



COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR YEAR ENDED JUNE 30, 2020

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STATE OF NEW MEXICO  
CITY OF LAS CRUCES

**COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE YEAR ENDED JUNE 30, 2020**

**Prepared by  
Finance Department  
Terri Gayhart,  
Financial Services Director**

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# City of Las Cruces

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# Introductory Section

CITY OF LAS CRUCES, NEW MEXICO



**December 2, 2020**

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

We are pleased to submit the Comprehensive Annual Financial Report (CAFR) for the City of Las Cruces (City), New Mexico, for the fiscal year ended June 30, 2020. New Mexico State Statute 12-6-3, NMSA 1978 mandates that the financial affairs of the City's records be thoroughly examined and audited each year by independent public accountants. Federal law also requires that a single audit be performed for federal grant funds in conformance with the provisions of the Uniform Guidance CFR 200 along with the Single Audit Act of 1984. All information related to the uniform guidance, including the schedule of expenditures of federal awards, findings, and recommendations, and the independent auditors' reports on the internal control structure and compliance with applicable laws and regulations are included in the Single Audit Information Section.

This report was prepared by the Financial Services Department with the assistance of various other City departments. City management assumes full responsibility for the accuracy of the data presented and the completeness and fairness of presentation, including all disclosures, based upon a comprehensive framework of internal control that has been established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. Patillo, Brown, and Hill, L.L.P., Certified Public Accountants, have issued an unqualified "clean" opinion on the City's financial statements for the year ended June 30, 2020. As indicated by the opinion of our independent auditors, the report fairly presents the financial position and the results of operations of the City as measured by the financial activity of its various funds. The report has been set forth in a manner that will give the reader a broad understanding of the City's financial affairs. It includes disclosures necessary for the reader to gain an understanding of the City's financial activities. The independent auditors' report is located at the front of the Financial Section.

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

## **Profile of the City**

Las Cruces, New Mexico is located in the southern region of the state and is the principal city of a Metropolitan Statistical Area which encompasses all of Dona Ana County and is part of the larger El Paso – Las Cruces combined statistical area. With an estimated population of 104,148 in 2020, Las Cruces is the largest city in Dona Ana County and southern New Mexico. The Las Cruces metropolitan area had an estimated population of 220,194 in 2020. The City was founded in 1849, chartered as a town in 1907, and organized under territorial law as a city in 1946. The City became a charter city in 1985 and the voters approved a home rule amendment to the charter in 1971. In 1974, the electorate voted to establish a mayor-council form of government; the City Council consists of a Mayor and six council members elected from districts. As a governmental entity, the City is not subject to Federal or State income taxes.

This report includes financial statements of the funds required for those activities, organizations, and functions related to the City and that are controlled by or dependent upon the City's governing body, the City Council.

The financial reporting entity consists of the City, a discretely presented component unit: South Central Solid Waste Authority, and one blended component unit: the Downtown Tax Increment Development District. These component units are included in the City's reporting entity because of the significance of their operational relationship or financial relationship with the City. Considering the above criteria, this report includes all funds of the City.

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

## **Economic Condition and Outlook**

Las Cruces is the major commercial, trade, service, and financial center of the southern New Mexico. It is located in the south-central part of the state, at the intersection of two major interstate highways, and served by both rail and air. The Las Cruces Metropolitan Statistical Area (MSA) includes Dona Ana County. The MSA has an estimated population of 220,194 in 2020. The largest employers in the Las Cruces area are New Mexico State University, White Sands Missile Range, Las Cruces Public Schools, NASA, City of Las Cruces, Memorial Medical Center, Walmart, and Dona Ana County.

The Las Cruces economy has an industry composition similar to the U.S. as a whole. Manufacturing makes up a smaller part of the Las Cruces economy, and government employment makes up a larger share.

## Labor Statistic Data September 2020

	Employment (Thousands)	Share of Nonfarm Employment	12-month % Change 2019-2020	10 year % Change 2010-2020
Mining, Logging, and Construction	3.6	5.19%	-7.70%	-8.33%
Manufacturing	2.9	4.18%	3.60%	0.00%
Trade, Transportation, and Utilities	10.9	15.73%	0.00%	11.22%
Information	0.6	0.87%	-14.30%	-33.33%
Financial Activities	2.2	3.17%	-12.00%	-8.33%
Professional and Business Services	7.2	10.39%	-4.00%	-4.17%
Education and Health Services	15.4	22.22%	-6.10%	28.33%
Leisure and Hospitality	5.7	8.23%	-33.70%	-20.83%
Other Services	1.4	2.02%	-6.70%	-6.67%
Government	19.4	27.99%	-0.50%	-11.01%
<b>Total Nonfarm Employment (Military not included)</b>	<b>69.3</b>	<b>100.00%</b>	<b>-6.70%</b>	<b>-0.57%</b>
<b>Total Civilian Employment (Sept 2020)</b>	<b>85.7</b>			
<b>Total Civilian Labor Force (Sept 2020)</b>	<b>93.9</b>			
<b>Unemployment Rate (Sept 2020)</b>	<b>8.73%</b>			

Source: Bureau of Labor Statistics [https://www.bls.gov/eag/eag.nm\\_lascrucos\\_msa.htm](https://www.bls.gov/eag/eag.nm_lascrucos_msa.htm)

The table above provides a snapshot of the industrial profile of the City of Las Cruces using the most recently available Bureau of Labor Statistic data (September 2020). “Government”, “Education and Health Services” and “Trade, Transportation and Utilities” are the three largest employers with a combined employment of 65% of nonfarm nonmilitary employment. Comparing changes in employment from September 2019 to September 2020, we observe declines in every industry except for manufacturing. Examining long run changes in employment we observe growth in “Education and Health Services” and “Trade, Transportation, and Utilities” between September 2010 and September 2020. The civilian unemployment rate for the September 2020 was 8.73%.

Additional historic economic information is presented in the statistical section of this report.

### Long Term Financial Planning

As a matter of City policy, the General Fund is required to maintain an operating reserve equal to two twelfths of the total annual appropriations. This reserve is included in the annual budget process and is modified as necessary, if material, throughout the year to reflect changes in appropriations. Annually, the budget process begins with the development and publication of a Five-Year Forecast which estimates future revenues and expenditures for all funds. The purpose of this report is to identify key trends in revenues and expenditures and to provide information about the financial challenges anticipated over the next few years. The City’s Budget Office, including experts from within and outside government, reviews the forecasts and revenue projections prepared by City staff. Revenues are monitored monthly and expenditures are reviewed quarterly.

The City also develops a five year plan that guides the Capital Improvements Program (CIP) as outlined in our City Charter Section 5.05. The intent of the CIP is to serve as a guide in the provision of new facilities to meet the increasing demand for capital improvements throughout the

city, as well as in the replacement of outmoded facilities. Other planning processes identify the need and the proposed means to provide funding for capital projects and related operating costs.

The City has a three year cycling revenue bond program. This process allows for long-term planning for initial construction costs and major repair and maintenance projects. The general obligation bond program is presented to and voted on by the public every four years. The General Obligation (GO) Bond projects by voters in 2018 continue with design work with all projects in various stages. The Fire Station #3 Requests for Proposals were evaluated by the Selection Advisory Committee in June 2020. There were three projects presented to the Parks & Recreation Advisory Board for approval to continue to final design in the month of June as well: The East Mesa Public Recreation Complex, Parks & Sports Courts Rehabilitation, and the Hadley Avenue Recreation Complex Improvements. Also, the second half of the bonds, \$17.6M, are scheduled to be sold in latter part of September 2020.

The City is committed to performance-based budgeting which drives the development of both operating and capital budgets.

### **Financial Policies**

The City has a well-developed system of program performance budgeting. Programs are developed to impact the defined and monitored community conditions which move the City towards achieving its goals. Each program is a collection of specific service activities that are monitored for financial and performance management. Department directors are held responsible for the fiscal performance of their units as well as the programmatic performance of their units.

Historically, the City has been conservative in its approach to financial matters, managing long-term debt to control interest costs and stringently monitoring and controlling the use of both recurring and non-recurring operating revenues.

### **Major Initiatives**

The Elevate Las Cruces Comprehensive Plan is our community's unified policy guide and action plan for enhancing Las Cruces's long-term prosperity and happiness by building a city that is environmentally, fiscally, and socially sustainable. The current Comprehensive Plan was unanimously approved by City Council on February 18, 2020.

The Investment Grade Audit (IGA) was approved by City Council on June 15, 2020 by Resolution 20-175. Construction is scheduled to begin in early September 2020. This project will help the City get closer to its sustainability goals and lowering energy consumption.

The fiber-optic INTERCONNECT and signal improvements continues on the Missouri Avenue corridor and nighttime traffic signal timing implementation on the Lohman Avenue corridor in fiscal year 2020.

Cleanup of the property located on Lohman Avenue was purchased from the City of Albuquerque in 2018 and is 50% complete. The City is in the process of developing a more comprehensive master plan in line with the Elevate Las Cruces Comprehensive Plan with hopes to start development in 2021.

### **Awards and Acknowledgments**

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The Government Finance Officers Association (GFOA) of the United States and Canada awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Las Cruces for its CAFR for the fiscal year ended June 30, 2019. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual report is eligible for another certificate.

In addition, the City also received the Distinguished Budget Presentation Award for its appropriated budget for the fiscal year beginning July 1, 2019. In order to receive this award, a governmental unit must publish a budget document that meets program criteria as a policy document, an operations guide, a financial plan and a communications medium.

The preparation of this report could not have been accomplished without the dedicated services of the staff of the Department of Finance and Administrative Services. We wish to express our sincere appreciation to all members of the department who contributed to its preparation and recognize the major efforts of the Accounting and Treasury programs in administering the City's accounting system and in preparing this report. We also wish to thank each of you for your interest and support in planning and conducting the financial operations of the City in a responsible and progressive manner.

Respectfully submitted,

A handwritten signature in blue ink, appearing to read 'Ifo Pili', written in a cursive style.

Ifo Pili  
City Manager

**City of Las Cruces**  
**June 30, 2020**

LIST OF PRINCIPAL OFFICIALS

City Council

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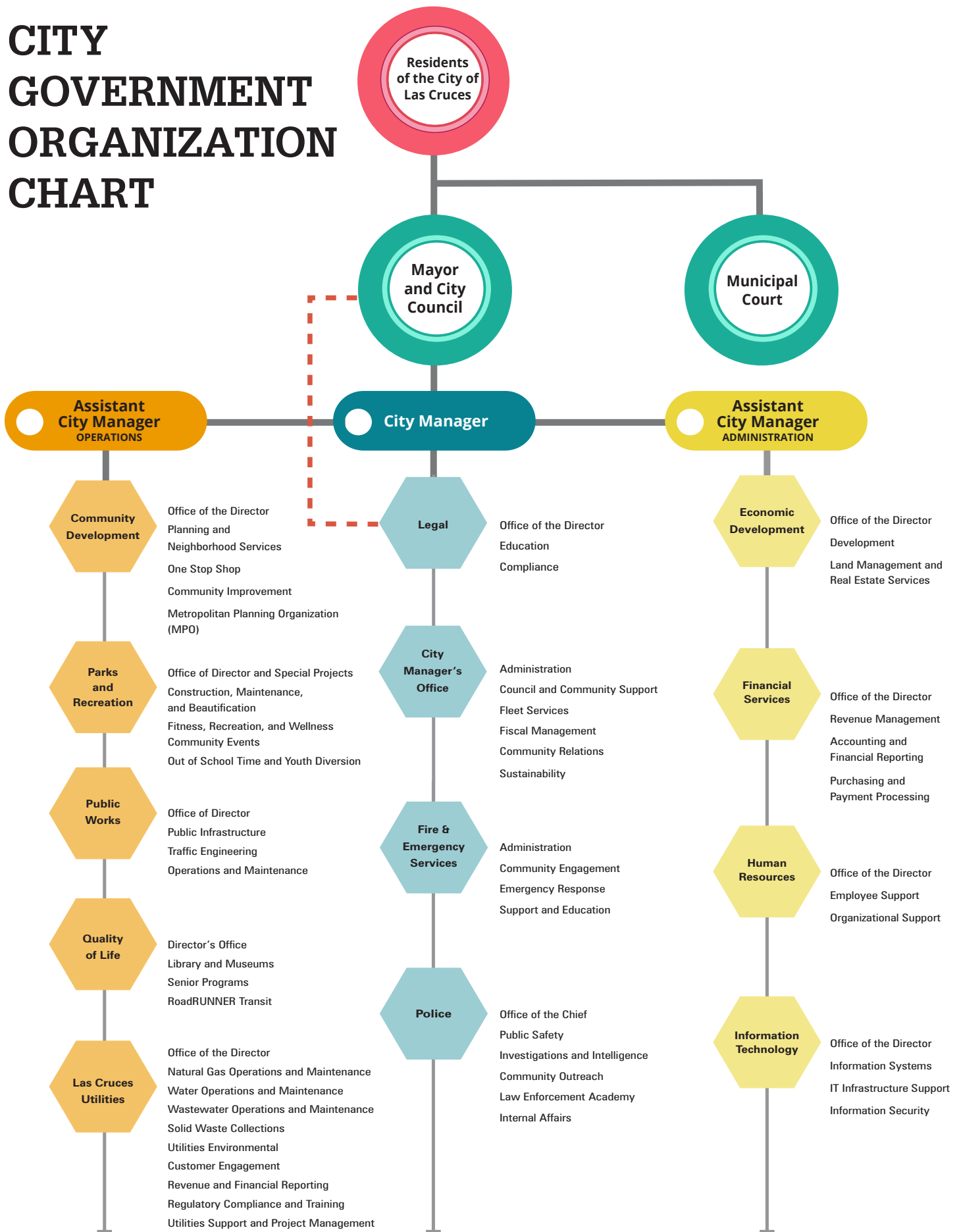
Ken Miyagishima	Mayor
Kasandra Gandara	Councilor
Tessa Abeyta-Stuve	Councilor
Gabriel Vasquez	Councilor
Johana Bencomo	Councilor
Gill M. Sorg	Councilor
Yvonne Flores	Councilor

Other officials

---

David Maestas	Interim City Manager
David P. Dollahon	Assistant City Manager - Operations
Barbara De Leon	Interim Assistant City Manager - Administration

# CITY GOVERNMENT ORGANIZATION CHART



# City of Las Cruces

## LIST OF CONTRIBUTORS

### Financial Services

Terri Gayhart, M.B.A., C.P.A., C.G.M.A.	Financial Services Director
Alfredo Pacheco	Financial Services Deputy Director

### Accounting Program

Josie Medina	Accounting Manager
Maria G. Sanchez	Senior Accountant
Joshua Saffell	Senior Accountant
Amador Espinosa	Accountant
Adolfo Cardenas	Accountant
Laura Gutierrez	Accountant
Jacqueline Rubalcava	Accountant
Liam Beasley	Accountant
Mariel Rocha	Accountant
Armando Lerma	Accountant
Joe Padilla	Associate Accountant

### Treasury Program

Karin Byrum	Treasurer
Vanessa Williams	Senior Accountant
Erika Jaquez	Senior Accountant



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**City of Las Cruces  
New Mexico**

For its Comprehensive Annual  
Financial Report  
For the Fiscal Year Ended

June 30, 2019

*Christopher P. Morrill*

Executive Director/CEO

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# Financial Section

CITY OF LAS CRUCES, NEW MEXICO



## INDEPENDENT AUDITORS' REPORT

To Brian S. Colón, Esq.  
New Mexico State Auditor  
To the City Council  
City of Las Cruces  
Las Cruces, New Mexico

### ***Report on the Financial Statements***

We have audited the accompanying financial statements of the governmental activities, business-type activities, the discretely presented component unit, each major fund, the aggregate remaining fund information, and the budgetary comparison for the general fund and major special revenue funds of the City of Las Cruces, New Mexico ("City") as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

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

### ***Auditors' Responsibility***

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

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

### OFFICE LOCATIONS

TEXAS | Waco | Temple | Hillsboro | Houston  
NEW MEXICO | Albuquerque





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

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

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City, as of June 30, 2020, and the respective changes in financial position, and where applicable, cash flows thereof and the respective budgetary comparisons for the general fund and major special revenue funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Emphasis of Matter***

As discussed in Note 23 to the financial statements, in 2019 the City restated beginning net position for the correction of material misstatements in previously issued financial statements. Our opinion is not modified with respect to this matter.

### ***Other Matters***

#### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 25-41, the schedule of the City's proportionate share of the net pension liability, the schedule of City's contributions, the schedule of the City's proportionate share of the OPEB liability, and the schedule of City's contributions on pages 132-135 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### ***Other Information***

Our audit was conducted for the purpose of forming opinions on the City's financial statements that collectively comprise the City's basic financial statements. The combining and individual nonmajor fund

financial statements, the budgetary comparisons presented as supplementary information, the schedule of changes in assets and liabilities of agency funds, the statistical section, the schedule of insurance in force, the schedule of pledged collateral, the schedule of special appropriations, the schedule of deposit accounts and investments, the schedule of joint powers agreements, the schedule of expenditures of state awards, and the other disclosures are presented for the purposes of additional analysis and are not a required part of the basic financial statements. The Schedule of Expenditures of Federal awards as required by *Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and the other schedules required by 2.2.2 NMAC as noted in the table of contents are also presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated November 30, 2020 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.



Pattillo, Brown & Hill, L.L.P.  
Albuquerque, New Mexico  
November 30, 2020

## Management's Discussion & Analysis

June 30, 2020

The Management Discussion and Analysis presents an overview of the City of Las Cruces' (City) financial activities for the fiscal year ended June 30, 2020. It is intended to be read in conjunction with the Letter of Transmittal and the City's financial statements. Comparisons to prior-year balances and activity are presented in accordance with the Governmental Accounting Standards Board.

### FINANCIAL HIGHLIGHTS

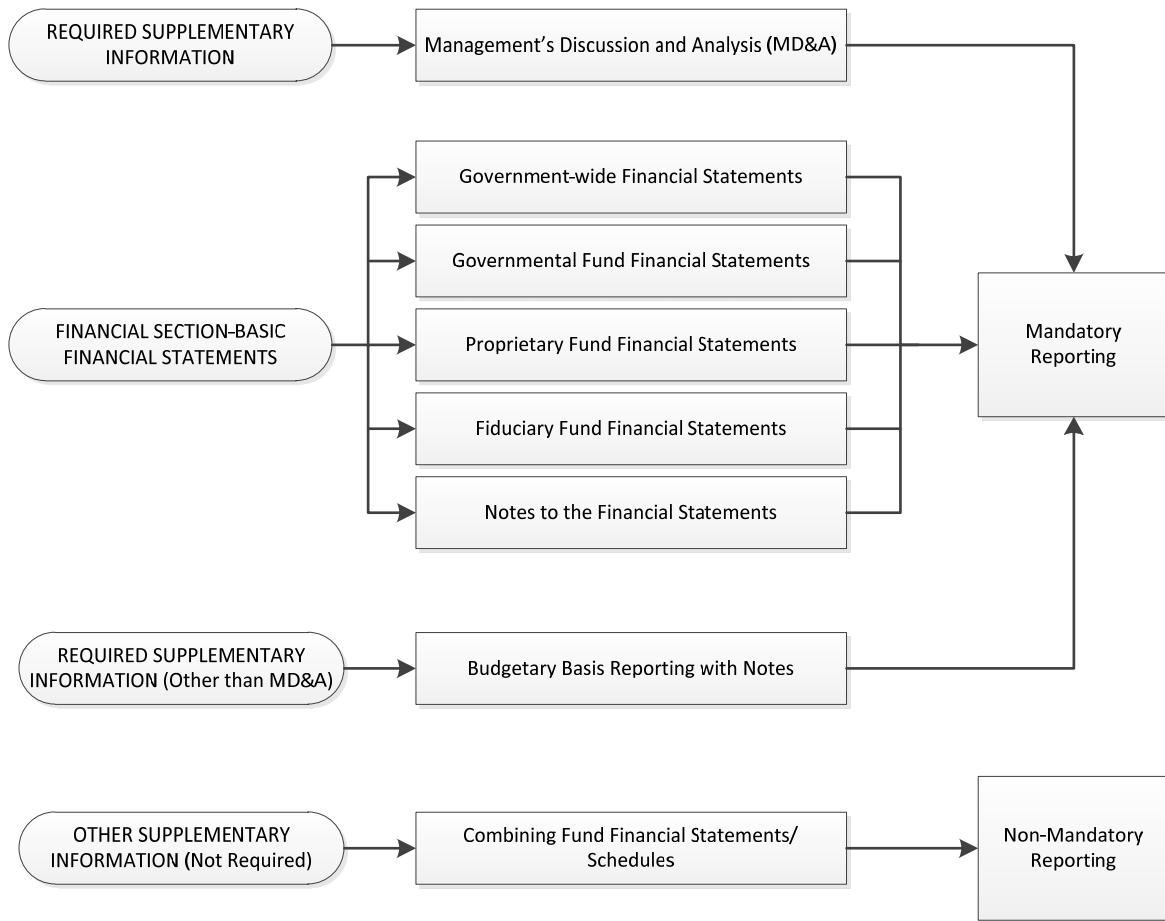
- The City's total net position increased by \$13.8 million during the year. The assets and deferred outflows of resources of the City of Las Cruces exceeded its liabilities at the close of the most recent fiscal year by \$556,734,240 (net position). Of this amount, (\$99,161,086) represents unrestricted net position, which may be used to meet the government's ongoing obligations to citizens and creditors. Unrestricted net position was affected by the implementation of GASB 68 and GASB 75.
- As of June 30, 2020, the City's governmental funds reported combined fund balances of \$226,791,889. This is an increase of \$18,712,367 in comparison with the prior year combined fund balance amount of \$208,079,522. Of the total fund balance, \$20.6 million is fund balance available for spending at the City's discretion (sum of unassigned and assigned fund balance).
- As of June 30, 2020, fund balance of the General Fund was \$43.9 million. At the close of the current fiscal year, unassigned fund balance of the General Fund was \$17.9 million or 18.0% of the total General Fund expenditures of \$99.3 million.
- Net position of the City's enterprise funds increased by \$3.0 million yielding a net position of \$220,487,857 as of June 30, 2020. Additional information can be found in the business-type activities section of the management discussion and analysis.
- The total long-term liabilities for the governmental and business-type activities increased by \$24,698,063 due to the issuance of new debt exceeding the payments on existing debt. During the fiscal year, total long-term liabilities outstanding increased to \$283,940,730 primarily due to the City issuing nine additional debt instruments. Two refunding bonds were issued to take advantage of the historically low interest rates, two bonds were issued to finance the City's energy savings plans, and three bonds and one loan were issued as part of the City's normal debt management program.

### OVERVIEW OF THE FINANCIAL STATEMENTS

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

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

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



**Government-Wide Financial Statements**

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

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

The *Statement of Activities* presents information showing how the government’s net position changed during fiscal year 2020. 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 financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City include General Government, Economic Development, Police, Fire, Quality of Life, Public Works, and Parks and Recreation. The business-type activities of the City include Gas, Water, Wastewater, Solid Waste, Transit, Alternative Fuels and Rio Grande Theatre.

Both of the government-wide financial statements distinguish between functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). In the aforementioned statements, the City's business is divided into three types of activities:

- **Governmental Activities** – Functions of the City that are principally supported by taxes and intergovernmental revenues are reported here including general government, public safety, public works, quality of life, parks and recreation, public welfare, economic development and interest and fiscal charges. Property taxes, sales taxes, and franchise fees provide the majority of funding for these activities, with the addition of charges for services, grants and contributions.
- **Business-type Activities** – Functions that are intended to recover all or a significant portion of their costs through user fees and charges are reported here. The City's water, sewer, gas, solid waste, transit, alternative fuels, and the Rio Grande Theater utilities are reported here.
- **Component Units** – For fiscal year 2020, the City includes a discretely presented component unit in its report – South Central Solid Waste Authority.

The government-wide financial statements can be found on pages 44-47 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 are classified as: governmental funds, proprietary funds, and fiduciary 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.

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

The City maintains four governmental fund types for financial reporting purposes. The governmental fund types are General Fund, Special Revenue Funds, Capital Projects Funds, and Debt Service Funds. The City maintains one hundred and four governmental funds, eight of which combine into the General Fund and thirty-two combine to make the Debt Service Fund. Information is presented separately in the Governmental Funds Balance Sheet and in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances for the funds that comprise the General Fund, which is considered to be a major fund. One other governmental fund, Telshor Facility, is also reported as a major fund. The remaining sixty-three governmental funds are combined into a single, aggregated presentation as Other Governmental Funds. Individual fund data for each of these non-major

governmental funds is provided in the form of *combining statements* in the Combining Financial Statements section of this report.

The City adopts an annual appropriated budget for the General Fund. A budgetary comparison statement for the General Fund is presented in the basic financial statements section of this report. In addition, the City adopts an annual appropriated budget for nonmajor governmental funds. In certain circumstances, nonmajor governmental project funds have budgets that cross multiple years. Budgetary comparison statements for those funds are also presented in the supplementary information section.

### ***Proprietary Funds***

Proprietary funds are generally used to account for services for which the City charges customers, either outside customers or internal units or departments, of the City. Proprietary funds provide the same type of information as shown in the government-wide financial statements, only in more detail. The City maintains the following two types of proprietary funds:

- *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses enterprise funds to account for the fiscal activities relating to Gas, Water, and Wastewater utilities, as well as Solid Waste disposal. The City also uses enterprise funds to account for Transit, Alternative Fuels and Rio Grande Theatre which are reported as non-major enterprise funds.
- *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its vehicle maintenance and self-insurance. These services have been allocated to *governmental activities* in the government-wide financial statements as they predominantly serve governmental functions.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Gas, Water, and Wastewater Utilities, as well as Solid Waste funds, which are considered as major funds of the City. Data from the non-major enterprise funds, as well as all the internal service funds, are combined into single, aggregated presentations in the proprietary fund financial statements. Individual fund data for the non-major enterprise funds and the internal service funds is provided in the form of *combining statements* in the Combining Financial Statements section of this report.

### ***Fiduciary Funds***

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

### ***Notes to the Financial Statements***

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

### ***Other Information***

In addition to the basic financial statements and the accompanying notes, this report also presents the required supplementary information of the City's governmental and proprietary funds: general, debt service, special

revenue, capital project, enterprise, and internal service funds. The schedule of pension and other postemployment benefit (OPEB) contributions, schedule of proportionate share of net pension and net OPEB liability, and the notes to required supplementary information related to pension and OPEB activity are presented as required supplementary information. Additional information can be found in the notes to the basic financial statements. Budgetary comparison schedules have been provided which demonstrate budgetary compliance.

### ***Combining Statements***

The combining statements of nonmajor governmental funds, nonmajor enterprise funds, internal service funds, and fiduciary funds are presented immediately following the notes to the financial statements.

### ***Statistics***

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

## Government-wide Overall Financial Analysis

Net position over time, may serve as a useful indicator of a government's financial position. In the case of the City of Las Cruces, assets and deferred outflows of resources exceeded liabilities by \$556,520,828, at the close of the most recent fiscal year.

### Net Position (in 000's)

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

Fifty-five percent of the City's net position is resources that are subject to external restrictions on how they may be used. This amount increased by five percent from 2019 due to an increase in grant funding and unspent debt proceeds. Restricted net position in the amount of \$180.7 million represents resources that are subject to external restrictions on how they may be used. Unrestricted net position was affected by the implementation of GASB 68 and GASB 75, which affected available balances creating negative unrestricted net position.

	Governmental Activities			Business - Type Activities			Total		
	2020	2019	2018	2020	2019	2018	2020	2019	2018
<b>Assets:</b>									
Current and other assets	286,052	256,428	232,381	85,939	69,773	94,791	371,991	326,201	327,173
Capital assets	422,147	415,584	394,169	289,166	285,250	266,778	711,313	700,834	660,947
<b>Total Assets</b>	<b>708,199</b>	<b>672,012</b>	<b>626,550</b>	<b>375,105</b>	<b>355,023</b>	<b>361,569</b>	<b>1,083,305</b>	<b>1,027,035</b>	<b>988,119</b>
Deferred outflows of resources	27,684	30,199	23,445	8,573	7,924	6,505	36,257	38,123	29,951
<b>Total assets and deferred outflows of resources</b>	<b>735,995</b>	<b>702,211</b>	<b>649,995</b>	<b>383,678</b>	<b>362,947</b>	<b>368,074</b>	<b>1,119,673</b>	<b>1,065,158</b>	<b>1,018,070</b>
<b>Liabilities:</b>									
Current and other liabilities	22,457	17,933	8,684	5,315	5,767	12,300	27,772	23,700	20,984
Long-term liabilities	348,108	336,446	299,826	150,782	134,475	137,450	498,890	470,921	437,277
<b>Total Liabilities</b>	<b>370,565</b>	<b>354,379</b>	<b>308,510</b>	<b>156,098</b>	<b>140,242</b>	<b>149,751</b>	<b>526,663</b>	<b>494,621</b>	<b>458,261</b>
Deferred inflows of resources	29,285	22,439	24,551	7,092	5,212	5,627	36,377	27,651	30,178
<b>Net Position:</b>									
Net invested in capital assets	267,292	332,301	276,032	175,209	198,827	160,997	442,501	531,128	437,029
Restricted net position	180,720	163,899	139,745	32,675	33,888	47,524	213,395	197,787	187,269
Unrestricted net position	(111,979)	(170,808)	(98,842)	12,604	(15,222)	4,176	(99,375)	(186,030)	(94,667)
<b>Total Net Position</b>	<b>336,033</b>	<b>325,393</b>	<b>316,934</b>	<b>220,488</b>	<b>217,493</b>	<b>212,697</b>	<b>556,521</b>	<b>542,886</b>	<b>529,631</b>
<b>Total liabilities, deferred inflows of resources and net position</b>	<b>735,883</b>	<b>702,211</b>	<b>649,995</b>	<b>383,678</b>	<b>362,947</b>	<b>368,074</b>	<b>1,119,561</b>	<b>1,065,158</b>	<b>1,018,070</b>



Changes in net position during 2020 and comparative amounts for 2019 and 2018 were:

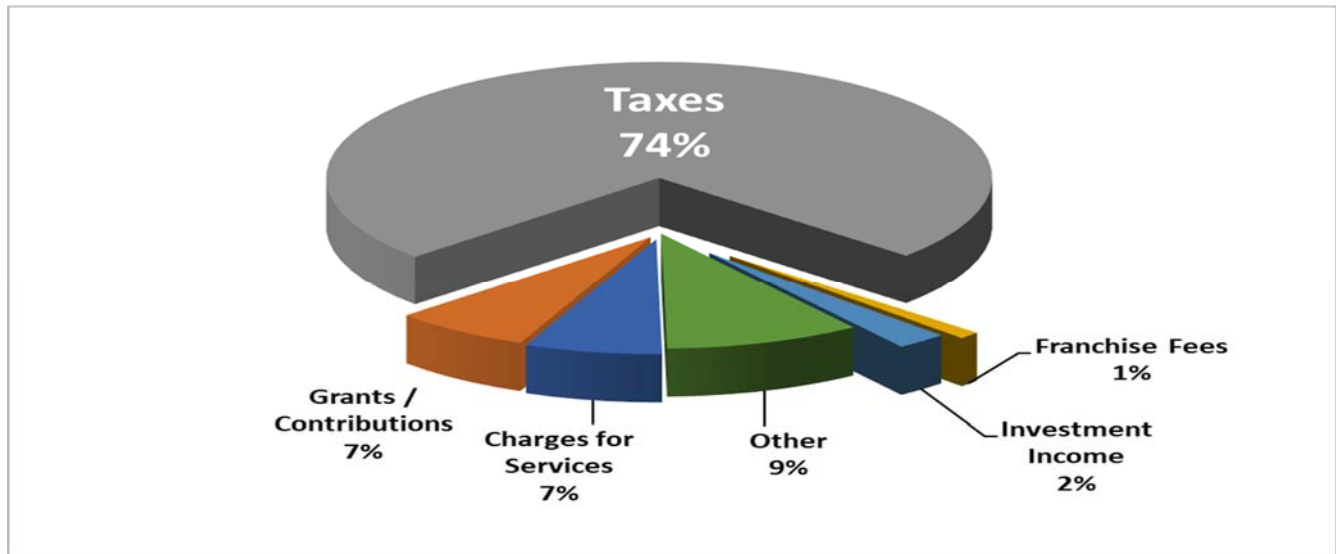
**Summary of Changes in Position (in 000's)**

	Governmental Activities			Business - Type Activities			Total		
	2020	2019	2018	2020	2019	2018	2020	2019	2018
<b>Revenues:</b>									
<b>Program Revenues:</b>									
Charges for services	11,240	12,327	12,058	70,652	66,262	56,563	81,892	78,590	68,621
Operating grants and contributions	6,463	5,159	7,032	3,097	1,867	-	9,559	7,026	7,032
Capital grants and contributions	4,809	2,936	959	-	33	3,457	4,809	2,970	4,416
<b>General Revenue:</b>									
Taxes-GRT and property	124,151	117,472	112,834	-	-	-	124,151	117,472	112,834
Franchise fees/lodgers tax	1,739	2,145	2,185	-	-	-	1,739	2,145	2,185
Investment income	4,173	9,932	2,942	1,813	3,127	(55)	5,986	13,059	2,887
Other	15,877	12,544	10,079	-	123	127	15,877	12,666	10,206
Capital asset contribution	139	5,166	629	1,106	2,234	1,545	1,245	7,399	2,174
<b>Total revenues</b>	<b>168,590</b>	<b>167,681</b>	<b>148,718</b>	<b>76,668</b>	<b>73,645</b>	<b>61,637</b>	<b>245,258</b>	<b>241,326</b>	<b>210,355</b>
<b>Expenses:</b>									
General Government	20,635	28,864	28,650	-	-	-	20,635	28,864	28,650
Police	30,897	30,132	28,806	-	-	-	30,897	30,132	28,806
Fire	23,594	19,832	17,738	-	-	-	23,594	19,832	17,738
Community Development	6,803	7,128	6,227	-	-	-	6,803	7,128	6,227
Quality of Life	8,838	8,209	7,358	-	-	-	8,838	8,209	7,358
Economic Development	6,859	7,119	5,851	-	-	-	6,859	7,119	5,851
Public Works	31,274	29,207	29,862	-	-	-	31,274	29,207	29,862
Transportation	269	1,061	956	-	-	-	269	1,061	956
Parks and Recreation	12,199	13,477	12,026	-	-	-	12,199	13,477	12,026
Gas	-	-	-	18,504	20,056	12,433	18,504	20,056	12,433
Water	-	-	-	20,817	19,307	18,740	20,817	19,307	18,740
Wastewater	-	-	-	16,530	15,395	15,072	16,530	15,395	15,072
Solid waste	-	-	-	16,536	13,354	13,612	16,536	13,354	13,612
Transit/Other	-	-	-	6,120	5,827	5,373	6,120	5,827	5,373
Interest on long-term debt	2,810	4,372	4,439	-	-	-	2,810	4,372	4,439
Debt issuance costs	567	444	-	-	-	-	567	444	-
<b>Total expenses</b>	<b>144,745</b>	<b>149,846</b>	<b>141,914</b>	<b>78,506</b>	<b>73,940</b>	<b>65,231</b>	<b>223,251</b>	<b>223,786</b>	<b>207,145</b>
<b>Increase in net position before transfers</b>	<b>23,845</b>	<b>17,835</b>	<b>6,804</b>	<b>(1,838)</b>	<b>(295)</b>	<b>(3,594)</b>	<b>22,007</b>	<b>17,540</b>	<b>3,210</b>
<b>Transfers</b>	<b>(13,205)</b>	<b>(4,974)</b>	<b>(4,687)</b>	<b>4,833</b>	<b>4,985</b>	<b>4,687</b>	<b>(8,372)</b>	<b>11</b>	<b>-</b>
<b>Change in Net Position</b>	<b>10,640</b>	<b>12,861</b>	<b>2,117</b>	<b>2,995</b>	<b>4,690</b>	<b>1,093</b>	<b>13,635</b>	<b>17,552</b>	<b>3,210</b>
<b>Net Position - beginning</b>	<b>325,393</b>	<b>316,934</b>	<b>380,687</b>	<b>217,493</b>	<b>212,697</b>	<b>225,396</b>	<b>542,886</b>	<b>529,631</b>	<b>606,084</b>
<b>Restatement</b>	<b>-</b>	<b>(4,403)</b>	<b>(65,870)</b>	<b>-</b>	<b>106</b>	<b>(13,793)</b>	<b>-</b>	<b>(4,297)</b>	<b>(79,662)</b>
<b>Net position - ending</b>	<b>336,033</b>	<b>325,393</b>	<b>316,934</b>	<b>220,488</b>	<b>217,493</b>	<b>212,697</b>	<b>556,521</b>	<b>542,886</b>	<b>529,631</b>

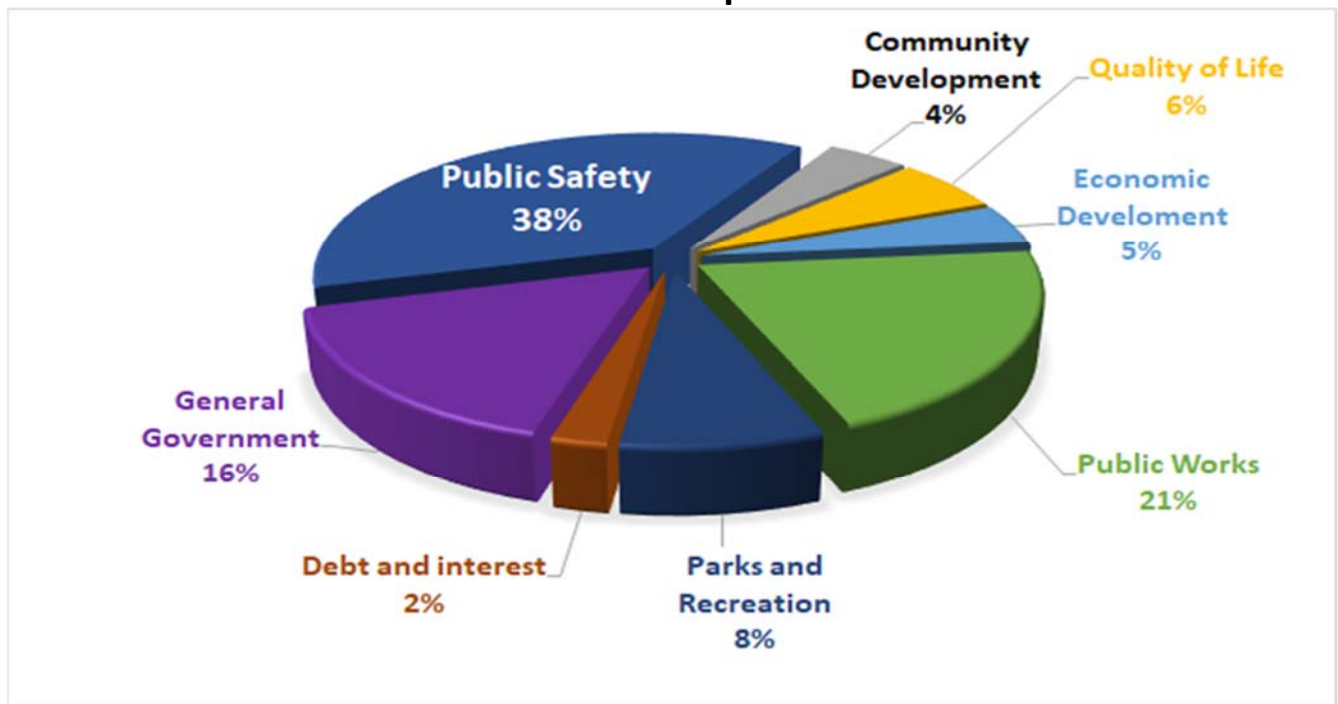
### Governmental Activities

During the current fiscal year, net position for governmental activities increased by \$10,640,211. Ending net position for fiscal year 2020 was \$336,032,971 compared to an ending balance of \$325,392,760 in fiscal year 2019. Gross receipts tax, property tax, and franchise fees increased from \$119.6 million in fiscal year 2019 to \$125.9 million in fiscal year 2020.

### Governmental Revenues



### Governmental Expenditures



The City’s governmental activities expenses decreased from \$149.8 million in fiscal year 2019 to \$144.5 million in fiscal year 2020. The main decreases were due to a combination of increases and decreases. General

government had a decrease of \$8.4 million, there was a decrease in Parks and Recreation expenses of \$1.3 million, increased costs in Fire of \$3.8 million, and Public Works increase of \$2.1 million. Total decrease in expenses from 2019 to 2020 was \$5.3 million.

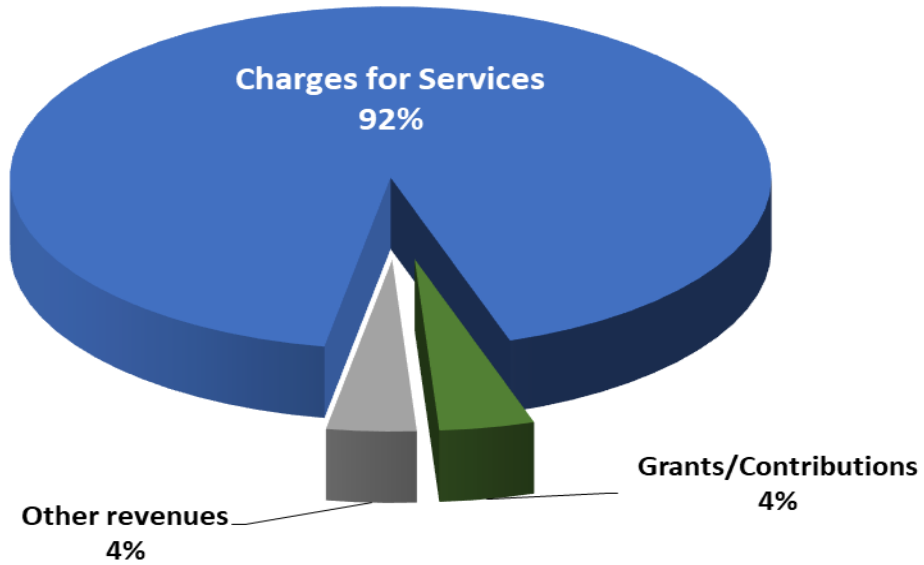
Key elements in the change of the City's governmental activities revenues and expenditures are as follows:

- Gross receipts tax (GRT) and property tax revenue, which together account for approximately 74% of the City's governmental activities revenue, increased by \$6.7 million, from \$117.5 million to \$124.2 million, from prior year.
- Charges for services, which accounts for 7% of the City's governmental activities revenues, decreased by \$1.1 million, from \$12.3 million to \$11.2 million. Due to COVID-19, many City facilities were closed the latter part of fiscal year 2020 resulting in less revenue for charges for services from general government, quality of life, public works, and parks and recreation.
- Grants and contribution revenue, which accounts for 7% of the City's governmental activities revenues, increased by \$3.2 million from \$8.1 million in fiscal year 2019 to \$11.3 million in fiscal year 2020. The greatest increase was a change in operating and capital grants to the Fire department of \$2.5 million additional. Of that, \$1 million was to assist with asylum seeker expenditures.
- Investment income, which accounts for approximately 2% of the City's governmental activities revenue, decreased by \$5.8 million, from \$9.9 million to \$4.1 million, from prior year.
- Governmental activities expenditures decreased by \$5.3 million from \$149.8 million in fiscal year 2019 to \$144.5 million in fiscal year 2020. General government expense decreased \$8.4 million compared to 2019.

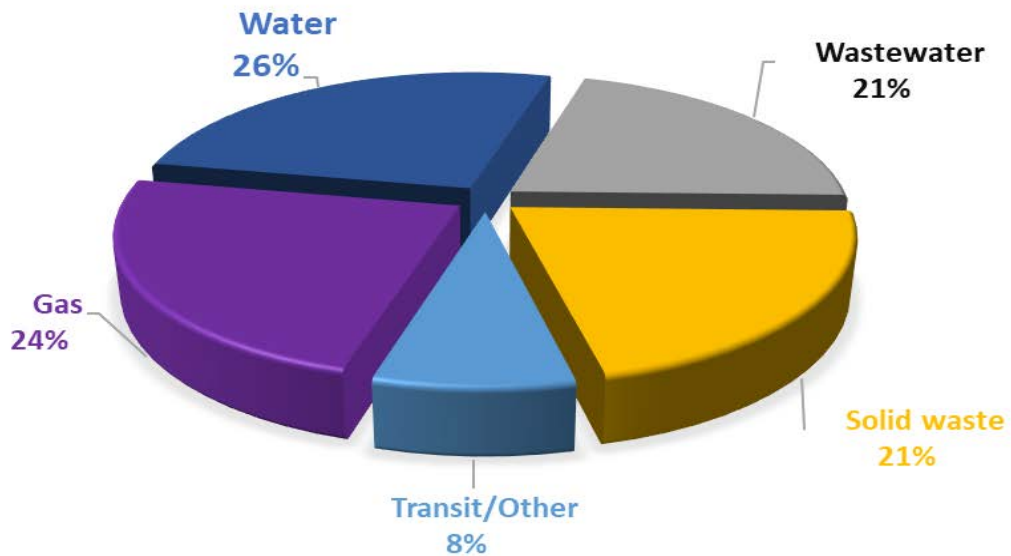
### ***Business-Type Activities***

For the City's business-type activities, the net position increased by \$2,994,537. Ending net position for fiscal year 2020 was \$220,487,857 compared to an ending balance of \$217,493,320 in fiscal year 2019. Total revenues increased by \$3.0 million in fiscal year 2020 compared to \$12.0 million in fiscal year 2019.

## Business-Type Revenues



## Business-Type Expenses



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

Total expenses increased by \$4.6 million compared to fiscal year 2019 expenses. The changes were due to Gas decrease of \$1.6 million, Water increased by \$1.5 million, Wastewater increased by \$1.1 million, Solid Waste increased by \$3.2 million, Transit and Other enterprise funds increased by \$293 thousand.

Key factors for the changes in the business-type activities revenues and expenses are as follows:

- Charges for services, which accounts for 92% of the City's business-type activities revenues, increased by \$4.4 million, from \$66.3 million to \$70.7 million.
- Operating grants and contributions, which accounts for 4% of the City's business-type activities revenues, increased by \$1.2 million, from \$1.9 million in fiscal year 2019 to \$3.1 million in fiscal year 2020.
- Capital grants and contributions decreased by \$33 thousand, from \$33 thousand to \$0, from prior year.
- Investment income decreased, which accounts for 2% of the City's business-type activities revenues, by \$1.3 million, from \$3.1 million in fiscal year 2019 to \$1.8 million in fiscal year 2020.
- Other revenue decreased by \$123 thousand, from \$123 thousand in fiscal year 2019 to \$0 in fiscal year 2020.
- Capital asset contribution, which accounts for approximately 2% of the City's business-type activities revenues, decreased by \$1.1 million, from \$2.2 million to \$1.1 million, from prior year.
- Business-type expenses increased by \$4.6 million from \$73.9 million in fiscal year 2019 to \$78.5 million in fiscal year 2020.

## Financial Analysis of the City's Funds

### ***Governmental Funds***

The focus of the City's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable resources*. Unlike the government-wide financial statements, governmental fund financial statements focus on current sources and uses of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. This information is useful in assessing the City's financing requirements. Non-financial assets such as governmental buildings, roads, drainage ways and long-term liabilities, such as payables or long-term liabilities that will not be paid with current assets, are excluded. Such information is useful in assessing the City's financing requirements. In particular, the *Unassigned Fund Balance* may serve as a useful measure of the government's net resources available for spending at the end of the fiscal year. At the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$556.7 million, an increase of \$13.8 million in comparison with the prior year. Of the total balance at year-end, \$656.1 million is restricted fund balance which primarily consists of funds reserved for capital projects and improvements and \$19.7 million is nonspendable, which relates to permanent fund cash and cash equivalents.

