over compliance
- **Federal Transit Cluster**
 - Unmodified Opinion – Previously Audited in 2021, 2023, 2024
 - No findings noted
- **Highway Planning and Construction**
 - Unmodified Opinion
 - No findings noted
- **Report Pages 10-13 (Single Audit Report and Report on the Schedule of Expenditures of Federal Awards)**
- **Schedule of Findings and Questioned Costs Pages 21-34 (Single Audit Report and Report on the Schedule of Expenditures of Federal Awards)**

Auditor Responsibility

Our responsibility under U.S. & *Government Auditing Standards*

- Form and express opinion if financial statements prepared by management are fairly presented in conformity with U.S. GAAP.
- Obtain reasonable, rather than absolute, assurance if financial statements are free from material misstatement.
- Consideration of internal controls for purpose of determining and designing audit procedures.
- Communicate significant matters related to financial statement audit.

Management Responsibility

Management, with oversight from those charged with governance, is responsible for:

- Establishing and maintaining internal controls, including monitoring ongoing activities.
- Selection and application of accounting principles.
- Fair presentation of the financial statements and results of operations in conformity with the applicable framework.
- Maintenance of complete and accurate accounting records.
- Design and implementation of programs and controls to prevent and detect fraud.
- Board to participate in the audit process (entrance conference, exit conference, etc.).

Auditor's Report – Finding Summary

FS Finding 2025-001 (2024-001) – Controls over Construction in Process (MW)

- Pages 308-309 (Annual Comprehensive Financial Report)
- Pages 22-23 (Single Audit Report and Report on the Schedule of Expenditures of Federal Awards)

FS Finding 2025-002 (2024-002) – General Ledger Corrections (MW)

- Pages 310-311 (Annual Comprehensive Financial Report)
- Pages 24-25 (Single Audit Report and Report on the Schedule of Expenditures of Federal Awards)

Auditor's Report – Finding Summary

Federal Finding 2025-006 (2023-006) – Equipment and Real Property Management (MW)

- Airport Improvement Program
- Pages 26-27 (Single Audit Report and Report on the Schedule of Expenditures of Federal Awards)

State Audit Rule Finding 2025-003 – Budgetary Compliance (ONC)

- Pages 312-314 (Annual Comprehensive Financial Report)
- Pages 28-30 (Single Audit Report and Report on the Schedule of Expenditures of Federal Awards)

Auditor's Report – Finding Summary

State Audit Rule Finding 2025-004 (2021-020) – Cash Appropriations in Excess of Available Cash Balances (ONC)

- Pages 315-316 (Annual Comprehensive Financial Report)
- Pages 31-32 (Single Audit Report and Report on the Schedule of Expenditures of Federal Awards)

State Audit Rule Finding 2025-005 – Stale Dated Checks (OM)

- Pages 317 (Annual Comprehensive Financial Report)
- Pages 33 (Single Audit Report and Report on the Schedule of Expenditures of Federal Awards)

Auditor's Report – Finding Summary

Corrected findings

- **2024-003 – Reimbursement Requests – Resolved**
- **2024-004 (2023-004) – Activities Allowed, Allowable Costs over Payroll – Resolved**
- **2024-006 – Subrecipient Monitoring – Resolved**
- **2024-007 (2021-017) – Pledged Collateral – Resolved**

Questions?

Thank You

Alan D. “A.J.” Bowers, Jr., CPA, CITP
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