The General Fund, Telshor Facility and Debt Service funds are reported as major governmental funds. As of the end of fiscal year 2020, the City's governmental funds reported combined ending fund balances of \$226.8 million, an increase of \$65 million from the prior year due to an increase of issuance of debt. Net transfers out were mainly to transit and the liability internal service fund.

The fund balance of the General Fund is reported in the five categories defined by GASB 54. The non-spendable fund balance of \$1.7 million is for inventories. The restricted fund balance of \$2.4 million is for grants for general government, public safety programs, economic development, community development, parks and recreation, public works and quality of life programs. The committed fund balance of \$19.1 million is for transfers for debt service, public safety, transportation, quality of life, and economic development. The assigned fund balance in the General Fund is \$2.7 million and is mainly for the acquisition of new vehicles and economic development. The

allocation to each function is presented in the governmental funds balance sheet. The unassigned fund balance in the General Fund is \$17.9 million. The total fund balance in the General Fund is \$43.9 million.

Fund balances of other major governmental funds are committed and restricted. The Telshor Facility fund has \$41.5 million restricted for health-related programs, a decrease of \$5.4 million due to lower investment earnings. The fund balance in Debt Service of \$11.4 million is restricted for debt service funds. All other governmental funds are combined and reported as non-major governmental funds. Non-major governmental funds have a restricted fund balance of \$125.4 million for public safety, housing and community development, debt service, public works, quality of life, parks and recreation and transportation. The committed fund balance of \$4.6 million is mostly health related and debt service.

### ***General Fund***

The General Fund is the chief operating fund of the City. At the end of fiscal year 2020, unassigned fund balance was \$17.9 million, \$17.9 million represents the amount required by state and local policy to be held in reserve in the General Fund. The fund balance of the City's General Fund decreased \$3.1 million during the current fiscal year despite revenues coming in higher than expenditures by \$18.2 million. This decrease is attributable to increase in fiscal year 2020 transfers out compared to fiscal year 2019. Total revenues increased \$4.4 million from 2019 due mostly to a \$6.5 million increase in taxes which were offset by a decrease in all other revenue sources of \$2.1 million. Total expenditures of \$99.3 million represents a decrease of \$4.3 million from the previous year. Decreases in expenditures were attributed to a decrease in economic development of \$22.5 million, a decrease in capital outlay of \$2.9 million, a decrease in parks and recreation of \$400 thousand, and a decrease in community development of \$2.7 million, with increases in police of \$8.9 million, fire of \$8.3 million, quality of life of \$2.4 million, general government \$200 thousand, and public works of \$900 thousand. Please refer to the General Fund budgetary highlights for an analysis with respect to budgets.

### ***Telshor Fund***

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

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

In fiscal year 2019, the City and County each received \$4,199,501 as final distribution from the escrow accounts. The total MMCI cash distribution in fiscal year 2019 from the escrow accounts were \$27,075,089, including interest of \$2,863,530. The City's portion was \$12,105,779 in cash distribution and \$1,431,765 in interest for a total of \$13,537,544.

### ***Long-term Debt***

The debt service fund is used to accumulate resources for the repayment of the City's governmental Revenue Bonds, GO Bonds and Notes Payable. The governmental revenue bonds and notes payable are primarily pledged with gross receipts tax distributions. Revenue bonds that are from direct borrowings and most note payables are issued to the New Mexico Finance Authority.

GO bonds are backed by the full faith and credit of the City and may be used to finance any capital improvement approved by the voters. GO bonds may be redeemed by any regular City funding, but by policy, are generally

redeemed by property taxes paid to the City. Fund balance in the City’s General Obligation Bond Debt Service Fund increased slightly to \$5.8 million. Property tax revenues dedicated to the repayment of GO Bonds increased by \$0.8 million from \$16.0 million in fiscal year 2019 to \$16.8 million in fiscal year 2020. The City’s property tax rate increased by 2 mils for 2019 taxes as approved by the voters to fund the GO Bond program of capital improvements.

Business-type revenue bonds and notes payable are accounted for in their own funds and are pledged with the Joint Utilities net system revenues which are adjusted by net operating revenues or losses of the gas, water and wastewater utilities.

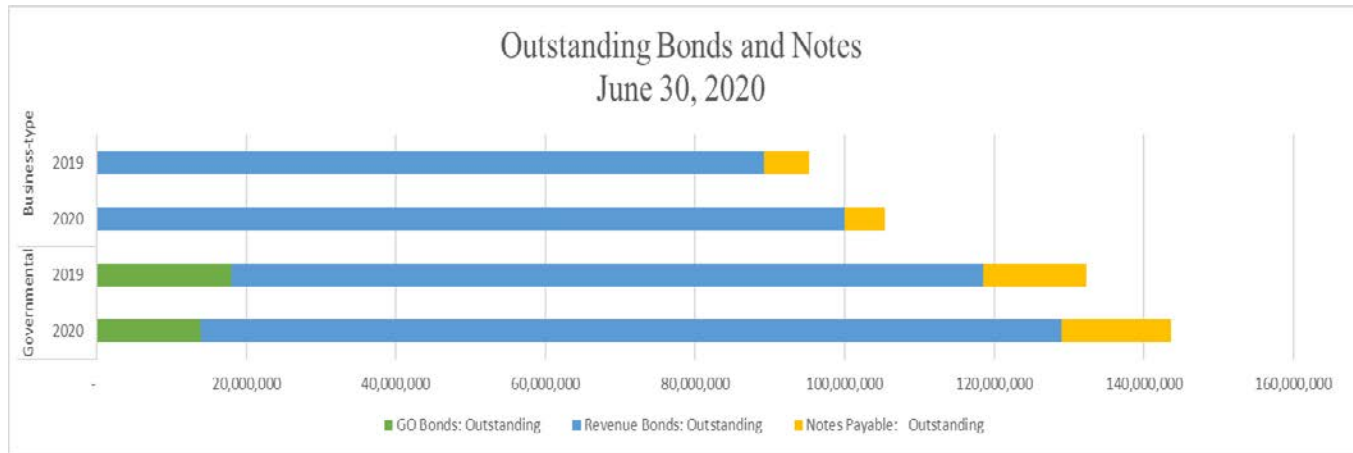
At the end of fiscal year 2020, the City had total long-term liabilities outstanding of \$283.9 million in long term liabilities. This net increase of \$24.7 million or 9.5% over the prior year is primarily due to the issuance of new debt.

**Outstanding Bonds and Notes as of June 30, 2020**

	<b>Governmental</b>		
	<b>2020</b>	<b>2019</b>	<b>Change</b>
GO Bonds: Outstanding	13,950,000	18,000,000	(4,050,000)
Revenue Bonds: Outstanding	115,055,000	100,570,000	14,485,000
Notes Payable: Outstanding	14,605,506	13,745,377	860,129
<b>Total Outstanding</b>	<b>129,005,000</b>	<b>118,570,000</b>	<b>10,435,000</b>

	<b>Business-type</b>		
	<b>2020</b>	<b>2019</b>	<b>Change</b>
GO Bonds: Outstanding	-	-	-
Revenue Bonds: Outstanding	100,015,000	89,245,000	10,770,000
Notes Payable: Outstanding	5,365,203	5,973,061	(607,858)
<b>Total Outstanding</b>	<b>80,790,000</b>	<b>89,245,000</b>	<b>10,770,000</b>



Additional information on the City’s debt can be found in Note 7.

Capital Project Fund – This fund is used to accumulate resources for the acquisition of capital. Capital is defined as tangible property with a life beyond a one-year budget cycle. Land, infrastructure, equipment, buildings, as well as the services required to build or install these assets, may be classified as capital. The Capital Project Fund is primarily funded by bond proceeds, but recurring and non-recurring revenue may be used. Major capital improvements for the City are funded primarily with general obligation and enterprise fund revenue bonds. In many cases, these bond funds are matched with federal and/or state contributions and private assessments. Total Net position for the fund for FY2020 was approximately \$102 million.

Enterprise Funds – The City's enterprise funds provide the same type of information presented in the government-wide financial statements business-type activities, but in more detail. Unrestricted net position was previously affected by the implementation of the pension and OPEB standards. At the end of fiscal year 2020, the unrestricted net position is as follows: Gas, Water, Wastewater, Solid Waste and Nonmajor Enterprise Funds, totaling approximately \$11.5 million.

Internal Service Funds – Internal service funds are used to account for certain governmental activities and had an unrestricted net position of \$3.8 million in fiscal year 2020 as compared to \$3.2 million in fiscal year 2019.

Fiduciary Funds –The City's Agency fund is used by the City to account for funds held in trust for third parties. The funds held by the City in a fiduciary capacity include: Mesilla Valley Regional Dispatch Authority; Metro Narcotics Agency; Branigan Estate (proceeds of sales of assets are used to purchase books for the library); Gifts and Memorials; Veteran's Memorial Wall; Animal Service Center of the Mesilla Valley; and High Intensity Drug Trafficking Area.

Budgetary Highlights – The original fiscal year 2021 proposed budget totals \$405.8 million after interfund eliminations. Operating budget accounted for \$169.7 million, capital improvement projects of approximately \$107.2 million, debt expense of \$21.1 million and utilities operating budget of \$107.8 million.

The fiscal year 2021 general fund revenues are \$102.6 million with expenditures at \$95.6 million and \$19.7 million in transfers. The hold harmless replacement revenues are approximately \$10.3 million with expenditures at \$832,389 and transfers at \$8.4 million. Overall, the adopted general fund budget reflects a slight increase (1.02 %) compared to FY2020.

### **Capital Assets and Debt Administration**

Capital Assets – The City's capital assets of governmental and business-type activities as of June 30, 2020, total \$711.3 million, net of accumulated depreciation. The increase in capital assets in the current fiscal year was \$10.4 million or 1.5%. Additional information pertaining to capital assets can be found in the notes to the financial statements in Note 4. Capital assets are summarized as follows (in millions):



	Governmental Activities		Business-type Activities		Total	
	2020	2019	2020	2019	2020	2019
Land & Land Rights	\$ 28.6	\$ 28.2	\$ 15.4	\$ 15.4	\$ 44.0	\$ 43.6
Land Improvements	19.1	19.1	.3	.3	19.4	19.4
Construction in Progress	5.4	3.1	.8	.6	6.2	3.7
Buildings	107.8	109.7	7.5	7.8	115.3	117.5
Airport Runways	18.2	16.7	-	-	18.2	16.7
Infrastructure	1.6	1.3	-	-	1.6	1.3
Park Improvements	18.6	17.8	-	-	18.6	17.8
Land Improvement Remediation	.6	1.1	-	-	.6	1.1
Distribution & Collection System	-	-	69.0	40.5	69.0	40.5
Utilities Transmission	-	-	186.8	209.6	186.8	209.6
Roads Network	178.1	176.2	-	-	178.1	176.2
Flood Control Network	28.2	27.1	-	-	28.2	27.1
Machinery & Equipment	15.9	15.3	9.6	11.3	25.5	26.6
<b>Total</b>	<b>\$ 422.1</b>	<b>\$ 415.6</b>	<b>\$ 289.2</b>	<b>\$ 285.3</b>	<b>\$ 711.3</b>	<b>\$ 701.1</b>

Governmental activities - In fiscal year 2020, capital assets increased by \$6.5 million after the recording of depreciation. The increase came from increases in land of \$0.4 million, increases in construction-in-progress of \$2.3 million, decreases in buildings of \$1.9 million, increase in airport runways of \$1.5 million, increases in infrastructure of \$0.3 million, increase in park improvements of \$0.8 million, decrease in land improvements of \$0.5 million, increase in road network of \$1.9 million, increases in flood control network of \$1.1 million, and increase in machinery and equipment of \$0.6 million.

Business-type activities - In fiscal year 2020, business-type activities increased capital assets by \$3.9 million after the recording of depreciation. The increase came from construction in progress of \$0.2 million, a decrease in buildings of \$0.3 million, an increase in distribution and collection of \$28.5 million, a decrease in utilities transmission of \$22.8 million, and a decrease in machinery and equipment of \$1.7 million.

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

Debt Administration - At the end of the fiscal year 2020, the City's governmental activities had a total of \$166.0 million in long-term obligations. Total bonded debt is \$154.9 million of which \$16.1 million is due or payable within the next fiscal year. Net pension liability increased from \$128.6 million in fiscal year 2019 to \$140.6 million in fiscal year 2020. The net OPEB obligation decreased from \$50.5 million in fiscal year 2019 to \$40.7 million in fiscal year 2020. The remaining debt is for notes, pollution remediation, claims and judgements, and compensated absences. During the fiscal year ended June 30, 2020, State-shared Gross Receipts Tax Revenue Bonds, Series 2020 with a bond par amount of \$15,435,000 were issued to refund the 2010 Convention Center bonds and pay the costs of issuance. The proceeds for the refunding were deposited in an irrevocable trust and the associated was defeased and subsequently called on June 1, 2020. The true interest cost on the new bonds series is 1.991 percent with a final maturity of June 1, 2039. State-shared Gross Receipts Revenue Bonds, Series 2020A and 2020B were issued for the amounts of \$7,190,000 and \$6,750,000, respectively, in a private placement with the New Mexico Finance Authority in 2020. The proceeds of these bonds were issued to fund street, facilities improvements, and energy efficiency and water conservation improvements to City buildings and facilities. A 2020 NMFA Note was issued in 2020 for \$3,580,000 for the purpose of flood improvements.

The City's business-type activities had long-term obligations of \$117.9 million, of which \$7.4 million is due or payable within the next fiscal year. Net pension liability increased from \$19.6 million in fiscal year 2019 to \$22.4 million in fiscal year 2020. The net OPEB obligation increased from \$12.9 million in fiscal year 2019 to \$10.5 million in fiscal year 2020. In 2020, the City issued \$12,825,000 in joint utility refunding revenue bonds (Series 2020) to

refund 2010 joint utility revenue bonds and expand and improve the City's joint utility system and pay all issuance costs. In 2020, the City issued \$19.255 million in joint utility improvement revenue bonds (Series 2020A and Series 2020B) in a private placement with the New Mexico Finance Authority. The proceeds of these bonds were used to expand and improve the City's joint utility system and pay all issuance costs. Additional information related to debt can be found in Note 7 in the notes to the financial statements.

The Constitution of the State of New Mexico limits the amount of general-purpose general obligation bonds that may be issued by a municipality to four percent of the taxable valuation of property located within the City limits. On June 30, 2020, assessed valuation is \$2,452,517,126 for a maximum bonding capacity of \$98,100,685. Total general obligation debt outstanding at year end was \$13,950,000 with remaining debt capacity of \$84,150,685.

## **Economic Outlook**

The overall health of the local economy greatly impacts the City's operating revenues. The City's gross receipts tax (GRT) is greatly impacted by the underlying growth in economic conditions. In fiscal year 2020, GRT represented 76% of the total General Fund revenues. Between fiscal year 2019 and fiscal year 2020, GRT growth was 6.6%. GRT decreased 0.5% between fiscal year 2018 and 2019.

The 2020 economic outlook of the City of Las Cruces shows negative economic conditions driven by the pandemic of COVID-19. The slowdown is consistent with the generalized trends in the nation and the State of New Mexico. Las Cruces Metropolitan Statistical Area (MSA) experienced consistent economic output growth over the past several years up to 2019.

The U.S. Census Bureau reports median household income for the City of Las Cruces in 2018 at \$40,551. In comparison, the state of New Mexico has a household income of \$48,059 for 2018, a difference of \$7,508 between the State and the City.

The pandemic also had a negative effect in labor. The unemployment rate for the City of Las Cruces is higher than the State of New Mexico and lower than the Nation. The May 2020 preliminary figures of the not seasonally adjusted unemployment rate for the City of Las Cruces is 9%, while the State indicates an 8.8% unemployment rate. In comparison, the Nation has 13% for the same measurement.

The number of payroll jobs in Las Cruces MSA has decreased from a year ago. The preliminary numbers on total non-farm payroll employment in Las Cruces MSA for May 2020 indicate a total of 67,000 payroll jobs. In comparison to the May 2019 figures at 73,800 payroll jobs, it represents a loss of roughly 6,800 jobs. The decrease in payroll jobs is also a characteristic of the negative economic effects associated to the pandemic of COVID-19. The new business registrations data indicates a downward tendency in new business registrations. In the first 5 months of 2020, there were 164 new business registrations, which is below the first 5 months of 2019 at 194. In the same manner, business registration renewals for the first 5 months of 2020 totaled 883 which is below the first 5 months of 2019 at 1,009.

Median listing home prices have been increasing since August 2017. The median listing home prices, according to realtor.com, is \$242,050 for June 2020.

The following table presents the underlying assumptions used in the City's most recent budgets:

NAICS CATEGORY	Employment Aug FY20 (Thousands)	Share of Aug FY20 Employment	Percentage Change Aug FY19 to Aug FY20	Average Yearly Percentage Change Aug FY13 to Aug FY20
Total Nonfarm Employment (military not included)	66.4	100.0%	-9.40%	-0.85%
Mining and Construction	3.7	5.57%	-2.60%	0.08%
Manufacturing	2.8	4.22%	3.70%	0.76%
Trade, Transportation, and Utilities	11.1	16.72%	0.90%	0.27%
Information	0.6	0.90%	-14.30%	-5.07%
Financial Activities	2.3	3.46%	-11.50%	-1.63%
<b>Aggregate of Services</b>				
Professional and Business Services	7.1	10.69%	-6.60%	-0.78%
Education and Health Services	15.5	23.34%	-5.50%	2.16%
Leisure and Hospitality	5.3	7.98%	-36.90%	-4.18%
Other Services	1.4	2.11%	-6.70%	-0.95%
Government	16.6	25.00%	-10.80%	-2.38%

Source: Bureau of Labor Statistics 2020 [https://www.bls.gov/eag/eag.nm\\_lascruces\\_msa.htm](https://www.bls.gov/eag/eag.nm_lascruces_msa.htm)

### ***Requests for Information***

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact:

Assistant City Manager  
City of Las Cruces  
PO Box 20000  
Las Cruces, NM 88004

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# Basic Financial Statements

CITY OF LAS CRUCES, NEW MEXICO

# City of Las Cruces

## Statement of Net Position

June 30, 2020

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	South Central Solid Waste Authority
<b>Assets</b>				
Cash and investments	\$ 73,335,749	\$ 39,418,340	\$ 112,754,089	\$ 2,331,837
Receivables, net	28,772,363	8,467,942	37,240,305	816,851
Due from other governmental units	21,798,761	1,562,929	23,361,690	-
Due from other funds	-	-	-	-
Due from South Central Solid Waste	964,170	-	964,170	-
Inventory	2,167,805	3,108,579	5,276,384	-
Notes receivable	-	706,268	706,268	-
Restricted cash and investments	159,013,222	32,675,315	191,688,537	8,809,070
Capital assets:				
Land and construction in progress	53,158,541	16,265,018	69,423,559	2,597,985
Other capital assets, net of depreciation	368,988,617	272,900,939	641,889,556	11,923,644
<b>Total capital assets</b>	<b>422,147,158</b>	<b>289,165,957</b>	<b>711,313,115</b>	<b>14,521,629</b>
<b>Total assets</b>	<b>708,199,228</b>	<b>375,105,330</b>	<b>1,083,304,558</b>	<b>26,479,387</b>
<b>Deferred outflow of resources</b>				
Deferred charges from refundings	-	489,711	489,711	-
Deferred outflows related to pensions	22,025,159	6,610,793	28,635,952	1,285,250
Deferred outflows related to OPEB	5,658,966	1,472,004	7,130,970	337,178
<b>Total deferred outflows of resources</b>	<b>27,684,125</b>	<b>8,572,508</b>	<b>36,256,633</b>	<b>1,622,428</b>

(continued)

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

# City of Las Cruces

## Statement of Net Position

June 30, 2020

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	South Central Solid Waste Authority
<b>Liabilities</b>				
Accounts payable and accrued liabilities	15,441,268	2,791,254	18,232,522	1,105,043
Customer deposits	-	1,180,240	1,180,240	-
Unearned revenue	7,015,703	1,343,969	8,359,672	-
Long-term liabilities:				
Net pension liability	140,557,559	22,387,317	162,944,876	6,283,000
Net OPEB liability	41,535,715	10,469,081	52,004,796	1,884,748
Due within one year	18,558,282	6,953,173	25,511,455	667,272
Due in more than one year	147,456,374	110,972,905	258,429,279	10,459,937
<b>Total liabilities</b>	<b>370,564,901</b>	<b>156,097,939</b>	<b>526,662,840</b>	<b>20,400,000</b>
<b>Deferred inflows of resources</b>				
Deferred inflows related to pensions	4,297,599	747,984	5,045,583	188,401
Deferred inflows related to OPEB	24,987,882	6,344,058	31,331,940	1,189,373
<b>Total deferred inflows of resources</b>	<b>29,285,481</b>	<b>7,092,042</b>	<b>36,377,523</b>	<b>1,377,774</b>
<b>Net Position</b>				
Net investment in capital assets	267,291,762	175,208,503	442,500,265	5,667,088
Restricted for:				
Public safety programs	2,760,582	-	2,760,582	-
Housing and community development	1,369,992	-	1,369,992	-
Debt service	12,136,058	18,127,021	30,263,079	-
Capital projects	-	13,368,054	13,368,054	-
Public works	110,583,755	-	110,583,755	8,809,070
Health-related programs	41,485,741	-	41,485,741	-
Economic development	6,276,363	-	6,276,363	-
Parks and recreation	5,315,377	-	5,315,377	-
Quality of life	791,878	-	791,878	-
Customer deposits	-	1,180,240	1,180,240	-
Unrestricted (deficit)	(111,978,537)	12,604,039	(99,374,498)	(8,152,117)
<b>Total net position</b>	<b>\$ 336,032,971</b>	<b>\$ 220,487,857</b>	<b>\$ 556,520,828</b>	<b>\$ 6,324,041</b>

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

**City of Las Cruces**  
Statement of Activities  
For the Year Ended June 30, 2020

Functions/Programs	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>Primary government</b>				
Governmental activities				
General government	\$ 20,635,083	\$ 3,997,239	\$ -	\$ -
Police	30,897,064	656,204	538,727	150,000
Fire	23,593,971	-	2,919,954	923,525
Community development	6,802,628	1,759,031	1,454,376	-
Quality of life	8,838,411	34,996	1,095,001	14,771
Economic development	6,858,687	1,383,148	140,903	2,573,110
Public works	31,273,669	1,366,378	-	953,058
Transportation	269,379	-	-	-
Parks and recreation	12,199,018	2,043,171	313,670	194,151
Interest on long-term debt	2,809,528	-	-	-
Debt issuance costs	567,301	-	-	-
Total governmental activities	144,744,739	11,240,167	6,462,631	4,808,615
Business-type activities				
Gas	18,504,076	17,421,956	-	-
Water	20,817,128	22,655,534	-	-
Wastewater	16,529,711	15,160,752	-	-
Solid waste	16,535,846	15,037,654	-	-
Transit/other	6,119,514	375,627	3,096,574	-
Total business-type activities	78,506,275	70,651,523	3,096,574	-
Total primary government	\$ 223,251,014	\$ 81,891,690	\$ 9,559,205	\$ 4,808,615
<b>Component unit</b>				
South Central Solid Waste Authority	13,960,710	14,504,210	115,496	-
Total component unit	\$ 13,960,710	\$ 14,504,210	\$ 115,496	\$ -
General revenues				
Taxes:				
Gross receipts				
Property				
Lodgers taxes				
Other				
Investment income				
Other				
Donated assets				
Gain on sale of capital assets				
Transfers				
Total general revenues and transfers				
Change in net position				
Net position, beginning of year				
Net position, end of year				

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



Net Revenue (Expense) and Changes in Net Position

Primary Government		Component Unit	
Governmental Activities	Business-Type Activities	Total	South Central Solid Waste Authority
\$ (16,637,844)	\$ -	\$ (16,637,844)	\$ -
(29,552,133)	-	(29,552,133)	-
(19,750,492)	-	(19,750,492)	-
(3,589,221)	-	(3,589,221)	-
(7,693,643)	-	(7,693,643)	-
(2,761,526)	-	(2,761,526)	-
(28,954,233)	-	(28,954,233)	-
(269,379)	-	(269,379)	-
(9,648,026)	-	(9,648,026)	-
(2,809,528)	-	(2,809,528)	-
(567,301)	-	(567,301)	-
(122,233,326)	-	(122,233,326)	-
-	(1,082,120)	(1,082,120)	-
-	1,838,406	1,838,406	-
-	(1,368,959)	(1,368,959)	-
-	(1,498,192)	(1,498,192)	-
-	(2,647,313)	(2,647,313)	-
-	(4,758,178)	(4,758,178)	-
(122,233,326)	(4,758,178)	(126,991,504)	-
-	-	-	658,996
(122,233,326)	(4,758,178)	(126,991,504)	658,996
99,426,032	-	99,426,032	-
24,724,706	-	24,724,706	-
1,739,497	-	1,739,497	-
8,307,120	-	8,307,120	-
4,172,512	1,813,394	5,985,906	243,771
7,570,078	-	7,570,078	-
-	872,819	872,819	-
138,879	233,665	372,544	(62,319)
(13,205,287)	4,832,837	(8,372,450)	-
132,873,537	7,752,715	140,626,252	181,452
10,640,211	2,994,537	13,634,748	840,448
325,392,760	217,493,320	542,886,080	5,483,593
\$ 336,032,971	\$ 220,487,857	\$ 556,520,828	\$ 6,324,041

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

# City of Las Cruces

## Balance Sheet Governmental Funds June 30, 2020

	General Fund	Debt Service	Telshor Facility	Nonmajor Governmental Funds	Total Governmental Funds
<b>Assets</b>					
Pooled cash and investments	\$ 36,239,451	\$ -	\$ -	\$ 24,527,916	\$ 60,767,367
Restricted cash and investments	-	11,639,981	41,467,900	105,905,341	159,013,222
Receivables, net	646,188	15,061,346	17,841	12,690,492	28,415,867
Due from other funds	1,441,900	-	-	-	1,441,900
Due from other governmental units	15,813,191	-	-	5,985,570	21,798,761
Inventories	1,711,370	-	-	-	1,711,370
<b>Total assets</b>	<b>55,852,100</b>	<b>26,701,327</b>	<b>41,485,741</b>	<b>149,109,319</b>	<b>273,148,487</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances</b>					
<b>Liabilities</b>					
Accounts and contracts payable	1,759,098	-	-	3,164,706	4,923,804
Due to other funds	-	-	-	1,441,900	1,441,900
Accrued liabilities	9,267,941	-	-	160,804	9,428,745
Unearned revenue	257,297	568,000	-	6,190,406	7,015,703
<b>Total liabilities</b>	<b>11,284,336</b>	<b>568,000</b>	<b>-</b>	<b>10,957,816</b>	<b>22,810,152</b>
<b>Deferred inflows of resources:</b>					
Special assessment receipts	-	-	-	7,821,678	7,821,678
Investment earnings	12,437	-	-	-	12,437
Unavailable revenue	663,533	14,780,692	-	268,107	15,712,332
<b>Total deferred inflows of resources</b>	<b>675,970</b>	<b>14,780,692</b>	<b>-</b>	<b>8,089,785</b>	<b>23,546,447</b>
<b>Total liabilities and deferred inflows of resources</b>	<b>11,960,306</b>	<b>15,348,692</b>	<b>-</b>	<b>19,047,601</b>	<b>46,356,599</b>

(continued)

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

# City of Las Cruces

## Balance Sheet Governmental Funds June 30, 2020

	General Fund	Debt Service	Telshor Facility	Nonmajor Governmental Funds	Total Governmental Funds
Fund balances					
Nonspendable:					
Inventories	1,711,807	-	-	-	1,711,807
Restricted for:					
Economic development	547,794	-	-	5,728,569	6,276,363
Public safety programs	656,505	-	-	2,104,077	2,760,582
Housing and community development	65,387	-	-	1,304,605	1,369,992
Parks and recreation	383,351	-	-	4,932,026	5,315,377
Public works	-	-	-	110,583,755	110,583,755
Quality of life	791,878	-	-	-	791,878
Debt service	-	11,352,635	-	783,423	12,136,058
Health related programs	-	-	41,485,741	-	41,485,741
Committed for:					
Health related programs	-	-	-	4,283,231	4,283,231
Debt service	9,380,532	-	-	355,644	9,736,176
Public safety programs	4,178,662	-	-	-	4,178,662
Public works	-	-	-	1,038	1,038
Transportation	3,500,000	-	-	-	3,500,000
Quality of Life	1,250,000	-	-	-	1,250,000
Economic development	825,320	-	-	-	825,320
Assigned to:					
Economic development	1,347,523	-	-	-	1,347,523
Public works	-	-	-	-	-
Transportation	-	-	-	-	-
Community development	-	-	-	-	-
Vehicle acquisition	1,352,415	-	-	-	1,352,415
Unassigned (defecit)	17,900,621	-	-	(14,650)	17,885,971
<b>Total fund balances</b>	<b>43,891,795</b>	<b>11,352,635</b>	<b>41,485,741</b>	<b>130,061,718</b>	<b>226,791,889</b>
Total liabilities, deferred inflows of resources, and fund balances	\$ 55,852,100	\$ 26,701,327	\$ 41,485,741	\$ 149,109,319	\$ 273,148,487

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

# City of Las Cruces

## Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Assets June 30, 2020

Total fund balances for governmental funds	\$ 226,791,889
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds (excludes \$122,861 that are reported in internal service funds)	422,024,297
Other assets are not available to pay for current-period expenditures and, therefore, are reported as unearned revenue in the funds	23,546,447
Long-term liabilities applicable to the City's governmental activities are not due and payable in the current period and, accordingly, are not reported in the funds (excludes \$5,746,400 that are reported in internal service funds).	(160,268,256)
The amount due from South Central Solid Waste Authority is not available to pay current-period expenditures and is, therefore, not reported in the funds	964,170
Deferred outflows of pensions (excludes \$737,535 of deferred outflows from pensions of internal service funds reported below)	21,287,624
Net pension liabilities are not reported in governmental funds but are reported on the statement of net position (excludes \$2,137,765 of net pension liabilities of internal service funds reported below)	(138,419,794)
Deferred inflows of pensions (excludes \$126,449 of deferred inflows from pensions of internal service funds reported below)	(4,171,150)
Deferred outflows related to OPEB (excludes \$108,287 of deferred outflows from OPEB of internal service funds reported below)	5,550,679
Net OPEB liabilities are not reported in governmental funds but are reported on the statement of net position (excludes \$873,263 OPEB liabilities of internal service funds reported below)	(40,662,452)
Deferred inflows of OPEB (excludes \$485,919 of deferred inflows from OPEB of internal service funds reported below)	(24,501,961)
Assets and liabilities of internal service funds are included in net position of governmental Rec activities	3,891,478
<b>Net position of governmental activities</b>	<b>\$ 336,032,971</b>

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

# City of Las Cruces

## Statement of Revenues, Expenditures, and Changes in Fund Balance Governmental Funds For the Year Ended June 30, 2020

	General Fund	Debt Service	Telshor Facility	Nonmajor Governmental Funds	Total Governmental Funds
<b>Revenues</b>					
Taxes					
Gross receipts	\$ 90,340,739	\$ 4,838,910	\$ -	\$ 10,160,525	\$ 105,340,174
Property	12,763,080	-	-	4,992,417	17,755,497
Lodgers	-	-	-	1,739,497	1,739,497
State-shared	472,300	-	-	1,920,678	2,392,978
Charges for services	2,522,487	-	-	153,755	2,676,242
Fees and fines	311,623	-	-	2,954,710	3,266,333
Investment income (loss)	1,613,241	(88,868)	1,453,333	1,194,807	4,172,513
Franchise fees	3,510,306	-	-	-	3,510,306
Licenses and permits	1,787,286	-	-	-	1,787,286
Intergovernmental					
Federal	-	-	-	4,855,288	4,855,288
State	-	-	-	6,415,958	6,415,958
Local	16,267	-	-	70,087	86,354
Other	4,174,595	1,388,615	-	2,065,514	7,628,724
<b>Total revenues</b>	<b>117,511,924</b>	<b>6,138,657</b>	<b>1,453,333</b>	<b>36,523,236</b>	<b>161,627,150</b>
<b>Expenditures</b>					
Current					
General government	19,032,925	-	-	1,872,164	20,905,089
Police	25,185,636	-	-	734,564	25,920,200
Fire	16,221,513	-	-	2,304,928	18,526,441
Community Development	3,801,890	-	-	2,999,641	6,801,531
Quality of Life	6,391,893	-	-	1,317,997	7,709,890
Economic Development	2,954,360	-	-	2,922,115	5,876,475
Public Works	13,057,782	-	-	3,837,297	16,895,079
Parks and recreation	10,627,344	-	-	354,912	10,982,256
Capital outlay	2,021,780	-	-	26,307,589	28,329,369
Debt service	-	48,389	-	-	48,389
Principal	-	17,204,871	-	-	17,204,871
Interest and other charges	-	4,904,830	-	-	4,904,830
Debt issuance cost	-	201,748	-	365,553	567,301
<b>Total expenditures</b>	<b>99,295,123</b>	<b>22,359,838</b>	<b>-</b>	<b>43,016,760</b>	<b>164,671,721</b>
Revenues over (under) expenditures	18,216,801	(16,221,181)	1,453,333	(6,493,524)	(3,044,571)
<b>Other financing sources (uses)</b>					
Issuance of debt	-	656,533	-	30,813,467	31,470,000
Premium on issuance of debt	-	2,676,415	-	3,649,561	6,325,976
Proceeds of refunding bonds	-	15,435,000	-	-	15,435,000
Payment to refunded bond escrow agent	-	(18,405,000)	-	-	(18,405,000)
Sale of capital assets	130,344	-	-	5,905	136,249
Transfers in	5,702,555	15,373,141	-	15,209,518	36,285,214
Transfers out	(27,184,709)	-	(6,900,357)	(15,405,435)	(49,490,501)
<b>Total other financing sources (uses)</b>	<b>(21,351,810)</b>	<b>15,736,089</b>	<b>(6,900,357)</b>	<b>34,273,016</b>	<b>21,756,938</b>
Net change in fund balances	(3,135,009)	(485,092)	(5,447,024)	27,779,492	18,712,367
Fund balances, beginning of year	47,026,804	11,837,727	46,932,765	102,282,226	208,079,522
Fund balances, end of year	\$ 43,891,795	\$ 11,352,635	\$ 41,485,741	\$ 130,061,718	\$ 226,791,889

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

# City of Las Cruces

## Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance of Governmental Funds to the Statement of Activities For the Year Ended June 30, 2020

<b>Net change in fund balances—governmental funds</b>	<b>\$ 18,712,367</b>
<p>Total revenues and other financing sources in the governmental funds differ from total revenues for governmental activities in the statement of activities. The difference results primarily from the long-term economic focus of the statement of activities versus the current financial sources focus of the governmental funds. The main components of the difference are describe below:</p>	
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of certain capital outlays is allocated over the estimated useful lives of the assets acquired and reported as depreciation expense. As a result, fund balance decreased by the amount of financial resources expended, whereas net position decreased by the amount of depreciation expense charged for the year:</p>	
Capital outlay	\$ 24,916,739
Depreciation	(23,337,228)
Difference in proceeds and net capital assets sold	5,024,985
<p>Proceeds from the issuance of long-term obligations provide current financial resources to governmental funds and increase long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the current year principal repayment reduces long-term liabilities in the statement of net position.</p>	
Repayments of bonds and notes payable	35,609,871
Repayments of pollution remediation obligation	6,094,858
Proceeds from bonds and notes payable	(48,001,485)
Repayments on claims and judgements	1,125,545
Additions to and amortization of premium/discount of bond and notes payable	(4,675,248)
<p>The change in the liability for compensated absences affects expenses reported in the statement of activities but does not require the use of current financial resources and, therefore, is not reported as expenditures in governmental funds.</p>	
	(27,448)
<p>Revenues in the statement of activities that do not meet the "availability" criteria for revenue recognition and, therefore, are not reported as revenues in the funds.</p>	
	6,969,208
<p>Change in PERA liability affects expenses reported in the statement of activities but does not require the use of current financial resources and, therefore, is not reported as expenditures in governmental funds.</p>	
	(15,642,158)
<p>Change in OPEB liability affects expenses reported in the statement of activities but does not require the use of current financial resources and, therefore, is not reported as expenditures in governmental funds.</p>	
	3,537,047
<p>Principal payments by South Central Solid Waste to the City's debt service fund are reported as revenue in the debt service fund but reduce assets on the statement of net position.</p>	
	(145,000)
<p>Internal service funds are used by management to charge the costs of certain activities such as insurance and telecommunications to individual funds. The change in net position of internal service funds is reported within governmental activities.</p>	
	478,158
<b>Change in net position of governmental activities</b>	<b>\$ 10,640,211</b>

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

# City of Las Cruces

## Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual General Fund For the Year Ended June 30, 2020 (With Comparative Actual Amounts for the Year Ended June 30, 2019)

	2020			2019	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	
	Original	Final			
<b>Revenues</b>					
Local taxes					
Gross receipts	\$ 85,306,342	\$ 86,202,369	\$ 90,340,739	\$ 4,138,370	\$ 84,786,667
Property	12,400,825	12,400,825	12,763,080	362,255	12,249,039
Total local taxes	97,707,167	98,603,194	103,103,819	4,500,625	97,035,706
State-shared taxes	524,375	524,375	472,300	(52,075)	637,637
Charges for services	3,164,871	3,169,871	2,522,487	(647,384)	3,290,364
Fees and fines	607,788	607,788	311,623	(296,165)	549,072
Investment income	597,994	597,994	1,613,241	1,015,247	1,989,566
Franchise fees	3,971,546	3,971,546	3,510,306	(461,240)	3,628,782
Licenses and permits	1,342,449	1,342,449	1,787,286	444,837	1,473,546
Operating grants and contributions	15,973	15,973	16,267	294	15,973
Other	4,279,739	4,186,314	4,174,595	(11,719)	4,507,388
	14,504,735	14,416,310	14,408,105	(8,205)	16,092,328
<b>Total revenues</b>	<b>112,211,902</b>	<b>113,019,504</b>	<b>117,511,924</b>	<b>4,492,420</b>	<b>113,128,034</b>
<b>Expenditures</b>					
Current					
General government	17,911,147	17,049,399	19,032,925	(1,983,526)	18,791,042
Economic Development	3,801,789	4,189,063	2,954,360	1,234,703	25,536,609
Police	26,944,075	26,972,177	25,185,636	1,786,541	16,282,527
Fire	16,821,335	16,815,335	16,221,513	593,822	4,450,169
Community development	4,903,332	4,909,921	3,801,890	1,108,031	6,465,482
Quality of Life	6,809,933	7,034,216	6,391,893	642,323	3,990,650
Public works	14,250,193	13,978,620	13,057,782	920,838	12,111,416
Parks and Recreation	12,150,420	12,019,860	10,627,344	1,392,516	11,032,649
Capital outlay	2,636,633	4,331,137	2,021,780	2,309,357	4,911,888
Total expenditures	106,228,856	107,299,728	99,295,123	8,004,605	103,572,432
Revenues over expenditures	5,983,046	5,719,776	18,216,801	(3,512,185)	9,555,602
<b>Other Financing Sources (Uses)</b>					
Sale of Capital assets	-	-	130,344	130,344	260,372
Transfers in	5,611,347	5,702,555	5,702,555	-	6,293,917
Transfers out	(25,734,094)	(27,252,757)	(27,184,709)	68,048	(17,459,534)
Total other financing sources (uses)	(20,122,747)	(21,550,202)	(21,351,810)	198,392	(10,905,245)
Net change in fund balance	(14,139,701)	(15,830,426)	(3,135,009)	(3,313,793)	(1,349,643)
Fund balance, beginning of year	47,026,804	47,026,804	47,026,804	-	48,376,447
<b>Fund balance, end of year</b>	<b>\$ 32,887,103</b>	<b>\$ 31,196,378</b>	<b>\$ 43,891,795</b>	<b>\$ (3,313,793)</b>	<b>\$ 47,026,804</b>

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

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# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
 Telshor Facility  
 For the Year Ended June 30, 2020  
 (With Comparative Actual Amounts for the Year Ended June 30, 2019)

	2020			2019	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
<b>Revenues</b>					
Investment income (expense)	\$ 400,000	\$ 400,000	\$ 1,453,333	\$ 1,053,333	\$ 2,720,244
Other	-	-	-	-	4,199,501
Total revenues	400,000	400,000	1,453,333	1,053,333	6,919,745
<b>Other Financing Sources (Uses)</b>					
Transfers out	(2,785,757)	(6,900,357)	(6,900,357)	-	(1,897,929)
Total other financing sources (uses)	(2,785,757)	(6,900,357)	(6,900,357)	-	(1,897,929)
Net change in fund balance	(2,385,757)	(6,500,357)	(5,447,024)	1,053,333	5,021,816
Fund balance, beginning of year	46,932,765	46,932,765	46,932,765	-	41,910,949
Fund balance, end of year	\$ 44,547,008	\$ 40,432,408	\$ 41,485,741	\$ 1,053,333	\$ 46,932,765

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

# City of Las Cruces

Balance Sheet  
Proprietary Funds  
June 30, 2020

	Enterprise Funds			
	Gas	Water	Waste Water	Solid Waste
<b>Assets</b>				
Current assets				
Pooled cash and investments	\$ 14,142,821	\$ 5,381,308	\$ 6,523,466	\$ 10,879,189
Accounts receivable, net of allowance for uncollectible accounts	1,137,945	3,605,044	1,777,412	1,944,812
Due from other governments	-	9,756	-	-
Inventories	895,897	951,170	565,849	695,663
<b>Total current assets</b>	<b>16,176,663</b>	<b>9,947,278</b>	<b>8,866,727</b>	<b>13,519,664</b>
Non-current assets				
Restricted cash and investments	1,695,666	14,792,405	15,485,747	701,497
Notes receivable	-	368,767	337,501	-
Advance to other funds	-	-	1,840,664	-
Other	-	-	-	-
Capital assets:				
Land, water rights and construction in progress	264,222	14,185,793	399,124	264,635
Other capital assets, net of depreciation	38,789,076	124,902,298	98,083,052	5,850,164
<b>Total capital assets</b>	<b>39,053,298</b>	<b>139,088,091</b>	<b>98,482,176</b>	<b>6,114,799</b>
<b>Total non-current assets</b>	<b>40,748,964</b>	<b>154,249,263</b>	<b>116,146,088</b>	<b>6,816,296</b>
<b>Total assets</b>	<b>56,925,627</b>	<b>164,196,541</b>	<b>125,012,815</b>	<b>20,335,960</b>
<b>Deferred outflows of resources</b>				
Deferred charges from refundings	-	197,094	292,617	-
Deferred outflows related to pensions	1,471,626	1,109,813	1,141,641	1,373,482
Deferred outflows related to OPEB	344,984	308,381	291,559	273,102
<b>Total deferred outflows of resources</b>	<b>1,816,610</b>	<b>1,615,288</b>	<b>1,725,817</b>	<b>1,646,584</b>

(Continued)

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

# City of Las Cruces

Balance Sheet  
Proprietary Funds  
June 30, 2020

	Enterprise Funds		Internal Service Funds
	Nonmajor Enterprise Funds	Totals	
<b>Assets</b>			
Current assets			
Pooled cash and investments	\$ 2,491,556	\$ 39,418,340	\$ 12,568,382
Accounts receivable, net of allowance for uncollectible accounts	2,729	8,467,942	414,239
Due from other governments	1,553,173	1,562,929	-
Inventories	-	3,108,579	456,435
Total current assets	4,047,458	52,557,790	13,439,056
Non-current assets			
Restricted cash and investments	-	32,675,315	-
Notes receivable	-	706,268	-
Advance to other funds	-	1,840,664	-
Other	-	-	-
Capital assets:			
Land, water rights and constuction in progress	1,151,244	16,265,018	2,403,398
Other capital assets, net of depreciation	5,276,349	272,900,939	(2,280,537)
Total capital assets	6,427,593	289,165,957	122,861
Total non-current assets	6,427,593	324,388,204	122,861
Total assets	10,475,051	376,945,994	13,561,917
<b>Deferred outflows of resources</b>			
Deferred charges from refundings	-	489,711	-
Deferred outflows related to pensions	1,514,231	6,610,793	737,535
Deferred outflows related to OPEB	253,978	1,472,004	108,287
Total deferred outflows of resources	1,768,209	8,572,508	845,822

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

# City of Las Cruces

Balance Sheet  
Proprietary Funds  
June 30, 2020

	Enterprise Funds			
	Gas	Water	Waste Water	Solid Waste
<b>Liabilities</b>				
Current liabilities				
Accounts payable	\$ 704,112	\$ 490,469	\$ 359,526	\$ 41,628
Due to other funds	-	-	-	-
Accrued liabilities	177,905	393,111	234,440	160,122
Unearned revenue	1,343,969	-	-	-
Current portion of non-current liabilities	351,085	3,910,334	2,211,812	445,618
<b>Total current liabilities</b>	<b>2,577,071</b>	<b>4,793,914</b>	<b>2,805,778</b>	<b>647,368</b>
Non-current liabilities				
Customer deposits	608,882	218,680	155,542	197,136
Revenue bonds payable	8,972,331	63,050,258	32,592,387	-
Notes payable	-	2,177,500	2,177,500	396,258
Compensated absences	223,289	218,054	149,257	158,777
Estimated liability for insurance claims	-	-	-	-
Accrued landfill closure cost	-	-	-	720,000
Advance from other funds	-	1,840,664	-	-
Net pension liability	5,608,356	4,283,236	4,349,082	3,827,057
Net OPEB liability	2,663,176	2,261,316	2,058,845	1,920,105
<b>Total non-current liabilities</b>	<b>18,076,034</b>	<b>74,049,708</b>	<b>41,482,613</b>	<b>7,219,333</b>
<b>Total liabilities</b>	<b>20,653,105</b>	<b>78,843,622</b>	<b>44,288,391</b>	<b>7,866,701</b>
<b>Deferred inflow of resources</b>				
Deferred inflows related to pensions	146,450	122,688	131,615	300,873
Deferred inflows related to OPEB	1,524,095	1,340,849	1,256,931	1,173,052
<b>Total deferred inflows of resources</b>	<b>1,670,545</b>	<b>1,463,537</b>	<b>1,388,546</b>	<b>1,473,925</b>
<b>Net position</b>				
Net investment in capital assets	30,414,460	70,863,257	62,173,596	5,329,597
Restricted for customer deposits	608,882	218,680	155,542	197,136
Restricted for capital projects	854,537	1,654,909	10,858,608	-
Restricted for debt service	232,247	12,918,816	4,471,598	504,360
Unrestricted	4,308,461	(150,992)	3,402,351	6,610,825
<b>Total net position</b>	<b>\$ 36,418,587</b>	<b>\$ 85,504,670</b>	<b>\$ 81,061,695</b>	<b>\$ 12,641,918</b>

(Continued)

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

# City of Las Cruces

Balance Sheet  
Proprietary Funds  
June 30, 2020

	Enterprise Funds		Internal Service Funds
	Nonmajor Enterprise Funds	Totals	
<b>Liabilities</b>			
Current liabilities			
Accounts payable	\$ 130,697	\$ 1,726,432	\$ 1,106,837
Due to other funds	-	-	-
Accrued liabilities	99,244	1,064,822	39,628
Unearned revenue	-	1,343,969	-
Current portion of non-current liabilities	34,324	6,953,173	1,604,567
<b>Total current liabilities</b>	<b>264,265</b>	<b>11,088,396</b>	<b>2,751,032</b>
Non-current liabilities			
Customer deposits	-	1,180,240	-
Revenue bonds payable	-	104,614,976	-
Notes payable	-	4,751,258	-
Compensated absences	137,294	886,671	32,932
Estimated liability for insurance claims	-	-	4,108,901
Accrued landfill closure cost	-	720,000	-
Advance from other funds	-	1,840,664	-
Net pension liability	4,319,586	22,387,317	2,137,765
Net OPEB liability	1,565,639	10,469,081	873,263
<b>Total non-current liabilities</b>	<b>6,022,519</b>	<b>146,850,207</b>	<b>7,152,861</b>
<b>Total liabilities</b>	<b>6,286,784</b>	<b>157,938,603</b>	<b>9,903,893</b>
<b>Deferred inflow of resources</b>			
Deferred inflows related to pensions	46,358	747,984	126,449
Deferred inflows related to OPEB	1,049,131	6,344,058	485,919
<b>Total deferred inflows of resources</b>	<b>1,095,489</b>	<b>7,092,042</b>	<b>612,368</b>
<b>Net position</b>			
Net investment in capital assets	6,427,593	175,208,503	122,861
Restricted for customer deposits	-	1,180,240	-
Restricted for capital projects	-	13,368,054	-
Restricted for debt service	-	18,127,021	-
Unrestricted	(1,566,606)	12,604,039	3,768,617
<b>Total net position</b>	<b>\$ 4,860,987</b>	<b>\$ 220,487,857</b>	<b>\$ 3,891,478</b>

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

# City of Las Cruces

## Statement of Revenues, Expenses, and Changes in Net Position Proprietary Funds For the Year Ended June 30, 2020

	Enterprise Funds			
	Gas	Water	Waste Water	Solid Waste
<b>Operating revenues</b>				
Sales/charges	\$ 16,862,618	\$ 21,978,207	\$ 14,677,481	\$ 14,615,871
Provision for uncollectible accounts	(305,284)	6,361	(21,941)	(12,961)
<b>Net sales/charges</b>	<b>16,557,334</b>	<b>21,984,568</b>	<b>14,655,540</b>	<b>14,602,910</b>
Utility extension/service fee	408,269	125,078	34,125	-
Rentals	-	300	-	-
Other	456,353	545,588	471,087	434,744
<b>Total operating revenues</b>	<b>17,421,956</b>	<b>22,655,534</b>	<b>15,160,752</b>	<b>15,037,654</b>
Cost of gas, water, and services respectively	(5,566,938)	(153,755)	-	-
<b>Gross Margin</b>	<b>11,855,018</b>	<b>22,501,779</b>	<b>15,160,752</b>	<b>15,037,654</b>
<b>Operating expenses</b>				
Personnel services	3,509,203	3,467,456	3,018,346	2,587,075
Supplies	274,235	436,428	989,452	225,806
Utilities	36,410	1,726,568	693,496	35,319
Professional services	516,866	2,100,448	1,232,115	7,347,479
Motor pool charges	-	-	-	-
Motor fuel	-	-	-	-
Repairs and maintenance	653,514	1,942,131	880,073	1,271,717
Rent	3,987	90,076	5,108	600
Depreciation and amortization	2,841,588	4,174,253	4,545,172	1,685,599
Payment in lieu of taxes	470,672	711,517	562,906	343,556
Administrative charges from other funds	3,866,346	3,672,864	3,363,216	3,171,128
Customer service	-	-	-	-
Closure/post-closure costs	-	-	-	825,759
Claims and judgments (benefits)	-	-	-	-
Insurance	150,481	88,786	105,091	160,409
Pension expense	576,388	554,578	511,316	420,402
Other post employment benefit expense (benefit)	(141,457)	(127,618)	(121,284)	(113,807)
Other	8,311	2,269	879	(1,445,942)
<b>Total operating expenses</b>	<b>12,766,544</b>	<b>18,839,756</b>	<b>15,785,886</b>	<b>16,515,100</b>
<b>Operating income (loss)</b>	<b>(911,526)</b>	<b>3,662,023</b>	<b>(625,134)</b>	<b>(1,477,446)</b>

(Continued)

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

# City of Las Cruces

## Statement of Revenues, Expenses, and Changes in Net Position Proprietary Funds For the Year Ended June 30, 2020

	Enterprise Funds		Internal Service Funds
	Nonmajor Enterprise Funds	Totals	
Operating revenues			
Sales/charges	\$ 353,020	\$ 68,487,197	\$ 2,373,439
Provision for uncollectible accounts	-	(333,825)	-
Net sales/charges	353,020	68,153,372	2,373,439
Utility extension/service fee	-	567,472	-
Rentals	11,135	11,435	309,848
Other	11,472	1,919,244	16,632,943
	-	375,627	70,651,523
Cost of gas, water, and services respectively	-	(5,720,693)	(2,651,745)
Gross Margin	375,627	64,930,830	16,664,485
Operating expenses			
Personnel services	3,582,226	16,164,306	3,270,664
Supplies	146,975	2,072,896	144,243
Utilities	45,542	2,537,335	26,421
Professional services	362,814	11,559,722	1,262,769
Motor pool charges	445,135	445,135	-
Motor fuel	390,203	390,203	-
Repairs and maintenance	139,306	4,886,741	69,536
Rent	-	99,771	18,424
Depreciation and amortization	637,465	13,884,077	41,472
Payment in lieu of taxes	-	2,088,651	-
Administrative charges from other funds	-	14,073,554	-
Customer service	-	-	-
Closure/post-closure costs	-	825,759	-
Claims and judgments (benefits)	-	-	15,546,556
Insurance	42,038	546,805	873,148
Pension expense	361,553	2,424,237	253,395
Other post employment benefit expense (benefit)	(108,081)	(612,247)	(44,003)
Other	74,338	(1,360,145)	19,296
Total operating expenses	6,119,514	70,026,800	21,481,921
Operating income (loss)	(5,743,887)	(5,095,970)	(4,817,436)

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

# City of Las Cruces

## Statement of Revenues, Expenses, and Changes in Net Position Proprietary Funds For the Year Ended June 30, 2020

	Enterprise Funds			
	Gas	Water	Waste Water	Solid Waste
<b>Non-operating revenues (expenses)</b>				
Gain (loss) on sale of capital assets	12,528	19,212	99,420	102,505
Investment income (loss)	324,243	605,114	606,432	315,118
Grants - federal	-	-	-	-
Grants - state	-	-	-	-
Interest expense	(170,594)	(1,823,617)	(743,825)	(20,746)
Total non-operating revenues (expenses)	166,177	(1,199,291)	(37,973)	396,877
Income (loss) before capital contributions and transfers	(745,349)	2,462,732	(663,107)	(1,080,569)
<b>Capital contributions</b>	181,559	242,274	448,986	-
<b>Transfers</b>				
Transfers in	-	-	1,499,111	-
Transfers (out)	(5,000)	-	-	-
Change in net position	(568,790)	2,705,006	1,284,990	(1,080,569)
Net position, beginning of year	37,371,071	83,204,288	80,191,843	12,519,031
Restatement - see Note 23	(383,694)	(404,624)	(415,138)	1,203,456
Net position, beginning of year, as restated	36,987,377	82,799,664	79,776,705	13,722,487
Net position, end of year	\$ 36,418,587	\$ 85,504,670	\$ 81,061,695	\$ 12,641,918

(Continued)

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



# City of Las Cruces

Statement of Revenues, Expenses, and Changes in Net Position  
Proprietary Funds  
For the Year Ended June 30, 2020

	Enterprise Funds		Internal Service Funds
	Nonmajor Enterprise Funds	Totals	
<b>Non-operating revenues (expenses)</b>			
Gain (loss) on sale of capital assets	-	233,665	2,631
Investment income (loss)	(37,513)	1,813,394	492,963
Grants - federal	3,040,354	3,040,354	-
Grants - state	56,220	56,220	-
Interest expense	-	(2,758,782)	-
Total non-operating revenues (expenses)	3,059,061	2,384,851	495,594
Income (loss) before capital contributions and transfers	(2,684,826)	(2,711,119)	(4,321,842)
Capital contributions	-	872,819	
<b>Transfers</b>			
Transfers in	3,338,726	4,837,837	4,800,000
Transfers (out)	-	(5,000)	-
Change in net position	653,900	2,994,537	478,158
Net position, beginning of year	4,207,087	217,493,320	3,413,320
Restatement - SS allocation - note 23	-	-	-
Net position, beginning of year, as restated	4,207,087	217,493,320	3,413,320
Net position, end of year	\$ 4,860,987	\$ 220,487,857	\$ 3,891,478

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

# City of Las Cruces

## Statement of Cash Flows Proprietary Funds For the Year Ended June 30, 2020

	Enterprise Funds			
	Gas	Water	Waste Water	Solid Waste
<b>Cash flows from operating activities</b>				
Cash received from customers	\$ 16,890,723	\$ 21,642,253	\$ 14,594,289	\$ 14,597,329
Cash paid to suppliers	(12,071,653)	(11,820,741)	(8,125,581)	(13,120,721)
Cash paid to employees	(2,927,755)	(2,685,832)	(2,592,175)	(2,032,927)
Claims paid	-	-	-	-
Other receipts	456,353	545,588	471,087	434,744
Net cash provided (used) by operating activities	2,347,668	7,681,268	4,347,620	(121,575)
<b>Cash flows from non-capital financing activities</b>				
Grants and contributions	-	-	-	-
Transfers in	-	-	1,499,111	-
Transfers out	(5,000)	-	-	-
Loans for development impact fees	-	(79,645)	(93,341)	-
Advance to/from other funds	-	(326,050)	326,050	-
Net cash provided (used) by non-capital financing	(5,000)	(405,695)	1,731,820	-
<b>Cash flows from capital and related financing activities</b>				
Purchase/transfer of capital assets	(5,210,562)	(6,073,044)	(4,834,563)	(1,463,239)
Cash proceeds from sale of capital assets	12,528	19,213	99,419	102,505
Acquisition of other assets	-	-	-	-
Grants	-	-	-	-
Capital contributions	181,559	242,274	448,986	-
Proceeds from revenue bonds and notes payable	-	19,835,401	18,874,792	-
Principal paid revenue bonds/lease purchase/	(288,923)	(13,501,387)	(8,622,741)	(388,945)
Interest paid revenue bonds/lease purchase/	(170,594)	(1,823,617)	(743,825)	(20,746)
Net cash provided (used) by capital and related financing activities	(5,475,992)	(1,301,160)	5,222,068	(1,770,425)
<b>Cash flows from investing activities</b>				
Cash interest received	324,243	605,114	606,432	315,120
Net cash provided (used) by investing activities	324,243	605,114	606,432	315,120
Net increase (decrease) in pooled cash and investments	(2,809,081)	6,579,527	11,907,940	(1,576,880)
Cash and investments, beginning of year	18,647,568	13,594,186	10,101,273	13,157,566
Cash and investments, end of year	\$ 15,838,487	\$ 20,173,713	\$ 22,009,213	\$ 11,580,686
<b>Cash and investments at June 30 consisted of:</b>				
Current assets				
Cash and investments	\$ 14,142,821	\$ 5,381,308	\$ 6,523,466	\$ 10,879,189
Non-current assets				
Restricted cash and investments	1,695,666	14,792,405	15,485,747	701,497
Total cash and investments, June 30	\$ 15,838,487	\$ 20,173,713	\$ 22,009,213	\$ 11,580,686

(Continued)

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

# City of Las Cruces

## Statement of Cash Flows Proprietary Funds For the Year Ended June 30, 2020

	Enterprise Funds		Internal Service Funds
	Nonmajor Enterprise Funds	Totals	
<b>Cash flows from operating activities</b>			
Cash received from customers	\$ 586,547	\$ 68,311,141	\$ 19,458,698
Cash paid to suppliers	(2,055,937)	(47,194,633)	(5,040,184)
Cash paid to employees	(3,121,060)	(13,359,749)	(3,093,933)
Claims paid	-	-	(16,671,517)
Other receipts	11,472	1,919,244	-
Net cash provided (used) by operating activities	(4,578,978)	9,676,003	(5,346,936)
<b>Cash flows from non-capital financing activities</b>			
Grants and contributions	2,257,879	2,257,879	-
Transfers in	3,338,726	4,837,837	4,800,000
Transfers out	-	(5,000)	-
Loans for development impact fees	-	(172,986)	-
Advance to/from other funds	-	-	-
Net cash provided (used) by non-capital financing	5,596,605	6,917,730	4,800,000
<b>Cash flows from capital and related financing activities</b>			
Purchase/transfer of capital assets	(219,056)	(17,800,464)	-
Cash proceeds from sale of capital assets	-	233,665	2,633
Acquisition of other assets	-	-	-
Grants	-	-	-
Capital contributions	-	872,819	-
Proceeds from revenue bonds and notes payable	-	38,710,193	-
Principal paid revenue bonds/lease purchase/	-	(22,801,996)	-
Interest paid revenue bonds/lease purchase/	-	(2,758,782)	-
Net cash provided (used) by capital and related financing activities	(219,056)	(3,544,565)	2,633
<b>Cash flows from investing activities</b>			
Cash interest received	(37,513)	1,813,396	492,963
Net cash provided (used) by investing activities	(37,513)	1,813,396	492,963
Net increase (decrease) in pooled cash and investments	761,058	14,862,564	(51,340)
Cash and investments, beginning of year	1,730,498	57,231,091	12,619,722
Cash and investments, end of year	\$ 2,491,556	\$ 72,093,655	\$ 12,568,382
<b>Cash and investments at June 30 consisted of:</b>			
Current assets			
Cash and investments	\$ 2,491,556	\$ 39,418,340	\$ 12,568,382
Non-current assets			
Restricted cash and investments	-	32,675,315	-
Total cash and investments, June 30	\$ 2,491,556	\$ 72,093,655	\$ 12,568,382

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

# City of Las Cruces

## Statement of Cash Flows Proprietary Funds For the Year Ended June 30, 2020

	Enterprise Funds			
	Gas	Water	Waste Water	Solid Waste
<b>Reconciliation of operating income to net cash provided (used) by operating activities</b>				
Operating income (loss)	\$ (911,526)	\$ 3,662,023	\$ (625,135)	\$ (1,477,446)
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation and amortization	2,841,588	4,174,253	4,545,172	1,685,599
Noncash pension expense	576,388	554,578	511,316	420,402
Noncash OPEB expense (benefit)	(141,457)	(127,618)	(121,284)	(113,807)
Provision for uncollectible accounts	305,284	6,361	(21,941)	(12,961)
Decrease in liability for landfill closure costs	-	-	-	(36,000)
Noncash interest expense	-	-	-	-
Change in assets and liabilities:				
Accounts receivable	(161,113)	(458,388)	(115,933)	(13,170)
Inventories	88,476	21,873	362,519	(515,706)
Due to/from other funds	-	-	-	-
Due from other governmental agencies	-	-	-	-
Accounts payable	61,980	(318,528)	(36,844)	(72,128)
Estimated liability for insurance claims	-	-	-	-
Wages payable and accrued liabilities	14,069	245,833	(56,714)	46,021
Compensated absences	(39,808)	(45,093)	(54,073)	27,031
Deferred gain of revenue	(172,907)	-	-	-
Deferred revenue	-	-	-	-
Net pension liability, net of noncash expense	(408,784)	(338,546)	(329,565)	(363,258)
OPEB liability, net of noncash expense	(423,344)	(381,927)	(362,971)	(340,592)
Deferred outflows - NPL and OPEB	331,678	299,350	282,210	299,457
Deferred inflows - NPL and OPEB	433,287	390,041	372,245	350,357
Customer deposits	(46,143)	(2,944)	(1,382)	(5,374)
Total adjustments	3,259,194	4,019,245	4,972,755	1,355,871
<b>Net cash provided (used) by operating activities</b>	<b>\$ 2,347,668</b>	<b>\$ 7,681,268</b>	<b>\$ 4,347,620</b>	<b>\$ (121,575)</b>
<b>Non-cash investing/financing activities</b>				
Capital contributions of capital assets	\$ 181,559	\$ 242,274	\$ 448,986	\$ -
<b>Total non-cash investing/financing activities</b>	<b>\$ 181,559</b>	<b>\$ 242,274</b>	<b>\$ 448,986</b>	<b>\$ -</b>

(Continued)

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

# City of Las Cruces

## Statement of Cash Flows Proprietary Funds For the Year Ended June 30, 2020

	Enterprise Funds		Internal Service Funds
	Nonmajor Enterprise Funds	Totals	
<b>Reconciliation of operating income to net cash provided (used) by operating activities</b>			
Operating income (loss)	\$ (5,743,888)	\$ (5,095,972)	\$ (4,817,436)
Adjustments to reconcile operating income to net cash provided by operating activities:			
Depreciation and amortization	637,465	13,884,077	41,472
Noncash pension expense	361,553	2,424,237	253,395
Noncash OPEB expense (benefit)	(108,081)	(612,247)	(44,003)
Provision for uncollectible accounts	-	276,743	-
Decrease in liability for landfill closure costs	-	(36,000)	-
Noncash interest expense	-	-	-
Change in assets and liabilities:			
Accounts receivable	222,392	(526,212)	142,468
Inventories	-	(42,838)	(49,878)
Due to/from other funds	-	-	-
Due from other governmental agencies	-	-	-
Accounts payable	94,189	(271,331)	284,668
Estimated liability for insurance claims	-	-	(1,124,961)
Wages payable and accrued liabilities	20,430	269,639	3,706
Compensated absences	(11,719)	(123,662)	(15,476)
Deferred gain of revenue	-	(172,907)	-
Deferred revenue	-	-	-
Net pension liability, net of noncash expense	(377,325)	(1,817,478)	(52,607)
OPEB liability, net of noncash expense	(323,457)	(1,832,291)	(131,690)
Deferred outflows - NPL and OPEB	315,676	1,528,371	28,531
Deferred inflows - NPL and OPEB	333,787	1,879,717	134,875
Customer deposits	-	(55,843)	-
<b>Total adjustments</b>	<b>1,164,910</b>	<b>14,771,975</b>	<b>(529,500)</b>
-			
<b>Net cash provided (used) by operating activities</b>	<b>\$ (4,578,978)</b>	<b>\$ 9,676,003</b>	<b>\$ (5,346,936)</b>
<b>Non-cash investing/financing activities</b>			
Capital contributions of capital assets	\$ -	\$ 872,819	\$ -
<b>Total non-cash investing/financing activities</b>	<b>\$ -</b>	<b>\$ 872,819</b>	<b>\$ -</b>

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

# City of Las Cruces

## Statement of Fiduciary Assets and Liabilities

Agency Funds

June 30, 2020

### Assets

Pooled cash and investments	\$	4,163,060
Accounts receivable		87,048
Receivable from other government agencies		125,384
Capital assets, net		1,267,201
Deferred outflows		1,718,737
<b>Total assets</b>	<b>\$</b>	<b>7,361,430</b>

### Liabilities

Accounts and contract payable	\$	118,804
Accrued wages payable		294,557
Net pension liability		4,742,578
Net OPEB liability		1,907,427
Deferred inflows		1,483,654
Revenue collected in advance		38,942
Fund held for others		(1,224,532)
<b>Total liabilities</b>	<b>\$</b>	<b>7,361,430</b>

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

City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - DESCRIPTION AND REPORTING ENTITY**

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

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

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

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

City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - BASIS OF PRESENTATION, BASIS OF ACCOUNTING**

Basis of Presentation

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

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

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

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

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



City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - BASIS OF PRESENTATION, BASIS OF ACCOUNTING (Continued)**

The City reports the following as major governmental funds:

*General Fund*

The General Fund is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

*Special Revenue Fund*

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

*Debt Service Fund*

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

The City reports the following major enterprise funds:

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

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

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

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

The City also reports the following fund types:

*Internal Service Funds*—used to report activities that provide goods or services to other funds, departments or agencies of the City and its component units on a cost-reimbursement basis. These activities include Internal Services and Self Insurance.

*Agency Funds*—used to account for monies held by the City in a custodial capacity. These funds do not report operations or have a measurement focus. The funds held by the City in a fiduciary capacity include: Mesilla Valley Regional Dispatch Authority; Metro Narcotics Agency; Branigan Estate (proceeds of sales of assets is used to purchase books for the library); Gifts and Memorials; Veteran's Memorial Wall; Animal Service Center of the Mesilla Valley; High Intensity Drug Trafficking Area.

City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - BASIS OF PRESENTATION, BASIS OF ACCOUNTING (Continued)**

Measurement Focus, Basis of Accounting

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

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

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

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

Use of Estimates

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

City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - BASIS OF PRESENTATION, BASIS OF ACCOUNTING (Continued)**

Fair Value of Financial Instruments

The City's financial instruments consist of investments in securities, bonds and notes payable. The City estimates that the fair value of all its financial instruments does not differ materially from their aggregate carrying values in the accompanying statement of net assets. The estimated fair value amounts have been determined by the City using available market information and appropriate valuation methodologies. Considerable judgment is necessarily required in interpreting market data to develop the estimates of fair value, and, accordingly, the estimates are not necessarily indicative of the amounts that the City could realize in a current market exchange. None of the financial instruments are held for trading purposes.

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Equity

*Cash Equivalents and Investments*

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

Investments are stated at fair value.

*Restricted Cash and Investments*

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

Receivables

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

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

City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - BASIS OF PRESENTATION, BASIS OF ACCOUNTING (Continued)**

Inventories and Prepaid Items

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

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

Capital Assets

Capital assets are defined as assets with an initial individual cost or fair value of \$5,000 or greater and an estimated useful life more than one year. Purchased and constructed capital assets are reported at cost or estimated historical cost. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. The City has retroactively reported all major general infrastructures in these financial statements.

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

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

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

Accounts and contracts payable

The liability for accounts and contracts payables reported in the government-wide and proprietary fund statement consist of unpaid amounts due to vendors and amounts for unpaid contracts.

Long-term Debt

In the government-wide financial statements, long-term debt is reported as liabilities in the applicable governmental activities statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method of the straight-line method if the difference from the effective interest method is minimal.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of the debt issued is reported as other financing sources while discounts on debt issuance are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - BASIS OF PRESENTATION, BASIS OF ACCOUNTING (Continued)**

Net Pension Liability

For purposes of measuring the net position liability, deferred outflows of resources and deferred inflows of resources related to pension, and pension expense, information about the fiduciary net position of the Public Employee Retirement Authority ("PERA") and additions to/deduction 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 and accordance with the benefit terms. Investments are reported at fair value.

Net OPEB Liability

For purposes of measuring the net post-employment liability, deferred outflows of resources and deferred inflows of resources related to post-employment, and post-employment expenses, information about the fiduciary net position of the Retiree Health Care Act ("RHCA") and additions to/deduction from RHCA's fiduciary net position have been determined on the same basis as they are reported by RHCA, 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.

Compensated Absences

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

Pollution Remediation

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

City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - BASIS OF PRESENTATION, BASIS OF ACCOUNTING (Continued)**

Fund Balance

Prior to FY2011, the City reported the governmental fund balances as Reserved and Unreserved. Effective FY2011, the City implemented GASB 54 and reports the governmental fund balances in five categories, which include:

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

It is essential that the City maintain adequate levels of fund balance in the General Fund to mitigate revenue fluctuations and unanticipated expenditures. Therefore, the City has adopted a formal fund balance policy. The fund balance policy establishes a minimum amount to be held in the fund balance of the General Fund of 16.66%, or 2/12, of the annual budgeted expenditures. This policy applies only to the chief operating fund of the City - the General Fund. The State of New Mexico requires that a 1/12 reserve be maintained in the General Fund. The 2/12 reserve is reported in the financial statements as Unassigned Fund Balance. For the year ended June 30, 2020, the General Fund budgeted expenditures were \$107,299,728, accordingly the required reserve was \$17,883,288.

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

City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - BASIS OF PRESENTATION, BASIS OF ACCOUNTING (Continued)**

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

	General Fund	Other Funds	Total
<b>Non-Spendable:</b>			
Inventories:	\$ 1,711,807	\$ -	\$ 1,711,807
<b>Restricted:</b>			
Economic Development	547,794	5,728,569	6,276,363
Public Safety			
Police	29,716	1,285,368	1,315,084
Fire	626,789	316,439	943,228
Municipal Court	-	502,270	502,270
Housing and Community Development			
MPO Planning	65,387	-	65,387
Affordable Housing Trust	-	1,218,836	1,218,836
Housing & Community	-	85,769	85,769
Parks and Recreation	383,351	4,932,026	5,315,377
Public Works			
Streets Maintenance & Operations	-	61,810,302	61,810,302
Flood Control	-	6,763,459	6,763,459
Facilities Maintenance	-	37,332,670	37,332,670
Downtown	-	1,478,947	1,478,947
Griggs & Walnut	-	3,198,377	3,198,377
Quality of Life	791,878	-	791,878
Debt Service	-	12,136,058	12,136,058
Health Related Programs			
Held for Investments Proceeds to Benefit	-	41,485,741	41,485,741

(Continued)

City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - BASIS OF PRESENTATION, BASIS OF ACCOUNTING (Continued)**

	<u>General Fund</u>	<u>Other Funds</u>	<u>Total</u>
<b>Committed:</b>			
Debt Service	9,380,532	355,644	9,736,176
Health-related programs	-	4,283,231	4,283,231
Public Safety	-		-
Police	4,178,662	-	4,178,662
Transportation	3,500,000	-	3,500,000
Quality of Life	1,250,000	-	1,250,000
Economic Development	825,320	-	825,320
Public Works	-	1,038	1,038
	<hr/>	<hr/>	<hr/>
Subtotal	23,291,236	182,914,744	206,205,980
	<hr/>	<hr/>	<hr/>
	<u>General Fund</u>	<u>Other Funds</u>	<u>Total</u>
<b>Assigned to:</b>			
Public Works	-	-	-
Economic Development	1,347,523	-	1,347,523
Transportation	-	-	-
	<hr/>	<hr/>	<hr/>
Vehicle Acquisition Fund			-
Parks & Recreation Vehicle	32,000	-	32,000
Quality of Life Replacement	12,000	-	12,000
Economic Development Replacement	-	-	-
Replacement	65,000	-	65,000
Public Works Vehicle Replacement	-	-	-
Fire Vehicle Replacement	-	-	-
Police Vehicle Replacement	700,000	-	700,000
Vehicle Replacement Reserve	543,415	-	543,415
	<hr/>	<hr/>	<hr/>
<b>Unassigned</b>	17,900,622	(14,650)	17,885,972
<b>Total Fund Balance</b>	43,891,796	182,900,094	226,791,890



City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - BASIS OF PRESENTATION, BASIS OF ACCOUNTING (Continued)**

**Net Position:** Equity is classified as net position and displayed in three components:

- a. Net investment in capital assets: Consists of capital assets, net of 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.
- b. 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.
- c. Unrestricted Net Position: All other net position that do not meet the definition of “restricted” or “net investment in capital assets.”

Budgets

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

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

Adoption of New Accounting Pronouncements

For the year ended June 30, 2020, the City implemented the provisions of GASB Statement No. 95: *Postponement of the Effective Dates of Certain Authoritative Guidance*.

New Accounting Pronouncements

The following accounting pronouncements have been recently issued, but not yet adopted by the City. Management anticipates that, upon adoption by the City, none of these statements will have a significant impact on the City’s financial position or results of operations. Pronouncements that are not applicable to the City have been omitted.

- Statement No. 84: *Fiduciary Activities*
- Statement No. 87: *Leases*

City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - BASIS OF PRESENTATION, BASIS OF ACCOUNTING (Continued)**

- Statement No. 89: *Accounting for Interest Cost Incurred before the End of a Construction Period*
- Statement No. 90: *Majority Equity Interests – an amendment of GASB Statements No. 14 and No. 61*
- Statement No. 91: *Conduit Debt Obligations*
- Statement No. 92: *Omnibus 2020*
- Statement No. 93: *Replacement of Interbank Offered Rates*
- Statement No. 94: *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*
- Statement No. 96: *Subscription-Based Information Technology Arrangements*

City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 3: CASH AND INVESTMENTS**

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

<b><u>Cash and Investments</u></b>	
Governmental activities	\$ 73,335,749
Business-type activities	39,418,340
Total primary government	112,754,089
South Central Solid Waste Authority	2,331,837
<b><u>Restricted cash and investments</u></b>	
Governmental activities	159,013,222
Business-type activities	32,675,315
Total primary government	191,688,537
Fiduciary funds (less amount due to fiscal agent)	4,163,060
South Central Solid Waste Authority	8,809,070
Total cash and investments	\$ 319,746,593

Total cash and investments at fair value are as follows:

	<b>Pooled Cash &amp; Investments</b>	<b>Other Cash &amp; Investments</b>	<b>Total</b>
Carrying amount of bank deposits	\$ 8,492,663	\$ 190,655	\$ 8,683,318
Investments	152,074,328	78,642,254	230,716,582
Cash on hand	-	16,128	16,128
Cash with fiscal agent	-	80,077,547	80,077,547
Accrued interest	253,018	-	253,018
Total cash and investments	\$ 160,820,009	\$ 158,926,584	\$ 319,746,593

**Bank Balance of Deposits**

*Custodial Credit Risk – Deposits.* Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The City's investment ordinance requires collateralization of 100% of the uninsured portion of the City's deposits with financial institutions. Securities pledged by financial institutions are accepted at market value, except obligations of the State of New Mexico and its subdivisions, which are accepted at par value. As of June 30, 2020, the City's deposits, totaling \$9,733,040 was insured by FDIC or collateralized by a letter of credit with FHLB CINCINNATI valued at \$25,000,000 and thus was not exposed to custodial credit risk.

City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 3: CASH AND INVESTMENTS (CONTINUED)**

Investments

The City's investment policy allows investment in: a) U.S. Treasury obligations; b) U.S. government agency and instrumentality obligations; c) obligations of state and local governments, school districts and public authorities which are rated in the top three rating categories by a nationally recognized rating agency; d) repurchase agreements whose underlying securities and/or collateral consist of allowed investments described in (a) or (b) above; e) accounts of deposit at federally-insured financial institutions; f) pooled funds maintained by the State Treasurer; and g) mutual funds whose portfolios consist solely of allowed investments

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

As of June 30, 2020, the City had the following investments:

<b>Investment Type</b>	<b>Fair Value</b>	<b>Weighted Avg Maturity Yrs</b>
<b>Pooled Investments</b>		
First American Treasury Obligations	\$ 6,894,554	N/A
U.S. agency coupon and discount bonds	98,155,656	2.20
U.S. treasury bills and notes	39,568,119	0.27
Negotiable CD's	7,456,000	0.63
<b>Total Pooled Cash Investments</b>	<b>152,074,329</b>	
<b>Telshor Facility Fund</b>		
U.S. agency coupons	\$17,499,035	1.51
External investment equity pools	23,465,326	N/A
<b>Total Telshor Facility Fund</b>	<b>40,964,361</b>	
<b>Water and Wastewater</b>		
U.S. agency coupon bonds	799,840	0.13
<b>Total Water and Wastewater</b>	<b>799,840</b>	
<b>Gas</b>		
U.S. agency coupon bonds	399,920	0.13
<b>Total Gas</b>	<b>399,920</b>	

(Continued)

City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 3: CASH AND INVESTMENTS (CONTINUED)**

Investment Type	Fair Value	Weighted Avg. Maturity Yrs
<b>Capital Projects</b>		
U.S agency coupon bonds	\$ 18,896,757	0.13
U.S. treasury bills	5,997,480	0.27
Negotiable CDs	4,715,000	0.20
Municipal bond	870,000	0.000
<b>Total Capital Projects</b>	<b>30,479,237</b>	
<b>Debt Service</b>		
U.S.agency coupon bonds	1,748,950	0.37
Negotiable CDs	496,000	0.21
<b>Total Debit Service</b>	<b>2,244,950</b>	
<b>TIDD</b>		
Negotiable CDs	2,239,950	0.11
Municipal bond	1,513,995	0.25
<b>Total TIDD</b>	<b>3,753,945</b>	
<b>Total Investments</b>	<b>\$ 230,716,582</b>	

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

*Credit Risk.* The City's investment policy lists the criteria for selecting investments and the order of priority as follows: 1) safety; 2) liquidity; and 3) yield. As of June 30, 2020, the City's investments in coupon bonds of U.S. agencies and Municipal Bonds were rated AA+ or better by Standard & Poor's and Aaa by Moody's Investors Service. The external investment pools of the New Mexico State Investment Council are not rated.

*Custodial Credit Risk.* For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's investment policy requires that securities held in street name with a broker or dealer be insured, and that all other securities be held by the City or a third-party safekeeping financial institution acting as trustee for the City. As of June 30, 2020, all of the City's securities are held in either the street name or by a third-party financial institution in the City's name.

City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 3: CASH AND INVESTMENTS (CONTINUED)**

*Concentration of Credit Risk.* The City’s formal investment policy places no limit on the amount the City may invest in any one issuer. As of June 30, 2020, 6% of the City’s investment pool was in Fannie Mae (FNMA), 17% was in Federal Home Loan Mortgage Corporation (FHLMC), 20% in Federal Home Loan Bank (FHLB), 25% was in Federal Farm Credit Bank (FFCB), 27% was in U.S. Treasuries and 5% was in Certificates of Deposits. Of the Telshor Fund, 20% was in FHLB and 49% was in FFCB and 31% was in FHLMC. Of the Water and Wastewater Funds portfolio, 100% was in FHLB. Of the Gas Funds portfolio, 100% was in FHLB. Of the TIDD Funds portfolio, 27% was in FHLB, 33% was in Certificates of Deposits and 40% was in Municipal Bonds. Of the Debt Service Fund portfolio 78% was FHLB and 22% was in Certificates of Deposit. Of the Capital Projects portfolio, 62% was in FHLB, 20% was in Treasuries, 15% was in Certificates of Deposits and 3% was in Municipal bonds.

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

The City has the following recurring fair value measurements as of June 30, 2020:

Investment Type	Level 1	Level 2
New Mexico State Investment Councils Pool	\$ 18,078,688	\$ 5,386,638
First American Treasury Obligations		6,894,554
U.S. Agencies Coupon Bonds		138,500,109
U.S. Treasuries Securities		45,565,598
Negotiable CDs		13,907,000
Municipal Bonds		2,383,995
<b>Total Pooled Investments</b>	<b>\$ 18,078,688</b>	<b>\$ 212,637,894</b>

New Mexico State Investment Council Pools of \$18.1 million are valued using quoted market prices (level 1 inputs).

The U.S. Agency bonds, Treasury obligations money market fund, U.S. Treasury securities, negotiable certificates of deposits, Municipal bonds and \$5.4 million of the New Mexico State Investment Council Pools are valued using a matrix pricing model (level 2 inputs).

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

The City’s investment in pools at June 30, 2020 are shown below:

City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 3: CASH AND INVESTMENTS (CONTINUED)**

	Reported Amount	Weighted Average Fair Value	Maturity
State Investment Council Large Cap Active Equity Pool	\$ 8,680,292	\$ 8,680,292	N/A
State Investment Council Large Cap Index Equity Pool	5,386,638	5,386,638	N/A
State Investment Council Non-U.S. Developed Equity Pool	3,062,017	3,062,017	N/A
State Investment Council Mid/Small Cap Equity Pool	6,336,379	6,336,379	N/A
	<u>\$ 23,465,326</u>	<u>\$ 23,465,326</u>	

**NOTE 4: CAPITAL ASSETS**

Primary Government

Capital asset activity for the City for the year ended June 30, 2020, was as follows:

	Beginning Balance	Additions	Retirements	Transfers	Adjustments	Ending Balance
<i>Governmental activities</i>						
<i>Capital assets not being depreciated</i>						
Land and land rights	\$ 28,206,885	\$ 403,315	\$ -	\$ -	\$ -	\$ 28,610,200
Land improvements	19,125,120	-	-	-	-	19,125,120
Construction in progress	3,149,248	2,416,999	(633,056)	(1,655,175)	2,145,206	5,423,222
Total capital assets not being depreciated	50,481,253	2,820,314	(633,056)	(1,655,175)	2,145,206	53,158,541
<i>Other capital assets</i>						
Buildings and building improvements	160,542,184	-	-	116,784	3,242,740	163,901,708
Airport runways	29,556,852	2,335,289	-	-	-	31,892,141
Infrastructure	1,306,113	11,756	-	320,073	-	1,637,942
Park improvements	25,132,354	1,400,033	-	163,058	-	26,695,445
Land improvement remediation	1,774,573	1,529	-	-	-	1,776,102
Machinery and equipment	59,938,390	4,419,847	(2,262,974)	(1,256,612)	2,555,848	63,394,499
Roads network	371,748,855	12,254,373	(374,429)	-	(69,421)	383,559,378
Flood control network	41,238,722	2,219,939	(5,165)	-	-	43,453,496
Total other capital assets at cost	691,238,043	22,642,767	(2,642,568)	(656,697)	5,729,166	716,310,711
<i>Less accumulated depreciation for</i>						
Buildings and building improvements	(50,852,916)	(5,213,276)	-	(21,623)	(1)	(56,087,816)
Airport runway	(12,844,497)	(897,549)	-	-	-	(13,742,046)
Park improvements	(7,383,136)	(747,889)	-	-	-	(8,131,025)
Land improvement remediation	(709,614)	(419,168)	-	1,742	-	(1,127,040)
Machinery and equipment	(44,632,526)	(5,046,438)	2,188,075	(17,899)	-	(47,508,787)
Roads network	(195,579,400)	(9,846,658)	-	-	-	(205,426,058)
Flood control network	(14,133,071)	(1,166,251)	-	-	-	(15,299,322)
Total accumulated depreciation	(326,135,160)	(23,337,228)	2,188,075	(37,780)	(1)	(347,322,094)
Total other capital assets at historic cost, net	365,102,883	(694,461)	(454,493)	(694,477)	5,729,165	368,988,617
Governmental activities capital assets, net	\$ 415,584,136	\$ 2,125,853	\$ (1,087,549)	\$ (2,349,652)	\$ 7,874,371	\$ 422,147,158

City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 4: CAPITAL ASSETS (Continued)**

Depreciation expense was charged to governmental and interservice funds as follows:

	Governmental Activities
Police	1,409,353
Fire	1,618,937
Quality of Life	1,128,521
Public Works	14,378,593
Information technology (Gen Govt)	2,332,375
Transportation	227,907
Parks and Recreation	1,216,762
Economic Development	982,212
Community Development	1,097
Internal Service Funds	41,472
<b>Total depreciation expense</b>	<b>23,337,228</b>

Land and land rights increased by \$403 thousand with the purchase of land at 991 W. Amador for the expansion of the Mesilla Valley Community of Hope Campus, land for the Tashiro Drive Project, and various acquisitions for the Neighborhood Action Team.

Construction in progress increased by approximately \$2.4 million from construction at a pre-1965 Solid Waste Landfill, Airport Perimeter Fence Project, the Downtown Parking Garage, and the purchase of a Fire freightliner. Ongoing projects include the Amador Hotel, Community Competition Pool, and 2018 GO Bond projects: park development, a new animal shelter, Fire Station 3 replacement, and trail development.

Airport Infrastructure increased by approximately \$2.3 million due to the Terminal Apron Rehabilitation Project and taxiway resurfacing. City infrastructure increased by \$331 thousand from Downtown Parking Lot 7 Rehabilitation and MVRDA radio equipment upgrades.

Park Improvements increased by approximately \$1.56 million, which included parks in the Metro Verde Subdivision, the East Mesa Outdoor Fitness Park, Provencio Van Dame Soccer Field lighting improvements, and Calle Abuelo Park.

Roads increased by approximately \$11.8 million which included annual microsurfacing and overlay projects, Alameda Estates Reconstruction, Arroyo Road Project, Downtown Two-Way Conversion Project, fiber-optic installation on Telshor, Sonoma Ranch Blvd. Mile 2, West Court Avenue Improvements, donated subdivisions, and various traffic control improvements. Flood Control Network increased by approximately \$2.2 million from the Roadrunner Parkway Extension, West Court Avenue Improvements, and the Brown Farm Road Drainage Project.

The City spent approximately \$4.4 million for equipment and vehicle purchases for Las Cruces Police and Fire Departments, Public Works, Parks & Recreation, Economic Development, and other city departments. Decreases in machinery and equipment were due to the retirement of items sent to auction.



City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 4: CAPITAL ASSETS (Continued)**

Business Type Activities

	Beginning Balance	Additions	Retirements	Transfers	Adjustments	Ending Balance
Business type activities						
<i>Capital assets not being depreciated</i>						
Land and water rights	\$ 15,443,482	\$ -	\$ -	\$ -	\$ (3)	\$ 15,443,479
Construction in progress	610,963	210,579	-	(6)	3	821,539
Total capital assets not being depreciated	16,054,445	210,579	-	(6)	-	16,265,018
<i>Other capital assets</i>						
Buildings and building improvements	12,863,923	167,801	-	-	-	13,031,724
Land improvements	338,691	-	-	-	-	338,691
Distribution and collection system	84,601,113	832,701	(22,730)	-	51,051,045	136,462,128
Utilities transmission	317,025,524	14,823,817	(48,339)	-	(51,051,045)	280,749,956
Machinery and equipment	34,319,634	1,838,193	(866,977)	97,347	-	35,388,196
Total other capital assets at historic cost	449,148,885	17,662,511	(938,047)	97,347	-	465,970,695
<i>Less accumulated depreciation for</i>						
Buildings and building improvements	(5,074,516)	(486,396)	-	-	-	(5,560,913)
Land improvements	(255,412)	(5,377)	-	-	-	(260,789)
Distribution and collection system	(44,142,708)	(1,447,047)	16,287	-	(21,919,998)	(67,493,467)
Utilities transmission	(107,470,961)	(8,441,227)	28,439	-	21,946,341	(93,937,408)
Machinery and equipment	(23,010,164)	(3,691,892)	866,977	17,899	0	(25,817,181)
Total accumulated depreciation	(179,953,762)	(14,071,940)	911,703	17,899	26,343	(193,069,757)
Total other capital assets at historic cost, net	269,195,124	3,590,571	(26,344)	115,245	26,343	272,900,939
Business type activities capital assets, net	\$ 285,249,569	\$ 3,801,150	\$ (26,345)	\$ 115,240	\$ 26,343	\$ 289,165,957

Depreciation expense was charged to business-type funds as follows:

	Business Type Activities
Gas	2,841,588
Water	4,174,253
Wastewater	4,545,172
Solid waste	1,685,599
Shared Services	187,863
Transit	632,772
Alternative fuel	4,693
Total depreciation expense	\$ 14,071,940

City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 4: CAPITAL ASSETS (Continued)**

Construction in Progress increased by approximately \$210 thousand due to a Water pre-paid purchase of a Pierce Freightliner, and Transit construction of the new Transit maintenance facility.

Buildings and building improvements increased by approximately \$168 thousand due to additions to various utility buildings for Gas, Water, Wastewater, and Solid Waste.

There were no land improvements for the year.

Distribution and collection system increased approximately by \$833 thousand primarily due to six donated subdivisions. An adjustment was made to add approximately \$51 million to distribution and collection system that was miscategorized as utilities transmission in prior years.

Utilities transmission increased approximately by \$14.8 million primarily due to gas, water, and wastewater infrastructure additions and associated infrastructure adjustments costs for interest. Decreases in utilities transmission were due to utilities infrastructure disposals. An adjustment was made to reduce approximately \$51 million from utilities transmission that should have been categorized as distribution and collection system in prior years.

The City spent approximately \$1.8 million on equipment and vehicle purchases for Utilities and Transit departments. Decreases in machinery and equipment were due to the retirement of items sent to auction and used for trade-ins.

**NOTE 5: RECEIVABLES AND PAYABLES**

Governmental activities receivables were as follows at June 30, 2020:

	General Fund	Debt Service	Telshor Facility	Other Governmental Funds	Internal Service Funds	Total Governmental Activities
Accounts	\$ 717,130	\$ -	\$ -	\$ 3,773,928	\$ 414,239	\$ 4,905,297
Dockets	5,045,787	-	-	-	-	5,045,787
Interest	-	-	17,841	3,110,881	-	3,128,722
Contracts	-	-	-	4,276,184	-	4,276,184
Special assessments	-	15,061,346	-	4,744,244	-	19,805,590
Less: allowance for doubtful accounts	(5,116,729)	-	-	(3,272,488)	-	(8,389,217)
<b>Total governmental receivables</b>	<b>\$ 646,188</b>	<b>\$ 15,061,346</b>	<b>\$ 17,841</b>	<b>\$ 12,632,749</b>	<b>\$ 414,239</b>	<b>\$ 28,772,363</b>

Governmental Activities

Special assessments receivables of \$4,438,078 and related interest receivable of \$2,798,268 represent amounts due from local developers to reimburse the City for the construction of subdivisions or other improvements for residential development. Though a majority of special assessments are not scheduled for collection within the next fiscal year, amounts are expected to be fully collected. The receivables are deferred and reported in the Sonoma Ranch Fund.

City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 5: RECEIVABLES AND PAYABLES (Continued)**

Business-type activities receivables were as follows at June 30, 2020:

	Accounts Receivable	Allowance for Doubtful Accounts	Accounts Receivables, Net
Gas	\$ 2,033,203	\$ (895,258)	\$ 1,137,945
Water	3,996,193	(391,149)	3,605,044
Waste water	2,113,390	(335,978)	1,777,412
Solid waste	2,367,028	(422,216)	1,944,812
Other enterprise funds	6,829	(4,100)	2,729
<b>Total business-type activities</b>	<b>\$ 10,516,643</b>	<b>\$ (2,048,701)</b>	<b>\$ 8,467,942</b>

Business-type Activities

The accounts receivable for business-type activities are related to the provision of utility services to City customers and contractual amounts due from other governments in the Water Proprietary Fund of \$9,756. Receivables are shown net of an allowance for doubtful accounts. The allowance for doubtful accounts is based on management's assessment of the collectability of specific customer accounts, the aging of the accounts receivable, historical experience, and other currently available evidence.

Governmental activities accounts payable and accrued liabilities at June 30, 2020 were as follows:

	Vendors	Accrued Salaries and Benefits	Accrued Taxes	Unearned Revenue	Payable and Accrued Liabilities
<i>Governmental activities</i>					
General Fund	\$ 1,759,099	\$ 2,122,912	\$ 7,145,024	\$ -	\$ 11,027,035
Debt Service	-	-	-	-	-
Telshor Facility	-	-	-	-	-
Other governmental	3,164,706	103,062	-	-	3,267,768
Internal service funds	1,106,837	39,628	-	-	1,146,465
<b>Total governmental activities</b>	<b>\$ 6,030,642</b>	<b>\$ 2,265,602</b>	<b>\$ 7,145,024</b>	<b>\$ -</b>	<b>\$ 15,441,268</b>

Business-type activities accounts payable and accrued liabilities at June 30, 2020 were as follows:

	Vendors	Accrued Salaries and Benefits	Accrued Interest	Taxes Payable	Payable and Accrued Liabilities
<i>Business-type activities</i>					
Gas	\$ 704,112	\$ 78,743	\$ 27,559	\$ 71,601	\$ 882,015
Water	490,469	119,369	173,929	99,811	883,578
Waste water	359,526	105,623	73,460	55,359	593,968
Solid waste	41,628	95,232	2,612	62,279	201,751
Other enterprise funds	130,697	99,245	-	-	229,942
<b>Total business-type activities</b>	<b>\$ 1,726,432</b>	<b>\$ 498,212</b>	<b>\$ 277,560</b>	<b>\$ 289,050</b>	<b>\$ 2,791,254</b>

City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 6: INTERFUND ASSETS, LIABILITIES AND TRANSFERS**

Primary Government

Governmental interfund receivables and interfund payables as of June 30, 2020 were as follows:

	Interfund Receivable	Interfund Payable	Total
<b>Governmental activities</b>			
<i>General fund</i>			
Nonmajor governmental funds	\$ 1,441,900	\$ -	\$ 1,441,900
<i>Nonmajor governmental funds</i>			
General fund	-	(1,441,900)	(1,441,900)
Total governmental activities	\$ 1,441,900	\$ (1,441,900)	\$ -

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

Business-type Activities

Business-type activities interfund receivables and interfund payables as of June 30, 2020 were as follows:

	Interfund Receivable	Interfund Payable	Total
<b>Business-type activities</b>			
<i>Major enterprise funds</i>			
Water Development Fund	\$ -	\$ (1,840,664)	\$ (1,840,664)
Waste Water Development Fund	1,840,664	-	1,840,664
Total business-type activities	\$ 1,840,664	\$ (1,840,664)	\$ -

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

City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 6: INTERFUND ASSETS, LIABILITIES AND TRANSFERS (Continued)**

Transfers between funds for the fiscal year ended June 30, 2020 consisted of the following:

Transfers In	Transfers Out											Total	
	General Fund	Nonmajor Govt Funds	Telshor Facility	Debt Service Funds	Capital Projects Funds	Shared Services Funds	Gas Funds	Water Funds	Wastewater Funds	Solid Waste Funds	Transit		
General Fund	\$ 2,904,260	\$ 2,753,295			\$ 45,000								\$ 5,702,555
Nonmajor Govt Funds	1,955,820	1	6,300,357										8,256,177
Debt Service Funds	9,097,796	6,122,117		1,758,672	153,228								17,131,813
Capital Projects Funds	2,343,341	4,010,000	600,000										6,953,341
Shared Services Funds						780,000							780,000
Gas Funds							1,450,000						1,450,000
Water Funds								2,595,054					2,595,054
Wastewater Funds		1,499,111							2,155,820				3,654,931
Solid Waste Funds										900,000			900,000
Alternative Fuels							5,000						5,000
Rio Grande Theatre	120,000												120,000
Transit	2,391,042	822,684									158,150		3,371,876
Internal Service Funds	4,800,000												4,800,000
<b>Grand Total</b>	<b>\$23,612,259</b>	<b>\$15,207,208</b>	<b>\$6,900,357</b>	<b>\$1,758,672</b>	<b>\$198,228</b>	<b>\$780,000</b>	<b>\$1,455,000</b>	<b>\$2,595,054</b>	<b>\$2,155,820</b>	<b>\$900,000</b>	<b>\$158,150</b>		<b>\$55,720,748</b>

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

City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 7: LONG-TERM LIABILITIES**

Primary Government

Changes in long-term liabilities are as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Amount Due Within One Year
<b>Governmental Activities</b>					
General obligation bonds	\$ 18,000,000	\$ -	\$ 4,050,000	\$ 13,950,000	\$ 4,100,000
Tax revenue bonds	91,515,000	15,435,000	27,785,000	79,165,000	7,010,000
Unamortized premium/discount on sales tax revenue bonds	5,283,501	2,676,415	1,543,549	6,416,367	522,286
Bonds from direct borrowing and direct placements	9,055,000	27,890,000	1,055,000	35,890,000	1,745,000
Unamortized premium/discount on bonds from direct borrowing and direct placements	1,286,141	3,649,561	107,179	4,828,523	355,990
Notes payable	13,745,377	3,580,000	2,719,871	14,605,506	2,390,866
Pollution remediation	7,359,858	-	6,094,858	1,265,000	-
Claims and judgements	6,830,781	491,425	1,616,970	5,705,236	1,596,335
Compensated absences	4,209,983	5,518,759	5,539,718	4,189,024	837,805
	<u>157,285,641</u>	<u>59,241,160</u>	<u>50,512,145</u>	<u>166,014,656</u>	<u>18,558,282</u>
<b>Business-type Activities</b>					
Utility revenue bonds	\$ 89,245,000	\$12,825,000	\$21,280,000	\$ 80,790,000	\$ 4,947,364
Unamortized discount / premium on utility revenue bonds	4,714,967	2,085,907	693,627	6,107,247	594,836
Utility revenue bonds from direct borrowing and direct placements	-	19,225,000	-	19,225,000	315,000
Unamortized discount / premium on utility revenue bonds from direct borrowing and direct placements	-	4,574,290	-	4,574,290	224,360
Notes payable from direct borrowing and direct placements	5,973,061	-	607,858	5,365,203	613,945
Landfill closure and post-closure costs (Note 9)	792,000	-	36,000	756,000	36,000
Compensated absences	1,231,998	1,489,861	1,613,521	1,108,338	221,668
	<u>101,957,026</u>	<u>40,200,058</u>	<u>24,231,006</u>	<u>117,926,078</u>	<u>6,953,173</u>
<b>Total long-term liabilities</b>	<u>\$ 259,242,667</u>	<u>\$ 99,441,218</u>	<u>\$ 74,743,151</u>	<u>\$ 283,940,734</u>	<u>\$ 25,511,455</u>

City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 7: LONG-TERM LIABILITIES (Continued)**

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

General Obligation Bonds

The City held a special election on August 21, 2018. The electors of the City authorized the issuance of general obligation bonds to secure funds for the following purpose in the following amounts: Question 1 - \$16.9 million to construct improvements to parks, including sport fields and other related facilities; Question 2 - \$9.8 million to construct a new animal shelter facility and related improvement facilities; Question 3 - \$6.2 million to construct a replacement fire station facility for Fire Station 3, including acquisition of necessary land; Question 4 - \$2.7 million to construct and improve recreational walking, jogging, and biking trails including acquisition of necessary land.

In 2019, the City issued \$18 million in General Obligation Bonds, Series 2019 with an average coupon rate of 4.41%. The proceeds of these bonds were used as follows: Question 1 - \$6,491,090, Question 2 - \$6,103,470, Question 3 - \$4,156,980 and Question 4 - \$1,248,460. The bonds require annual principal payments and semi-annual interest payments through August 1, 2030.

The Constitution of the State of New Mexico limits the amount of general-purpose general obligation bonds that may be issued by a municipality to four percent of the taxable valuation of property located within the City limits. At June 30, 2020, assessed valuation is \$2,452,517,126 for a maximum bonding capacity of \$98,100,685. Total general obligation debt outstanding at year end was \$13,950,000 with remaining debt capacity of \$84,150,685.

General obligation bonds payable is as follows:

Type	Purpose	Original Date	Due Date	Issue	Balance Outstanding	Interest Rates %
General Obligation	Facilities and improve trails/parks	3/13/2019	2030	\$ 18,000,000	\$ 13,950,000	3-5
				<u>\$ 18,000,000</u>	<u>\$ 13,950,000</u>	

City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 7: LONG-TERM LIABILITIES (Continued)**

Future debt service requirement for general obligation bonds is:

Year Ending June 30,	Principal	Interest	Total
2021	\$ 4,100,000	\$ 526,050	\$ 4,626,050
2022	985,000	398,925	1,383,925
2023	985,000	349,675	1,334,675
2024	985,000	300,425	1,285,425
2025	985,000	251,175	1,236,175
2026-2030	4,925,000	581,150	5,506,150
2031-2034	985,000	14,775	999,775
	<u>\$ 13,950,000</u>	<u>\$ 2,422,175</u>	<u>\$ 16,372,175</u>

Description of Bonds

In 2010, Municipal Gross Receipts Revenue Refunding Bonds, Series A and B, were issued to refund the 1999 A and B Gross Receipts Tax Bonds and the 2006 Street Improvement and Flood Control NMFA notes. The bonds are secured by a pledge of certain future gross receipts tax through maturity. For the current year, such pledged revenues totaled \$15.8 million. Principal payments on the bonds for the current year for the Series A and Series B bonds were \$530,000 and \$195,000, respectively. Interest payments were \$31,650 and \$12,000, respectively.

In 2012, Municipal Gross Receipts Revenue Bonds, Series 2011A and 2011B were issued to fund street and facilities improvements and improve flood control. Series 2011A bonds are secured by state-shared gross receipts tax revenues through maturity. These pledged revenues were \$39 million in 2020. Series 2011B bonds are secured by certain future gross receipts tax through maturity. In fiscal year 2020, such pledged revenues totaled \$7.9 million. Principal payments on the bonds for the current year for the Series A and Series B bonds were \$975,000 and \$100,000, respectively. Interest payments were \$158,325 and \$7,000, respectively.

State-shared Gross Receipts Tax Revenue Bonds, Series 2014, were issued to fund roadway construction and facility construction and equipment. The bonds are secured through maturity by state-shared gross receipts tax revenues. Such revenues totaled \$39 million in 2020. For the current year, principal and interest paid was \$800,000 and \$161,850, respectively.

In 2014, Municipal Gross Receipts Revenue Bonds, Series 2014A and 2014B were issued to fund street improvements and improve flood control. Series 2014A bonds are secured by certain future gross receipts tax through maturity. For the current year, such pledged revenues totaled \$7.9 million. Series 2014B bonds are secured by certain future gross receipts tax through maturity. In fiscal year 2020, such pledged revenues totaled \$7.9 million. Principal payments on the bonds for the current year for the Series A and Series B bonds were \$400,000 and \$150,000, respectively. Interest payments were \$130,719 and \$19,200, respectively.



City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 7: LONG-TERM LIABILITIES (Continued)**

The City issued \$19,195,000 bond par amount in State-shared Gross Receipts Tax Refunding Bonds, Series 2015 to defease and refund the Series 2005 State-shared Gross Receipts tax bonds and pay the costs of issuance. The proceeds for the advance refunding were deposited in an irrevocable trust and the associated debt was defeased and subsequently called on June 1, 2015. The true interest cost on the new bond series is 2.73 percent with a final maturity of June 1, 2035. The net present value savings resulting from this refunding is \$2,724,805. The difference in cash flow requirements to service the old debt of \$29,526,983 and the cash flows to service the debt of \$26,014,758 is \$3,512,225. The bonds are secured through maturity by state-shared gross receipts tax revenues. Such revenues totaled \$39 million in 2020. For the current year, principal and interest paid was \$695,000 and \$497,288, respectively.

In 2015, Hold Harmless Gross Receipts Revenue Bonds, Series 2015A and 2015B were issued to fund street and facility improvements and economic development projects. The Series 2015A and 2015B bonds are secured by certain future gross receipts tax through maturity. For the current year, such pledged revenues totaled \$10.7 million. Principal payments on the bonds for the current year for the Series A and Series B bonds were \$880,000 and \$160,000, respectively. Interest payments were \$721,775 and \$133,579, respectively.

Taxable Subordinate Lien State-shared Gross Receipts Improvement Revenue Bonds, Series 2016 were issued to fund street and infrastructure improvements in the Metro Verde development area. The Series 2016 bonds are secured by a subordinate lien on certain future gross receipts tax through Maturity. For the current year, such pledged revenues totaled \$39 million. The City expects to be reimbursed for costs of the project through the Metro Verde Voluntary Assessment District. Principal and interest payments on the bonds for the current year were \$520,000 and \$265,678, respectively.

The City issued \$5,000,000 bond par amount in Flood Control Municipal Gross Receipts Tax Bonds, Series 2016. The bonds were issued to fund various flood control projects within the City. The Series 2016 bonds are secured by the fifth one-quarter of one percent municipal gross receipts tax revenues. For fiscal year 2020, such pledged revenues totaled \$7.9 million. Principal and interest payments on the Series 2016 bonds in the current year were \$740,000 and \$121,200, respectively.

In 2017, State-Shared Gross Receipts Tax Revenue Bonds, Series 2017 were issued to fund street and facility construction and improvement projects. The Series 2017 bonds are secured through maturity by state-shared gross receipts tax revenues. For the current year, such pledged revenues totaled \$39 million. Principal and interest payments on the bonds in the current year were \$1,945,000 and \$348,800, respectively.

In 2018, the City issued \$9.6 million in Hold Harmless Gross Receipts Revenue Bonds, Series 2018 in a private placement with the New Mexico Finance Authority. The proceeds of these bonds were used for the construction of a competitive pool enclosure. The Series 2018 bonds are secured by certain future gross receipts tax through maturity. For the current year, such pledged revenues totaled \$10.7 million. Principal and interest payments on the bonds in the current year were \$1,055,000 and \$191,980, respectively.

City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 7: LONG-TERM LIABILITIES (Continued)**

Taxable Subordinate Lien State-shared Gross Receipts Improvement Revenue Bonds, Series 2019 were issued to fund street and infrastructure improvements in the Metro Verde development area. The Series 2019 bonds are secured by a subordinate lien on certain future gross receipts tax through Maturity. For the current year, such pledged revenues totaled \$39 million. The City expects to be reimbursed for costs of the project through the Metro Verde Voluntary Assessment District. The interest payment on the bonds for the current year is \$152,691.

State-shared Gross Receipts Tax Revenue Bonds, Series 2020 with a bond par amount of \$15,435,000 were issued to refund the 2010 Convention Center bonds and pay the costs of issuance. The proceeds for the refunding were deposited in an irrevocable trust and the associated was defeased and subsequently called on June 1, 2020. The true interest cost on the new bonds series is 1.991 percent with a final maturity of June 1, 2039. The net present value savings resulting from this refunding is \$4,279,605. The difference in cash flow requirements to service the old debt of \$29,526,983 and the cash flows to service the refunding debt of \$21,780,037 is \$6,357,697. The bonds are secured through maturity by state-shared gross receipts tax and lodger's tax revenues. Such revenues totaled \$42 million in 2020. For the current year, principal and interest paid was \$590,000 and \$101,168, respectively.

In 2020, the City issued \$5.08 million in Municipal Gross Receipts Revenue Bonds, Series 2020A in a private placement with the New Mexico Finance Authority. The proceeds of these bonds were used to fund street improvements. The Series 2020A bonds are secured by certain future gross receipts tax through maturity. For the current year, such pledged revenues totaled \$7.9 million.

State-shared Gross Receipts Revenue Bonds, Series 2020A and 2020B were issued in a private placement with the New Mexico Finance Authority in 2020. The proceeds of these bonds were issued to fund street, facilities improvements, and energy efficiency and water conservation improvements to City buildings and facilities. Series 2020A and 2020B bonds are secured by state-shared gross receipts tax revenues through maturity. These pledged revenues were \$39 million in 2020. No principal or interest payments were made on these bonds in 2020.

In the event of default, the holder or holders of not less than 25% in aggregate principal amount of the bonds may proceed against the City to protect and enforce their rights under the Bond Ordinances.

City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 7: LONG-TERM LIABILITIES (Continued)**

Debt Service Requirements

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

Type	Purpose	Original Date	Due Date	Issue	Balance Outstanding	Interest Rates %
Gross receipts tax refunding	Street projects refunding	9/28/2010	2021	\$ 12,255,000	\$ 525,000	2.5-3.0
Gross receipts tax refunding	Flood control refunding	9/28/2010	2021	4,390,000	205,000	2.5-3.0
Gross receipts tax refunding	Convention center refunding	9/28/2010	2037	24,330,000	-	2.0-5.0
Gross receipts tax revenue	Facilities and improve streets	7/19/2011	2023	9,640,000	3,155,000	3.0-4.0
Gross receipts tax revenue	Flood control	7/19/2011	2021	1,530,000	100,000	2.0-3.63
Gross receipts tax revenue	Facilities and improve streets	7/29/2014	2026	10,000,000	4,945,000	2.0-4.0
Gross receipts tax revenue	Street improvement	7/29/2014	2028	8,000,000	3,655,000	2.0-4.0
Gross receipts tax revenue	Flood control	7/29/2014	2024	1,500,000	540,000	2.0-3.0
Gross receipts tax refunding	City Hall refunding	3/11/2015	2035	19,195,000	14,225,000	2.25-4.0
Gross receipts tax revenue	Facilities and improve streets	11/27/2015	2035	23,075,000	18,535,000	3.0-5.0
Gross receipts tax revenue	Economic Development	10/27/2015	2035	4,020,000	3,325,000	3.0-4.13
Gross receipts tax revenue	Streets in assessment district	4/5/2016	2031	8,585,000	7,055,000	3.1-3.75
Gross receipts tax revenue	Flood control	8/24/2016	2028	5,000,000	2,250,000	2.0-5.0
Gross receipts tax revenue	Facilities and improve streets	6/22/2017	2029	10,570,000	5,805,000	3.0-5.0
Gross receipts tax refunding	Convention center refunding	3/31/2020	2039	<u>15,435,000</u>	<u>14,845,000</u>	2.13-4.0
Total Bonds				157,525,000	79,165,000	
Gross receipts tax revenue	Pool cover	9/28/2018	2027	9,600,000	8,000,000	1.46-2.51
Gross receipts tax revenue	Streets in assessment district	9/27/2019	2035	8,870,000	8,870,000	2.14-2.89
Gross receipts tax revenue	Street improvement	6/5/2020	2033	5,080,000	5,080,000	1.02-2.06
Gross receipts tax revenue	Facilities improvement	6/29/2020	2032	7,190,000	7,190,000	5.00
Gross receipts tax revenue	Facilities improvement	6/29/2020	2040	<u>6,750,000</u>	<u>6,750,000</u>	3.0-5.0
Total Bonds form Direct Borrowings and Direct Placements				<u>37,490,000</u>	<u>35,890,000</u>	
				<u>\$ 195,015,000</u>	<u>\$ 115,055,000</u>	

City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 7: LONG-TERM LIABILITIES (Continued)**

Future debt service requirements for governmental activities revenue bonds are:

Year Ending June 30,	Bonds		Bonds from Direct Borrowings and Direct Placements		Total
	Principal	Interest	Principal	Interest	
2021	\$ 7,010,000	\$ 2,842,044	\$ 1,745,000	\$ 1,075,566	\$ 12,672,610
2022	6,375,000	2,570,994	3,210,000	1,099,409	13,255,403
2023	6,635,000	2,315,294	3,250,000	1,031,430	13,231,724
2024	5,665,000	2,062,819	2,810,000	961,554	11,499,373
2025	5,675,000	1,838,844	2,865,000	877,023	11,255,867
2026-2030	24,490,000	6,372,336	11,585,000	3,069,879	45,517,215
2031-2035	19,215,000	2,718,369	7,400,000	1,287,955	30,621,324
2036-2040	4,100,000	336,625	3,025,000	318,150	7,779,775
	<u>\$ 79,165,000</u>	<u>\$ 21,057,324</u>	<u>\$ 35,890,000</u>	<u>\$ 9,720,967</u>	<u>\$ 145,833,291</u>

Defeased Bonds

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

As of June 30, 2020, no defeased bonds are outstanding.

Non-recourse (Conduit) Debt

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

As of June 30, 2020, no Industrial Revenue bonds are outstanding.

City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 7: LONG-TERM LIABILITIES (Continued)**

Arbitrage

Under U.S. Treasury Department regulations, all governmental tax-exempt debt issued after August 31, 1986 is subject to arbitrage rebate requirements. The requirements stipulate, in general, that the earnings from the investment of tax-exempt bond proceeds, which exceed related interest expenditures on the bonds, must be remitted to the federal government on every fifth anniversary of each bond issue. The City periodically engages an independent consultant to determine whether the City has an arbitrage liability. No arbitrage liability is reported in the financial statements as of June 30, 2020.

Governmental Activities Notes Payable

Details of governmental activities notes payable are:

Type	Purpose	Original Date	Due Date	Original Issue	Outstanding	Interest Rates %
2009 NMFA Note	Parking deck	1/23/2009	2021	\$ 4,999,890	\$ 250,000	3.25-5.50
2010 NMFA Note	Fire apparatus	7/30/2010	2020	938,875	-	0.59-3.34
2010 NMFA Note	Griggs Walnut	1/18/2008	2032	1,478,799	979,745	2.00
2010 HUD Loan	Facilities	7/21/2010	2030	2,000,000	1,325,000	2.00
2014 NMFA Note	SCSWA projects	6/20/2014	2028	2,780,000	1,285,000	0.25-3.31
2014 NMFA Note	Fire apparatus	12/12/2014	2022	443,325	122,554	0.21-1.86
2016 NMFA Note	Various heavy equipment	2/24/2017	2023	3,203,527	1,571,230	1.05-2.05
2016 NMFA Note	Street improvements	6/9/2017	2030	5,115,000	2,580,000	0.94-2.59
2018 NMFA Note	Fire apparatus	7/27/2018	2025	1,419,664	1,053,977	1.48-2.21
2018 NMFA Note	Street heavy equipment	11/21/2018	2025	2,575,000	1,858,000	1.88-2.59
2020 NMFA Note	Flood improvements	6/5/2020	2032	3,580,000	3,580,000	1.02-2.37
				\$ 28,534,080	\$ 14,605,506	

The 2010 NMFA-Fire apparatus loan is secured through maturity by fire protection fund revenues which totaled \$1,157,512 in 2020. The 2010 NMFA Griggs Walnut Plume note is secured by the 1995 environmental gross receipts tax revenues which totaled \$1,969,544 in 2020. The 2010 HUD loan is secured by The Museum of Nature and Science property in the City. The 2014 SCSWA Projects loan is secured by the SCSWA operating revenues and City and County Environmental Gross Receipts taxes. The 2016 NMFA streets improvement is secured by the first 1/4% increment of the municipal gross receipts tax revenues which totaled \$7.9 million in 2020. The 2018 Gas Tax loan is secured by gasoline tax revenues which totaled \$1,762,613 in 2020. The 2018 NMFA fire apparatus loan is secured by the second 1/4% increment of the municipal gross receipts tax revenue which totaled \$7.9 million in 2020. The 2020 NMFA flood control is secured by fifth 1/4% increment of the municipal gross receipts tax revenues which totaled \$7.9 million in 2020.

The remaining notes payable in the table above are secured through maturity by the state-shared gross receipts tax which totaled \$39 million in 2020.

Principal and interest paid on the outstanding notes in the current year was \$2,719,871 and \$328,879, respectively.

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Notes to Financial Statements  
June 30, 2020

**NOTE 7: LONG-TERM LIABILITIES (Continued)**

In the event of default, NMFA may take any action necessary to collect the payments then due and to become due or to enforce performance of any agreement of the City in the Loan Agreement or the Intercept Agreement. Intercept agreement allows NMFA to have the pledged revenues paid directly to them rather than the City.

Debt Service Requirements

Future debt service requirements for governmental activities notes payable are:

Year Ending June 30,	Notes from Direct Borrowings and Direct Placements		Total
	Principal	Interest	
2021	\$ 2,390,866	\$ 320,074	\$ 2,710,940
2022	2,515,191	269,327	2,784,518
2023	2,546,935	224,007	2,770,942
2024	1,369,312	175,737	1,545,049
2025	1,395,609	144,080	1,539,689
2026-2030	3,796,718	340,863	4,137,581
2031-2032	590,875	17,757	608,632
	\$ 14,605,506	\$ 1,491,845	\$ 16,097,351

Joint Utility Revenue Bonds

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

Additionally, certain proceeds were used to fund the Reserve Requirement and pay costs of issuance relating to these bonds.

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

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

City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 7: LONG-TERM LIABILITIES (Continued)**

this refunding of \$529,520. The cash flows to service the refunding bonds is \$985,728 less than the cash flows required to service the debt on the 2005 bonds.

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

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

In 2015, the City issued \$17.1 million in joint utility improvement revenue bonds (Series 2015A). The proceeds of these bonds were used to expand and improve the City's joint utility system and pay all issuance costs. The requirement for a reserve account was satisfied with surety bond insurance.

In 2016, the City issued \$16.3 million in joint utility improvement revenue bonds (Series 2016). The proceeds of these bonds were used to expand and improve the City's joint utility system. The requirement for a reserve account was satisfied with surety bond insurance.

In 2018, the City issued \$22.2 million in joint utility improvement revenue bonds subordinate lien (Energy Performance Contract), Series 2018. The proceeds of these bonds were used to expand and improve the City's joint utility system and pay all issuance costs. The requirement for a reserve account was satisfied with surety bond insurance.

In 2020, the City issued \$12,825,000 in joint utility refunding revenue bonds (Series 2020) to refund 2010 joint utility revenue bonds and expand and improve the City's joint utility system and pay all issuance costs. The requirement for a reserve account was satisfied with surety bonds issuance. The total interest cost on the new bond is 1.09 percent with a final maturity of June 1, 2027. The gain from this refunding is \$35,011 and the present value savings resulting from this refunding is \$1,491,205. The difference in cash flow requirements to service the old debt of \$18,794,531 and the cash flows to service the debt of \$15,509,333 is \$3,285,198.

In 2020, the City issued \$19.3 million in joint utility improvement revenue bonds (Series 2020A and Series 2020B) in a private placement with the New Mexico Finance Authority. The proceeds of these bonds were used to expand and improve the City's joint utility system and pay all issuance costs. The requirement for a reserve account was satisfied with surety bonds insurance.

In the event of default, the holder or holders of not less than 25% in aggregate principal amount of the bonds may proceed against the City to protect and enforce their rights under the Bond Ordinance.

City of Las Cruces  
Notes to Financial Statements  
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**NOTE 7: LONG-TERM LIABILITIES (Continued)**

Joint utility revenue bonds are summarized as follows as of June 30, 2020:

Purpose	Issue Date	Due Date	Original Issued	Outstanding	Interest Rates %
Series 2010 refunding bond	9/14/2010	2027	\$ 24,840,000	\$ -	2.0-4.0
Series 2014 refunding bond	8/26/2014	2025	7,125,000	3,495,000	2.0-4.0
Series 2014B system improvement bond	8/26/2014	2034	3,425,000	2,625,000	3.0-5.0
Series 2015 refunding and rehabilitation bond	5/12/2014	2035	16,895,000	11,310,000	2.0-5.0
Series 2015A improvement bond	12/16/2015	2035	17,065,000	14,520,000	2.38-5.0
Series 2016 improvement revenue bond	10/19/2016	2036	16,375,000	14,200,000	2.13-5.0
Series 2018 improvement revenue bond	2/22/2018	2038	22,180,000	21,815,000	2.0-4.0
Series 2020 refunding bond	3/26/2020	2027	12,825,000	12,825,000	4.0-5.0
Total Bonds			120,730,000	80,790,000	
Series 2020A improvement bond	6/29/2020	2040	11,240,000	11,240,000	3.0-5.0
Series 2020B improvement bond	6/29/2020	2041	7,985,000	7,985,000	3.0-5.0
Total bonds from direct borrowing and direct placement			19,225,000	19,225,000	
Total joint utility revenue bonds			<u>\$ 139,955,000</u>	<u>\$ 100,015,000</u>	

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

Year ending June 30,	Bonds		Bonds from Direct Borrowings and Direct Placement		Total
	Principal	Interest	Principal	Interest	
2021	\$ 5,365,000	\$ 3,196,664	\$ 315,000	\$ 787,901	\$ 9,664,565
2022	6,005,000	2,848,832	460,000	838,600	10,152,432
2023	6,365,000	2,593,782	500,000	815,600	10,274,382
2024	6,590,000	2,306,132	540,000	790,600	10,226,732
2025	6,995,000	2,009,932	580,000	763,600	10,348,532
2026-2030	21,780,000	6,680,482	3,655,000	3,334,250	35,449,732
2031-2035	20,665,000	3,379,586	5,210,000	2,273,750	31,528,336
2036-2041	7,025,000	465,300	7,965,000	892,350	16,347,650
Total	<u>\$ 80,790,000</u>	<u>\$ 23,480,710</u>	<u>\$ 19,225,000</u>	<u>\$ 10,496,651</u>	<u>\$ 133,992,361</u>



City of Las Cruces  
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**NOTE 7: LONG-TERM LIABILITIES (Continued)**

The 2014A, 2014B, and 2015 JU revenue bond ordinances provide that the net revenue of the City’s joint utility systems shall be at least 125% of the maximum outstanding debt requirements for the utility system. These bonds are not a general obligation to the City but are payable and collectible solely out of the net revenues of the joint utility systems. Net revenue as defined in the bond ordinances means the revenue after deducting operation and maintenance expenses. Operation and maintenance expenses include all reasonable and necessary current expenses of the City, paid or accrued, for operating, maintaining, and repairing the system; and shall include, without limiting the generality of the foregoing, legal and overhead expenses of the various City departments directly related and reasonably allocable to the administration of the system, insurance premiums, the reasonable charge of depository banks and paying agents, contractual services, professional services required by this ordinance, salaries and administrative expenses, labor, and the cost of materials and supplies used for current operation; but shall not include any allowance for depreciation, payments in lieu of taxes, liabilities incurred by the City as a result of its negligence in the operation of the system, improvements, extension, enlargements or betterment, or any charges for the accumulation of reserves for capital replacements. The net revenue for the fiscal year ended June 30, 2020 exceeded the maximum annual debt service requirement. Bond reserve accounts have been established to accumulate funds where necessary.

The bond ordinances provide that any monies in any fund or account may be invested in any legal investment permitted by law, with the stipulation that investments of amounts in the escrow account will be made only in federal securities. The obligations so purchased as an investment of monies in a fund or account will be deemed at all times to be part of such fund or account, and the interest accruing thereon and any profit realized therefrom will be credited to the fund or account, and any loss resulting from each investment will be charged to the fund or account. The City Treasurer will present for redemption or sale on the prevailing market any obligations so purchased as an investment of monies in the fund or account whenever it will be necessary to do so in order to provide monies to meet any payment or transfer from such fund or account.

Bond covenants require reporting of the number of utility customers served, which were as follows for the year ended June 30, 2020:

	<u>Water</u>	<u>Wastewater</u>	<u>Gas</u>	<u>Solid Waste</u>
Residential	32,956	32,191	39,014	33,824
Commercial/other	4,604	3,535	3,187	2,761
Total	<u>37,560</u>	<u>35,726</u>	<u>42,201</u>	<u>36,585</u>

City of Las Cruces  
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**NOTE 7: LONG-TERM LIABILITIES (Continued)**

Business-type Activities Notes Payable

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

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

In the event of default, the New Mexico Finance Authority may take any action necessary to collect the payments then due and to become due or to enforce performance of any agreement of the City in the Loan Agreement.

Details of business-type activities notes payable are:

Type	Purpose	Original Date	Due Date	Original Issued	Outstanding	Interest Rates %
2015 NMFA Note	Solid Waste Equipment	1/9/2015	2022	\$ 2,775,819	\$ 785,203	0.21-2.01
2017 NMFA Note	Joint Utility Improvement	12/1/2017	2037	5,135,000	4,580,000	0.95-3.48
				<u>\$ 7,910,819</u>	<u>\$ 5,365,203</u>	

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

Year ending June 30	Principal	Interest	Total
2021	\$ 613,945	\$ 136,325	\$ 750,270
2022	626,258	126,200	752,458
2023	235,000	114,550	349,550
2024	235,000	110,767	345,767
2025	240,000	106,654	346,654
2026-2030	1,280,000	453,505	1,733,505
2031-2035	1,475,000	261,668	1,736,668
2036-2037	660,000	34,464	694,464
	<u>\$ 5,365,203</u>	<u>\$ 1,344,132</u>	<u>\$ 6,709,335</u>

City of Las Cruces  
Notes to Financial Statements  
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**NOTE 8: LANDFILL CLOSURE AND POST-CLOSURE CARE COST**

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

The City's landfill closure and post-closure care liability as of the year ended June 30, 2020 is reported as \$756,000. The liability reported reflects a decrease in the estimate of total closure and post-closure costs of \$36,000 compared to fiscal year 2019. Actual closure and post-closure care costs may be higher due to inflation, changes in technology, or changes in regulations. The Foothills landfill is at 100% capacity and closed.

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

**NOTE 9: POLLUTION REMEDIATION OBLIGATION – CHANGE IN ACCOUNTING ESTIMATE**

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

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

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

City of Las Cruces  
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June 30, 2020

**NOTE 9: POLLUTION REMEDIATION OBLIGATION – CHANGE IN ACCOUNTING ESTIMATE (Continued)**

The City and County also received \$243,000 for design and engineering in grant funds from the New Mexico Environment Department. Construction on the project completed and remediation operations began August 2012.

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

On January 4, 2018, the City received a Unilateral Administrative Order from the EPA. As of June 30, 2019, the City's outstanding pollution remediation obligation with this Order was estimated at \$7,359,858, consisting of the EPA's unreimbursed past costs associated with the site. In civil case no. 2:17-cv-00809 JCH-GBW, a Consent Decree issued on July 30, 2020 reduced this obligation to \$1,265,000 as of June 30, 2020. This consists of two payments: one for the EPA's past response costs in the amount of \$1,140,000 and one as an initial payment for the EPA's future response costs in the amount of \$125,000. The Consent Decree requires the City and County to perform the work set forth in the Unilateral Administrative Order. The Consent Decree also ordered the United States to pay the City and County \$6,389,407 for the past and future response costs of the local government entities.

**NOTE 10: DEFERRED COMPENSATION PLAN**

The City offers its employees two deferred compensation plans created in accordance with Internal Revenue Service Code Section 457. The plans, available to all City employees, permit them to defer taxation on a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are solely the property and rights of the plan participants. The City has 629 active participants in the plan as of June 30, 2020.

City of Las Cruces employees who work 20 or more hours a week participate in a defined-benefit, contributory retirement plan through the Public Employees Retirement Act of the State of New Mexico, a cost-sharing multiple employer public employee retirement system administered by the Public Employees Retirement Association (PERA). Benefit provisions are established and may only be amended by state statute. Information pertaining to the actuarially computed present value of vested accumulated plan benefits and non-vested accumulated plan benefits, the plan's net position available for benefits and the assumed rate of return used in computing the present value, and ten year historical trend information presenting PERA's progress in accumulating sufficient assets to pay benefits when due is not available through individual government agencies participating in the plan. Actuarial pension data for the State of New Mexico, as employer, is provided at the state-wide level in a separately issued audit report of PERA. The report may be obtained by writing to PERA, PO Box 2123, 1120 Paseo de Peralta, Santa Fe, NM 88504-2323. Additional contact information is located at [www.pera.state.nm.us](http://www.pera.state.nm.us).

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**NOTE 11: NEW MEXICO RETIREE HEALTH CARE PLAN**

**General Information about the OPEB**

**Plan description.** Employees of the City of Las Cruces (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, 2020, the Fund’s measurement date, the following employees were covered by the benefit terms:

<b>Plan Membership</b>	
Current retirees and surviving spouses	52,179
Inactive and eligible for deferred benefit	10,916
Current active members	91,082
	154,177
<b>Active membership</b>	
State general	17,097
State police and corrections	1,830
Municipal general	17,538
Municipal police	3,159
Municipal FTRE	1,966
Educational Retirement Board	49,492
	91,082

City of Las Cruces  
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**NOTE 11: NEW MEXICO RETIREE HEALTH CARE PLAN (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 \$1,547,087 for the year ended June 30, 2020.

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

At June 30, 2020, the City reported a liability of \$55,796,971 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of June 30, 2019, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2019. The City’s proportion of the net OPEB liability was based on actual contributions provided to the Fund for the year ending June 30, 2019. At June 30, 2020, the City’s proportion was 1.72086 percent.

For the year ended June 30, 2020, the City recognized OPEB income of \$3,258,342. At June 30, 2020 the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences Between Expected and Actual Experience		14,041,352
Net Difference Between Projected and Actual Investment Earnings on OPEB Plan Investments		518,774
Changes of Assumptions		18,008,564
Change in Proportion	6,307,777	1,276,409
Contributions made after the measurement date	1,547,087	
	7,854,864	33,845,099

City of Las Cruces  
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June 30, 2020

**NOTE 11: NEW MEXICO RETIREE HEALTH CARE PLAN (Continued)**

Deferred outflows of resources totaling \$1,547,087 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, 2021. 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:	
2021	(7,803,238)
2022	(7,803,238)
2023	(6,684,436)
2024	(3,598,078)
2025	<u>(1,648,332)</u>
Total	<u><u>(27,537,322)</u></u>

Two of the City's agency funds, ASCMV, and MVRDA, and the component unit, SCSWA have the following deferred inflows of \$495,702, \$828,084 and \$1,189,373 respectively; deferred outflows of \$157,631, \$229,085, and \$337,178 respectively; and net OPEB liabilities of \$543,426, \$1,364,001, and \$1,884,748 respectively. For further information see ASCMV, MVRDA and SCSWA's separately issued financial statements.

**Actuarial assumptions.** The total OPEB liability was determined by an actuarial valuation as of June 30, 2019, using the following actuarial assumptions:

Valuation date	June 30, 2019
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	2.50% for ERB members; 2.50% for PERA members
Projected payroll increases	3.25% to 13.50%, based on years of service, including inflation
Investment rate of return	7.25%, net of OPEB plan investment expense and margin for adverse deviation including inflation
Health care cost trend rate	8% graded down to 4.5% over 14 years for Non-Medicare medical plan costs and 7.5% graded down to 4.5% over 12 years for Medicare medical plan costs
Mortality	ERB members: RP-2000 Combined Healthy Mortality Table with White Collar Adjustment (males) and GRS Southwest Region Teacher Mortality Table (females) PERA members: RP-2014 Combined Healthy Mortality

City of Las Cruces  
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June 30, 2020

**NOTE 11: NEW MEXICO RETIREE HEALTH CARE PLAN (Continued)**

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

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

Asset Class	Long-Term Rate of Return
U.S. core fixed income	2.1%
U.S. equity - large cap	7.1%
Non U.S. - emerging markets	10.2%
Non U.S. - developed equities	7.8%
Private equity	11.8%
Credit and structured finance	5.3%
Real estate	4.9%
Absolute return	4.1%
U.S. equity - small/mid cap	7.1%

**Discount Rate.** The discount rate used to measure the Fund's total OPEB liability is 4.16% as of June 30, 2019. The projection of cash flows used to determine the discount rate assumed that employer contributions will be made at rates proportional to the actuary determined contribution rates. For this purpose, employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Projected employer contributions that are intended to fund the service costs for future plan members and their beneficiaries are not included. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all projected future benefit payments for current plan members through the fiscal year ending June 30, 2030. Thus, the 7.25% discount rate was used to calculate the net OPEB liability through 2031. The index rate for 20-year, tax exempt general obligation municipal bonds with an average rating of AA/Aa or higher was used beyond 2031, resulting in a blended discount rate of 4.16%.

**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 (3.16 percent) or 1-percentage-point higher (5.16 percent) than the current discount rate:



City of Las Cruces  
Notes to Financial Statements  
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**NOTE 11: NEW MEXICO RETIREE HEALTH CARE PLAN (Continued)**

<b>1% Decrease (3.16%)</b>	<b>Current Discount (4.16%)</b>	<b>1 % Increase (5.16%)</b>
\$ 68,253,143	\$ 55,796,971	\$ 46,005,248

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:

<b>1% Decrease</b>	<b>Current Trend Rate</b>	<b>1 % Increase</b>
\$ 46,454,575	\$ 55,796,971	\$ 63,276,882

**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, 2019.

**Payable Changes in the Net OPEB Liability.** At June 30, 2020, the City did not have a payable due to NMRHCA for the year ended June 30, 2020.

City of Las Cruces  
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June 30, 2020

**NOTE 12: MULTIPLE-EMPLOYER COST SHARING PENSION PLANS**

General Information about the Pension Plan

**Plan Description**

*Public Employees Retirement 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 Officers, 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 Public Employees Retirement 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), 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 survivor's 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 eight years of service credit and the sum of the member's age and service credit equals at least 85 or at age 67 with 8 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 6 or more years of service credit. Generally, under Tier II pension factors were reduced by .5%, employee contribution increased 1.5% and effective July 1, 2014 employer contributions were raised .05%. The computation of final average salary increased as the average of salary for 60 consecutive months.

**Contributions** – see PERA's Comprehensive Annual Financial Report for Contribution Provided Description

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions -**

City of Las Cruces  
Notes to Financial Statements  
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**NOTE 12: MULTIPLE-EMPLOYER COST SHARING PENSION PLANS (Continued)**

At June 30, 2020, the City of Las Cruces, for PERA Fund Division: General Municipal, reported a liability \$80,970,681 for its proportional share of the net pension liability. This excludes from the total reported by PERA amounts attributed to Fiduciary entities and reported in their separate Comprehensive Annual Financial Reports as follows, \$6,283,000 for the South Central Solid Waste Authority and \$1,948,142 for the Mesilla Valley Regional Dispatch Authority. The net pension liability was measured as of June 30, 2019, and the total pension liability was rolled-forward from the valuation date to the plan year ending June 30, 2019 using generally accepted actuarial principles. Therefore, the employers portion was established as of the measurement date of June 30, 2019. There were no significant events or changes in benefit provision that required an adjustment to the roll-forward liabilities as of June 30, 2019. The City of Las Cruces' proportion of the net pension liability was based on a projection of the City of Las Cruces' long-term share of contributions to the pension plan relative to the projected contributions of all participating entities, actuarially determined. At June 30, 2019, the City of Las Cruces' proportion was 5.1529%, which was an increase of .2198% from its proportion measured as of June 30, 2018.

For the year ended June 30, 2020, the City of Las Cruces, for PERA Fund Division: General Municipal, recognized pension expense of \$15,844,915. This excludes from the total reported by PERA amounts attributed to Fiduciary entities and reported in their separate Comprehensive Annual Financial Reports as follows, \$776,666 for the South Central Solid Waste Authority and \$230,733 for the Mesilla Valley Regional Dispatch Authority. At June 30, 2020, the City of Las Cruces, for PERA Fund Division: General Municipal, reported deferred outflows of resources and deferred inflows of resources (excluding those amounts attributable to the South Central Solid Waste Authority and the Mesilla Valley Regional Dispatch Authority) related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumption	\$ 3,500,989	\$ 183,902
Differences between expected and actual experience	2,354,058	807,726
Net difference between projected and actual earnings on pension plan investment	2,645,776	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	1,924,433	291,320
City of Las Cruces contributions subsequent to the measurement date	4,028,290	-
Total	\$ 14,453,546	\$ 1,282,948

City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 12: MULTIPLE-EMPLOYER COST SHARING PENSION PLANS (Continued)**

\$4,028,290 reported as deferred outflows of resources related to pensions resulting from The City of Las Cruces' contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:

2021	\$ 3,901,386
2022	2,764,554
2023	1,583,253
2024	843,115

At June 30, 2020, the City of Las Cruces, for PERA Fund Division: Police, reported a liability \$35,224,908 for its proportional share of the net pension liability. At June 30, 2019, the Police proportion was 4.7687%, which was a decrease of .1339% from its proportion measured as of June 30, 2018.

For the year ended June 30, 2020, the City of Las Cruces, for PERA Fund Division: Police, recognized pension expense of \$5,483,848. At June 30, 2020, the City of Las Cruces, for PERA Fund Division: Police, reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumption	\$ 1,998,047	\$ 89,619
Differences between expected and actual experience	1,471,595	1,500,524
Net difference between projected and actual earnings on pension plan investment	1,099,969	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	8,433	612,330
City of Las Cruces contributions subsequent to the measurement date	2,135,049	-
Total	\$ 6,713,093	\$ 2,202,473

City of Las Cruces  
Notes to Financial Statements  
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**NOTE 12: MULTIPLE-EMPLOYER COST SHARING PENSION PLANS (Continued)**

\$2,135,049 reported as deferred outflows of resources related to pensions resulting from The City of Las Cruces' contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:

2021	\$ 1,069,446
2022	757,818
2023	434,001
2024	114,306

At June 30, 2020, the City of Las Cruces, for PERA Fund Division: Fire, reported a liability \$46,749,288 for its proportional share of the net pension liability. At June 30, 2019, the Fire proportion was 6.8025%, which was an increase of .1236% from its proportion measured as of June 30, 2018.

For the year ended June 30, 2020, the City of Las Cruces, for PERA Fund Division: Fire, recognized pension expense of \$6,719,329. At June 30, 2020, the City of Las Cruces, for PERA Fund Division: Fire, reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumption	\$ 1,282,629	\$ 73,968
Differences between expected and actual experience	793,984	1,477,316
Net difference between projected and actual earnings on pension plan investment	747,604	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	2,614,384	8,878
City of Las Cruces contributions subsequent to the measurement date	2,030,712	-
Total	\$ 7,469,313	\$ 1,560,162

City of Las Cruces  
Notes to Financial Statements  
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**NOTE 12: MULTIPLE-EMPLOYER COST SHARING PENSION PLANS (Continued)**

\$2,030,712 reported as deferred outflows of resources related to pensions resulting from The City of Las Cruces' contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:

2021	\$ 1,746,015
2022	1,237,240
2023	708,564
2024	186,620

City of Las Cruces  
Notes to Financial Statements  
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**NOTE 12: MULTIPLE-EMPLOYER COST SHARING PENSION PLANS (Continued)**

*Actuarial assumptions.* The total pension liability in the June 30, 2019 actuarial valuation was determined using the following significant actuarial assumptions, applied to all periods included in the measurement:

<b>PERA FUND</b>	
Actuarial Valuation Date	June 30, 2018
Actuarial Cost Method	Entry Age Normal
Amortization Period	Level Percentage of Pay
Asset Valuation Method	Solved for based on statutory rates
Actuarial Assumptions:	
· Investment rate of return	7.25% annual rate, net of investment expense
· Projected benefit payment	100 years
· Payroll Growth	3.00%
· Projected salary increases	3.25% to 13.50 annual rate
· Includes inflation at	2.50%
	2.75% all other years
· Mortality Assumption	The mortality assumptions are based on the RPH-2014 Blue Collar mortality table with female ages set forward one year. Future improvement in mortality rates is assumed using 60% of the MP-2017 projection scale generationally. For non-public safety groups, 25% of in-service deaths are assumed to be duty related and 35% are assumed to be duty-related for public safety groups.
· Experience Study Dates	July 1, 2008 to June 30, 2017 (demographic) and July 1, 2010 through June 30, 2017 (economic)

The total pension liability, net pension liability, and certain sensitivity information are based on actuarial valuation performed as of June 30, 2018. The total pension liability was rolled forward from the valuation date to the plan year ended June 30, 2019. These assumptions were adopted by the Board for use in the June 30, 2018 actuarial valuation.

City of Las Cruces  
Notes to Financial Statements  
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**NOTE 12: MULTIPLE-EMPLOYER COST SHARING PENSION PLANS (Continued)**

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	42.33%	7.48%
Risk Reduction & Mitigation	21.37%	2.37%
Credit Oriented Fixed Income	15.00%	5.47%
Real Assets to include Real Estate Equity	20.00%	6.48%
Multi-Risk Allocation	<u>1.30%</u>	
Total	<u>100.0%</u>	

*Discount rate.* A single discount rate of 7.25% was used to measure the total pension liability as of June 30, 2019. 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 periods 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.

*Sensitivity of the City of Las Cruces proportionate share of the net pension liability to changes in the discount rate.* The following presents the City of Las Cruces’ proportionate share of the net pension liability calculated using the discount rate of 7.25 %, as well as what the City of Las Cruces’ 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%)
Net Pension Liability	237,727,135	162,944,877	101,400,782

*Pension plan fiduciary net position.* Detailed information about the pension plan’s fiduciary net position is available in the separately issued PERA’s financial report. The report is available at <https://www.nmpera.org/for-employers/gasb-information/>.



City of Las Cruces  
Notes to Financial Statements  
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**NOTE 13: RISK MANAGEMENT**

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

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

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

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

	<b>Program Costs (Benefits)</b>	<b>Premiums</b>
Health Program	\$ 11,787,202	\$ (15,083,434)
Workers Compensation	-	(869,680)
Liability Insurance	2,416,628	-
Unemployment Insurance	-	(35,001)
<b>Total</b>	<b>\$ 14,203,830</b>	<b>\$ (15,988,115)</b>

Changes in the insurance fund's estimated liability for insurance claims were:

Claims liabilities, beginning of year	\$ 6,830,781
Current year claims and changes in estimates	14,203,830
Payment of claims liabilities	(15,329,375)
<b>Claim liabilities, end of year</b>	<b>\$ 5,705,236</b>

City of Las Cruces  
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**NOTE 14: DEVELOPMENT IMPACT FEES**

Development impact fee activity for the year ended June 30, 2020 is shown below. Unspent fees collected in previous years can be netted with overspent fees and are available for expenditure in the current fiscal year.

<b>Parks Impact Fees</b>		
Impact Fees Collected	\$	\$1,517,765
Investment Income		5,741
Expenditures		(1,008,798)
Transfers In (Out)		-
<b>Net Parks Impact Fees</b>	<b>\$</b>	<b>514,708</b>
<b>Public Safety Impact Fees</b>		
Impact Fees Collected	\$	654,849
Investment Income	(9,507)	
Expenditures		-
Transfers In (Out)		(964,190)
<b>Net Public Safety Impact Fees</b>	<b>\$</b>	<b>(318,849)</b>
<b>Water Impact Fees</b>		
Impact Fees Collected	\$	1,099,925
Investment Income		225,978
Expenses		(1,044,959)
Transfers In (Out)		105,000
<b>Net Water Impact Fees</b>	<b>\$</b>	<b>385,944</b>
<b>Wastewater Impact Fees</b>		
Impact Fees Collected	\$	1,687,126
Investment Income		226,261
Expenses		(1,678,753)
<b>Net Wastewater Impact Fees</b>	<b>\$</b>	<b>234,634</b>
<b>Total Impact Fees</b>		
Collections	\$	4,959,664
Investment Income		448,473
Expenditures		(3,732,510)
Transfers In (Out)		(859,190)
<b>Net Impact Fees</b>	<b>\$</b>	<b>816,437</b>

City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 15: TELSHOR FACILITY LEASE MEMORIAL MEDICAL CENTER/PROVINCE HOSPITAL (TELSHOR FACILITY)**

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

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

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

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

City of Las Cruces  
Notes to Financial Statements  
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**NOTE 15: TELSHOR FACILITY LEASE MEMORIAL MEDICAL CENTER/PROVINCE HOSPITAL (TELSHOR FACILITY) (Continued)**

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

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

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

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

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

In fiscal year 2019, the City and County each received \$4,199,501 as final distribution from the escrow accounts. The total MMCI cash distribution in fiscal year 2019 from the escrow accounts were \$27,075,089, including interest of \$2,863,530. The City's portion was \$12,105,779 in cash distribution and \$1,431,765 in interest for a total of \$13,537,544.

City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 16: LAS CRUCES CONVENTION CENTER**

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

During FY17 the City entered into an amended contract through June 30, 2017 with four remaining optional one-year extensions with Global Spectrum, henceforth referred to as Spectra, to manage the facility and grounds on behalf of the City. Spectra was responsible for operations and maintenance of all physical and mechanical facilities necessary for the operation, maintenance, and management of the convention center. All facility staff and other personnel were hired by Spectra and are employees or independent contractors of Spectra. Compensation to Spectra during FY20 for management services was a fixed management fee.

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

An annual operating budget was prepared by Spectra and provided to the City. The operating budget included a projection of operating revenues and expenses for the fiscal year. The annual budget was subject to the review and approval of the City. The City agreed to provide a one-time facility operating fee of \$50,000 and restored any deficit in this balance to the operating account on a monthly basis. During FY20, the City paid \$181,660.26 to Spectra.

In order to utilize energy incentives relating to the installation of solar panels, the City must and does pay the electric bills directly. This funding totaled \$61,483.34 in FY20.

Spectra maintained independent records, in accordance with generally accepted accounting principles, of the operations and maintenance of the convention center. The City had the right to audit the records. Additionally, Spectra provided monthly financial statements to the City, and a copy of their audited annual financial statements. The City has received a copy of the FY19 audited annual financial statements from the new company, SMG. SMG was awarded the management contract of the convention center on July 1, 2019. In October 1, 2019, SMG merged with ASM Global. Due to this merge, ASM Global will be taking over the operations and management of the convention center.

City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 17: MAJOR CONSTRUCTION COMMITMENTS**

Government Funds:

Project	Fund	Contract Amount	Spent to Date	Commitment Remaining	Source of Payment
<b>Government</b>					
2019 - 2020 Crack Seal Maintenance	Flood Control	\$ 304,666	\$ -	\$ 304,666	Property Tax
Airport New Terminal Building Area	HHR GRT Contingency	190,206	57,062	133,144	Gross Receipts Tax
Airport Perimeter Fence	Capital Project Grants/2015B Hold Harmless Projects	785,375	531,617	253,757	Federal and State Grants/Gross Receipts Tax
Airport Taxi Lane Improvements	Facilities Maintenance	90,027	45,013	45,013	Gross Receipts/Property/Other Taxes
Airport Terminal Apron Rehabilitation	Airport Operations/Capital Project Grants	2,814,364	1,281,937	1,532,426	Leases/Federal and State Grants
ASCMV Kennel HVAC Upgrades and Re-Roofing	Community Investment Projects	735,703	603,612	132,091	Gross Receipts Tax
Bond Median Landscaping	Community Investment Projects/2016 Flood	1,022,822	-	1,022,822	Gross Receipts Tax/2016 Flood and 2017 Facilities Bonds
Downtown Two-Way Conversion	TIDD Street Bond Projects	10,815,021	10,680,514	134,507	2015 TIDD Bond
GO Bond: New Animal Services Center	GO Bonds	551,534	156,776	394,758	General Obligation Bonds
GO Bond: East Mesa Recreation Complex	GO Bonds	588,594	212,538	376,056	General Obligation Bonds
GO Bond: Fire Station 3 Replacement	GO Bonds	606,278	352,789	253,489	General Obligation Bonds
GO Bond: Hadley Avenue Recreational Complex Improvements	GO Bonds	178,756	109,677	69,079	General Obligation Bonds
GO Bond: Recreational Trails Project	GO Bonds	139,261	80,213	59,048	General Obligation Bonds
GO Bond: Unidad Park	GO Bonds	112,975	41,806	71,170	General Obligation Bonds
Nevada Avenue Green Infrastructure Project	HUD Community Development/Flood Control	340,394	209,080	131,314	HUD Funding/Property Tax
Palmer Subdivision Construction	2015A Hold Harmless Street Projects	4,228,709	3,517,668	711,041	Gross Receipts Tax
Pavement Markings and Stripings	GRT Street Maintenance	324,068	244,283	79,785	Gross Receipts Tax
Red Hawk Golf Club Road Project	VAD Street Projects	2,459,455	2,373,529	85,926	2016 Voluntary Assessment District Bonds
Regional Aquatic Center Competition Pool	2017 Facilities	1,679,523	732,193	947,331	2017 Facilities Bond
Roadrunner Parkway Extension	2016 Flood Projects	2,532,286	2,406,835	125,451	Gross Receipts Tax/2016 Flood Bond
Sonoma Ranch Blvd. Mile 2 Landscape Project	VAD Street Projects	521,322	-	521,322	2016 Voluntary Assessment District Bonds
Veteran's Park Video & Wireless Cameras	Capital Project Grants	143,659	-	143,659	State Legislative Appropriations
Veteran's Parking Lot Expansion	2017 Facilities	232,330	25,112	207,218	2017 Facilities Bond
West Court Avenue Improvements	2016 Flood Projects	1,408,578	1,185,319	223,259	2016 Flood Bond
West Fleming ADA Improvements	2016 Flood Projects/2017 NMFA	177,113	-	177,113	2016 Flood Bond/2017 NMFA Loan
	<b>Total Government</b>	<b>\$32,983,019</b>	<b>\$24,847,573</b>	<b>\$ 8,135,446</b>	

City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 17: MAJOR CONSTRUCTION COMMITMENTS (Continued)**

Enterprise Funds:

Project	Fund	Contract Amount	Spent to Date	Commitment Remaining	Source of Payment
<b>Enterprise Funds</b>					
Airport Booster Station Improvements	Water 2017 Joint Utilities Revenue Bonds	\$ 771,435	\$ 675,348	\$ 96,087	2017 Joint Utility Bond
Chula Vistas & Thomas Moran Gas Main Extension	Gas Capital Improvements	85,156	-	85,156	Gas Operating Fund
Downtown Two-Way Conversion	Gas Capital Improvements/Water & Wastewater 2015A Bond Projects	2,692,580	2,531,022	161,557	Gas Operating Fund/2015 Joint Utility Bond
Gas Meter Replacement Project	Gas Capital Improvements	1,183,032	346,129	836,903	Gas Operating Fund
JHWWTF East Primary Clarifier Rehabilitation Project	Wastewater 2017 Joint Utilities Revenue Bonds/Wastewater Capital Improvements	287,061	41,586	245,475	2017 Joint Utility Bond/Wastewater Operating Fund
JHWWTF Site Improvements	Wastewater 2017 Joint Utilities Revenue Bonds	201,183	71,062	130,122	2017 Joint Utility Bond
JHWWTF Ultraviolet Disinfection Services	Wastewater 2017 Joint Utilities Revenue Bonds	180,973	-	180,973	2017 Joint Utility Bond
JHWWTP Co-Generators	Wastewater Capital Improvements	2,571,135	2,350,254	220,881	Wastewater Operating Fund
Johnson Controls Energy Performance Contract	Gas & Water 2018 Joint Utilities Revenue Bonds	22,124,000	21,874,000	250,000	2018 Joint Utility Bond/Water Rates
Nasa Road High Pressure Gas Line Replacement Project	Gas Capital Improvements	300,811	103,330	197,481	Gas Operating Fund
Palmer Subdivision Construction	Gas & Water 2015A Bond Projects/Wastewater Capital Improvements	2,764,573	2,414,932	349,641	2015 Joint Utility Bond/Wastewater Operating Fund
Roadrunner Parkway Extension	Wastewater 2017 Joint Utilities Revenue Bonds	285,744	280,459	5,285	2017 Joint Utility Bond
Sandhill Sewer Interceptor - Phase I	Wastewater Development	1,477,392	1,017,244	460,148	Wastewater Impact Fees
Talavera Low Pressure Gas Distribution Network - Phase 3A	Gas Capital Improvements	3,060,434	-	3,060,434	Gas Operating Fund
Transit Operations & Maintenance Facility Water Infrastructure Rehabilitation - Various Subdivisions	Transit Capital Water 2015A Bond Projects/Water 2017 Joint Utilities Revenue Bonds	117,973	57,074	60,899	Federal Grants/Transfers
West Court Avenue Improvements	Gas Capital Improvements/Water & Wastewater 2017 Joint Utilities	1,961,785	1,653,240	308,545	2015/2017 Joint Utility Bonds
Zone I Interconnect Phase B, Project II	Water Development	970,624	711,516	259,108	Gas Operating Fund/2017 Joint Utility Bond
		57,760	6,264	51,496	Water Impact Fees
	<b>Total Enterprise</b>	<b>\$41,093,651</b>	<b>\$ 34,133,460</b>	<b>\$ 6,960,191</b>	

City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 18: CONTINGENT LIABILITIES**

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

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

**NOTE 19: DOWNTOWN TAX INCREMENT DEVELOPMENT DISTRICT (TIDD)**

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

The tax revenues that go to the TIDD are used for downtown public improvements and revitalization of the downtown area. TIDD priorities have been set by the TIDD Board for the following years. These priorities include rebuilding public bathrooms and redoing Parking Lot 7, located behind the Rio Grande Theatre; reconstruction of Campo Street to make it more pedestrian friendly and to connect downtown to the Mesquite neighborhood. Projects for future years include the restoration of the Historic Amador Hotel and the construction of a parking garage.

**NOTE 20: AFFILIATED ORGANIZATIONS AND JOINT POWERS AGREEMENTS**

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

Mesilla Valley Regional Dispatch Authority

Mesilla Valley Regional Dispatch Authority (MVRDA) was formed through a Joint Powers Agreement (JPA) between the City, Dona Ana County (County), the Village of Hatch, the Town of Mesilla, the City of Sunland Park, and the City of Anthony. The JPA provides for a governing board for the MVRDA. The MVRDA is governed by a Board that consists of thirteen members including an elected official of the City, appointed by the City Council; a member of the County Board of Commissioners, appointed by the Commission; the City Manager; the County Manager; the City Police Chief; the County Sheriff; the City Fire Chief; the County Fire Chief; one member appointed by the Board of Trustees for the Town of Mesilla; one member appointed by the Board of Trustees for the Village of Hatch; one member appointed by the City Council for the City of Sunland Park; one member appointed by the City Council for the City of Anthony; and one member shall be appointed by a majority vote of the MVRDA Board.



City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 20: AFFILIATED ORGANIZATIONS AND JOINT POWERS AGREEMENTS (Continued)**

The JPA outlines financial contributions of all member of the JPA. The amount of contributions to the MVRDA budget for Mesilla, Hatch, Sunland, and Anthony shall be determined by the MVRDA Board on an annual basis as part of the process for a budget proposal to the City and County. The contributions shall be based on the number of calls expected for responses within Mesilla, Hatch, Sunland, and Anthony, and not based upon a percentage of the MVRDA budget. The remaining contribution requirements are accessed to the City and County via a 53%, 47% split, respectively. The Joint Powers Agreement provides that if the agreement is terminated, all real or personal property contributed by the parties shall be returned to the respective party that contributed such property and all surplus real or personal property or any surplus money accrued by MVRDA pursuant to the JPA shall be returned to the City, County, Hatch, Mesilla, Sunland and Anthony, in proportion to the most recent budgetary contribution percentages applicable.

The City is the fiscal agent for the organization and accounts for its resources in an agency fund. Separate audited financial statements were prepared for the year ended June 30, 2020. Requests for copies of financial statements can be made to the City's Chief Administrative Officer.

Metro Narcotics Agency

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

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

The City is the fiscal agent for the organization and accounts for it in an agency fund. Separate audited financial statements were prepared for the year ended June 30, 2020. Request for copies of financial statements can be made to the City of Las Cruces' Chief Administrative Officer.

Metropolitan Planning Organization

The City is a participant in the Mesilla Valley Metropolitan Planning Organization (MPO). The MPO is established by a Joint Powers Agreement (JPA) between the City of Las Cruces, Dona Ana County, and the Town of Mesilla (most recently updated in 2013). The MPO is governed by a committee of ten; three each appointed by the City, County, and Town, plus the District One Engineer from the New Mexico Department of Transportation (NMDOT). The committee was constituted for the purpose of establishing, overseeing, and directing transportation related policy for the Las Cruces Urbanized Area and is required for the purposes of using federal transportation funding in the area.

The parties agree that some of the expenses of the transportation planning process will be provided for by federal transportation planning funds from the United States Department of Transportation (USDOT) Federal Highway Administration (FHWA) Section 112 funds and the Federal Transit Administration (FTA) Section 5303 funds, as administered and distributed by the NMDOT. Expenses not so provided shall be assumed by participating agencies according the Financial Contributions section of the JPA.

City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 20: AFFILIATED ORGANIZATIONS AND JOINT POWERS AGREEMENTS (Continued)**

The parties may terminate the JPA by giving written notice at least ninety days prior to the effective date of termination.

South Central Solid Waste Authority

The City is a participant in South Central Solid Waste Authority (SCSWA). SCSWA was formed through a Joint Powers Agreement (JPA) between the City and County that establishes a mechanism for designing, constructing, financing, operating, and maintaining regional solid waste landfills and related facilities.

SCSWA is reported as a component unit of the City because its revenues are the primary source of debt service for City bonds issued to construct a regional landfill and transfer station.

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

SCSWA is governed by a board comprised of six working members and two ex-officio members. Three of the members are appointed from the City Council by the Mayor and three members are appointed from the County Commission by the Chairman. The two ex-officio members are the City Manager and the County Manager or their designees. The Mayor of Sunland Park also serves as an ex-officio member if SCSWA provides service to the municipality

The City serves as the fiscal agent for the Authority for the term of the agreement. The fiscal agent is compensated for services rendered to the Authority in the amount of \$154,000 per year base rate. The base rate increases each year by the Consumer Price Index.

The JPA may be terminated upon the mutual consent of both parties and shall not be terminated so long as any revenue bonds issued under the agreement by the City are outstanding. The earliest date for this is June 2023 and the full term of the bond runs until June 2028.

In 2020, the City of Las Cruces and Dona Ana County paid approximately \$3.2 million and \$2 million respectively, to SCSWA for solid waste services provided.

Animal Service Center of the Mesilla Valley

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

It is the mission of the center to provide safe shelter for all lost, mistreated, and abandoned animals of the Mesilla Valley and surrounding communities. The operations of the Authority began in February 2009. ASCMV receives funding from members of the JPA. During fiscal year 2020, ASCMV received \$1,250,000 from the City and \$1,250,000 from County.

City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 20: AFFILIATED ORGANIZATIONS AND JOINT POWERS AGREEMENTS (Continued)**

The City is the fiscal agent for the organization and accounts for it in an agency fund. Separate audited financial statements were prepared for the year ended June 30, 2020. Request for copies of financial statements can be made to the City's Chief Administrative Officer.

**NOTE 21: TAX ABATEMENTS**

The City enters into property tax abatement agreements with new local businesses under the Community Development Incentive Act NMSA 1978 3-64-1 through 3-64-5 and the Industrial Revenue Bond Act NMSA 1978 3-32-1 through 3-32-16. Under these Acts, municipalities may grant tax abatements for the purpose of attracting or retaining businesses and economic development within their jurisdictions.

For the fiscal year ended June 30, 2020, the City abated property taxes totaling \$113,853 under the Community Development Incentive Act. A property tax abatement of 100% of the Commercial / Personal property tax for ten years was given to an energy company for constructing and operating a new photovoltaic generating facility in the City.

**NOTE 22: SUBSEQUENT EVENTS**

The City is in the process of issuing the General Obligation Bonds, Series 2020 through a competitive sale in the amount of \$17,600,000. The targeted closing date is September 24, 2020. The bonds will have a net effective interest rate of 1.12% and a final maturity date of August 1, 2032. The bonds will be payable from general (*ad valorem*) taxes which shall be levied against all taxable property in the City. These bonds are the second and final phase of the General Obligation bonds approved by voters on August 26, 2018 for (1) constructing improvements to parks including sports fields, (2) constructing a new animal shelter facility, (3) constructing a replacement facility for Fire Station 3, and (4) constructing and improving recreational walking, jogging, and biking trails.

Starting fiscal year 2021 (July 1, 2020), the Airport Operations Fund will be moving from the General Fund to an Enterprise fund. The Rio Grande Theatre, formerly an Enterprise Fund, will be reported in a General Fund starting fiscal year 2021.

**NOTE 23: RESTATEMENT TO PRIOR PERIOD**

The objective of a net position restatement is to accurately reflect prior period's net position and improve the relevancy, usefulness, and transparency of financial information. The City restated net position related to the allocation of the shared service (SS) funds used by the Utilities Department. The net position in prior years did not include the Solid Waste fund, although they are contributors to the SS fund. This reinstate is necessary to include the Solid Waste fund in the prior year, and an allocation has been set moving forward to ensure a reinstate will not be necessary in future years. The restatement affects each utility fund individually, but the total effect on the combined funds will be zero. The effect of the restatement is as follows:

	Gas	Water	Waste Water	Solid Waste	Total
Net position - beginning of year, as originally stated	\$ 37,371,071	\$ 83,204,288	\$ 80,191,843	\$ 12,519,031	\$ 213,286,233
Restatement - SS	(383,694.00)	(404,624.00)	(415,138.00)	1,203,456.00	-
Net Position, Beginning of year, as restated	<u>\$ 36,987,377</u>	<u>\$ 82,799,664</u>	<u>\$ 79,776,705</u>	<u>\$ 13,722,487</u>	<u>\$ 213,286,233</u>

City of Las Cruces  
Notes to Financial Statements  
June 30, 2020

**NOTE 24 – COVID-19**

In early March 2020, the COVID-19 virus was declared a global pandemic, and it continues to cause market fluctuations. Business continuity and financial markets, including supply chains and consumer demand across a broad range of industries and countries, could be severely impacted for months or more, as governments and their citizens take significant and unprecedented measures to mitigate the consequences of the pandemic. Management is carefully monitoring the situation and evaluating its options during this time.

# Required Supplementary Information

CITY OF LAS CRUCES, NEW MEXICO

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

	2019	2018	2017	2016	2015	2014
<b>City of Las Cruces</b> proportion of the net pension liability (asset)						
Municipal	5.15%	4.93%	4.97%	5.01%	5.03%	4.64%
Police	4.77%	4.90%	4.90%	4.91%	5.01%	5.10%
Fire	6.80%	6.68%	6.12%	5.79%	5.87%	5.72%
<b>City of Las Cruces</b> proportionate share of the net pension liability (asset)						
Municipal	\$ 89,201,823	\$ 71,990,380	\$ 63,198,637	\$ 73,329,081	\$ 49,796,563	\$ 36,171,147
Police	35,224,908	33,450,650	27,220,489	36,200,879	23,390,154	16,640,441
Fire	46,749,288	42,749,150	35,014,102	38,617,182	29,442,649	23,884,004
<b>City of Las Cruces</b> covered payroll						
Municipal	\$ 46,232,164	\$ 44,588,361	\$ 42,932,089	\$ 38,628,050	\$ 37,425,872	\$ 35,224,299
Police	11,906,454	11,625,976	11,333,930	10,991,888	11,050,695	10,836,755
Fire	9,051,778	8,487,146	7,417,574	6,733,578	6,694,291	6,104,919
<b>City of Las Cruces</b> proportionate share of the net pension liability (asset) as a percentage of its covered payroll						
Municipal	196.12%	161.46%	147.21%	189.83%	133.05%	102.69%
Police	334.11%	287.72%	240.17%	329.34%	211.66%	153.56%
Fire	504.16%	503.69%	472.04%	573.50%	439.82%	391.23%
Plan fiduciary net position as a percentage of the total pension liability	70.52%	71.13%	73.74%	69.18%	76.99%	81.29%

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

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

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Contributions in relation to the contractually required contribution					
Municipal General	4,028,291	3,998,222	4,260,265	4,008,076	3,983,174
Municipal Police	2,135,049	2,129,015	1,957,872	1,340,980	2,180,472
Municipal Fire	2,030,712	1,959,709	1,837,467	1,094,091	1,659,724
	<u>8,194,052</u>	<u>8,086,946</u>	<u>8,055,604</u>	<u>6,443,147</u>	<u>7,823,370</u>
Contractually required contributions					
Municipal General	4,028,291	3,998,222	4,260,265	4,008,076	3,983,174
Municipal Police	2,135,049	2,129,015	1,957,872	1,340,980	2,180,472
Municipal Fire	2,030,712	1,959,709	1,837,467	1,094,091	1,659,724
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
City's covered payroll					
Municipal General	54,797,960	46,232,164	44,610,105	42,932,089	38,628,050
Municipal Police	8,687,149	11,906,454	10,359,111	11,333,930	10,991,888
Municipal Fire	6,156,619	9,051,778	8,487,145	7,417,574	6,733,578
	<u>69,641,728</u>	<u>67,190,396</u>	<u>63,456,361</u>	<u>61,683,593</u>	<u>56,353,516</u>
Contributions "in relation" as a percentage of covered-employee payroll					
Municipal General	7.35%	8.65%	9.55%	9.34%	9.28%
Municipal Police	24.58%	17.88%	18.90%	11.83%	19.24%
Municipal Fire	32.98%	21.65%	21.65%	14.75%	24.65%

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

**City of Las Cruces**  
 Schedule of Employer's Proportionate Share of the Net OPEB Liability of  
 New Mexico Retiree Health Care Act Plan  
 NM Retiree Health Care Authority Plan  
 Last 10 Fiscal Year\*

	<b>June 30</b>			
	<b>Fiscal Year</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>
City's Proportion of the Net OPEB liability (Asset)		1.72086%	1.58074%	1.49262%
City's Proportionate Share of Net Pension Liability (Asset)		55,796,971	63,488,112	67,640,543
City's Covered Payroll		71,810,260	67,823,495	41,631,722
City's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its Covered-employee Payroll		77.70%	93.61%	162.47%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability		18.92%	13.14%	11.34%

*\*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 available years.*



**City of Las Cruces**  
 Schedule of Employer Contributions  
 New Mexico Retiree Health Care Authority (NMRHCA) Plan  
 Last 10 Fiscal Year\*

	<u><b>2020</b></u>	<u><b>2019</b></u>	<u><b>2018</b></u>
Contractually Required Contribution	1,547,087	1,457,909	1,300,015
Contributions in Relation to the Contractually Required Contribution	<u>(1,547,087)</u>	<u>(1,457,909)</u>	<u>(1,300,015)</u>
Contribution Deficiency (Excess)	<u>3,094,174</u>	<u>-</u>	<u>-</u>
Employer's covered payroll	71,810,260	67,823,495	41,631,772
Contributions as a percentage of covered payroll	2.15%	2.15%	3.12%

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

# City of Las Cruces

## Notes to Required Supplementary Information

June 30, 2020

### **Public Employees Retirement Association (PERA)**

Changes of benefit terms The Public Employee Retirement Association (PERA) Fund, COLA and retirement eligibility benefits changes in recent years are described in Note 1 of the PERA FY18 audit available at [https://reports.saonm.org/media/audits/366\\_Public\\_Employees\\_Retirement\\_Association\\_FY2018\\_Final.pdf](https://reports.saonm.org/media/audits/366_Public_Employees_Retirement_Association_FY2018_Final.pdf)

Changes of assumptions The PERA of New Mexico Annual Actuarial Valuation as of June 30, 2018 report is available at <http://www.nmpera.org/assets/uploads/downloads/retirement-fund-valuation-reports/6-30-2018-PERA-Valuation-Report-FINAL.pdf>.

The summary of Key Findings for the PERA Fund (on page 2 of the report).

### **New Mexico Retiree Health Care Authority (NMRHCA) Plan**

Changes of benefit terms. The NMRHCA eligibility benefits changes in recent years are described in Note 1 of the NMRHC FY18 audit available at [http://www.nmrhca.org/uploads/FileLinks/5fccea70107e4b9fa9b1a47723691d2a/NM\\_RHCA\\_Audited\\_FS\\_6.30.18.pdf](http://www.nmrhca.org/uploads/FileLinks/5fccea70107e4b9fa9b1a47723691d2a/NM_RHCA_Audited_FS_6.30.18.pdf).

Changes of assumptions. The New Mexico Retiree Healthcare Authority (NMRHCA) Actuarial Valuation as of June 30, 2018 report is available at [http://www.nmrhca.org/uploads/FileLinks/4310380076d642ecb015117ae3cdbae8/5559596\\_NMRHCA\\_GASB74\\_Report\\_as\\_of\\_June\\_30\\_2018.pdf](http://www.nmrhca.org/uploads/FileLinks/4310380076d642ecb015117ae3cdbae8/5559596_NMRHCA_GASB74_Report_as_of_June_30_2018.pdf). See the notes to the financial statements beginning on page 15 which summarizes actuarial assumptions and methods effective with the June 30, 2018 valuation.

# Combining and Individual Fund Financial Statements

CITY OF LAS CRUCES, NEW MEXICO

## Special Revenue Funds

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

**Fund 2000 – HUD Community Development** – The Community Development Fund accounts for the administration, operation, and capital improvement projects of the Community Development Block Grant (CDBG), the HOME Investment Partnerships Program entitlement grants, and corresponding program incomes that serve low- and moderate-income residents and areas of the community. Funding is from the U.S. Department of Housing and Urban Development (HUD), housing loan and interest repayments, and performance bond payments. PL 93-383 Title I of the Housing and Community Development Act of 1974 (CDBG) and the Cranston-Gonzales National Affordable Housing Act of 1991 (HOME) requires that this grant be used for these purposes. Continuum of Care grant is to provide rental assistance for permanent supportive housing for the disabled and chronically homeless. This grant is governed by Title IV of the McKinney-Vento Homeless Assistance Act 42 U.S.C. 11301 et seq. and the Continuum of Care Program rule.

**Fund 2013 – Affordable Housing Trust Fund** – This fund was established to set aside resources for the creation/promotion of affordable housing within the City of Las Cruces. The City adopted an ordinance within Chapter 13 of the Municipal Code to create the local Housing Trust Fund. The source of the funding is through transfers from the General Fund and Telshor Facility Fund.

**Fund 2100 – Special Revenue Grants** – This fund is used to track operating grants for different departments. Resources are from various Federal, State of New Mexico, County, and foundation sources.

**Fund 2130 – Recreation Projects** – This fund provides for the operation and development of community parks and operation of recreation programs. The funding source is \$25.00 for each City of Las Cruces license plate issued by the New Mexico Motor Vehicle Division. City Resolution No. 09-187 specifies that the fees collected from the City of Las Cruces license plates may only be used to finance parks and recreation programs. Funding sources also include advertising fees from park and recreation facilities.

**Fund 2171 – Older American Act Programs** – Las Cruces Senior Programs finances congregate meal services at five program sites and meal delivery services to homebound customers. Educational activities, fitness classes, games, socialization, and support groups are also provided. Respite care programs are offered to participants and their families to provide supportive services. Homecare is provided to assist participants in maintaining their independence by providing light housekeeping and some transportation. Funding is from the New Mexico Aging and Long-Term Services Department through the Non-Metro Area Agency on Aging and the Federal government.

**Fund 2300 – Fire** – This fund provides for the purchase of fire equipment. Funding is provided

by the State Fire Fund. State law requires these funds to be used for fire supplies and equipment to help maintain the fire department (Section 979, Article 52; New Mexico State Insurance Code).

**Fund 2303 – Emergency Medical Services** – This fund provides for emergency medical services provided through Fire Department activities. Funding is through a state grant from the New Mexico Department of Health, which requires separate fund accounting according to EMS Regulation DOH 94-11.

**Fund 2401 – Police Protection** – This fund provides for the purchase of police equipment and police expenses associated with advanced law enforcement planning and training. The funding source is a Law Enforcement Protection Fund administered by the New Mexico Department of Finance and Administration/Local Government Division. State law (Section 5, Chapter 289, Laws of 1983) requires these funds be used to operate the Police Department.

**Fund 2402 – Court Awarded Funds** – This fund provides for Department of Justice drug enforcement activities. Funding comes from Department of Justice seized drug funds, may only be used for drug enforcement activities, and must comply with federal financial and administrative requirements.

**Fund 2403 – Seized Assets Treasury** – This fund was established because the Department of Justice, the State, and the City treasury prohibits the comingling of seized asset funds between the Department of Justice, the State, and the Department of the Treasury. This fund accounts for treasury-related seizures and may only be used for drug enforcement activities.

**Fund 2410 – Keep Las Cruces Beautiful** – This fund provides for beautification, litter eradication, graffiti abatement, and education. Funding is from the New Mexico Department of Tourism's Clean & Beautiful Program.

**Fund 2421 – DWI Prevention** – This fund accounts for the receipt of driving while intoxicated state fines (Section 31127, NMSA 1978). Receipts are remitted to the State.

**Fund 2423 – Traffic Safety Education** – This fund provides for traffic safety education. Funding is provided by a penalty assessment of \$3.00 per traffic ticket. City Ordinance No. 01232, May 1991 requires the fund be used only in this manner.

**Fund 2430 – Safe Traffic Operations Program (STOP)** – This fund was established because of City Council's approval to initiate the Red-Light Photo and Speed Enforcement Program. Cameras were installed at various major intersections to detect motorists running red lights and driving at excessive speeds.

**Fund 2440 – Prisoner Care** – This fund provides for operations and maintenance of a municipal jail and for paying the costs of housing municipal prisoners in the county jail. Funding is provided by a penalty assessment of \$5.00 per traffic ticket. City Resolution No. 8169 (August 1981) requires the fund to be used only in this manner.

**Fund 2450 – Public Safety Impact Fees** – This fund accounts for revenues and expenditures

related to a city-wide public safety fee. Funds are to be used for fire, police, rescue, and essential equipment costing \$10,000 or more and having a life expectancy of 10 years or more. Funding comes from fees for all new development in the city based on rate tables for various land use.

**Fund 2470 – Department of Justice Programs** – This fund is used to track grants from the Department of Justice that are used to increase communications, buy different types of equipment with Byrne grants, and tracking statistical information. Funding is from Federal sources.

**Fund 2472 – Vehicle Forfeiture** – Vehicles are seized under the City’s Vehicle Forfeiture Ordinance (LCM, Section 27-6) to aid in decreasing the risk of harm to the public from persons repeatedly driving under the influence of alcohol or drugs. The proceeds from fees, sales, and payments are to be used for DWI prevention and education programs.

**Fund 2490 – Judicial Education Fee** – This fund accounts the receipt of imposed fees on all “guilty” traffic offenses in accordance with NMSA 1978, 35-14-11 (B)(2) and is used for the education and training (including production of bench books and other written materials) of municipal judges and other municipal court employees.

**Fund 2491 – Court Automation** – This fund provides for Municipal Court automation. Funding is provided by a penalty assessment of \$3.00 per traffic ticket. City Ordinance No. 01232 (May 1991) requires the fund be used only in this manner.

**Fund 2600 – Street Maintenance Operations** – This fund accounts for operational expenditures for street maintenance that are funded by .25% of the gross receipts tax. Revenue estimates are based on projections of gross receipts taxes.

**Fund 2650 – Flood Control Operations** – This fund accounts for expenditures for flood control operations. This fund’s revenue source is a \$2 million property tax assessment. Revenue estimate is based on property tax assessments.

**Fund 2700 – Health Care Services MMC Lease** – This fund accounts for the receipt of proceeds from a lease with Memorial Medical Center, Inc. Pursuant to the terms of the lease, funds must be used for health care services in the city. The lease was approved by Ordinance 1655 in 1998.

**Fund 2705 – Telshor Facility** – This fund accounts for the proceeds of the sale of Memorial Medical Center. City Council has restricted the use of the lease proceeds to fund health-related programs and health-related capital projects.

**Fund 2710 – Las Cruces Convention & Visitor’s Bureau** – This fund accounts for the operations of the Las Cruces Convention and Visitors’ Bureau to promote tourism within the area. Financing is provided from the Lodgers’ Tax. State law (Section 33813 through 33824, NMSA, 1979) requires these taxes to be used to operate the Convention and Visitors Bureau.

**Fund 2715 – Downtown Revitalization** – This fund provides for the redevelopment of the downtown area of Las Cruces. Funding comes from the sale of property in the downtown area

and other activities focused on revitalization.

**Fund 2750 – Northrise/Morningstar Special Assessment** – This fund accounts for the reimbursement from developers to the City, through certain assessments, for the construction of Northrise and Morningstar streets.

**Fund 2751 – Sonoma Ranch Special Project** – This fund accounts for the reimbursement to the City, through certain assessments, for the construction of public works projects in the Sonoma Ranch area. The City secured a \$9.9 million loan from NMFA to finance public works projects. A municipal lien has been recorded on the properties that directly benefit from these projects until such time as the amounts due to the City are paid. The proceeds of the loan were recorded in 2007.

**Fund 2770 – Valley View Heske Garden** – This fund provides for the maintenance of the Valley View Heske Garden. The funding source is the Emma B. Heske Trust given to the City for the purpose of establishing a community garden at Valley View Park. The Heske trust was formally accepted per City Resolution No. 07-337.

**Fund 2780 – Griggs and Walnut Plume** – This fund is a superfund that provides payments for water contamination cleanup at the Griggs/Walnut site. It is guided by a settlement agreement with the EPA between the City of Las Cruces and Dona Ana County (a 50/50 split). The City of Las Cruces is the fiscal agent. Revenues are funded by a payment from Dona Ana County and transfers from the General Fund. Expenditures are for an EPA study of the area and any remediation activities associated with the site.

**Fund 2790 – Alarm Fees and Fines Fund** – In 2013 the City of Las Cruces enacted an Alarm Ordinance in which a registration and fine structure were developed. Funds are contributed to Mesilla Valley Regional Dispatch Authority to administer the Alarm Fee program.

**Fund 2800 – Environmental Gross Receipts Tax** – This fund accounts for the receipt of environmental gross receipts taxes enacted by the City and the County as provided for in Ordinance 1484 (October 12, 1995).

**Fund 2810 – Gasoline Tax** – This fund accounts for the receipt of gasoline tax remittances from the State. State law (716.9 NMSA 1978) requires the distributions to be received into a separate road fund.

**Fund 2815 – TIDD Dedicated Revenues** – This fund was established to record the portion of gross receipts and property taxes received from the State of New Mexico Taxation and Revenue Department, Dona Ana County, and the City of Las Cruces, that are dedicated to the Tax Increment Development District (TIDD).

**Fund 2825 – Las Cruces Convention Center** – This fund records a Lodger's fee of \$2.50 per room for each day that a room a lodging facility is occupied. This revenue is transferred to a debt service fund for paying the debt for the construction of a multi-use convention center facility.

## Capital Project Funds

**Fund 4005 – Community Investment Projects** – This fund’s expenditures are for community investment projects that are funded through a transfer from the HHR Gross Receipts Tax Contingency Fund and the Facilities Maintenance Fund.

**Fund 4023 – 2005 Sales Tax Public Improvement** – This fund’s expenditures are for various Facility and Park projects. Funding is through the sale of 2003 Bonds.

**Fund 4024 – 2008 Convention Center Construction Project** - This fund’s revenue source is loan proceeds from the New Mexico Finance Authority, later refunded by 2010 SSGRT Bonds. Expenditures were for construction of the Las Cruces Convention Center.

**Fund 4028 – 2011 GRT Facilities Projects** – This fund’s expenditures are for facilities improvements and was funded from 2011A bonds. Payment from the bond comes from the General Fund and HHR GRT Contingency Fund.

**Fund 4029 – 2014 SSGRT Facilities Project** – This fund was established because of the 2014 bond issuance for facilities projects. Expenditures are for the construction of the East Mesa Public Safety Complex. Payment of the bond comes from the General Fund.

**Fund 4030 – 2016 Flood Project** – This fund was established for the design, right-of-way acquisition, and construction of drainage improvements. Funding comes from Series 2016 Municipal GRT Revenue Bonds. Payment of the bonds come from the Flood Control Operations Fund.

**Fund 4031 – 2017 SSGRT Facilities** – This fund was established as a result of the 2017 bond issuance for facilities and street projects. Expenditures are for existing facilities and streets construction and/or improvements. Payment of the bond comes from the General Fund.

**Fund 4032 – 2018 Hold Harmless Gross Receipts Tax Projects** – This fund was established for the competition pool enclosure. It is funded through a 2018 HHGRT Revenue Loan. Payment for the loan comes from the HHR Contingency Fund.

**Fund 4100 – Capital Projects Reimbursement Grants** – This fund is used to track all capital improvement grants for multiple departments. Resources are from various Federal, State of New Mexico, and foundation sources.

**Fund 4106 – Public Park Development** – This fund’s revenue sources are fees paid to the City by subdivision developers in lieu of building parks and/or playgrounds. The park fees collected are then spent on park development throughout the entire city.

**Fund 4110 – Public Park Projects** – This fund’s revenue source is the Emma B. Heske Trust given to the City for the purpose of constructing a community garden at Valley View Park.



**Fund 4200 – Completed Debt Projects** – This fund is composed to track various debt-funded completed capital projects. The source of revenue is bonds, loan proceeds, and GRT.

**Fund 4201 – Capital Contributions** – This fund’s primary revenue source is developer contributions. Expenditures are for street and flood control projects.

**Fund 4202 – GRT Street Maintenance** – This fund’s expenditures are for major and minor maintenance projects for existing streets that are funded through a transfer from the Street Maintenance Operations Fund.

**Fund 4205 – Special Street Projects** - This fund was established as a result of the Philippou settlement. Resources are made available through the sale of property. Expenditures are for street and flood control projects.

**Fund 4223 – Sales Tax 2003 Street Lighting Bond Project Fund** - This fund was established as a result of the sale of bonds in 2003. Expenditures are for replacing El Paso Electric streetlights and lowering electricity charges.

**Fund 4226 – 2014 GRT Street Projects** - This fund was established as a result of 2014 bond issuance for street projects. Expenditures are for existing street construction and/or street improvements. Payment of the bond comes from the Street Maintenance Operations Fund.

**Fund 4227 – VAD Street Projects**- This fund was established as a result of the 2016 Voluntary Assessment District bonds. Expenditures are for building streets in the Metro Verde Development area.

**Fund 4228- 2015A Hold Harmless Street Projects** – This fund was established as a result of the issuance of the New Mexico Hold Harmless Gross Receipts Tax Improvement Revenue Bonds, Series 2015A. Expenditures are for existing street construction and/or street improvements and building improvements to the Rio Grande Theatre and Las Cruces Convention Center. Payment of the bond comes from the HHR Contingency Fund.

**Fund 4230 – General Obligation Bonds** – This fund was established as a result of the sale of General Obligation Bonds. Payment of the bonds come from property taxes. Expenditures are restricted to the following capital projects:

- Park and Sports Field Improvements - \$16,900,000
- New Animal Shelter Facility - \$9,800,000
- Fire Station No. 3 Replacement - \$6,200,000
- Recreational Trail Improvements - \$2,700,000

**Fund 4270 – TIDD Projects** - The revenue sources for this fund are transferred from the TIDD Dedicated Revenue Fund and from the General Fund. Expenditures are for the construction and maintenance of public infrastructure improvements in the downtown area.

**Fund 4271 – TIDD Street Bond Projects** - This fund was established as a result of 2015 Sponge bond for TIDD Plan projects. Expenditures are restricted to street projects included in the TIDD Plan.

**Fund 4400 – Flood Control Fund** - This fund's expenditures are for flood control projects that include land and right-of-way purchases, engineering costs, and capital costs that are funded by transfers from the Flood Control Operations Fund.

**Fund 4415 – 2014 GRT Flood Control Projects** – This fund was established as a result of 2014 bond issuance for flood control projects. Expenditures are for existing flood control construction and/or flood control improvements. Payment of the bond comes from the Flood Control Operations Fund.

**Fund 4505 – 2015B Hold Harmless Projects** - This fund was established as a result of the 2015 New Mexico Hold Harmless Gross Receipts Tax Improvement Revenue Bonds, Series 2015B. Payments for the bonds come from the HHR Contingency Fund. Expenditures are for economic development capital improvement projects, including Downtown Las Cruces, Las Cruces Airport, and cinematic infrastructure improvements.

**Fund 4613 – NMFA Fire Loans** - This fund's sources are loan proceeds. Expenditures are directed toward replacing fire and street equipment.

**Fund 4620 – 2020A NMFA Facility SSGRT** – This fund was established as a result of the New Mexico State Shared Gross Receipts Tax Improvement Revenue Bonds, Series 2020A. Expenditures are for improvements to public facilities and roadways. Payment of the bond comes from the HHR Contingency Fund.

**Fund 4621 - 2020B NMFA Facilities ESP** – This fund was established as a result of the New Mexico State Shared Gross Receipts Tax Improvement Revenue Bonds, Series 2020B. Expenditures are for energy efficiency and water conservation improvements to City buildings and facilities.

**Fund 4624 – 2018 Gas Tax** – This fund was established as a result of a 2018 NMFA loan. Expenditures are directed toward replacing street equipment. Payment of the loan comes from the Gas Tax Fund.

**Fund 4632 – 2017 NMFA** – This fund's sources are loan proceeds. Expenditures are for existing street construction and/or improvements. Payment of the loan comes from the Street Maintenance Operations Fund.

**Fund 4634 – 2020 NMFA** – This fund's sources are loan proceeds. Expenditures are for street construction/improvements and flood control construction/improvements. Payment of the loans come from the Street Maintenance Operations Fund and Flood Control Operations Fund.

# City of Las Cruces

Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2020

	Special Revenue			
	Community Development Block Grant	Court Awarded Funds	Fire	Police Protection
<b>Assets</b>				
Pooled cash and investments	\$ -	\$ -	\$ -	\$ -
Restricted cash and investments	-	-	901,507	156,071
Receivables, net	4,310,628	-	-	-
Due from other governmental units	212,133	-	-	2,485
<b>Total assets</b>	<b>\$ 4,522,761</b>	<b>\$ -</b>	<b>\$ 901,507</b>	<b>\$ 158,556</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances</b>				
<b>Liabilities</b>				
Accounts and contracts payable	\$ 9,286	\$ -	\$ 64,616	\$ 75
Due to other funds	102,033	14,650	-	-
Accrued liabilities	34,461	-	-	124
Unearned revenue	4,291,212	-	520,616	29,114
<b>Total liabilities</b>	<b>4,436,992</b>	<b>14,650</b>	<b>585,232</b>	<b>29,313</b>
<b>Deferred inflows of resources</b>				
Special assessment receipts	-	-	-	-
Unavailable revenue	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances</b>				
Nonspendable:				
Restricted for:				
Economic Development	-	-	-	-
Public safety programs	-	-	316,275	129,243
Housing and community development	85,769	-	-	-
Parks and Recreation	-	-	-	-
Public Works	-	-	-	-
Debt service	-	-	-	-
Committed for:				
Health related programs	-	-	-	-
Debt service	-	-	-	-
Public Works	-	-	-	-
Unassigned (deficit)	-	(14,650)	-	-
<b>Total fund balances</b>	<b>85,769</b>	<b>(14,650)</b>	<b>316,275</b>	<b>129,243</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 4,522,761</b>	<b>\$ -</b>	<b>\$ 901,507</b>	<b>\$ 158,556</b>

See independent auditors' report.

# City of Las Cruces

Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2020

	Special Revenue			
	Emergency Medical Services	Traffic Safety	Safe Traffic Operations Prog	Court Automation
<b>Assets</b>				
Pooled cash and investments	\$ -	\$ -	\$ -	\$ -
Restricted cash and investments	164	73,597	-	503,581
Receivables, net	-	-	-	-
Due from other governmental units	-	-	-	-
<b>Total assets</b>	<b>\$ 164</b>	<b>\$ 73,597</b>	<b>\$ -</b>	<b>\$ 503,581</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances</b>				
<b>Liabilities</b>				
Accounts and contracts payable	\$ -	\$ -	\$ -	\$ 1,311
Due to other funds	-	-	-	-
Accrued liabilities	-	-	-	-
Unearned revenue	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,311</b>
<b>Deferred Inflows of resources</b>				
Special assessment receipts	-	-	-	-
Unavailable revenue	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances</b>				
Nonspendable:				
Restricted for:				
Economic Development	-	-	-	-
Public safety programs	164	73,597	-	502,270
Housing and community development	-	-	-	-
Parks and Recreation	-	-	-	-
Public Works	-	-	-	-
Debt service	-	-	-	-
Committed for:				
Health related programs	-	-	-	-
Debt service	-	-	-	-
Public Works	-	-	-	-
Unassigned (deficit)	-	-	-	-
<b>Total fund balances</b>	<b>164</b>	<b>73,597</b>	<b>-</b>	<b>502,270</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 164</b>	<b>\$ 73,597</b>	<b>\$ -</b>	<b>\$ 503,581</b>

See independent auditors' report.

# City of Las Cruces

Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2020

	Special Revenue			
	Prisoner Care	Juvenile Recreation	Convention & Visitors Bureau	DWI Prevention
<b>Assets</b>				
Pooled cash and investments	\$ -	\$ -	\$ -	\$ -
Restricted cash and investments	435,592	98,876	1,468,955	15,028
Receivables, net	-	-	285,415	-
Due from other governmental units	-	-	-	-
<b>Total assets</b>	<b>\$ 435,592</b>	<b>\$ 98,876</b>	<b>\$ 1,754,370</b>	<b>\$ 15,028</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances</b>				
<b>Liabilities</b>				
Accounts and contracts payable	\$ -	\$ -	\$ 16,851	\$ 1,631
Due to other funds	-	-	-	-
Accrued liabilities	-	-	17,407	-
Unearned revenue	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>34,258</b>	<b>1,631</b>
<b>Deferred Inflows of resources</b>				
Special assessment receipts	-	-	-	-
Unavailable revenue	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances</b>				
Nonspendable:				
Restricted for:				
Economic Development	-	-	1,720,112	-
Public safety programs	435,592	98,876	-	13,397
Housing and community development	-	-	-	-
Parks and Recreation	-	-	-	-
Public Works	-	-	-	-
Debt service	-	-	-	-
Committed for:				
Health related programs	-	-	-	-
Debt service	-	-	-	-
Public Works	-	-	-	-
Unassigned (deficit)	-	-	-	-
<b>Total fund balances</b>	<b>435,592</b>	<b>98,876</b>	<b>1,720,112</b>	<b>13,397</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 435,592</b>	<b>\$ 98,876</b>	<b>\$ 1,754,370</b>	<b>\$ 15,028</b>

See independent auditors' report.

# City of Las Cruces

Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2020

	Special Revenue			
	Judicial Education	Environmental Gross Receipts Tax	Health Care Services From MMC Lease	Special Revenue Grants
<b>Assets</b>				
Pooled cash and investments	\$ -	\$ -	\$ -	\$ -
Restricted cash and investments	2,589	322,077	4,642,925	300,786
Receivables, net	-	-	-	76,815
Due from other governmental units	-	324,273	-	916,343
<b>Total assets</b>	<b>\$ 2,589</b>	<b>\$ 646,350</b>	<b>\$ 4,642,925</b>	<b>\$ 1,293,944</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances</b>				
<b>Liabilities</b>				
Accounts and contracts payable	\$ -	\$ -	\$ 359,694	\$ 26,838
Due to other funds	-	-	-	-
Accrued liabilities	-	-	-	5,122
Unearned revenue	-	-	-	1,260,946
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>359,694</b>	<b>1,292,906</b>
<b>Deferred Inflows of resources</b>				
Special assessment receipts	-	-	-	-
Unavailable revenue	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances</b>				
Nonspendable:				
Restricted for:				
Economic Development	-	-	-	-
Public safety programs	2,589	-	-	-
Housing and community development	-	-	-	-
Parks and Recreation	-	-	-	-
Public Works	-	-	-	-
Debt service	-	646,350	-	-
Committed for:				
Health related programs	-	-	4,283,231	-
Debt service	-	-	-	-
Public Works	-	-	-	1,038
Unassigned (deficit)	-	-	-	-
<b>Total fund balances</b>	<b>2,589</b>	<b>646,350</b>	<b>4,283,231</b>	<b>1,038</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 2,589</b>	<b>\$ 646,350</b>	<b>\$ 4,642,925</b>	<b>\$ 1,293,944</b>

See independent auditors' report.

# City of Las Cruces

Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2020

	Special Revenue			
	Gasoline Tax	Keep Las Cruces Beautiful	Older Americans Act Programs	Affordable Housing Trust
	Street Maintenance Fund			
<b>Assets</b>				
Pooled cash and investments	\$ -	\$ -	\$ -	\$ -
Restricted cash and investments	1,207,813	641	-	1,228,517
Receivables, net	-	-	-	-
Due from other governmental units	276,024	-	124,718	-
<b>Total assets</b>	<b>\$ 1,483,837</b>	<b>\$ 641</b>	<b>\$ 124,718</b>	<b>\$ 1,228,517</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances</b>				
<b>Liabilities</b>				
Accounts and contracts payable	\$ 1,491	\$ -	\$ 18,154	\$ 9,681
Due to other funds	-	-	97,992	-
Accrued liabilities	10,075	-	7,101	-
Unearned revenue	-	286	1,471	-
<b>Total liabilities</b>	<b>11,566</b>	<b>286</b>	<b>124,718</b>	<b>9,681</b>
<b>Deferred Inflows of resources</b>				
Special assessment receipts	-	-	-	-
Unavailable revenue	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances</b>				
Nonspendable:				
Restricted for:				
Economic Development	-	-	-	-
Public safety programs	-	-	-	-
Housing and community development	-	-	-	1,218,836
Parks and Recreation	-	355	-	-
Public Works	1,472,271	-	-	-
Debt service	-	-	-	-
Committed for:				
Health related programs	-	-	-	-
Debt service	-	-	-	-
Public Works	-	-	-	-
Unassigned (deficit)	-	-	-	-
<b>Total fund balances</b>	<b>1,472,271</b>	<b>355</b>	<b>-</b>	<b>1,218,836</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 1,483,837</b>	<b>\$ 641</b>	<b>\$ 124,718</b>	<b>\$ 1,228,517</b>

See independent auditors' report.

# City of Las Cruces

Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2020

	Special Revenue			
	Alarm F & F	Street Maintenance	Flood Control	Special Assessments/ Northrise Morningstar
<b>Assets</b>				
Pooled cash and investments	\$ -	\$ -	\$ -	\$ -
Restricted cash and investments	3,037	3,748,623	3,017,632	355,644
Receivables, net	-	-	-	585,332
Due from other governmental units	-	1,297,234	342,716	-
<b>Total assets</b>	<b>\$ 3,037</b>	<b>\$ 5,045,857</b>	<b>\$ 3,360,348</b>	<b>\$ 940,976</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances</b>				
<b>Liabilities</b>				
Accounts and contracts payable	\$ 1,500	\$ 81,691	\$ 1,146	\$ -
Due to other funds	-	-	-	-
Accrued liabilities	-	9,447	18,033	-
Unearned revenue	-	-	-	-
<b>Total liabilities</b>	<b>1,500</b>	<b>91,138</b>	<b>19,179</b>	<b>-</b>
<b>Deferred Inflows of resources</b>				
Special assessment receipts	-	-	-	585,332
Unavailable revenue	-	-	268,107	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>268,107</b>	<b>585,332</b>
<b>Fund Balances</b>				
Nonspendable:				
Restricted for:				
Economic Development	-	-	-	-
Public safety programs	1,537	-	-	-
Housing and community development	-	-	-	-
Parks and Recreation	-	-	-	-
Public Works	-	4,954,719	3,073,062	-
Debt service	-	-	-	-
Committed for:				
Health related programs	-	-	-	-
Debt service	-	-	-	355,644
Public Works	-	-	-	-
Unassigned (deficit)	-	-	-	-
<b>Total fund balances</b>	<b>1,537</b>	<b>4,954,719</b>	<b>3,073,062</b>	<b>355,644</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 3,037</b>	<b>\$ 5,045,857</b>	<b>\$ 3,360,348</b>	<b>\$ 940,976</b>

See independent auditors' report.



# City of Las Cruces

Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2020

	Special Revenue			
	Downtown Revitalization	Valley View Heske Garden	Griggs Walnut Plume	TIDD Dedicated Revenues
	\$	\$	\$	\$
<b>Assets</b>				
Pooled cash and investments	-	-	-	-
Restricted cash and investments	50,360	175,673	3,223,374	3,875,972
Receivables, net	-	-	-	16,782
Due from other governmental units	-	-	-	65,343
<b>Total assets</b>	<b>\$ 50,360</b>	<b>\$ 175,673</b>	<b>\$ 3,223,374</b>	<b>\$ 3,958,097</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances</b>				
<b>Liabilities</b>				
Accounts and contracts payable	-	-	23,705	-
Due to other funds	-	-	-	-
Accrued liabilities	-	-	1,292	-
Unearned revenue	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>24,997</b>	<b>-</b>
<b>Deferred Inflows of resources</b>				
Special assessment receipts	-	-	-	-
Unavailable revenue	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances</b>				
Nonspendable:				
Restricted for:				
Economic Development	50,360	-	-	3,958,097
Public safety programs	-	-	-	-
Housing and community development	-	-	-	-
Parks and Recreation	-	175,673	-	-
Public Works	-	-	3,198,377	-
Debt service	-	-	-	-
Committed for:				
Health related programs	-	-	-	-
Debt service	-	-	-	-
Public Works	-	-	-	-
Unassigned (deficit)	-	-	-	-
<b>Total fund balances</b>	<b>50,360</b>	<b>175,673</b>	<b>3,198,377</b>	<b>3,958,097</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 50,360</b>	<b>\$ 175,673</b>	<b>\$ 3,223,374</b>	<b>\$ 3,958,097</b>

See independent auditors' report.

# City of Las Cruces

Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2020

	Special Revenue			Capital Projects
	Las Cruces Convention Center	Public Safety Impact Fee	Sonoma Ranch	Public Parks
	-	-	-	-
<b>Assets</b>				
Pooled cash and investments	\$ -	\$ -	\$ -	\$ 4,806,992
Restricted cash and investments	77,031	523,001	882,337	4,573
Receivables, net	60,042	7,536	7,236,346	-
Due from other governmental units	-	-	-	-
<b>Total assets</b>	<b>\$ 137,073</b>	<b>\$ 530,537</b>	<b>\$ 8,118,683</b>	<b>\$ 4,811,565</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances</b>				
<b>Liabilities</b>				
Accounts and contracts payable	\$ -	\$ -	\$ -	\$ 55,567
Due to other funds	-	-	-	-
Accrued liabilities	-	-	-	-
Unearned revenue	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>55,567</b>
<b>Deferred Inflows of resources</b>				
Special assessment receipts	-	-	7,236,346	-
Unavailable revenue	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>7,236,346</b>	<b>-</b>
<b>Fund Balances</b>				
Nonspendable:				
Restricted for:				
Economic Development	-	-	-	
Public safety programs	-	530,537	-	
Housing and community development	-	-	-	
Parks and Recreation	-	-	-	4,755,998
Public Works	-	-	882,337	
Debt service	137,073	-	-	
Committed for:				
Health related programs	-	-	-	
Debt service	-	-	-	
Public Works	-	-	-	
Unassigned (deficit)	-	-	-	
<b>Total fund balances</b>	<b>137,073</b>	<b>530,537</b>	<b>882,337</b>	<b>4,755,998</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 137,073</b>	<b>\$ 530,537</b>	<b>\$ 8,118,683</b>	<b>\$ 4,811,565</b>

See independent auditors' report.

# City of Las Cruces

Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2020

	Capital Projects			
	Street Improvement	Capital Grant Projects	Sales Tax- Street Maintenance	VAD Street Project
<b>Assets</b>				
Pooled cash and investments	\$ 1,187,654	\$ -	\$ 4,391,643	\$ 1,377,089
Restricted cash and investments	1,893	-	3,778	8,497,092
Receivables, net	-	-	35,000	-
Due from other governmental units	-	2,424,301	-	-
Total assets	\$ 1,189,547	\$ 2,424,301	\$ 4,430,421	\$ 9,874,181
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances</b>				
<b>Liabilities</b>				
Accounts and contracts payable	\$ -	\$ 1,099,534	\$ 94,269	\$ 15,157
Due to other funds	-	1,227,225	-	-
Accrued liabilities	-	-	-	-
Unearned revenue	-	17,500	69,261	-
Total liabilities	-	2,344,259	163,530	15,157
<b>Deferred Inflows of resources</b>				
Special assessment receipts	-	-	-	-
Unavailable revenue	-	-	-	-
Total deferred inflows of resources	-	-	-	-
<b>Fund Balances</b>				
Nonspendable:				
Restricted for:				
Economic Development				
Public safety programs				
Housing and community development				
Parks and Recreation				
Public Works	1,189,547	80,042	4,266,891	9,859,024
Debt service				
Committed for:				
Health related programs				
Debt service				
Public Works				
Unassigned (deficit)				
Total fund balances	1,189,547	80,042	4,266,891	9,859,024
Total liabilities, deferred inflows of resources, and fund balances	\$ 1,189,547	\$ 2,424,301	\$ 4,430,421	\$ 9,874,181

See independent auditors' report.

# City of Las Cruces

Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2020

	Capital Projects			
	Flood Control	Completed Debt Projects	2016 Flood	Sales Tax Facilities and Parks
<b>Assets</b>				
Pooled cash and investments	\$ 2,600,493	\$ -	\$ 221,424	\$ -
Restricted cash and investments	2,710	-	994,914	-
Receivables, net	-	-	1,049	-
Due from other governmental units	-	-	-	-
<b>Total assets</b>	<b>\$ 2,603,203</b>	<b>\$ -</b>	<b>\$ 1,217,387</b>	<b>\$ -</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances</b>				
<b>Liabilities</b>				
Accounts and contracts payable	\$ 35,443	\$ -	\$ 37,008	\$ -
Due to other funds	-	-	-	-
Accrued liabilities	57,742	-	-	-
Unearned revenue	-	-	-	-
<b>Total liabilities</b>	<b>93,185</b>	<b>-</b>	<b>37,008</b>	<b>-</b>
<b>Deferred inflows of resources</b>				
Special assessment receipts	-	-	-	-
Unavailable revenue	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances</b>				
Nonspendable:				
Restricted for:				
Economic Development				
Public safety programs				
Housing and community development				
Parks and Recreation				
Public Works	2,510,018		1,180,379	-
Debt service				
Committed for:				
Health related programs				
Debt service				
Public Works				
Unassigned (deficit)		-		
<b>Total fund balances</b>	<b>2,510,018</b>	<b>-</b>	<b>1,180,379</b>	<b>-</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 2,603,203</b>	<b>\$ -</b>	<b>\$ 1,217,387</b>	<b>\$ -</b>

See independent auditors' report.

# City of Las Cruces

Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2020

	Capital Projects			
	State Equipment Acquisition	2003 Sales Tax Street Light	2005 GRT Public Improvements	2017 FAC
<b>Assets</b>				
Pooled cash and investments	\$ -	\$ -	\$ -	\$ 179,108
Restricted cash and investments	-	-	-	10,475,377
Receivables, net	-	-	-	3,126
Due from other governmental units	-	-	-	-
<b>Total assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 10,657,611</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances</b>				
<b>Liabilities</b>				
Accounts and contracts payable	\$ -	\$ -	\$ -	\$ 30,185
Due to other funds	-	-	-	-
Accrued liabilities	-	-	-	-
Unearned revenue	-	-	-	-
<b>Total liabilities</b>	-	-	-	<b>30,185</b>
<b>Deferred Inflows of resources</b>				
Special assessment receipts	-	-	-	-
Unavailable revenue	-	-	-	-
<b>Total deferred inflows of resources</b>	-	-	-	-
<b>Fund Balances</b>				
Nonspendable:				
Restricted for:				
Economic Development				
Public safety programs				
Housing and community development				
Parks and Recreation				
Public Works				
Debt service				
Committed for:				
Health related programs				
Debt service				
Public Works				
Unassigned (deficit)				
<b>Total fund balances</b>	-	-	-	<b>10,627,426</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 10,657,611</b>

See independent auditors' report.

# City of Las Cruces

Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2020

	Capital Projects			
	Convention			
	Center	2015A HHS	2015B HHS	2017 NMFA
<b>Assets</b>				
Pooled cash and investments	\$ -	\$ 2,299,036	\$ 3,384,352	\$ -
Restricted cash and investments	-	-	-	4,366,358
Receivables, net	-	112	12,978	-
Due from other governmental units	-	-	-	-
<b>Total assets</b>	<b>\$ -</b>	<b>\$ 2,299,148</b>	<b>\$ 3,397,330</b>	<b>\$ 4,366,358</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances</b>				
<b>Liabilities</b>				
Accounts and contracts payable	\$ -	\$ 195,000	\$ 22,639	\$ -
Due to other funds	-	-	-	-
Accrued liabilities	-	-	-	-
Unearned revenue	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>195,000</b>	<b>22,639</b>	<b>-</b>
<b>Deferred Inflows of resources</b>				
Special assessment receipts	-	-	-	-
Unavailable revenue	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances</b>				
Nonspendable:				
Restricted for:				
Economic Development				
Public safety programs				
Housing and community development				
Parks and Recreation				
Public Works		2,104,148	3,374,691	4,366,358
Debt service				
Committed for:				
Health related programs				
Debt service				
Public Works				
Unassigned (deficit)	-			
<b>Total fund balances</b>	<b>-</b>	<b>2,104,148</b>	<b>3,374,691</b>	<b>4,366,358</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ -</b>	<b>\$ 2,299,148</b>	<b>\$ 3,397,330</b>	<b>\$ 4,366,358</b>

See independent auditors' report.

# City of Las Cruces

Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2020

	Capital Projects			
	TIDD Street Projects	Community Investment Projects	2018 GAS TAX LOAN	GO BOND PROJECT 2019
<b>Assets</b>				
Pooled cash and investments	\$ -	\$ 4,080,125	\$ -	\$ -
Restricted cash and investments	1,791,284	-	369,348	16,402,075
Receivables, net	-	-	-	-
Due from other governmental units	-	-	-	-
<b>Total assets</b>	<b>\$ 1,791,284</b>	<b>\$ 4,080,125</b>	<b>\$ 369,348</b>	<b>\$ 16,402,075</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances</b>				
<b>Liabilities</b>				
Accounts and contracts payable	\$ 312,337	\$ 278,903	\$ 655	\$ 190,967
Due to other funds	-	-	-	-
Accrued liabilities	-	-	-	-
Unearned revenue	-	-	-	-
<b>Total liabilities</b>	<b>312,337</b>	<b>278,903</b>	<b>655</b>	<b>190,967</b>
<b>Deferred Inflows of resources</b>				
Special assessment receipts	-	-	-	-
Unavailable revenue	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances</b>				
Nonspendable:				
Restricted for:				
Economic Development				
Public safety programs				
Housing and community development				
Parks and Recreation				
Public Works	1,478,947	3,801,222	368,693	16,211,108
Debt service				
Committed for:				
Health related programs				
Debt service				
Public Works				
Unassigned (deficit)				
<b>Total fund balances</b>	<b>1,478,947</b>	<b>3,801,222</b>	<b>368,693</b>	<b>16,211,108</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 1,791,284</b>	<b>\$ 4,080,125</b>	<b>\$ 369,348</b>	<b>\$ 16,402,075</b>

See independent auditors' report.

# City of Las Cruces

Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2020

	Capital Projects			
	2018 HHGRT	2020A NMFA FACILITY	2020B NMFA ESP	2020 NMFA MGRT
<b>Assets</b>				
Pooled cash and investments	\$ -	\$ -	\$ -	\$ -
Restricted cash and investments	9,841,630	9,180,749	8,131,664	8,550,493
Receivables, net	-	-	-	59,331
Due from other governmental units	-	-	-	-
<b>Total assets</b>	<b>\$ 9,841,630</b>	<b>\$ 9,180,749</b>	<b>\$ 8,131,664</b>	<b>\$ 8,609,824</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances</b>				
<b>Liabilities</b>				
Accounts and contracts payable	\$ -	\$ 62,681	\$ 61,864	\$ 54,827
Due to other funds	-	-	-	-
Accrued liabilities	-	-	-	-
Unearned revenue	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>62,681</b>	<b>61,864</b>	<b>54,827</b>
<b>Deferred Inflows of resources</b>				
Special assessment receipts	-	-	-	-
Unavailable revenue	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances</b>				
Nonspendable:				
Restricted for:				
Economic Development				
Public safety programs				
Housing and community development				
Parks and Recreation				
Public Works	9,841,630	9,118,068	8,069,800	8,554,997
Debt service				
Committed for:				
Health related programs				
Debt service				
Public Works				
Unassigned (deficit)				
<b>Total fund balances</b>	<b>9,841,630</b>	<b>9,118,068</b>	<b>8,069,800</b>	<b>8,554,997</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 9,841,630</b>	<b>\$ 9,180,749</b>	<b>\$ 8,131,664</b>	<b>\$ 8,609,824</b>

See independent auditors' report.



# City of Las Cruces

Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2020

	<u>Total</u>
<b>Assets</b>	
Pooled cash and investments	\$ 24,527,916
Restricted cash and investments	105,905,341
Receivables, net	12,690,492
Due from other governmental units	5,985,570
<b>Total assets</b>	<b>\$ 149,109,319</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	
Liabilities	
Accounts and contracts payable	\$ 3,164,706
Due to other funds	1,441,900
Accrued liabilities	160,804
Unearned revenue	6,190,406
<b>Total liabilities</b>	<b>10,957,816</b>
<b>Deferred inflows of resources</b>	
Special assessment receipts	7,821,678
Unavailable revenue	268,107
<b>Total deferred inflows of resources</b>	<b>8,089,785</b>
<b>Fund Balances</b>	
Nonspendable:	
Restricted for:	
Economic Development	5,728,569
Public safety programs	2,104,077
Housing and community development	1,304,605
Parks and Recreation	4,932,026
Public Works	110,583,755
Debt service	783,423
Committed for:	-
Health related programs	4,283,231
Debt service	355,644
Public Works	1,038
Unassigned (deficit)	(14,650)
<b>Total fund balances</b>	<b>130,061,718</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 149,109,319</b>

See independent auditors' report.

# City of Las Cruces

## Combining Statement of Revenues, Expenditures and Changes in Fund Balances

### Nonmajor Governmental Funds

June 30, 2020

	Special Revenue			
	Community Development Block Grant	Court Awarded Funds	Fire	Police Protection
<b>Revenues</b>				
Taxes:				
Gross receipts	\$ -	\$ -	\$ -	\$ -
Property	-	-	-	-
Lodgers	-	-	-	-
State-shared	-	-	-	-
Charges for services	-	-	-	-
Fees and fines	-	-	-	-
Investment income (loss)	-	16,797	34,715	(1,884)
Intergovernmental:				
Federal	1,200,407	-	-	20,766
State	-	-	1,157,512	136,329
Local	-	-	-	-
Other	162,942	-	-	-
<b>Total revenues</b>	<b>1,363,349</b>	<b>16,797</b>	<b>1,192,227</b>	<b>155,211</b>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Police	-	-	-	175,347
Fire	-	-	580,807	-
Community development	1,203,055	-	-	-
Quality of Life	-	-	-	-
Economic development	-	-	-	-
Public works	-	-	-	-
Parks and Rec	-	-	-	-
Capital outlay	160,733	-	576,705	-
Debt service				
Debt issuance costs	-	-	-	-
<b>Total expenditures</b>	<b>1,363,788</b>	<b>-</b>	<b>1,157,512</b>	<b>175,347</b>
<b>Revenues over (under) expenditures</b>	<b>(439)</b>	<b>16,797</b>	<b>34,715</b>	<b>(20,136)</b>
<b>Other Financing Sources (Uses)</b>				
Issuance of debt	-	-	-	-
Premium on issuance of debt	-	-	-	-
Sale of capital assets	-	-	-	5,905
Transfers in	-	20,703	-	-
Transfers out	-	(3,295)	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>17,408</b>	<b>-</b>	<b>5,905</b>
Net change in fund balance	(439)	34,205	34,715	(14,231)
Fund balances- beginning of year	86,208	(48,855)	281,560	143,474
<b>Fund balance- end of year</b>	<b>\$ 85,769</b>	<b>\$ (14,650)</b>	<b>\$ 316,275</b>	<b>\$ 129,243</b>

See independent auditors' report.

# City of Las Cruces

## Combining Statement of Revenues, Expenditures and Changes in Fund Balances Nonmajor Governmental Funds June 30, 2020

	Special Revenue			
	Emergency	Safe		
	Medical Services	Traffic Safety	Traffic Operations Program	Court Automation
<b>Revenues</b>				
Taxes:				
Gross receipts	\$ -	\$ -	\$ -	\$ -
Property	-	-	-	-
Lodgers	-	-	-	-
State-shared	-	-	-	-
Charges for services	-	-	-	-
Fees and fines	-	12,037	-	56,501
Investment income (loss)	-	1,074	(1,535)	6,309
Intergovernmental:	-	-	-	-
Federal	-	-	-	-
State	19,320	-	-	-
Local	-	-	-	-
Other	-	-	-	-
<b>Total revenues</b>	<b>19,320</b>	<b>13,111</b>	<b>(1,535)</b>	<b>62,810</b>
<b>Expenditures</b>				
Current:				
General government	-	-	-	57,115
Police	-	8,229	-	-
Fire	19,319	-	-	-
Community development	-	-	-	-
Quality of Life	-	-	-	-
Economic development	-	-	-	-
Public works	-	-	-	-
Parks and Rec	-	-	-	-
Capital outlay	-	5,000	-	-
Debt service	-	-	-	-
Debt issuance costs	-	-	-	-
<b>Total expenditures</b>	<b>19,319</b>	<b>13,229</b>	<b>-</b>	<b>57,115</b>
<b>Revenues over (under) expenditures</b>	<b>1</b>	<b>(118)</b>	<b>(1,535)</b>	<b>5,695</b>
<b>Other Financing Sources (Uses)</b>				
Issuance of debt	-	-	-	-
Premium on issuance of debt	-	-	-	-
Sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Net change in fund balance	1	(118)	(1,535)	5,695
Fund balances- beginning of year	163	73,715	1,535	496,575
<b>Fund balance- end of year</b>	<b>\$ 164</b>	<b>\$ 73,597</b>	<b>\$ -</b>	<b>\$ 502,270</b>

See independent auditors' report.

# City of Las Cruces

## Combining Statement of Revenues, Expenditures and Changes in Fund Balances

### Nonmajor Governmental Funds

June 30, 2020

	Special Revenue			
	Prisoner Care	Juvenile Recreation	Convention & Visitors Bureau	DWI Prevention
<b>Revenues</b>				
Taxes:				
Gross receipts	\$ -	\$ -	\$ -	\$ -
Property	-	-	-	-
Lodgers	-	-	1,739,497	-
State-shared	-	9,603	-	-
Charges for services	-	-	-	-
Fees and fines	100,910	-	-	19,628
Investment income (loss)	58,491	6,131	125,936	(180)
Intergovernmental:				
Federal	-	-	-	-
State	-	-	-	-
Local	-	-	-	-
Other	-	-	106,534	-
<b>Total revenues</b>	<b>159,401</b>	<b>15,734</b>	<b>1,971,967</b>	<b>19,448</b>
<b>Expenditures</b>				
Current:				
General government	952,233	-	-	-
Police	-	-	-	16,823
Fire	-	-	-	-
Community development	-	-	-	-
Quality of Life	-	-	-	-
Economic development	-	-	2,733,453	-
Public works	-	-	-	-
Parks and Rec	-	-	-	-
Capital outlay	-	-	56,861	-
Debt service	-	-	-	-
Debt issuance costs	-	-	-	-
<b>Total expenditures</b>	<b>952,233</b>	<b>-</b>	<b>2,790,314</b>	<b>16,823</b>
<b>Revenues over (under) expenditures</b>	<b>(792,832)</b>	<b>15,734</b>	<b>(818,347)</b>	<b>2,625</b>
<b>Other Financing Sources (Uses)</b>				
Issuance of debt	-	-	-	-
Premium on issuance of debt	-	-	-	-
Sale of capital assets	-	-	-	-
Transfers in	1,650,000	-	-	-
Transfers out	-	-	(267,975)	-
<b>Total other financing sources (uses)</b>	<b>1,650,000</b>	<b>-</b>	<b>(267,975)</b>	<b>-</b>
Net change in fund balance	857,168	15,734	(1,086,322)	2,625
Fund balances- beginning of year	(421,576)	83,142	2,806,434	10,772
<b>Fund balance- end of year</b>	<b>\$ 435,592</b>	<b>\$ 98,876</b>	<b>\$ 1,720,112</b>	<b>\$ 13,397</b>

See independent auditors' report.

# City of Las Cruces

## Combining Statement of Revenues, Expenditures and Changes in Fund Balances

### Nonmajor Governmental Funds

June 30, 2020

	Special Revenue			
	Judicial Education	Environmental Gross Receipts Tax	Health Care Services From MMC Lease	Special Revenue Grants
	-	-	-	-
<b>Revenues</b>				
Taxes:				
Gross receipts	\$ -	\$ 1,972,488	\$ -	\$ -
Property	-	-	-	-
Lodgers	-	-	-	-
State-shared	-	-	-	-
Charges for services	-	-	-	-
Fees and fines	14,916	-	-	-
Investment income (loss)	(30)	(1,662)	6,981	-
Intergovernmental:				
Federal	-	-	-	1,664,425
State	-	-	-	1,270,128
Local	-	-	-	35,262
Other	-	-	-	2,532
<b>Total revenues</b>	<b>14,886</b>	<b>1,970,826</b>	<b>6,981</b>	<b>2,972,347</b>
<b>Expenditures</b>				
Current:				
General government	11,745	54,070	-	-
Police	-	-	-	384,165
Fire	-	-	115,184	1,509,115
Community development	-	-	1,495,826	245,984
Quality of Life	-	-	-	101,258
Economic development	-	-	-	140,903
Public works	-	-	-	-
Parks and Rec	-	-	-	313,671
Capital outlay	-	-	47,362	277,669
Debt service				
Debt issuance costs	-	-	-	-
<b>Total expenditures</b>	<b>11,745</b>	<b>54,070</b>	<b>1,658,372</b>	<b>2,972,765</b>
<b>Revenues over (under) expenditures</b>	<b>3,141</b>	<b>1,916,756</b>	<b>(1,651,391)</b>	<b>(418)</b>
<b>Other Financing Sources (Uses)</b>				
Issuance of debt	-	-	-	-
Premium on issuance of debt				
Sale of capital assets	-	-	-	-
Transfers in	-	-	5,722,757	-
Transfers out	-	(1,591,755)	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(1,591,755)</b>	<b>5,722,757</b>	<b>-</b>
Net change in fund balance	3,141	325,001	4,071,366	(418)
Fund balances- beginning of year	(552)	321,349	211,865	1,456
<b>Fund balance- end of year</b>	<b>\$ 2,589</b>	<b>\$ 646,350</b>	<b>\$ 4,283,231</b>	<b>\$ 1,038</b>

See independent auditors' report.

# City of Las Cruces

## Combining Statement of Revenues, Expenditures and Changes in Fund Balances

### Nonmajor Governmental Funds

June 30, 2020

	Special Revenue			
	Gasoline Tax			
	Street Maintenance Fund	Keep Las Cruces Beautiful	Older Americans Act Programs	Affordable Housing Trust
<b>Revenues</b>				
Taxes:				
Gross receipts	\$ -	\$ -	\$ -	\$ -
Property	-	-	-	-
Lodgers	-	-	-	-
State-shared	1,733,839	-	-	-
Charges for services	-	-	-	-
Fees and fines	-	-	-	-
Investment income (loss)	(54,996)	-	-	(10,944)
Intergovernmental:				
Federal	-	-	262,786	-
State	-	-	730,958	-
Local	-	-	-	-
Other	-	-	213,899	-
<b>Total revenues</b>	<b>1,678,843</b>	<b>-</b>	<b>1,207,643</b>	<b>(10,944)</b>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Police	-	-	-	-
Fire	-	-	-	-
Community development	-	-	-	54,776
Quality of Life	-	-	1,207,643	-
Economic development	-	-	-	-
Public works	568,889	-	-	-
Parks and Rec	14,020	-	-	-
Capital outlay	1,463,048	-	-	92,337
Debt service				
Debt issuance costs	-	-	-	-
<b>Total expenditures</b>	<b>2,045,957</b>	<b>-</b>	<b>1,207,643</b>	<b>147,113</b>
<b>Revenues over (under) expenditures</b>	<b>(367,114)</b>	<b>-</b>	<b>-</b>	<b>(158,057)</b>
<b>Other Financing Sources (Uses)</b>				
Issuance of debt	-	-	-	-
Premium on issuance of debt	-	-	-	-
Sale of capital assets	-	-	-	-
Transfers in	-	-	1,703	842,600
Transfers out	(1,267,849)	-	-	-
<b>Total other financing sources (uses)</b>	<b>(1,267,849)</b>	<b>-</b>	<b>1,703</b>	<b>842,600</b>
Net change in fund balance	(1,634,963)	-	1,703	684,543
Fund balances- beginning of year	3,107,234	355	(1,703)	534,293
<b>Fund balance- end of year</b>	<b>\$ 1,472,271</b>	<b>\$ 355</b>	<b>\$ -</b>	<b>\$ 1,218,836</b>

See independent auditors' report.

# City of Las Cruces

## Combining Statement of Revenues, Expenditures and Changes in Fund Balances

### Nonmajor Governmental Funds

June 30, 2020

	Special Revenue			
	Alarm F&F	Street Maintenance	Flood Control	Special Assessments/ Northrise Morningstar
<b>Revenues</b>				
Taxes:				
Gross receipts	\$ -	\$ 7,894,385	\$ -	\$ -
Property	-	-	4,864,657	-
Lodgers	-	-	-	-
State-shared	-	-	-	-
Charges for services	-	-	-	-
Fees and fines	187,814	-	-	-
Investment income (loss)	(274)	(46,287)	21,534	191,394
Intergovernmental:				
Federal	-	-	-	-
State	-	-	-	-
Local	-	-	-	-
Other	-	-	-	126,702
<b>Total revenues</b>	<b>187,540</b>	<b>7,848,098</b>	<b>4,886,191</b>	<b>318,096</b>
<b>Expenditures</b>				
Current:				
General government	187,814	-	-	-
Police	-	-	-	-
Fire	-	-	-	-
Community development	-	-	-	-
Quality of Life	-	-	-	-
Economic development	-	-	-	-
Public works	-	1,457,717	1,124,449	-
Parks and Rec	-	-	23,696	-
Capital outlay	-	-	32,108	-
Debt service	-	-	-	-
Debt issuance costs	-	-	-	-
<b>Total expenditures</b>	<b>187,814</b>	<b>1,457,717</b>	<b>1,180,253</b>	<b>-</b>
<b>Revenues over (under) expenditures</b>	<b>(274)</b>	<b>6,390,381</b>	<b>3,705,938</b>	<b>318,096</b>
<b>Other Financing Sources (Uses)</b>				
Issuance of debt	-	-	-	-
Premium on issuance of debt	-	-	-	-
Sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	(5,824,017)	(3,239,035)	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(5,824,017)</b>	<b>(3,239,035)</b>	<b>-</b>
Net change in fund balance	(274)	566,364	466,903	318,096
Fund balances- beginning of year	1,811	4,388,355	2,606,159	37,548
<b>Fund balance- end of year</b>	<b>\$ 1,537</b>	<b>\$ 4,954,719</b>	<b>\$ 3,073,062</b>	<b>\$ 355,644</b>

See independent auditors' report.

# City of Las Cruces

## Combining Statement of Revenues, Expenditures and Changes in Fund Balances

### Nonmajor Governmental Funds

June 30, 2020

	Special Revenue			
	Downtown	Valley View	Griggs Walnut	TIDD
	Revitalization	Heske Garden	Plume	Dedicated Revenues
<b>Revenues</b>				
Taxes:				
Gross receipts	\$ -	\$ -	\$ -	\$ 293,653
Property	-	-	-	127,760
Lodgers	-	-	-	-
State-shared	-	-	-	177,236
Charges for services	-	-	153,755	-
Fees and fines	-	-	-	-
Investment income (loss)	1,619	7,576	41,805	(104,992)
Intergovernmental:				
Federal	-	-	-	-
State	-	-	-	-
Local	-	-	34,825	-
Other	-	-	-	2,693
<b>Total revenues</b>	<b>1,619</b>	<b>7,576</b>	<b>230,385</b>	<b>496,350</b>
<b>Expenditures</b>				
Current:				
General government	-	-	609,187	-
Police	-	-	-	-
Fire	-	-	-	-
Community development	-	-	-	-
Quality of Life	-	-	-	-
Economic development	-	-	-	27,781
Public works	-	-	-	-
Parks and Rec	-	3,525	-	-
Capital outlay	-	-	-	-
Debt service	-	-	-	-
Debt issuance costs	-	-	-	-
<b>Total expenditures</b>	<b>-</b>	<b>3,525</b>	<b>609,187</b>	<b>27,781</b>
<b>Revenues over (under) expenditures</b>	<b>1,619</b>	<b>4,051</b>	<b>(378,802)</b>	<b>468,569</b>
<b>Other Financing Sources (Uses)</b>				
Issuance of debt	-	-	-	-
Premium on issuance of debt	-	-	-	-
Sale of capital assets	-	-	-	-
Transfers in	-	-	-	18,414
Transfers out	-	-	-	(940,000)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(921,586)</b>
Net change in fund balance	1,619	4,051	(378,802)	(453,017)
Fund balances- beginning of year	48,741	171,622	3,577,179	4,411,114
<b>Fund balance- end of year</b>	<b>\$ 50,360</b>	<b>\$ 175,673</b>	<b>\$ 3,198,377</b>	<b>\$ 3,958,097</b>

See independent auditors' report.



# City of Las Cruces

## Combining Statement of Revenues, Expenditures and Changes in Fund Balances

### Nonmajor Governmental Funds

June 30, 2020

	Special Revenue			Capital Projects
	Las Cruces		Sonoma Ranch	Public Parks
	Convention Center	Public Safety Impact Fee		
<b>Revenues</b>				
Taxes:				
Gross receipts	\$ -	\$ -	\$ -	\$ -
Property	-	-	-	-
Lodgers	-	-	-	-
State-shared	-	-	-	-
Charges for services	-	-	-	-
Fees and fines	1,045,139	-	-	1,517,765
Investment income (loss)	(45,130)	(9,507)	439,155	7,030
Intergovernmental:				
Federal	-	-	-	-
State	-	-	-	-
Local	-	-	-	-
Other	-	654,849	536,261	-
<b>Total revenues</b>	<b>1,000,009</b>	<b>645,342</b>	<b>975,416</b>	<b>1,524,795</b>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Police	-	-	-	-
Fire	-	-	-	-
Community development	-	-	-	-
Quality of Life	-	-	-	-
Economic development	-	-	-	-
Public works	-	-	-	-
Parks and Rec	-	-	-	-
Capital outlay	-	-	-	1,008,799
Debt service				
Debt issuance costs	-	-	-	-
<b>Total expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,008,799</b>
<b>Revenues over (under) expenditures</b>	<b>1,000,009</b>	<b>645,342</b>	<b>975,416</b>	<b>515,996</b>
<b>Other Financing Sources (Uses)</b>				
Issuance of debt	-	-	-	-
Premium on issuance of debt	-	-	-	-
Sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	(1,109,091)	(964,190)	-	-
<b>Total other financing sources (uses)</b>	<b>(1,109,091)</b>	<b>(964,190)</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>(109,082)</b>	<b>(318,848)</b>	<b>975,416</b>	<b>515,996</b>
<b>Fund balances- beginning of year</b>	<b>246,155</b>	<b>849,385</b>	<b>(93,079)</b>	<b>4,240,002</b>
<b>Fund balance- end of year</b>	<b>\$ 137,073</b>	<b>\$ 530,537</b>	<b>\$ 882,337</b>	<b>\$ 4,755,998</b>

See independent auditors' report.

# City of Las Cruces

## Combining Statement of Revenues, Expenditures and Changes in Fund Balances

### Nonmajor Governmental Funds

June 30, 2020

	Capital Projects			
	Street Improvement	Capital Grant Projects	Sales Tax- Street Maintenance	VAD Street Project
<b>Revenues</b>				
Taxes:				
Gross receipts	\$ -	\$ -	\$ -	\$ -
Property	-	-	-	-
Lodgers	-	-	-	-
State-shared	-	-	-	-
Charges for services	-	-	-	-
Fees and fines	-	-	-	-
Investment income (loss)	(31,352)	-	(32,244)	(326)
Intergovernmental:				
Federal	-	1,706,904	-	-
State	-	3,101,711	-	-
Local	-	-	-	-
Other	-	-	303,330	-
<b>Total revenues</b>	<b>(31,352)</b>	<b>4,808,614</b>	<b>271,086</b>	<b>(326)</b>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Police	-	150,000	-	-
Fire	-	80,503	-	-
Community development	-	-	-	-
Quality of Life	-	9,096	-	-
Economic development	-	3,570	-	-
Public works	-	134,302	244,282	-
Parks and Rec	-	-	-	-
Capital outlay	346,235	4,431,142	2,331,568	1,937,511
Debt service				
Debt issuance costs	-	-	-	126,849
<b>Total expenditures</b>	<b>346,235</b>	<b>4,808,613</b>	<b>2,575,850</b>	<b>2,064,360</b>
<b>Revenues over (under) expenditures</b>	<b>(377,587)</b>	<b>1</b>	<b>(2,304,764)</b>	<b>(2,064,686)</b>
<b>Other Financing Sources (Uses)</b>				
Issuance of debt	-	-	-	8,492,028
Premium on issuance of debt	-	-	-	-
Sale of capital assets	-	-	-	-
Transfers in	-	-	2,814,653	429,820
Transfers out	-	-	(681)	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>2,813,972</b>	<b>8,921,848</b>
<b>Net change in fund balance</b>	<b>(377,587)</b>	<b>1</b>	<b>509,208</b>	<b>6,857,162</b>
<b>Fund balances- beginning of year</b>	<b>1,567,134</b>	<b>80,041</b>	<b>3,757,683</b>	<b>3,001,862</b>
<b>Fund balance- end of year</b>	<b>\$ 1,189,547</b>	<b>\$ 80,042</b>	<b>\$ 4,266,891</b>	<b>\$ 9,859,024</b>

See independent auditors' report.

# City of Las Cruces

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Governmental Funds

June 30, 2020

	Capital Projects			
	Flood Control	Completed Debt Projects	2016 Flood	Sales Tax Facilities and Parks
<b>Revenues</b>				
Taxes:				
Gross receipts	\$ -	\$ -	\$ -	\$ -
Property	-	-	-	-
Lodgers	-	-	-	-
State-shared	-	-	-	-
Charges for services	-	-	-	-
Fees and fines	-	-	-	-
Investment income (loss)	5,140	184,563	(126,748)	(55,299)
Intergovernmental:				
Federal	-	-	-	-
State	-	-	-	-
Local	-	-	-	-
Other	(44,228)	-	-	-
<b>Total revenues</b>	<b>(39,088)</b>	<b>184,563</b>	<b>(126,748)</b>	<b>(55,299)</b>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Police	-	-	-	-
Fire	-	-	-	-
Community development	-	-	-	-
Quality of Life	-	-	-	-
Economic development	-	-	-	-
Public works	-	-	-	-
Parks and Rec	-	-	-	-
Capital outlay	1,133,881	-	1,230,902	-
Debt service				
Debt issuance costs	-	-	-	-
<b>Total expenditures</b>	<b>1,133,881</b>	<b>-</b>	<b>1,230,902</b>	<b>-</b>
<b>Revenues over (under) expenditures</b>	<b>(1,172,969)</b>	<b>184,563</b>	<b>(1,357,650)</b>	<b>(55,299)</b>
<b>Other Financing Sources (Uses)</b>				
Issuance of debt	-	-	-	-
Premium on issuance of debt	-	-	-	-
Sale of capital assets	-	-	-	-
Transfers in	870,000	-	-	-
Transfers out	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>870,000</b>	<b>-</b>	<b>-</b>	<b>-</b>
Net change in fund balance	(302,969)	184,563	(1,357,650)	(55,299)
Fund balances- beginning of year	2,812,987	(184,563)	2,538,029	55,299
<b>Fund balance- end of year</b>	<b>\$ 2,510,018</b>	<b>\$ -</b>	<b>\$ 1,180,379</b>	<b>\$ -</b>

See independent auditors' report.

# City of Las Cruces

## Combining Statement of Revenues, Expenditures and Changes in Fund Balances

### Nonmajor Governmental Funds

June 30, 2020

	Capital Projects			
	State	2003 Sales Tax Street Light	2005 GRT	2017 FAC
	Equipment Acquisition		Public Improvements	
<b>Revenues</b>				
Taxes:				
Gross receipts	\$ -	\$ -	\$ -	\$ -
Property	-	-	-	-
Lodgers	-	-	-	-
State-shared	-	-	-	-
Charges for services	-	-	-	-
Fees and fines	-	-	-	-
Investment income (loss)	8,927	5,929	5,627	(259,494)
Intergovernmental:				
Federal	-	-	-	-
State	-	-	-	-
Local	-	-	-	-
Other	-	-	-	-
<b>Total revenues</b>	<b>8,927</b>	<b>5,929</b>	<b>5,627</b>	<b>(259,494)</b>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Police	-	-	-	-
Fire	-	-	-	-
Community development	-	-	-	-
Quality of Life	-	-	-	-
Economic development	-	-	-	-
Public works	-	-	-	-
Parks and Rec	-	-	-	-
Capital outlay	-	-	-	836,781
Debt service				
Debt issuance costs	-	-	-	-
<b>Total expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>836,781</b>
<b>Revenues over (under) expenditures</b>	<b>8,927</b>	<b>5,929</b>	<b>5,627</b>	<b>(1,096,275)</b>
<b>Other Financing Sources (Uses)</b>				
Issuance of debt	-	-	-	-
Premium on issuance of debt	-	-	-	-
Sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	(152,547)	-	-	-
<b>Total other financing sources (uses)</b>	<b>(152,547)</b>	<b>-</b>	<b>-</b>	<b>-</b>
Net change in fund balance	(143,620)	5,929	5,627	(1,096,275)
Fund balances- beginning of year	143,620	(5,929)	(5,627)	11,723,701
<b>Fund balance- end of year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 10,627,426</b>

See independent auditors' report.

# City of Las Cruces

## Combining Statement of Revenues, Expenditures and Changes in Fund Balances

### Nonmajor Governmental Funds

June 30, 2020

	Capital Projects			
	Convention			
	Center	2015A HHS	2015B HHS	2017 NMFA
<b>Revenues</b>				
Taxes:				
Gross receipts	\$ -	\$ -	\$ -	\$ -
Property	-	-	-	-
Lodgers	-	-	-	-
State-shared	-	-	-	-
Charges for services	-	-	-	-
Fees and fines	-	-	-	-
Investment income (loss)	144,289	(34,137)	39,099	101,870
Intergovernmental:				
Federal	-	-	-	-
State	-	-	-	-
Local	-	-	-	-
Other	-	-	-	-
Total revenues	144,289	(34,137)	39,099	101,870
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Police	-	-	-	-
Fire	-	-	-	-
Community development	-	-	-	-
Quality of Life	-	-	-	-
Economic development	-	-	16,408	-
Public works	-	307,658	-	-
Parks and Rec	-	-	-	-
Capital outlay	-	3,833,881	259,189	138,303
Debt service				
Debt issuance costs	-	-	-	-
Total expenditures	-	4,141,539	275,597	138,303
Revenues over (under) expenditures	144,289	(4,175,676)	(236,498)	(36,433)
<b>Other Financing Sources (Uses)</b>				
Issuance of debt	-	-	-	-
Premium on issuance of debt	-	-	-	-
Sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	144,289	(4,175,676)	(236,498)	(36,433)
Fund balances- beginning of year	(144,289)	6,279,824	3,611,189	4,402,791
Fund balance- end of year	\$ -	\$ 2,104,148	\$ 3,374,691	\$ 4,366,358

See independent auditors' report.

# City of Las Cruces

## Combining Statement of Revenues, Expenditures and Changes in Fund Balances

### Nonmajor Governmental Funds

June 30, 2020

	Capital Projects			
	TIDD Street Projects	Community Investment Projects	2018 GAS TAX LOAN	GO BOND PROJECT 2019
<b>Revenues</b>				
Taxes:				
Gross receipts	\$ -	\$ -	\$ -	\$ -
Property	-	-	-	-
Lodgers	-	-	-	-
State-shared	-	-	-	-
Charges for services	-	-	-	-
Fees and fines	-	-	-	-
Investment income (loss)	54,184	(104,081)	31,778	351,495
Intergovernmental:				
Federal	-	-	-	-
State	-	-	-	-
Local	-	-	-	-
Other	-	-	-	-
Total revenues	54,184	(104,081)	31,778	351,495
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Police	-	-	-	-
Fire	-	-	-	-
Community development	-	-	-	-
Quality of Life	-	-	-	-
Economic development	-	-	-	-
Public works	-	-	-	-
Parks and Rec	-	-	-	-
Capital outlay	819,282	2,772,601	795,998	1,719,693
Debt service	-	-	-	-
Debt issuance costs	-	-	-	-
Total expenditures	819,282	2,772,601	795,998	1,719,693
Revenues over (under) expenditures	(765,098)	(2,876,682)	(764,220)	(1,368,198)
<b>Other Financing Sources (Uses)</b>				
Issuance of debt	-	-	-	-
Premium on issuance of debt	-	-	-	-
Sale of capital assets	-	-	-	-
Transfers in	940,000	1,898,868	-	-
Transfers out	-	(45,000)	-	-
Total other financing sources (uses)	940,000	1,853,868	-	-
Net change in fund balance	174,902	(1,022,814)	(764,220)	(1,368,198)
Fund balances- beginning of year	1,304,045	4,824,036	1,132,913	17,579,306
<b>Fund balance- end of year</b>	<b>\$ 1,478,947</b>	<b>\$ 3,801,222</b>	<b>\$ 368,693</b>	<b>\$ 16,211,108</b>

See independent auditors' report.

# City of Las Cruces

Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Governmental Funds  
June 30, 2020

	Capital Projects			
	2018 HHGRT	2020A NMFA FACILITY	2020B NMFA ESP	2020 NMFA MGRT
<b>Revenues</b>				
Taxes:				
Gross receipts	\$ -	\$ -	\$ -	\$ -
Property	-	-	-	-
Lodgers	-	-	-	-
State-shared	-	-	-	-
Charges for services	-	-	-	-
Fees and fines	-	-	-	-
Investment income (loss)	205,892	750	664	9,155
Intergovernmental:				
Federal	-	-	-	-
State	-	-	-	-
Local	-	-	-	-
Other	-	-	-	-
<b>Total revenues</b>	<b>205,892</b>	<b>750</b>	<b>664</b>	<b>9,155</b>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Police	-	-	-	-
Fire	-	-	-	-
Community development	-	-	-	-
Quality of Life	-	-	-	-
Economic development	-	-	-	-
Public works	-	-	-	-
Parks and Rec	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Debt issuance costs	-	62,682	61,864	114,158
<b>Total expenditures</b>	<b>-</b>	<b>62,682</b>	<b>61,864</b>	<b>114,158</b>
<b>Revenues over (under) expenditures</b>	<b>205,892</b>	<b>(61,932)</b>	<b>(61,200)</b>	<b>(105,003)</b>
<b>Other Financing Sources (Uses)</b>				
Issuance of debt	-	7,189,992	6,471,447	8,660,000
Premium on issuance of debt	-	1,990,008	1,659,553	-
Sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>9,180,000</b>	<b>8,131,000</b>	<b>8,660,000</b>
Net change in fund balance	205,892	9,118,068	8,069,800	8,554,997
Fund balances- beginning of year	9,635,738	-	-	-
<b>Fund balance- end of year</b>	<b>\$ 9,841,630</b>	<b>\$ 9,118,068</b>	<b>\$ 8,069,800</b>	<b>\$ 8,554,997</b>

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# City of Las Cruces

## Combining Statement of Revenues, Expenditures and Changes in Fund Balances Nonmajor Governmental Funds June 30, 2020

	<u>Total</u>
<b>Revenues</b>	
Taxes:	
Gross receipts	\$ 10,160,526
Property	4,992,417
Lodgers	1,739,497
State-shared	1,920,678
Charges for services	153,755
Fees and fines	2,954,710
Investment income (loss)	1,194,807
Intergovernmental:	
Federal	4,855,288
State	6,415,958
Local	70,087
Other	2,065,514
<b>Total revenues</b>	<b>36,523,236</b>
<b>Expenditures</b>	
Current:	
General government	1,872,164
Police	734,564
Fire	2,304,928
Community development	2,999,641
Quality of Life	1,317,997
Economic development	2,922,115
Public works	3,837,297
Parks and Rec	354,912
Capital outlay	26,307,589
Debt service	
Debt issuance costs	365,553
<b>Total expenditures</b>	<b>43,016,760</b>
<b>Revenues over (under) expenditures</b>	<b>(6,493,524)</b>
<b>Other Financing Sources (Uses)</b>	
Issuance of debt	30,813,467
Premium on issuance of debt	3,649,561
Sale of capital assets	5,905
Transfers in	15,209,518
Transfers out	(15,405,435)
<b>Total other financing sources (uses)</b>	<b>34,273,016</b>
Net change in fund balance	27,779,492
Fund balances- beginning of year	102,282,226
<b>Fund balance- end of year</b>	<b>\$ 130,061,718</b>

See independent auditors' report.

# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
Debt Service Fund  
For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Taxes	\$ 4,745,465	\$ 4,745,465	\$ 4,838,910	\$ 93,445
Investment income (loss)	88,544	101,048	(88,868)	(189,916)
Other	-	1,332,726	1,388,615	55,889
<b>Total revenues</b>	<b>4,834,009</b>	<b>6,179,239</b>	<b>6,138,657</b>	<b>(40,582)</b>
<b>Expenditures</b>				
Current				
Debt service	43,685	43,685	48,389	(4,704)
Debt Service				
Principal	16,614,871	17,204,871	17,204,871	-
Interest and other charges	4,622,976	4,915,597	4,904,830	10,767
Debt issuance costs	-	201,749	201,748	1
<b>Total expenditures</b>	<b>21,281,532</b>	<b>22,365,902</b>	<b>22,359,838</b>	<b>6,064</b>
Revenues over (under) expenditures	(16,447,523)	(16,186,663)	(16,221,181)	(34,518)
<b>Other Financing Sources (Uses)</b>				
Proceeds of refunding bonds	-	16,765,580	15,435,000	(1,330,580)
Payment to refunded bond escrow agent	-	(18,405,000)	(18,405,000)	-
Issuance of debt	-	665,286	656,533	(8,753)
Premiums on issuance of debt	-	2,676,415	2,676,415	-
Transfers in	15,513,660	15,573,683	15,373,141	(200,542)
<b>Total other financing sources (uses)</b>	<b>15,513,660</b>	<b>17,275,964</b>	<b>15,736,089</b>	<b>(1,539,875)</b>
<b>Net change in fund balances</b>	<b>(933,863)</b>	<b>1,089,301</b>	<b>(485,092)</b>	<b>(1,574,393)</b>
Fund balances, beginning of year	11,837,727	11,837,727	11,837,727	-
<b>Fund balances, end of year</b>	<b>\$ 10,903,864</b>	<b>\$ 12,927,028</b>	<b>\$ 11,352,635</b>	<b>\$ (1,574,393)</b>

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# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
Community Development Block Grant  
For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Intergovernmental				
Federal	\$ 3,116,657	\$ 3,685,152	\$ 1,200,407	\$ (2,484,745)
Other	-	-	162,942	162,942
<b>Total revenues</b>	<b>3,116,657</b>	<b>3,685,152</b>	<b>1,363,349</b>	<b>(2,321,803)</b>
<b>Expenditures</b>				
Current				
Community development	3,116,657	3,485,152	1,203,055	2,282,097
Capital outlay	-	200,000	160,733	39,267
<b>Total expenditures</b>	<b>3,116,657</b>	<b>3,685,152</b>	<b>1,363,788</b>	<b>2,321,364</b>
Revenues over (under) expenditures	-	-	(439)	(439)
Net change in fund balance	-	-	(439)	(439)
Fund balances- beginning of year	86,208	86,208	86,208	-
<b>Fund balance- end of year</b>	<b>\$ 86,208</b>	<b>\$ 86,208</b>	<b>\$ 85,769</b>	<b>\$ (439)</b>

See independent auditors' report.

# City of Las Cruces

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

### Court Awards Funds

For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Investment income (loss)	\$ -	\$ 17,471	\$ 16,797	\$ (674)
<b>Total revenues</b>	<b>-</b>	<b>17,471</b>	<b>16,797</b>	<b>(674)</b>
<b>Expenditures</b>				
Current				
Purchased Services General	15,939	-	-	-
<b>Total expenditures</b>	<b>15,939</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Revenues over (under) expenditures</b>	<b>(15,939)</b>	<b>17,471</b>	<b>16,797</b>	<b>(674)</b>
<b>Other Financing Sources (Uses)</b>				
Transfers in	20,703	20,703	20,703	-
Transfers out	(3,295)	(3,295)	(3,295)	-
<b>Total other financing sources (uses)</b>	<b>17,408</b>	<b>17,408</b>	<b>17,408</b>	<b>-</b>
Net change in fund balance	1,469	34,879	34,205	(674)
Fund balances- beginning of year	(48,855)	(48,855)	(48,855)	-
<b>Fund balance- end of year</b>	<b>\$ (47,386)</b>	<b>\$ (13,976)</b>	<b>\$ (14,650)</b>	<b>\$ (674)</b>

See independent auditors' report.

# City of Las Cruces

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

### Fire Fund

For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Investment income (loss)	\$ -	\$ -	\$ 34,715	\$ 34,715
Intergovernmental				
State	1,005,000	1,605,594	1,157,512	(448,082)
<b>Total revenues</b>	<b>1,005,000</b>	<b>1,605,594</b>	<b>1,192,227</b>	<b>(413,367)</b>
<b>Expenditures</b>				
Current				
Fire	792,632	848,628	580,807	267,821
Capital outlay	370,482	927,087	576,705	350,382
<b>Total expenditures</b>	<b>1,163,114</b>	<b>1,775,715</b>	<b>1,157,512</b>	<b>618,203</b>
Revenues over (under) expenditures	(158,114)	(170,121)	34,715	204,836
Net change in fund balance	(158,114)	(170,121)	34,715	204,836
Fund balances- beginning of year	281,560	281,560	281,560	-
<b>Fund balance- end of year</b>	<b>\$ 123,446</b>	<b>\$ 111,439</b>	<b>\$ 316,275</b>	<b>\$ 204,836</b>

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# City of Las Cruces

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

### Police Protection Fund

For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Investment income (loss)	\$ -	\$ -	\$ (1,884)	\$ (1,884)
Vehicle Forfeiture fees	1,000	1,000	-	(1,000)
Intergovernmental				
Federal	-	36,777	20,766	(16,011)
State	139,200	139,200	136,329	(2,871)
<b>Total revenues</b>	<b>140,200</b>	<b>176,977</b>	<b>155,211</b>	<b>(21,766)</b>
<b>Expenditures</b>				
Current				
Police	239,366	276,143	175,347	100,796
<b>Total expenditures</b>	<b>239,366</b>	<b>276,143</b>	<b>175,347</b>	<b>100,796</b>
Revenues over (under) expenditures	(99,166)	(99,166)	(20,136)	79,030
<b>Other Financing Sources (Uses)</b>				
Sale of capital assets	-	-	5,905	5,905
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>5,905</b>	<b>5,905</b>
Net change in fund balance	(99,166)	(99,166)	(14,231)	84,935
Fund balances- beginning of year	143,474	143,474	143,474	-
<b>Fund balance- end of year</b>	<b>\$ 44,308</b>	<b>\$ 44,308</b>	<b>\$ 129,243</b>	<b>\$ 84,935</b>

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# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
 Emergency Medical Services Fund  
 For the Year Ended June 30, 2020

	Budgeted Amounts		<b>Actual</b>	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Intergovernmental				
State	\$ 20,000	\$ 19,320	\$ 19,320	\$ -
<b>Total revenues</b>	<b>20,000</b>	<b>19,320</b>	<b>19,320</b>	<b>-</b>
<b>Expenditures</b>				
Current				
Fire	20,000	19,320	19,319	1
<b>Total expenditures</b>	<b>20,000</b>	<b>19,320</b>	<b>19,319</b>	<b>1</b>
<b>Revenues over (under) expenditures</b>	<b>-</b>	<b>-</b>	<b>1</b>	<b>1</b>
Net change in fund balance	-	-	1	1
Fund balances- beginning of year	163	163	163	-
<b>Fund balance- end of year</b>	<b>\$ 163</b>	<b>\$ 163</b>	<b>\$ 164</b>	<b>\$ 1</b>

See independent auditors' report.

# City of Las Cruces

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

### Traffic Safety Fund

For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Fees and fines	\$ 30,000	\$ 30,000	\$ 12,037	\$ (17,963)
Investment income (loss)	-	-	1,074	1,074
<b>Total revenues</b>	<b>30,000</b>	<b>30,000</b>	<b>13,111</b>	<b>(16,889)</b>
<b>Expenditures</b>				
Current				
Police	30,000	25,000	8,229	16,771
Capital outlay	-	5,000	5,000	-
<b>Total expenditures</b>	<b>30,000</b>	<b>30,000</b>	<b>13,229</b>	<b>16,771</b>
Revenues over (under) expenditures	-	-	(118)	(118)
Net change in fund balance	-	-	(118)	(118)
Fund balances- beginning of year	73,715	73,715	73,715	-
<b>Fund balance- end of year</b>	<b>\$ 73,715</b>	<b>\$ 73,715</b>	<b>\$ 73,597</b>	<b>\$ (118)</b>

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# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
 Safe Traffic Operations Program Fund  
 For the Year Ended June 30, 2020

	Budgeted Amounts			Actual	Variance with Final Budget - Positive (Negative)
	Original	Final			
<b>Revenues</b>					
Investment income (loss)	\$ -	\$ -	\$ (1,535)	\$ (1,535)	
<b>Total revenues</b>	-	-	(1,535)	(1,535)	
<b>Expenditures</b>					
Current					
General Government	-	-	-	-	
<b>Total expenditures</b>	-	-	-	-	
Revenues over (under) expenditures	-	-	(1,535)	(1,535)	
Net change in fund balance	-	-	(1,535)	(1,535)	
Fund balances- beginning of year	1,535	1,535	1,535	-	
<b>Fund balance- end of year</b>	\$ 1,535	\$ 1,535	\$ -	\$ (1,535)	

See independent auditors' report.

# City of Las Cruces

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

### Court Automation Fund

For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Fees and fines	\$ 53,759	\$ 53,759	\$ 56,501	\$ 2,742
Investment income (loss)	-	-	6,309	6,309
<b>Total revenues</b>	<b>53,759</b>	<b>53,759</b>	<b>62,810</b>	<b>9,051</b>
<b>Expenditures</b>				
Current				
General government	133,160	133,160	57,115	76,045
<b>Total expenditures</b>	<b>133,160</b>	<b>133,160</b>	<b>57,115</b>	<b>76,045</b>
<b>Revenues over (under) expenditures</b>	<b>(79,401)</b>	<b>(79,401)</b>	<b>5,695</b>	<b>85,096</b>
Net change in fund balance	(79,401)	(79,401)	5,695	85,096
Fund balances- beginning of year	496,575	496,575	496,575	-
<b>Fund balance- end of year</b>	<b>\$ 417,174</b>	<b>\$ 417,174</b>	<b>\$ 502,270</b>	<b>\$ 85,096</b>

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# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
Prisoner Care Fund  
For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Fees and fines	\$ 185,000	\$ 185,000	\$ 100,910	\$ (84,091)
Investment income (loss)	19,000	19,000	58,491	39,491
<b>Total revenues</b>	<b>204,000</b>	<b>204,000</b>	<b>159,401</b>	<b>(44,599)</b>
<b>Expenditures</b>				
Current:	-	-	-	-
General government	1,650,000	1,490,127	952,233	537,894
<b>Total expenditures</b>	<b>1,650,000</b>	<b>1,490,127</b>	<b>952,233</b>	<b>537,894</b>
Revenues over (under) expenditures	(1,446,000)	(1,286,127)	(792,832)	493,295
<b>Other Financing Sources (Uses)</b>				
Transfers in	1,650,000	1,650,000	1,650,000	-
<b>Total other financing sources (uses)</b>	<b>1,650,000</b>	<b>1,650,000</b>	<b>1,650,000</b>	<b>-</b>
Net change in fund balance	204,000	363,873	857,168	493,295
Fund balances- beginning of year	(421,576)	(421,576)	(421,576)	-
<b>Fund balance- end of year</b>	<b>\$ (217,576)</b>	<b>\$ (57,703)</b>	<b>\$ 435,592</b>	<b>\$ 493,295</b>

See independent auditors' report.

# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
 Juvenile Recreation Fund  
 For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Taxes				
State-shared	\$ 8,000	\$ 8,000	\$ 9,603	\$ 1,603
Investment income (loss)	-	-	6,131	6,131
<b>Total revenues</b>	<b>8,000</b>	<b>8,000</b>	<b>15,734</b>	<b>7,734</b>
<b>Expenditures</b>				
Current				
Capital outlay	50,000	50,000	-	50,000
<b>Total expenditures</b>	<b>50,000</b>	<b>50,000</b>	<b>-</b>	<b>50,000</b>
<b>Revenues over (under) expenditures</b>	<b>(42,000)</b>	<b>(42,000)</b>	<b>15,734</b>	<b>57,734</b>
Net change in fund balance	(42,000)	(42,000)	15,734	57,734
Fund balances- beginning of year	83,142	83,142	83,142	-
<b>Fund balance- end of year</b>	<b>\$ 41,142</b>	<b>\$ 41,142</b>	<b>\$ 98,876</b>	<b>\$ 57,734</b>

See independent auditors' report.

# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
 Convention & Visitors Bureau Fund  
 For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Taxes				
Lodgers	\$ 2,105,633	\$ 2,105,633	\$ 1,739,497	\$ (366,137)
Investment income (loss)	53,350	53,350	125,936	72,586
Other	1,793	1,793	106,534	104,741
<b>Total revenues</b>	<b>2,160,776</b>	<b>2,160,776</b>	<b>1,971,967</b>	<b>(188,809)</b>
<b>Expenditures</b>				
Current	-	-	-	-
Economic development	2,896,964	3,020,498	2,733,453	287,045
Capital outlay	92,200	98,200	56,861	41,339
<b>Total expenditures</b>	<b>2,989,164</b>	<b>3,118,698</b>	<b>2,790,314</b>	<b>328,384</b>
Revenues over (under) expenditures	(828,388)	(957,922)	(818,347)	139,575
<b>Other Financing Sources (Uses)</b>				
Transfers out	(267,975)	(267,975)	(267,975)	-
<b>Total other financing sources (uses)</b>	<b>(267,975)</b>	<b>(267,975)</b>	<b>(267,975)</b>	<b>-</b>
Net change in fund balance	(1,096,363)	(1,225,897)	(1,086,322)	139,575
Fund balances- beginning of year	2,806,434	2,806,434	2,806,434	-
<b>Fund balance- end of year</b>	<b>\$ 1,710,071</b>	<b>\$ 1,580,537</b>	<b>\$ 1,720,112</b>	<b>\$ 139,575</b>

See independent auditors' report.

# City of Las Cruces

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

### DWI Prevention Fund For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Fees and fines	\$ 1,300	\$ 21,300	\$ 19,628	\$ (1,672)
Investment income (loss)	-	-	(180)	(180)
<b>Total revenues</b>	<b>1,300</b>	<b>21,300</b>	<b>19,448</b>	<b>(1,852)</b>
<b>Expenditures</b>				
Current				
Police	2,000	21,300	16,823	4,477
<b>Total expenditures</b>	<b>2,000</b>	<b>21,300</b>	<b>16,823</b>	<b>4,477</b>
<b>Revenues over (under) expenditures</b>	<b>(700)</b>	<b>-</b>	<b>2,625</b>	<b>2,625</b>
<b>Net change in fund balance</b>	<b>(700)</b>	<b>-</b>	<b>2,625</b>	<b>2,625</b>
Fund balances- beginning of year	10,772	10,772	10,772	-
<b>Fund balance- end of year</b>	<b>\$ 10,072</b>	<b>\$ 10,772</b>	<b>\$ 13,397</b>	<b>\$ 2,625</b>

See independent auditors' report.

# City of Las Cruces

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

### Judicial Education Fund

For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Fees and fines	\$ 35,000	\$ 35,000	\$ 14,916	\$ (20,084)
Investment income (loss)	-	-	(30)	(30)
<b>Total revenues</b>	<b>35,000</b>	<b>35,000</b>	<b>14,886</b>	<b>(20,114)</b>
<b>Expenditures</b>				
Current				
General government	35,000	34,399	11,745	22,654
<b>Total expenditures</b>	<b>35,000</b>	<b>34,399</b>	<b>11,745</b>	<b>22,654</b>
Revenues over (under) expenditures	-	601	3,141	2,540
Net change in fund balance	-	601	3,141	2,540
Fund balances- beginning of year	(552)	(552)	(552)	-
<b>Fund balance- end of year</b>	<b>\$ (552)</b>	<b>\$ 49</b>	<b>\$ 2,589</b>	<b>\$ 2,540</b>

See independent auditors' report.

# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
 Environmental Gross Receipts Tax Fund Fund  
 For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Taxes				
Gross receipts	\$ 1,860,000	\$ 1,860,000	\$ 1,972,488	\$ 112,488
Investment income (loss)	-	-	(1,662)	(1,662)
<b>Total revenues</b>	<b>1,860,000</b>	<b>1,860,000</b>	<b>1,970,826</b>	<b>110,826</b>
<b>Expenditures</b>				
Current				
General government	55,125	55,125	54,070	1,055
<b>Total expenditures</b>	<b>55,125</b>	<b>55,125</b>	<b>54,070</b>	<b>1,055</b>
<b>Revenues over (under) expenditures</b>	<b>1,804,875</b>	<b>1,804,875</b>	<b>1,916,756</b>	<b>111,881</b>
<b>Other Financing Sources (Uses)</b>				
Transfers out	(1,591,756)	(1,591,756)	(1,591,755)	1
<b>Total other financing sources (uses)</b>	<b>(1,591,756)</b>	<b>(1,591,756)</b>	<b>(1,591,755)</b>	<b>1</b>
<b>Net change in fund balance</b>	<b>213,119</b>	<b>213,119</b>	<b>325,001</b>	<b>111,882</b>
Fund balances- beginning of year	321,349	321,349	321,349	-
<b>Fund balance- end of year</b>	<b>\$ 534,468</b>	<b>\$ 534,468</b>	<b>\$ 646,350</b>	<b>\$ 111,882</b>

See independent auditors' report.



# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
 Healthcare Services from MMC Lease Fund  
 For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Investment income (loss)	\$ -	\$ -	\$ 6,981	\$ 6,981
<b>Total revenues</b>	-	-	6,981	6,981
<b>Expenditures</b>				
Current:				
Fire	-	493,400	115,184	378,216
Community development	1,050,000	2,767,000	1,495,826	1,271,174
Capital outlay	1,200,000	2,526,600	47,362	2,479,238
<b>Total expenditures</b>	2,250,000	5,787,000	1,658,372	4,128,628
<b>Revenues over (under) expenditures</b>	(2,250,000)	(5,787,000)	(1,651,391)	4,135,609
<b>Other Financing Sources (Uses)</b>				
Transfers in	5,722,757	5,722,757	5,722,757	-
<b>Total other financing sources (uses)</b>	5,722,757	5,722,757	5,722,757	-
<b>Net change in fund balance</b>	3,472,757	(64,243)	4,071,366	4,135,609
Fund balances- beginning of year	211,865	211,865	211,865	-
<b>Fund balance- end of year</b>	\$ 3,684,622	\$ 147,622	\$ 4,283,231	\$ 4,135,609

See independent auditors' report.

# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
 Special Revenue Grants Fund  
 For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Intergovernmental:				
Federal	\$ 832,925	\$ 3,155,157	\$ 1,664,425	\$ (1,490,731)
State	429,708	3,795,436	1,270,128	(2,525,307)
Local	-	133,118	35,262	(97,856)
Other	-	-	2,532	2,532
Total revenues	1,262,633	7,083,710	2,972,347	(4,111,363)
<b>Expenditures</b>				
Current				
Police	607,925	853,115	384,165	468,950
Fire	-	2,577,177	1,509,115	1,068,062
Community development	341,055	370,307	245,984	124,323
Quality of Life	79,653	564,519	101,258	463,261
Economic development	234,000	1,706,768	140,903	1,565,865
Parks and Rec	-	533,029	313,671	219,358
Capital outlay	-	159,265	277,669	(118,404)
Total expenditures	1,262,633	6,764,180	2,972,765	3,791,415
Revenues over (under) expenditures	-	319,530	(418)	(319,948)
Net change in fund balance	-	319,530	(418)	(319,948)
Fund balances- beginning of year	1,456	1,456	1,456	-
<b>Fund balance- end of year</b>	\$ 1,456	\$ 320,986	\$ 1,038	\$ (319,948)

See independent auditors' report.

# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
Gasoline Tax Street Maintenance Fund  
For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Taxes				
State-shared	\$ 1,710,335	\$ 1,710,335	\$ 1,733,839	\$ 23,504
Investment income (loss)	56,035	56,035	(54,996)	(111,031)
<b>Total revenues</b>	<b>1,766,370</b>	<b>1,766,370</b>	<b>1,678,843</b>	<b>(87,527)</b>
<b>Expenditures</b>				
Current				
Public works	587,892	587,892	568,889	19,003
Parks and Rec	15,000	15,000	14,020	980
Capital outlay	2,577,082	2,090,824	1,463,048	627,776
<b>Total expenditures</b>	<b>3,179,974</b>	<b>2,693,716</b>	<b>2,045,957</b>	<b>647,759</b>
Revenues over (under) expenditures	(1,413,604)	(927,346)	(367,114)	560,232
<b>Other Financing Sources (Uses)</b>				
Transfers out	(1,267,849)	(1,267,849)	(1,267,849)	-
<b>Total other financing sources (uses)</b>	<b>(1,267,849)</b>	<b>(1,267,849)</b>	<b>(1,267,849)</b>	<b>-</b>
Net change in fund balance	(2,681,453)	(2,195,195)	(1,634,963)	560,232
Fund balances- beginning of year	3,107,234	3,107,234	3,107,234	-
<b>Fund balance- end of year</b>	<b>\$ 425,781</b>	<b>\$ 912,039</b>	<b>\$ 1,472,271</b>	<b>\$ 560,232</b>

See independent auditors' report.

# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Keep Las Cruces Beautiful Fund  
For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
<b>Total revenues</b>	-	-	-	-
<b>Expenditures</b>				
Current	-	-	-	-
<b>Total expenditures</b>	-	-	-	-
<b>Revenues over (under) expenditures</b>	-	-	-	-
Net change in fund balance	-	-	-	-
Fund balances- beginning of year	355	355	355	
<b>Fund balance- end of year</b>	<b>\$ 355</b>	<b>\$ 355</b>	<b>\$ 355</b>	<b>\$ -</b>

See independent auditors' report.

# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
 Older Americans Act Program Fund  
 For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Intergovernmental:				
Federal	\$ 211,266	\$ 466,165	\$ 262,786	\$ (203,379)
State	642,223	730,961	730,958	(3)
Other	202,000	213,972	213,899	(73)
Total revenues	1,055,489	1,411,098	1,207,643	(203,455)
<b>Expenditures</b>				
Current	-	-	-	-
Quality of Life	1,055,489	1,411,098	1,207,643	203,455
Total expenditures	1,055,489	1,411,098	1,207,643	203,455
Revenues over (under) expenditures	-	-	-	-
<b>Other Financing Sources (Uses)</b>				
Transfers in	1,703	1,703	1,703	-
Total other financing sources (uses)	1,703	1,703	1,703	-
Net change in fund balance	1,703	1,703	1,703	-
Fund balances- beginning of year	(1,703)	(1,703)	(1,703)	-
<b>Fund balance- end of year</b>	\$ -	\$ -	\$ -	\$ -

See independent auditors' report.

# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
Affordable Housing Trust Fund  
For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Investment income (loss)	\$ -	\$ -	\$ (10,944)	\$ (10,944)
Other	20,354	20,354	-	(20,354)
<b>Total revenues</b>	<b>20,354</b>	<b>20,354</b>	<b>(10,944)</b>	<b>(31,298)</b>
<b>Expenditures</b>				
Current	-	-	-	-
Community development	742,407	1,385,007	54,776	1,330,231
Capital outlay	-	-	92,337	(92,337)
<b>Total expenditures</b>	<b>742,407</b>	<b>1,385,007</b>	<b>147,113</b>	<b>1,237,894</b>
<b>Revenues over (under) expenditures</b>	<b>(722,053)</b>	<b>(1,364,653)</b>	<b>(158,057)</b>	<b>1,206,596</b>
<b>Other Financing Sources (Uses)</b>				
Transfers in	842,600	842,600	842,600	-
<b>Total other financing sources (uses)</b>	<b>842,600</b>	<b>842,600</b>	<b>842,600</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>120,547</b>	<b>(522,053)</b>	<b>684,543</b>	<b>1,206,596</b>
Fund balances- beginning of year	534,293	534,293	534,293	-
<b>Fund balance- end of year</b>	<b>\$ 654,840</b>	<b>\$ 12,240</b>	<b>\$ 1,218,836</b>	<b>\$ 1,206,596</b>

See independent auditors' report.

# City of Las Cruces

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

### Alarm F & F Fund

For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Fees and fines	\$ -	\$ 200,000	\$ 187,814	\$ (12,186)
Investment income (loss)	-	-	(274)	(274)
Total revenues	-	200,000	187,540	(12,460)
<b>Expenditures</b>				
Current				
General government	-	200,000	187,814	12,186
Total expenditures	-	200,000	187,814	12,186
Revenues over (under) expenditures	-	-	(274)	(274)
Net change in fund balance	-	-	(274)	(274)
Fund balances- beginning of year	1,811	1,811	1,811	-
<b>Fund balance- end of year</b>	\$ 1,811	\$ 1,811	\$ 1,537	\$ (274)

See independent auditors' report.

# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
Street Maintenance Fund  
For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Taxes				
Gross receipts	\$ 7,686,650	\$ 7,686,650	\$ 7,894,385	\$ 207,735
Investment income (loss)	49,290	49,290	(46,287)	(95,577)
<b>Total revenues</b>	<b>7,735,940</b>	<b>7,735,940</b>	<b>7,848,098</b>	<b>112,158</b>
<b>Expenditures</b>				
Current	-	-	-	-
Public works	2,064,136	2,439,136	1,457,717	981,419
<b>Total expenditures</b>	<b>2,064,136</b>	<b>2,439,136</b>	<b>1,457,717</b>	<b>981,419</b>
<b>Revenues over (under) expenditures</b>	<b>5,671,804</b>	<b>5,296,804</b>	<b>6,390,381</b>	<b>1,093,577</b>
<b>Other Financing Sources (Uses)</b>				
Transfers out	(5,824,017)	(5,824,017)	(5,824,017)	-
<b>Total other financing sources (uses)</b>	<b>(5,824,017)</b>	<b>(5,824,017)</b>	<b>(5,824,017)</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>(152,213)</b>	<b>(527,213)</b>	<b>566,364</b>	<b>1,093,577</b>
Fund balances- beginning of year	4,388,355	4,388,355	4,388,355	-
<b>Fund balance- end of year</b>	<b>\$ 4,236,142</b>	<b>\$ 3,861,142</b>	<b>\$ 4,954,719</b>	<b>\$ 1,093,577</b>

See independent auditors' report.



# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
 Special Revenue Flood Control Fund  
 For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Taxes				
Property	\$ 4,711,542	\$ 4,711,542	\$ 4,864,657	\$ 153,115
Investment income (loss)	30,593	30,593	21,534	(9,059)
<b>Total revenues</b>	<b>4,742,135</b>	<b>4,742,135</b>	<b>4,886,191</b>	<b>144,056</b>
<b>Expenditures</b>				
Current				
Public works	1,757,842	1,757,842	1,124,449	633,393
Parks and Rec	53,000	53,000	23,696	29,304
Capital outlay	181,182	181,182	32,108	149,074
<b>Total expenditures</b>	<b>1,992,024</b>	<b>1,992,024</b>	<b>1,180,253</b>	<b>811,771</b>
Revenues over (under) expenditures	2,750,111	2,750,111	3,705,938	955,827
<b>Other Financing Sources (Uses)</b>				
Transfers out	(3,239,034)	(3,239,034)	(3,239,035)	(1)
<b>Total other financing sources (uses)</b>	<b>(3,239,034)</b>	<b>(3,239,034)</b>	<b>(3,239,035)</b>	<b>(1)</b>
Net change in fund balance	(488,923)	(488,923)	466,903	955,826
Fund balances- beginning of year	2,606,159	2,606,159	2,606,159	-
<b>Fund balance- end of year</b>	<b>\$ 2,117,236</b>	<b>\$ 2,117,236</b>	<b>\$ 3,073,062</b>	<b>\$ 955,826</b>

See independent auditors' report.

# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
 Special Assessments/Northrise Morningstar Fund  
 For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Investment income (loss)	\$ 13,076	\$ 13,076	\$ 191,394	\$ 178,318
Other	-	-	126,702	126,702
Total revenues	13,076	13,076	318,096	305,020
<b>Expenditures</b>				
Current				
General government	-	-	-	-
Total expenditures	-	-	-	-
Revenues over (under) expenditures	13,076	13,076	318,096	305,020
Net change in fund balance	13,076	13,076	318,096	305,020
Fund balances- beginning of year	37,548	37,548	37,548	-
<b>Fund balance- end of year</b>	\$ 50,624	\$ 50,624	\$ 355,644	\$ 305,020

See independent auditors' report.

# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
Downtown Revitalization Fund  
For the Year Ended June 30, 2020

	Budgeted Amounts			Actual	Variance with Final Budget - Positive (Negative)
	Original	Final			
<b>Revenues</b>					
Investment income (loss)	\$ -	\$ -	\$ 1,619	\$ 1,619	
Other	172,921	-	-	-	
<b>Total revenues</b>	<b>172,921</b>	<b>-</b>	<b>1,619</b>	<b>1,619</b>	
<b>Expenditures</b>					
Current					
General government	-	-	-	-	
<b>Total expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>Revenues over (under) expenditures</b>	<b>172,921</b>	<b>-</b>	<b>1,619</b>	<b>1,619</b>	
Net change in fund balance	172,921	-	1,619	1,619	
Fund balances- beginning of year	48,741	48,741	48,741	-	
<b>Fund balance- end of year</b>	<b>\$ 221,662</b>	<b>\$ 48,741</b>	<b>\$ 50,360</b>	<b>\$ 1,619</b>	

See independent auditors' report.

# City of Las Cruces

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

### Valley View Heske Garden Fund For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Investment income (loss)	\$ -	\$ -	\$ 7,576	\$ 7,576
<b>Total revenues</b>	-	-	7,576	7,576
<b>Expenditures</b>				
Current				
Parks and Rec	5,000	5,000	3,525	1,475
<b>Total expenditures</b>	5,000	5,000	3,525	1,475
Revenues over (under) expenditures	(5,000)	(5,000)	4,051	9,051
Net change in fund balance	(5,000)	(5,000)	4,051	9,051
Fund balances- beginning of year	171,622	171,622	171,622	
<b>Fund balance- end of year</b>	\$ 166,622	\$ 166,622	\$ 175,673	\$ 9,051

See independent auditors' report.

# City of Las Cruces

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

### Griggs Walnut Plume Fund

For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Charges for services	\$ 204,000	\$ 204,000	\$ 153,755	\$ (50,245)
Investment income (loss)	34,395	34,395	41,805	7,410
Local	-	-	34,825	34,825
<b>Total revenues</b>	<b>238,395</b>	<b>238,395</b>	<b>230,385</b>	<b>(8,010)</b>
<b>Expenditures</b>				
Current				
General government	1,888,580	3,388,580	609,187	2,779,393
<b>Total expenditures</b>	<b>1,888,580</b>	<b>3,388,580</b>	<b>609,187</b>	<b>2,779,393</b>
<b>Revenues over (under) expenditures</b>	<b>(1,650,185)</b>	<b>(3,150,185)</b>	<b>(378,802)</b>	<b>2,771,383</b>
Net change in fund balance	(1,650,185)	(3,150,185)	(378,802)	2,771,383
Fund balances- beginning of year	3,577,179	3,577,179	3,577,179	-
<b>Fund balance- end of year</b>	<b>\$ 1,926,994</b>	<b>\$ 426,994</b>	<b>\$ 3,198,377</b>	<b>\$ 2,771,383</b>

See independent auditors' report.

# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
TIDD Dedicated Revenues Fund  
For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Taxes				
Gross receipts	\$ 797,722	\$ 797,722	\$ 293,653	\$ (504,069)
Property	64,900	64,900	127,760	62,860
State-shared	483,000	483,000	177,236	(305,764)
Investment income (loss)	25,000	25,000	(104,992)	(129,992)
Other	-	-	2,693	2,693
<b>Total revenues</b>	<b>1,370,622</b>	<b>1,370,622</b>	<b>496,350</b>	<b>(874,272)</b>
<b>Expenditures</b>				
Current				
Economic development	134,868	124,167	27,781	96,386
Capital outlay	-	10,701	-	10,701
<b>Total expenditures</b>	<b>134,868</b>	<b>134,868</b>	<b>27,781</b>	<b>107,087</b>
<b>Revenues over (under) expenditures</b>	<b>1,235,754</b>	<b>1,235,754</b>	<b>468,569</b>	<b>(767,185)</b>
<b>Other Financing Sources (Uses)</b>				
Transfers in	86,461	86,461	18,414	(68,047)
Transfers out	(940,000)	(940,000)	(940,000)	-
<b>Total other financing sources (uses)</b>	<b>(853,539)</b>	<b>(853,539)</b>	<b>(921,586)</b>	<b>(68,047)</b>
<b>Net change in fund balance</b>	<b>382,215</b>	<b>382,215</b>	<b>(453,017)</b>	<b>(835,232)</b>
Fund balances- beginning of year	4,411,114	4,411,114	4,411,114	-
<b>Fund balance- end of year</b>	<b>\$ 4,793,329</b>	<b>\$ 4,793,329</b>	<b>\$ 3,958,097</b>	<b>\$ (835,232)</b>

See independent auditors' report.

# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
 Las Cruces Convention Center Fund  
 For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Fees and fines	\$ 1,267,701	\$ 1,267,701	\$ 1,045,139	\$ (222,561)
Investment income (loss)	1,400	1,400	(45,130)	(46,530)
Other	-	-	-	-
<b>Total revenues</b>	1,269,101	1,269,101	1,000,009	(269,092)
<b>Expenditures</b>				
Current				
General Government	-	-	-	-
<b>Total expenditures</b>	-	-	-	-
<b>Revenues over (under) expenditures</b>	1,269,101	1,269,101	1,000,009	(269,092)
<b>Other Financing Sources (Uses)</b>				
Transfers out	(1,309,631)	(1,309,631)	(1,109,091)	200,540
<b>Total other financing sources (uses)</b>	(1,309,631)	(1,309,631)	(1,109,091)	200,540
Net change in fund balance	(40,530)	(40,530)	(109,082)	(68,552)
Fund balances- beginning of year	246,155	246,155	246,155	-
<b>Fund balance- end of year</b>	\$ 205,625	\$ 205,625	\$ 137,073	\$ (68,552)

See independent auditors' report.

# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
Public Safety Impact Fee Fund  
For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Investment income (loss)	\$ -	\$ -	\$ (9,507)	\$ (9,507)
Other	550,000	550,000	654,849	104,849
<b>Total revenues</b>	<b>550,000</b>	<b>550,000</b>	<b>645,342</b>	<b>95,342</b>
<b>Expenditures</b>				
Current				
General Government	-	-	-	-
<b>Total expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Revenues over (under) expenditures</b>	<b>550,000</b>	<b>550,000</b>	<b>645,342</b>	<b>95,342</b>
<b>Other Financing Sources (Uses)</b>				
Transfers out	(964,190)	(964,190)	(964,190)	-
<b>Total other financing sources (uses)</b>	<b>(964,190)</b>	<b>(964,190)</b>	<b>(964,190)</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>(414,190)</b>	<b>(414,190)</b>	<b>(318,848)</b>	<b>95,342</b>
Fund balances- beginning of year	849,385	849,385	849,385	-
<b>Fund balance- end of year</b>	<b>\$ 435,195</b>	<b>\$ 435,195</b>	<b>\$ 530,537</b>	<b>\$ 95,342</b>

See independent auditors' report.



# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
 Sonoma Ranch Fund  
 For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Investment income (loss)	\$ 4,000	\$ 4,000	\$ 439,155	\$ 435,155
Other	\$ -	\$ -	\$ 536,261	\$ 536,261
<b>Total revenues</b>	<b>4,000</b>	<b>4,000</b>	<b>975,416</b>	<b>971,416</b>
<b>Expenditures</b>				
Current				
General Government	-	-	-	-
<b>Total expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Revenues over (under) expenditures</b>	<b>4,000</b>	<b>4,000</b>	<b>975,416</b>	<b>971,416</b>
<b>Other Financing Sources (Uses)</b>				
Transfers out	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>4,000</b>	<b>4,000</b>	<b>975,416</b>	<b>971,416</b>
Fund balances- beginning of year	(93,079)	(93,079)	(93,079)	-
<b>Fund balance- end of year</b>	<b>\$ (89,079)</b>	<b>\$ (89,079)</b>	<b>\$ 882,337</b>	<b>\$ 971,416</b>

See independent auditors' report.

# City of Las Cruces

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

### Public Parks Fund

For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Fees and fines	\$ 1,000,000	\$ 1,000,000	\$ 1,517,765	\$ 517,765
Investment income (loss)	72,541	72,541	7,030	(65,511)
<b>Total revenues</b>	<b>1,072,541</b>	<b>1,072,541</b>	<b>1,524,795</b>	<b>452,254</b>
<b>Expenditures</b>				
Capital outlay	2,542,575	2,542,575	1,008,799	1,533,776
<b>Total expenditures</b>	<b>2,542,575</b>	<b>2,542,575</b>	<b>1,008,799</b>	<b>1,533,776</b>
Revenues over (under) expenditures	(1,470,034)	(1,470,034)	515,996	1,986,030
Net change in fund balance	(1,470,034)	(1,470,034)	515,996	1,986,030
Fund balances- beginning of year	4,240,002	4,240,002	4,240,002	-
<b>Fund balance- end of year</b>	<b>\$ 2,769,968</b>	<b>\$ 2,769,968</b>	<b>\$ 4,755,998</b>	<b>\$ 1,986,030</b>

See independent auditors' report.

# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
 Street Improvement Fund  
 For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Investment income (loss)	\$ 21,565	\$ 21,565	\$ (31,352)	\$ (52,917)
<b>Total revenues</b>	<b>21,565</b>	<b>21,565</b>	<b>(31,352)</b>	<b>(52,917)</b>
<b>Expenditures</b>				
Current				
Public Works	273,300	100,000	-	100,000
Capital outlay	820,000	993,300	346,235	647,065
<b>Total expenditures</b>	<b>1,093,300</b>	<b>1,093,300</b>	<b>346,235</b>	<b>747,065</b>
<b>Revenues over (under) expenditures</b>	<b>(1,071,735)</b>	<b>(1,071,735)</b>	<b>(377,587)</b>	<b>694,148</b>
 Net change in fund balance	 (1,071,735)	 (1,071,735)	 (377,587)	 694,148
Fund balances- beginning of year	1,567,134	1,567,134	1,567,134	-
<b>Fund balance- end of year</b>	<b>\$ 495,399</b>	<b>\$ 495,399</b>	<b>\$ 1,189,547</b>	<b>\$ 694,148</b>

See independent auditors' report.

# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
 Capital Grants Projects Fund  
 For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Local & Other Grants	\$ -	\$ 350,000	\$ -	\$ (350,000)
Federal	-	3,708,636	1,706,904	(2,001,732)
State	2,849,532	11,624,997	3,101,711	(8,523,287)
<b>Total revenues</b>	<b>2,849,532</b>	<b>15,683,633</b>	<b>4,808,614</b>	<b>(10,875,019)</b>
<b>Expenditures</b>				
Current				
Police	-	-	150,000	(150,000)
Fire	-	1,000,000	80,503	919,497
Quality of Life	-	13,512	9,096	4,416
Economic Development	-	180,000	3,570	176,430
Public Works	279,131	277,766	134,302	143,464
Capital outlay	2,570,401	14,212,355	4,431,142	9,781,213
<b>Total expenditures</b>	<b>2,849,532</b>	<b>15,683,633</b>	<b>4,808,613</b>	<b>10,875,020</b>
Revenues over (under) expenditures	-	-	1	1
Net change in fund balance	-	-	1	1
Fund balances- beginning of year	80,041	80,041	80,041	
<b>Fund balance- end of year</b>	<b>\$ 80,041</b>	<b>\$ 80,041</b>	<b>\$ 80,042</b>	<b>\$ 1</b>

See independent auditors' report.

# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
Sales Tax-Street Maintenance Fund  
For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Investment income (loss)	\$ 98,114	\$ 98,114	\$ (32,244)	\$ (130,358)
Other	333,626	333,626	303,330	(30,296)
<b>Total revenues</b>	<b>431,740</b>	<b>431,740</b>	<b>271,086</b>	<b>(160,654)</b>
<b>Expenditures</b>				
Current				
Public Works	-	-	244,282	(244,282)
Capital outlay	6,470,709	6,485,362	2,331,568	4,153,794
<b>Total expenditures</b>	<b>6,470,709</b>	<b>6,485,362</b>	<b>2,575,850</b>	<b>3,909,512</b>
<b>Revenues over (under) expenditures</b>	<b>(6,038,969)</b>	<b>(6,053,622)</b>	<b>(2,304,764)</b>	<b>3,748,858</b>
<b>Other Financing Sources (Uses)</b>				
Transfers in	2,814,653	2,814,653	2,814,653	-
Transfers out	(681)	(681)	(681)	-
<b>Total other financing sources (uses)</b>	<b>2,813,972</b>	<b>2,813,972</b>	<b>2,813,972</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>(3,224,997)</b>	<b>(3,239,650)</b>	<b>509,208</b>	<b>3,748,858</b>
Fund balances- beginning of year	3,757,683	3,757,683	3,757,683	-
<b>Fund balance- end of year</b>	<b>\$ 532,686</b>	<b>\$ 518,033</b>	<b>\$ 4,266,891</b>	<b>\$ 3,748,858</b>

See independent auditors' report.

# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
 VAD Street Project Fund  
 For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Investment income (loss)	\$ 7,900	\$ 7,900	\$ (326)	\$ (8,226)
<b>Total revenues</b>	<b>7,900</b>	<b>7,900</b>	<b>(326)</b>	<b>(8,226)</b>
<b>Expenditures</b>				
Capital outlay	926,190	11,616,300	1,937,511	9,678,789
Debt issuance cost	-	133,267	126,849	6,418
<b>Total expenditures</b>	<b>926,190</b>	<b>11,749,567</b>	<b>2,064,360</b>	<b>9,685,207</b>
<b>Revenues over (under) expenditures</b>	<b>(918,290)</b>	<b>(11,741,667)</b>	<b>(2,064,686)</b>	<b>9,676,981</b>
<b>Other Financing Sources (Uses)</b>				
Issuance of debt	8,483,267	8,483,267	8,492,028	8,761
Transfers in	429,820	429,820	429,820	-
<b>Total other financing sources (uses)</b>	<b>8,913,087</b>	<b>8,913,087</b>	<b>8,921,848</b>	<b>8,761</b>
<b>Net change in fund balance</b>	<b>7,994,797</b>	<b>(2,828,580)</b>	<b>6,857,162</b>	<b>9,685,742</b>
Fund balances- beginning of year	3,001,862	3,001,862	3,001,862	-
<b>Fund balance- end of year</b>	<b>\$ 10,996,659</b>	<b>\$ 173,282</b>	<b>\$ 9,859,024</b>	<b>\$ 9,685,742</b>

See independent auditors' report.

# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
 Flood Control Fund  
 For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Investment income (loss)	\$ 56,986	\$ 56,986	\$ 5,139	\$ (51,847)
Other	20,000	20,000	(44,228)	(64,228)
<b>Total revenues</b>	<b>76,986</b>	<b>76,986</b>	<b>(39,088)</b>	<b>(116,074)</b>
<b>Expenditures</b>				
Capital outlay	3,302,639	3,714,086	1,133,881	2,580,205
Total expenditures	3,302,639	3,714,086	1,133,881	2,580,205
Revenues over (under) expenditures	(3,225,653)	(3,637,100)	(1,172,969)	2,464,131
<b>Other Financing Sources (Uses)</b>				
Transfers in	870,000	870,000	870,000	-
<b>Total other financing sources (uses)</b>	<b>870,000</b>	<b>870,000</b>	<b>870,000</b>	<b>-</b>
Net change in fund balance	(2,355,653)	(2,767,100)	(302,969)	2,464,131
Fund balances- beginning of year	2,812,987	2,812,987	2,812,987	-
<b>Fund balance- end of year</b>	<b>\$ 457,334</b>	<b>\$ 45,887</b>	<b>\$ 2,510,018</b>	<b>\$ 2,464,131</b>

See independent auditors' report.

# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
 Completed Debt Projects Fund  
 For the Year Ended June 30, 2020

	Budgeted Amounts			Actual	Variance with Final Budget - Positive (Negative)
	Original	Final			
<b>Revenues</b>					
Investment income (loss)	\$ -	\$ -	\$ -	184,563	\$ 184,563
<b>Total revenues</b>	-	-	-	184,563	184,563
<b>Expenditures</b>					
Total expenditures					-
Revenues over (under) expenditures	-	-	-	184,563	184,563
Net change in fund balance	-	-	-	184,563	184,563
Fund balances- beginning of year	(184,563)	(184,563)	(184,563)		-
<b>Fund balance- end of year</b>	\$ (184,563)	\$ (184,563)	\$ -		\$ 184,563

See independent auditors' report.



# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
 2016 Flood Fund  
 For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Investment income (loss)	\$ 41,277	\$ 41,277	\$ (126,748)	\$ (168,025)
<b>Total revenues</b>	<b>41,277</b>	<b>41,277</b>	<b>(126,748)</b>	<b>(168,025)</b>
<b>Expenditures</b>				
Capital outlay	2,183,978	2,420,778	1,230,902	1,189,876
<b>Total expenditures</b>	<b>2,183,978</b>	<b>2,420,778</b>	<b>1,230,902</b>	<b>1,189,876</b>
<b>Revenues over (under) expenditures</b>	<b>(2,142,701)</b>	<b>(2,379,501)</b>	<b>(1,357,650)</b>	<b>1,021,851</b>
Net change in fund balance	(2,142,701)	(2,379,501)	(1,357,650)	1,021,851
Fund balances- beginning of year	2,538,029	2,538,029	2,538,029	
<b>Fund balance- end of year</b>	<b>\$ 395,328</b>	<b>\$ 158,528</b>	<b>\$ 1,180,379</b>	<b>\$ 1,021,851</b>

See independent auditors' report.

# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
 2003 Sales Tax Facilities & Park Fund  
 For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Investment income (loss)	\$ -	\$ -	\$ (55,299)	\$ (55,299)
<b>Total revenues</b>	-	-	(55,299)	(55,299)
<b>Expenditures</b>				
Total expenditures	-	-	-	-
<b>Revenues over (under) expenditures</b>	-	-	(55,299)	(55,299)
Net change in fund balance	-	-	(55,299)	(55,299)
Fund balances- beginning of year	55,299	55,299	55,299	-
<b>Fund balance- end of year</b>	\$ 55,299	\$ 55,299	\$ -	\$ (55,299)

See independent auditors' report.

# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
 State Equipment Acquisition Fund  
 For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Investment income (loss)	\$ 25,116	\$ 25,116	\$ 8,927	\$ (16,189)
<b>Total revenues</b>	<b>25,116</b>	<b>25,116</b>	<b>8,927</b>	<b>(16,189)</b>
<b>Expenditures</b>				
Total expenditures	-	-	-	-
<b>Revenues over (under) expenditures</b>	<b>25,116</b>	<b>25,116</b>	<b>8,927</b>	<b>(16,189)</b>
<b>Other Financing Sources (Uses)</b>				
Transfers out	-	(152,548)	(152,547)	1
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(152,548)</b>	<b>(152,547)</b>	<b>1</b>
Net change in fund balance	25,116	(127,432)	(143,620)	(16,188)
Fund balances- beginning of year	143,620	143,620	143,620	-
<b>Fund balance- end of year</b>	<b>\$ 168,736</b>	<b>\$ 16,188</b>	<b>\$ -</b>	<b>\$ (16,188)</b>

See independent auditors' report.

# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
 2003 Sales Tax Street Light Fund  
 For the Year Ended June 30, 2020

	Budgeted Amounts			Actual	Variance with Final Budget - Positive (Negative)
	Original	Final			
<b>Revenues</b>					
Investment income (loss)	\$ -	\$ -	\$ -	\$ 5,929	\$ 5,929
<b>Total revenues</b>	-	-	-	5,929	5,929
<b>Expenditures</b>					
Total expenditures	-	-	-	-	-
<b>Revenues over (under) expenditures</b>	-	-	-	5,929	5,929
Net change in fund balance	-	-	-	5,929	5,929
Fund balances- beginning of year	(5,929)	(5,929)	(5,929)	(5,929)	-
<b>Fund balance- end of year</b>	\$ (5,929)	\$ (5,929)	\$ -	\$ -	\$ 5,929

See independent auditors' report.

# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
 2005 GRT Public Improvements Fund  
 For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Investment income (loss)	\$ -	\$ -	\$ 5,627	\$ 5,627
<b>Total revenues</b>	-	-	5,627	5,627
<b>Expenditures</b>				
Total expenditures	-	-	-	-
<b>Revenues over (under) expenditures</b>	-	-	5,627	5,627
Net change in fund balance	-	-	5,627	5,627
Fund balances- beginning of year	(5,627)	(5,627)	(5,627)	-
<b>Fund balance- end of year</b>	\$ (5,627)	\$ (5,627)	\$ -	\$ 5,627

See independent auditors' report.

# City of Las Cruces

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

2017 FAC Fund

For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Investment income (loss)	\$ 230,429	\$ 230,429	\$ (259,494)	\$ (489,923)
<b>Total revenues</b>	<b>230,429</b>	<b>230,429</b>	<b>(259,494)</b>	<b>(489,923)</b>
<b>Expenditures</b>				
Capital outlay	11,471,806	11,508,167	836,781	10,671,386
<b>Total expenditures</b>	<b>11,471,806</b>	<b>11,508,167</b>	<b>836,781</b>	<b>10,671,386</b>
<b>Revenues over (under) expenditures</b>	<b>(11,241,377)</b>	<b>(11,277,738)</b>	<b>(1,096,275)</b>	<b>10,181,463</b>
<b>Net change in fund balance</b>	<b>(11,241,377)</b>	<b>(11,277,738)</b>	<b>(1,096,275)</b>	<b>10,181,463</b>
Fund balances- beginning of year	11,723,701	11,723,701	11,723,701	-
<b>Fund balance- end of year</b>	<b>\$ 482,324</b>	<b>\$ 445,963</b>	<b>\$ 10,627,426</b>	<b>\$ 10,181,463</b>

See independent auditors' report.

# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
 Convention Center Fund  
 For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Investment income (loss)	\$ -	\$ -	\$ 144,289	\$ 144,289
<b>Total revenues</b>	-	-	144,289	144,289
<b>Expenditures</b>				
Total expenditures	-	-	-	-
<b>Revenues over (under) expenditures</b>	-	-	144,289	144,289
Net change in fund balance	-	-	144,289	144,289
Fund balances- beginning of year	(144,289)	(144,289)	(144,289)	-
<b>Fund balance- end of year</b>	\$ (144,289)	\$ (144,289)	\$ -	\$ 144,289

See independent auditors' report.

# City of Las Cruces

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

2015A HHS Fund

For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Investment income (loss)	\$ 48,000	\$ 48,000	\$ (34,137)	\$ (82,137)
<b>Total revenues</b>	<b>48,000</b>	<b>48,000</b>	<b>(34,137)</b>	<b>(82,137)</b>
<b>Expenditures</b>				
Public Works	860,590	860,590	307,658	552,932
Capital outlay	5,103,543	5,272,175	3,833,881	1,438,294
<b>Total expenditures</b>	<b>5,964,133</b>	<b>6,132,765</b>	<b>4,141,539</b>	<b>1,991,226</b>
Revenues over (under) expenditures	(5,916,133)	(6,084,765)	(4,175,676)	1,909,089
Net change in fund balance	(5,916,133)	(6,084,765)	(4,175,676)	1,909,089
Fund balances- beginning of year	6,279,824	6,279,824	6,279,824	-
<b>Fund balance- end of year</b>	<b>\$ 363,691</b>	<b>\$ 195,059</b>	<b>\$ 2,104,148</b>	<b>\$ 1,909,089</b>

See independent auditors' report.



# City of Las Cruces

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

2015B HHS Fund

For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Investment income (loss)	\$ 60,223	\$ 60,223	\$ 39,099	\$ (21,124)
<b>Total revenues</b>	<b>60,223</b>	<b>60,223</b>	<b>39,099</b>	<b>(21,124)</b>
<b>Expenditures</b>				
Economic Development	-	-	16,408	(16,408)
Capital outlay	3,488,555	3,542,383	259,189	3,283,194
<b>Total expenditures</b>	<b>3,488,555</b>	<b>3,542,383</b>	<b>275,597</b>	<b>3,266,786</b>
<b>Revenues over (under) expenditures</b>	<b>(3,428,332)</b>	<b>(3,482,160)</b>	<b>(236,498)</b>	<b>3,245,662</b>
Net change in fund balance	(3,428,332)	(3,482,160)	(236,498)	3,245,662
Fund balances- beginning of year	3,611,189	3,611,189	3,611,189	-
<b>Fund balance- end of year</b>	<b>\$ 182,857</b>	<b>\$ 129,029</b>	<b>\$ 3,374,691</b>	<b>\$ 3,245,662</b>

See independent auditors' report.

# City of Las Cruces

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

2017 NMFA Fund

For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Investment income (loss)	\$ 77,680	\$ 77,680	\$ 101,870	\$ 24,190
<b>Total revenues</b>	<b>77,680</b>	<b>77,680</b>	<b>101,870</b>	<b>24,190</b>
<b>Expenditures</b>				
Capital outlay	4,616,667	4,476,667	138,303	4,338,364
<b>Total expenditures</b>	<b>4,616,667</b>	<b>4,476,667</b>	<b>138,303</b>	<b>4,338,364</b>
<b>Revenues over (under) expenditures</b>	<b>(4,538,987)</b>	<b>(4,398,987)</b>	<b>(36,433)</b>	<b>4,362,554</b>
<b>Net change in fund balance</b>	<b>(4,538,987)</b>	<b>(4,398,987)</b>	<b>(36,433)</b>	<b>4,362,554</b>
Fund balances- beginning of year	4,402,791	4,402,791	4,402,791	-
<b>Fund balance- end of year</b>	<b>\$ (136,196)</b>	<b>\$ 3,804</b>	<b>\$ 4,366,358</b>	<b>\$ 4,362,554</b>

See independent auditors' report.

# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

TIDD Street Projects Fund

For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Investment income (loss)	\$ 50,000	\$ 50,000	\$ 54,184	\$ 4,184
<b>Total revenues</b>	<b>50,000</b>	<b>50,000</b>	<b>54,184</b>	<b>4,184</b>
<b>Expenditures</b>				
Capital outlay	1,365,000	1,907,624	819,282	1,088,342
<b>Total expenditures</b>	<b>1,365,000</b>	<b>1,907,624</b>	<b>819,282</b>	<b>1,088,342</b>
<b>Revenues over (under) expenditures</b>	<b>(1,315,000)</b>	<b>(1,857,624)</b>	<b>(765,098)</b>	<b>1,092,526</b>
<b>Other Financing Sources (Uses)</b>				
Transfers in	940,000	940,000	940,000	-
<b>Total other financing sources (uses)</b>	<b>940,000</b>	<b>940,000</b>	<b>940,000</b>	<b>-</b>
 Net change in fund balance	 (375,000)	 (917,624)	 174,902	 1,092,526
Fund balances- beginning of year	1,304,045	1,304,045	1,304,045	-
<b>Fund balance- end of year</b>	<b>\$ 929,045</b>	<b>\$ 386,421</b>	<b>\$ 1,478,947</b>	<b>\$ 1,092,526</b>

See independent auditors' report.

# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
 Community Investment Projects Fund  
 For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Investment income (loss)	\$ 113,822	\$ 113,822	\$ (104,081)	\$ (217,903)
<b>Total revenues</b>	<b>113,822</b>	<b>113,822</b>	<b>(104,081)</b>	<b>(217,903)</b>
<b>Expenditures</b>				
Capital outlay	6,345,000	6,602,243	2,772,601	3,829,642
<b>Total expenditures</b>	<b>6,345,000</b>	<b>6,602,243</b>	<b>2,772,601</b>	<b>3,829,642</b>
<b>Revenues over (under) expenditures</b>	<b>(6,231,178)</b>	<b>(6,488,421)</b>	<b>(2,876,682)</b>	<b>3,611,739</b>
<b>Other Financing Sources (Uses)</b>				
Transfers in	1,898,868	1,898,868	1,898,868	-
Transfers out	(45,000)	(45,000)	(45,000)	-
<b>Total other financing sources (uses)</b>	<b>1,853,868</b>	<b>1,853,868</b>	<b>1,853,868</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>(4,377,310)</b>	<b>(4,634,553)</b>	<b>(1,022,814)</b>	<b>3,611,739</b>
Fund balances- beginning of year	4,824,036	4,824,036	4,824,036	-
<b>Fund balance- end of year</b>	<b>\$ 446,726</b>	<b>\$ 189,483</b>	<b>\$ 3,801,222</b>	<b>\$ 3,611,739</b>

See independent auditors' report.

# City of Las Cruces

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

2018 Gas Tax Loan Fund  
For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Investment income (loss)	\$ 11,432	\$ 11,432	\$ 31,778	\$ 20,346
<b>Total revenues</b>	<b>11,432</b>	<b>11,432</b>	<b>31,778</b>	<b>20,346</b>
<b>Expenditures</b>				
Capital outlay	1,716,525	1,144,345	795,998	348,347
<b>Total expenditures</b>	<b>1,716,525</b>	<b>1,144,345</b>	<b>795,998</b>	<b>348,347</b>
Revenues over (under) expenditures	(1,705,093)	(1,132,913)	(764,220)	368,693
Net change in fund balance	(1,705,093)	(1,132,913)	(764,220)	368,693
Fund balances- beginning of year	1,132,913	1,132,913	1,132,913	-
<b>Fund balance- end of year</b>	<b>\$ (572,180)</b>	<b>\$ -</b>	<b>\$ 368,693</b>	<b>\$ 368,693</b>

See independent auditors' report.

# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
 GO Bond Project 2019 Fund  
 For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Investment income (loss)	\$ 189,999	\$ 189,999	\$ 351,495	\$ 161,496
<b>Total revenues</b>	<b>189,999</b>	<b>189,999</b>	<b>351,495</b>	<b>161,496</b>
<b>Expenditures</b>				
Capital outlay	17,521,121	17,521,121	1,719,693	15,801,428
<b>Total expenditures</b>	<b>17,521,121</b>	<b>17,521,121</b>	<b>1,719,693</b>	<b>15,801,428</b>
<b>Revenues over (under) expenditures</b>	<b>(17,331,122)</b>	<b>(17,331,122)</b>	<b>(1,368,198)</b>	<b>15,962,924</b>
Net change in fund balance	(17,331,122)	(17,331,122)	(1,368,198)	15,962,924
Fund balances- beginning of year	17,579,306	17,579,306	17,579,306	-
<b>Fund balance- end of year</b>	<b>\$ 248,184</b>	<b>\$ 248,184</b>	<b>\$ 16,211,108</b>	<b>\$ 15,962,924</b>

See independent auditors' report.

# City of Las Cruces

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

2018 HHGRT Fund

For the Year Ended June 30, 2020

	Budgeted Amounts		<b>Actual</b>	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Investment income (loss)	\$ 116,924	\$ 116,924	\$ 205,892	\$ 88,968
<b>Total revenues</b>	<b>116,924</b>	<b>116,924</b>	<b>205,892</b>	<b>88,968</b>
<b>Expenditures</b>				
Current				
Public Works	9,600,000	9,600,000	-	9,600,000
<b>Total expenditures</b>	<b>9,600,000</b>	<b>9,600,000</b>	<b>-</b>	<b>9,600,000</b>
Revenues over (under) expenditures	(9,483,076)	(9,483,076)	205,892	9,688,968
Net change in fund balance	(9,483,076)	(9,483,076)	205,892	9,688,968
Fund balances- beginning of year	9,635,738	9,635,738	9,635,738	-
<b>Fund balance- end of year</b>	<b>\$ 152,662</b>	<b>\$ 152,662</b>	<b>\$ 9,841,630</b>	<b>\$ 9,688,968</b>

See independent auditors' report.

# City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
 2020A NMFA Facility Fund  
 For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Investment income (loss)	\$ -	\$ -	\$ 750	\$ 750
<b>Total revenues</b>	-	-	750	750
<b>Expenditures</b>				
Current				
Public Works	-	9,100,001	-	9,100,001
Debt issuance cost	-	80,000	62,682	17,318
<b>Total expenditures</b>	-	9,180,001	62,682	9,117,319
<b>Revenues over (under) expenditures</b>	-	(9,180,001)	(61,932)	9,118,069
<b>Other Financing Sources (Uses)</b>				
Issuance of debt	-	7,189,993	7,189,992	(1)
Premium on issuance of debt	-	1,990,008	1,990,008	-
<b>Total other financing sources (uses)</b>	-	9,180,001	9,180,000	(1)
Net change in fund balance	-	-	9,118,068	9,118,068
Fund balances- beginning of year	-	-	-	-
<b>Fund balance- end of year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 9,118,068</b>	<b>\$ 9,118,068</b>

See independent auditors' report.



# City of Las Cruces

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

### 2020B NMFA ESP Fund

For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Investment income (loss)	\$ -	\$ -	\$ 664	\$ 664
<b>Total revenues</b>	-	-	664	664
<b>Expenditures</b>				
Building/Building Improvements	-	8,051,001	-	8,051,001
Debt issuance cost	-	80,000	61,864	18,136
<b>Total expenditures</b>	-	8,131,001	61,864	8,069,137
<b>Revenues over (under) expenditures</b>	-	(8,131,001)	(61,200)	8,069,801
<b>Other Financing Sources (Uses)</b>				
Issuance of debt	-	6,471,448	6,471,447	(1)
Premium on issuance of debt	-	1,659,553	1,659,553	-
<b>Total other financing sources (uses)</b>	-	8,131,001	8,131,000	(1)
<b>Net change in fund balance</b>	-	-	8,069,800	8,069,800
Fund balances- beginning of year	-	-	-	-
<b>Fund balance- end of year</b>	\$ -	\$ -	\$ 8,069,800	\$ 8,069,800

See independent auditors' report.

# City of Las Cruces

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

2020B NMFA ESP Fund

For the Year Ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Investment income (loss)	\$ -	\$ -	\$ 9,155	\$ 9,155
<b>Total revenues</b>	-	-	9,155	9,155
<b>Expenditures</b>				
Roads and Street Construction	-	5,000,000	-	5,000,000
Drainage and Flood Control	-	3,500,000	-	3,500,000
Debt issuance cost	-	160,000	114,158	45,842
<b>Total expenditures</b>	-	8,660,000	114,158	8,545,842
<b>Revenues over (under) expenditures</b>	-	(8,660,000)	(105,003)	8,554,997
<b>Other Financing Sources (Uses)</b>				
Issuance of debt	-	8,660,000	8,660,000	-
<b>Total other financing sources (uses)</b>	-	8,660,000	8,660,000	-
<b>Net change in fund balance</b>	-	-	8,554,997	8,554,997
Fund balances- beginning of year	-	-	-	-
<b>Fund balance- end of year</b>	\$ -	\$ -	\$ 8,554,997	\$ 8,554,997

See independent auditors' report.

# City of Las Cruces

## Combining Statement of Net Position Nonmajor Enterprise Funds June 30, 2020

	Transit	Alternative Fuel Station	Rio Grande Theater	Total
<b>Assets</b>				
Current assets				
Pooled cash and investments	\$ 2,371,904	\$ 5,000	\$ 114,652	\$ 2,491,556
Receivables, net	2,729	-	-	2,729
Due from other governmental units	1,553,173	-	-	1,553,173
<b>Total current assets</b>	<b>3,927,806</b>	<b>5,000</b>	<b>114,652</b>	<b>4,047,458</b>
Noncurrent assets				
Capital assets:				
Land, water rights and construction in progress	1,151,244	-	-	1,151,244
Other capital assets, net of depreciation	5,221,994	54,355	-	5,276,349
<b>Net capital assets</b>	<b>6,373,238</b>	<b>54,355</b>	<b>-</b>	<b>6,427,593</b>
<b>Total noncurrent assets</b>	<b>6,373,238</b>	<b>54,355</b>	<b>-</b>	<b>6,427,593</b>
<b>Total assets</b>	<b>10,301,044</b>	<b>59,355</b>	<b>114,652</b>	<b>10,475,051</b>
<b>Deferred outflows of resources</b>				
Deferred outflows related to pensions	1,514,231	-	-	1,514,231
Deferred outflows related to OPEB	244,190	-	9,788	253,978
<b>Total deferred outflow of resources</b>	<b>1,758,421</b>	<b>-</b>	<b>9,788</b>	<b>1,768,209</b>
<b>Liabilities</b>				
Current liabilities				
Accounts payable	128,228	-	2,469	130,697
Due to other funds	-	-	-	-
Accrued liabilities	94,665	-	4,579	99,244
Current portion of noncurrent liabilities	32,520	-	1,804	34,324
<b>Total current liabilities</b>	<b>255,413</b>	<b>-</b>	<b>8,852</b>	<b>264,265</b>
Noncurrent liabilities				
Compensated absences	130,079	-	7,215	137,294
Net pension liability	4,283,747	-	35,839	4,319,586
Net OPEB liability	1,534,159	-	31,480	1,565,639
<b>Total noncurrent liabilities</b>	<b>5,947,985</b>	<b>-</b>	<b>74,534</b>	<b>6,022,519</b>
<b>Total liabilities</b>	<b>6,203,398</b>	<b>-</b>	<b>83,386</b>	<b>6,286,784</b>
<b>Deferred inflow of resources</b>				
Deferred inflows related to pensions	43,298	-	3,060	46,358
Deferred inflows related to OPEB	1,014,256	-	34,875	1,049,131
<b>Total deferred inflow of resources</b>	<b>1,057,554</b>	<b>-</b>	<b>37,935</b>	<b>1,095,489</b>
<b>Net position</b>				
Net investment in capital assets	6,373,238	54,355	-	6,427,593
Unrestricted	(1,574,725)	5,000	3,119	(1,566,606)
<b>Total net position</b>	<b>\$ 4,798,513</b>	<b>\$ 59,355</b>	<b>\$ 3,119</b>	<b>\$ 4,860,987</b>

See independent auditors' report.

# City of Las Cruces

Combining Statement of Revenues, Expenditures and Changes in Fund Net Position  
Nonmajor Enterprise Funds  
For the Year ended June 30, 2020

	Transit	Alternative Fuel Station	Rio Grande Theater	Total
<b>Operating revenues</b>				
Sales/charges	221,088	-	131,932	353,020
Rentals/lease income	-	-	11,135	11,135
Other	11,472	-	-	11,472
<b>Total operating revenues</b>	<b>232,560</b>	<b>-</b>	<b>143,067</b>	<b>375,627</b>
<b>Operating expenses</b>				
Personnel services	3,422,155	-	160,071	3,582,226
Supplies	117,798	-	29,177	146,975
Utilities	42,479	-	3,063	45,542
Professional services	320,381	-	42,433	362,814
Motor pool charges	445,135	-	-	445,135
Motor fuel	390,203	-	-	390,203
Repairs and maintenance	139,306	-	-	139,306
Depreciation and amortization	632,772	4,693	-	637,465
Insurance	42,038	-	-	42,038
Pension expense	334,772	-	26,781	361,553
OPEB (benefit)	(103,618)	-	(4,463)	(108,081)
Other	70,876	-	3,462	74,338
<b>Total operating expenses</b>	<b>5,854,297</b>	<b>4,693</b>	<b>260,524</b>	<b>6,119,514</b>
<b>Operating income (loss)</b>	<b>(5,621,737)</b>	<b>(4,693)</b>	<b>(117,457)</b>	<b>(5,743,887)</b>
<b>Nonoperating revenues (expenses)</b>				
Investment income	(35,260)	-	(2,253)	(37,513)
Grants - federal	3,040,354	-	-	3,040,354
Grants - state	56,220	-	-	56,220
<b>Total nonoperating revenues (expenses)</b>	<b>3,061,314</b>	<b>-</b>	<b>(2,253)</b>	<b>3,059,061</b>
<b>Income (loss) before transfers</b>	<b>(2,560,423)</b>	<b>(4,693)</b>	<b>(119,710)</b>	<b>(2,684,826)</b>
<b>Transfers in</b>	<b>3,213,726</b>	<b>5,000</b>	<b>120,000</b>	<b>3,338,726</b>
<b>Change in net position</b>	<b>653,303</b>	<b>307</b>	<b>290</b>	<b>653,900</b>
<b>Net position, beginning of year</b>	<b>4,145,210</b>	<b>59,048</b>	<b>2,829</b>	<b>4,207,087</b>
<b>Total net position, end of year</b>	<b>\$ 4,798,513</b>	<b>\$ 59,355</b>	<b>\$ 3,119</b>	<b>\$ 4,860,987</b>

See independent auditors' report.

# City of Las Cruces

Combining Statement of Cash Flows  
Nonmajor Enterprise Funds  
For the Year Ended June 30, 2020

	Transit	Alternative Fuel Station	Rio Grande Theater	Total
<b>Cash flows from operating activities</b>				
Cash received from customers	443,480	-	143,067	586,547
Cash paid to suppliers	(1,950,808)	-	(105,129)	(2,055,937)
Cash paid to employees	(2,981,711)	-	(139,349)	(3,121,060)
Other receipts	11,472	-	-	11,472
Net cash used by operating activities	(4,477,567)	-	(101,411)	(4,578,978)
<b>Cash flows from noncapital financing activities</b>				
Operating grants	2,257,879	-	-	2,257,879
Transfers in	3,213,726	5,000	120,000	3,338,726
Net cash provided by noncapital financing activities	5,471,605	5,000	120,000	5,596,605
<b>Cash flows from capital financing activities</b>				
Purchases of capital assets	(219,056)	-	-	(219,056)
Net cash used by capital financing activities	(219,056)	-	-	(219,056)
<b>Cash flows from investing activities</b>				
Interest Received	(35,258)	-	(2,253)	(37,511)
Net cash used by investing activities	(35,258)	-	(2,253)	(37,511)
-				
Net increase (decrease) in pooled cash and investments	739,722	5,000	16,336	761,058
-				
Pooled cash and investments, beginning of year	1,632,182	-	98,316	1,730,498
-				
Pooled cash and investments, end of year	2,371,904	5,000	114,652	2,491,556
-				
Cash and investments at June 30 consisted of:				
Current assets				
-				
Cash and investments	2,371,904	5,000	114,652	2,491,556
Noncurrent assets				
-				
Restricted cash and investments	-	-	-	-
<b>Total cash and investments, June 30</b>				
	\$ 2,371,904	\$ 5,000	\$ 114,652	\$ 2,491,556

(Continued)

See independent auditors' report.

# City of Las Cruces

Combining Statement of Cash Flows  
Nonmajor Enterprise Funds  
For the Year Ended June 30, 2020

	Transit	Alternative Fuel Station	Rio Grande Theater	Total
<b>Reconciliation of operating income to net used by operating activities</b>				
Operating Income (loss)	\$ (5,621,739)	\$ (4,693)	\$ (117,456)	\$ (5,743,888)
Adjustments to reconcile operating income				
Depreciation and amortization	632,772	4,693	-	637,465
Noncash pension expense	334,772	-	26,781	361,553
Noncash OPEB ( benefit)	(103,618)	-	(4,463)	(108,081)
Change in assets and liabilities				-
Accounts receivable	222,392	-	-	222,392
Due from/ (to) other funds	-	-	-	-
Accounts payable	98,865	-	(4,676)	94,189
Wages payable and accrued liabilities	21,114	-	(684)	20,430
Compensated absences	(12,926)	-	1,207	(11,719)
Net pension liability, net of noncash expense	(371,765)	-	(5,560)	(377,325)
OPEB liability, net of noncash expense	(310,101)	-	(13,356)	(323,457)
Deferred outflows - NPL and OPEB	312,300	-	3,376	315,676
Deferred inflows - NPL and OPEB	320,367	-	13,420	333,787
<b>Total adjustments</b>	<b>1,144,172</b>	<b>4,693</b>	<b>16,045</b>	<b>1,164,910</b>
<b>Net cash used by operating activities</b>	<b>\$ (4,477,567)</b>	<b>\$ -</b>	<b>\$ (101,411)</b>	<b>\$ (4,578,978)</b>

See independent auditors' report.

# City of Las Cruces

## Combining Statement of Net Position Nonmajor Internal Service Funds June 30, 2020

	Internal Services	Self Insurance	Total
<b>Assets</b>			
Current assets			
Pooled cash and investments	\$ 1,133,321	\$ 11,435,061	\$ 12,568,382
Receivables, net	-	414,239	414,239
Inventory	456,435	-	456,435
<b>Total current assets</b>	<b>1,589,756</b>	<b>11,849,300</b>	<b>13,439,056</b>
Noncurrent assets			
Capital assets, net of depreciation	122,861	-	122,861
<b>Total capital assets</b>	<b>122,861</b>	<b>-</b>	<b>122,861</b>
<b>Total noncurrent assets</b>	<b>122,861</b>	<b>-</b>	<b>122,861</b>
<b>Total assets</b>	<b>1,712,617</b>	<b>11,849,300</b>	<b>13,561,917</b>
<b>Deferred outflows of resources</b>			
Deferred outflows related to pensions	648,621	88,914	737,535
Deferred outflows related to OPEB	96,615	11,672	108,287
<b>Total deferred outflows of resources</b>	<b>745,236</b>	<b>100,586</b>	<b>845,822</b>
<b>Liabilities</b>			
Current liabilities			
Accounts and contracts payable	96,324	1,010,513	1,106,837
Accrued liabilities	34,351	5,277	39,628
Current portion of noncurrent liabilities	7,299	1,597,268	1,604,567
<b>Total current liabilities</b>	<b>137,974</b>	<b>2,613,058</b>	<b>2,751,032</b>
Noncurrent liabilities			
Compensated absences	29,198	3,734	32,932
Estimated liability for insurance claims	-	4,108,901	4,108,901
Net pension liability	1,856,025	281,740	2,137,765
Net OPEB liability	805,427	67,836	873,263
<b>Total noncurrent liabilities</b>	<b>2,690,650</b>	<b>4,462,211</b>	<b>7,152,861</b>
<b>Total liabilities</b>	<b>2,828,624</b>	<b>7,075,269</b>	<b>9,903,893</b>
<b>Deferred inflows of resources</b>			
Deferred inflows related to pensions	113,227	13,222	126,449
Deferred inflows related to OPEB	438,225	47,694	485,919
<b>Total deferred Inflows related of resources</b>	<b>551,452</b>	<b>60,916</b>	<b>612,368</b>
<b>Net position</b>			
Net investment in capital assets	122,861	-	122,861
Unrestricted	(1,045,084)	4,813,701	3,768,617
<b>Total net position</b>	<b>\$ (922,223)</b>	<b>\$ 4,813,701</b>	<b>\$ 3,891,478</b>

See independent auditors' report.

# City of Las Cruces

Combining Statement of Revenues, Expenditures and Changes in Fund Net Position  
Nonmajor Internal Service Funds  
June 30, 2020

	Internal Services	Self Insurance	Total
<b>Operating revenues</b>			
Motor pool charges	\$ 2,373,439	\$ -	\$ 2,373,439
Rental charges and other	54,142	255,706	309,848
Charges for insurance	-	16,632,943	16,632,943
<b>Total operating revenues</b>	<b>2,427,581</b>	<b>16,888,649</b>	<b>19,316,230</b>
Cost of services	(2,651,745)	-	(2,651,745)
<b>Gross margin</b>	<b>(224,164)</b>	<b>16,888,649</b>	<b>16,664,485</b>
<b>Operating expenses</b>			
Personnel services	1,340,419	1,930,245	3,270,664
Supplies	120,633	23,610	144,243
Utilities	26,421	-	26,421
Professional services	599,054	663,715	1,262,769
Repairs and maintenance	69,536	-	69,536
Rent	18,424	-	18,424
Depreciation and amortization	41,472	-	41,472
Claims and judgments	-	15,546,556	15,546,556
Insurance	12,109	861,039	873,148
Pension expense	220,433	32,962	253,395
Pension expense - OPEB	(39,005)	(4,998)	(44,003)
Other	19,097	199	19,296
<b>Total operating expenses</b>	<b>2,428,593</b>	<b>19,053,328</b>	<b>21,481,921</b>
<b>Operating income (loss)</b>	<b>(2,652,757)</b>	<b>(2,164,679)</b>	<b>(4,817,436)</b>
<b>Nonoperating revenues (expenses)</b>			
Gain on sale of assets	2,631	-	2,631
Investment income ( loss)	(78,301)	571,264	492,963
<b>Total nonoperating revenue (expenses)</b>	<b>(75,670)</b>	<b>571,264</b>	<b>495,594</b>
<b>Income (loss) before transfers</b>	<b>(2,728,427)</b>	<b>(1,593,415)</b>	<b>(4,321,842)</b>
Transfers in	3,500,000	1,300,000	4,800,000
Transfers out	-	-	-
<b>Change in net position</b>	<b>771,573</b>	<b>(293,415)</b>	<b>478,158</b>
<b>Net position, beginning of year</b>	<b>(1,693,796)</b>	<b>5,107,116</b>	<b>3,413,320</b>
<b>Net position, end of year</b>	<b>\$ (922,223)</b>	<b>\$ 4,813,701</b>	<b>\$ 3,891,478</b>

See independent auditors' report.



# City of Las Cruces

Combining Statement of Cash Flows  
Nonmajor Internal Service Funds  
June 30, 2020

	Internal Services	Self Insurance	Total
<b>Cash flows from operating activities</b>			
Cash received from customers	\$ 2,423,146	\$ 17,035,552	\$ 19,458,698
Cash paid to suppliers	(3,688,609)	(1,351,575)	(5,040,184)
Cash paid to employees	(1,193,304)	(1,900,629)	(3,093,933)
Claims paid	-	(16,671,517)	(16,671,517)
Other receipts	-	-	-
Net cash provided (used) by operating activities	(2,458,767)	(2,888,169)	(5,346,936)
<b>Cash flows from noncapital financing activities</b>			
Transfers in	3,500,000	1,300,000	4,800,000
Transfers out	-	-	-
Net cash provided by noncapital	3,500,000	1,300,000	4,800,000
<b>Cash flows from capital and related financing activities</b>			
Sale of capital assets	2,633	-	2,633
Net cash used by capital and related financing	2,633	-	2,633
<b>Cash flows from investing activities</b>			
Cash investment income (loss)	(78,301)	571,264	492,963
Net cash provided (used) by investing activities	(78,301)	571,264	492,963
Net increase (decrease) in cash and cash equivalents	965,565	(1,016,905)	(51,340)
Cash and cash equivalents, beginning of year	167,756	12,451,966	12,619,722
Cash and cash equivalents, end of year	\$ 1,133,321	\$ 11,435,061	\$ 12,568,382
Cash and investments at June 30 consisted of:			
Current assets			
Cash and investments	\$ 1,133,321	\$ 11,435,061	\$ 12,568,382
Restricted cash and investments	-	-	-
Total cash and investments, June 30	\$ 1,133,321	\$ 11,435,061	\$ 12,568,382

See independent auditors' report.

# City of Las Cruces

Combining Statement of Cash Flows  
Nonmajor Internal Service Funds  
June 30, 2020

	Internal Services	Self Insurance	Total
<b>Reconciliation of operating income to net cash provided (used) by operating activities</b>			
Operating income (loss)	\$ (2,652,757)	\$ (2,164,679)	\$ (4,817,436)
Adjustments to reconcile operating income to net cash provided by operating activities			
Depreciation	41,472	-	41,472
Noncash pension expense	220,433	32,962	253,395
Noncash OPEB (benefit)	(39,005)	(4,998)	(44,003)
Change in assets and liabilities			
Accounts receivables	(4,435)	146,903	142,468
Inventories	(49,878)	-	(49,878)
Accounts and contracts payable	59,716	224,952	284,668
Estimated liability for insurance claims	-	(1,124,961)	(1,124,961)
Wages payable and accrued liabilities	2,027	1,679	3,706
Compensated Absences	(17,820)	2,344	(15,476)
Net pension liability, net of noncash expense	(45,763)	(6,844)	(52,607)
OPEB Liability, net of noncash expense	(116,733)	(14,957)	(131,690)
Deferred outflows - NPL and OPEB	23,424	5,107	28,531
Deferred inflows - NPL and OPEB	120,552	14,323	134,875
Total adjustments	193,990	(723,490)	(529,500)
Net cash provided (used) by operating activities	\$ (2,458,767)	\$ (2,888,169)	\$ (5,346,936)

See independent auditors' report.

# City of Las Cruces

## Schedule of Changes in Assets and Liabilities

### Agency Funds

For the Fiscal Year Ended June 30, 2020

	Balance June 30, 2019	Additions	Deductions	Balance June 30, 2020
<b>Mesilla Valley Regional Dispatch Authority</b>				
Assets				
Pooled cash and investments	\$ 1,495,564	\$ 4,614,140	\$ 4,507,922	\$ 1,601,782
Accounts receivable	19,635	21,664	36,631	4,668
Receivable from other government agencies	124,959	2,194,182	2,275,421	43,720
Capital assets, net	803,865	711,886	669,492	846,259
Deferred outflows	527,973	517,741	292,348	753,366
<b>Total assets</b>	<b>\$ 2,971,996</b>	<b>\$ 8,059,613</b>	<b>\$ 7,781,814</b>	<b>\$ 3,249,795</b>
Liabilities				
Accounts and contracts payable	\$ 339,921	\$ 866,705	\$ 1,186,005	\$ 20,621
Accrued wages payable	149,800	1,006,536	1,000,822	155,514
Net pension liability	1,765,309	372,209	189,376	1,948,142
OPEB liability	1,679,499	1,718	317,215	1,364,001
Deferred inflows	591,795	352,710	55,071	889,434
Funds held for others	(1,554,327)	1,998,883	1,572,473	(1,127,917)
<b>Total liabilities</b>	<b>\$ 2,971,996</b>	<b>\$ 4,598,761</b>	<b>\$ 4,320,962</b>	<b>\$ 3,249,795</b>
<b>Metro Narcotics Fund</b>				
Assets				
Pooled cash and investments	\$ 409,046	\$ 738,006	\$ 697,003	\$ 450,049
Receivable from other government agencies	61,497	330,596	374,202	17,891
Capital assets, net	236,912	178,239	218,198	196,953
<b>Total assets</b>	<b>\$ 707,455</b>	<b>\$ 1,246,841</b>	<b>\$ 1,289,403</b>	<b>\$ 664,892</b>
Liabilities				
Accounts and contracts payable	\$ 86,859	\$ 434,635	\$ 520,637	\$ 857
Accrued wages payable	1,803	25,533	24,362	2,972
Funds held for others	618,793	504,187	461,916	661,063
<b>Total liabilities</b>	<b>\$ 707,455</b>	<b>\$ 964,353</b>	<b>\$ 1,006,916</b>	<b>\$ 664,892</b>

(Continued)

See independent auditors' report.

# City of Las Cruces

## Schedule of Changes in Assets and Liabilities

### Agency Funds

For the Fiscal Year Ended June 30, 2020

	Balance June 30, 2019	Additions	Deductions	Balance June 30, 2020
<b>Branigan Estate Fund</b>				
Assets				
Pooled cash and investments	\$ 1,692,859	\$ 112,714	\$ 223,827	\$ 1,581,747
Accounts receivable	78,375	-	-	78,375
<b>Total assets</b>	<b>\$ 1,771,234</b>	<b>\$ 112,714</b>	<b>\$ 223,827</b>	<b>\$ 1,660,122</b>
Liabilities				
Accounts and contracts payable	\$ 78,727	\$ 220,710	\$ 209,871	\$ 89,566
Fund held for others	1,692,507	538,693	660,645	1,570,556
<b>Total liabilities</b>	<b>\$ 1,771,234</b>	<b>\$ 759,403</b>	<b>\$ 870,516</b>	<b>\$ 1,660,122</b>
<b>Gifts and Memorials Fund</b>				
Assets				
Pooled cash and investments	\$ 176,276	\$ 39,709	\$ 8,847	\$ 207,138
Accounts receivable	500	-	500	-
Receivable from other governments	-	-	-	-
<b>Total assets</b>	<b>\$ 176,776</b>	<b>\$ 39,709</b>	<b>\$ 9,347</b>	<b>\$ 207,138</b>
Liabilities				
Accounts and contracts payable	\$ -	\$ 6,486	\$ 6,486	\$ -
Revenue collected in advance	4,890	-	355	4,535
Funds held for others	171,886	94,445	63,728	202,603
<b>Total liabilities</b>	<b>\$ 176,776</b>	<b>\$ 100,931</b>	<b>\$ 70,569</b>	<b>\$ 207,138</b>

(Continued)

See independent auditors' report.

# City of Las Cruces

## Schedule of Changes in Assets and Liabilities

### Agency Funds

For the Fiscal Year Ended June 30, 2020

	Balance June 30, 2019	Additions	Deductions	Balance June 30, 2020
<b>Veteran's Memorial Wall</b>				
Assets				
Pooled cash and investments	\$ 23,546	\$ 1,288	\$ 947	\$ 23,887
<b>Total assets</b>	<b>\$ 23,546</b>	<b>\$ 1,288</b>	<b>\$ 947</b>	<b>\$ 23,887</b>
Liabilities				
Accounts and contracts payable	\$ -	\$ 757	\$ 757	\$ -
Fund held for others	23,546	3,850	3,509	23,887
<b>Total liabilities</b>	<b>\$ 23,546</b>	<b>\$ 4,606</b>	<b>\$ 4,265</b>	<b>\$ 23,887</b>
<b>Animal Services of Mesilla Valley</b>				
Assets				
Pooled cash and investments	\$ 445,324	\$ 3,007,817	\$ 3,080,506	\$ 372,635
Accounts receivable	1,015	9,885	6,895	4,005
Receivable from other government agencies	-	1,250,000	1,250,000	-
Capital assets, net	299,853	89,354	165,217	223,990
Deferred outflows	558,380	706,548	198,288	1,066,640
<b>Total assets</b>	<b>\$ 1,304,572</b>	<b>\$ 5,063,604</b>	<b>\$ 4,700,907</b>	<b>\$ 1,667,270</b>
Liabilities				
Accounts and contracts payable	\$ 186,856	\$ 732,918	\$ 912,014	\$ 7,760
Accrued wages payable	120,820	719,532	709,192	131,159
Net pension liability	1,535,379	982,877	120,683	2,397,573
OPEB liability	772,777	1,249	230,600	543,426
Deferred inflows	289,619	256,403	18,478	527,544
Revenue collected in advance	-	47,751	13,344	34,407
Funds held for others	(1,600,879)	1,363,683	1,737,403	(1,974,599)
<b>Total liabilities</b>	<b>\$ 1,304,572</b>	<b>\$ 4,104,413</b>	<b>\$ 3,741,714</b>	<b>\$ 1,667,270</b>

(Continued)

See independent auditors' report.

# City of Las Cruces

## Schedule of Changes in Assets and Liabilities

### Agency Funds

For the Fiscal Year Ended June 30, 2020

	Balance June 30, 2019	Additions	Deductions	Balance June 30, 2020
<b>High Intensive Drug Trafficking Area</b>				
<b>Assets</b>				
Pooled cash and investments	\$ (145,424)	\$ 1,021,259	\$ 950,014	\$ (74,178)
Receivable from other government agencies	141,169	950,143	1,027,538	63,774
Deferred outflows	228,057	5,073	10,589	222,541
<b>Total assets</b>	<b>\$ 223,802</b>	<b>\$ 1,976,475</b>	<b>\$ 1,988,141</b>	<b>\$ 212,137</b>
<b>Liabilities</b>				
Accounts and contracts payable	\$ 7,629	\$ 830,594	\$ 838,224	\$ -
Accrued wages payable	3,227	29,138	27,453	4,912
Net pension liability	387,069	14,867	5,073	396,863
Deferred inflows	69,627	-	2,950	66,677
Funds held for others	(243,750)	455,577	468,142	(256,315)
<b>Total liabilities</b>	<b>\$ 223,802</b>	<b>\$ 1,330,176</b>	<b>\$ 1,341,842</b>	<b>\$ 212,137</b>
<b>Total - All Fiduciary Funds</b>				
<b>Assets</b>				
Pooled cash and investments	\$ 4,097,192	\$ 9,534,932	\$ 9,469,065	\$ 4,163,060
Accounts receivable	99,525	31,549	44,026	87,048
Receivable from other government agencies	327,625	4,724,920	4,927,161	125,384
Capital Assets, net	1,340,630	979,480	1,052,908	1,267,201
Deferred outflows	1,314,410	1,229,364	501,225	1,856,713
<b>Total assets</b>	<b>\$ 7,179,381</b>	<b>\$ 16,500,245</b>	<b>\$ 15,994,385</b>	<b>\$ 7,499,406</b>
<b>Liabilities</b>				
Accounts and contracts payable	\$ 699,992	\$ 3,092,805	\$ 3,673,995	\$ 118,804
Accrued wages payable	275,650	1,780,737	1,761,829	294,557
Net pension liability	3,687,757	1,369,953	315,132	4,742,578
OPEB liability	2,452,275	2,967	547,815	1,907,427
Deferred inflows	951,041	609,113	76,499	1,483,654
Revenue collected in advance	4,890	47,751	13,699	38,942
Funds held for others	(892,222)	4,959,318	4,967,816	(1,086,556)
<b>Total liabilities</b>	<b>\$ 7,179,381</b>	<b>\$ 11,862,644</b>	<b>\$ 11,356,784</b>	<b>\$ 7,499,406</b>

See independent auditors' report.

# Supplementary Information

CITY OF LAS CRUCES, NEW MEXICO

# City of Las Cruces

Schedule of Insurance in Force

June 30, 2020

Insurer	Deductible/SIR
Old Republic Insurance Company	None
National Indemnity Company	None
National Union Fire Insurance Company of Pittsburgh, PA (AIG)	\$50,000
Midwest Employers Casualty Company	\$750,000 Each Accident \$750,000 Each Employee for Disease
Ironshore Indemnity Inc.	\$1,000 each claim for loss or damage separately occurring \$2,500 Shall apply to outdoor sculpture
Scion Insurance Services on behalf of Certain Underwriters at Lloyd's (Brit Syndicate)	Exhaustion of Underlying Policies
Indian Harbor Insurance Company	\$1,500,000 Each Law Enforcement Occurrence
Ironshore Specialty Insurance Company	\$1,000,000 Each Wrongful Act other than an Employment Practices Violation \$1,000,000 Each Employment Practices Violation
Indian Harbor Insurance Company	\$250,000 Each Pollution Condition
Various Lead by Lexington	\$10,000 Per Occurrence Property Limit, which will apply in the event a more specific deductible is not applicable to the loss \$50,000 Cyber Retention

See independent auditor's report.



# City of Las Cruces

Schedule of Insurance in Force

June 30, 2020

Amount of coverage	Risks Covered
Products-Completed Operations Aggregate Limit	Airport Owners and Operators General Liability
Personal Injury and Advertising Injury Aggregate Limit	
Malpractice Aggregate Limit	
Each Occurrence Limit	
Fire Damage Limit Any One Fire	
Medical Expense Limit Any One Person	
Hangar keepers Limit Any One Aircraft	
Hanger keepers Limit Any One Occurrence	
Liability	Auto
Auto Medical Payments	
Uninsured Motorists	
Employee Theft-Per Loss Coverage	Crime
Forgery or Alteration	
Inside Premises Theft of Money and Securities	
Inside Premises Robbery & Safe Burglary Other Property	
Outside the Premises	
Computer Fraud	
Funds Transfer Fraud	
Money Orders and Counterfeit Paper Currency	
Specific Limit Each Accident:	
(a) Policy Part One, Workers' Compensation:	
(b) Policy Part Two, Employers Liability:	
Specific Limit Each Employee for Disease:	
(a) Policy Part One, Workers' Compensation:	Museum Collection and Temporary Loans Policy
(b) Policy Part Two, Employers Liability:	
At the Insured's premises: per schedule of locations	
Any other location, worldwide	
In transit on any one conveyance, worldwide	
Any one loss or disaster, either in case of partial or total loss, or salvage charges, or expenses, or all combined.	
Terrorism Coverage	
Earthquake Coverage	Excess Public Entity Liability
Each Occurrence	
Aggregate	Police Professional Liability
Each Law Enforcement Occurrence Limit	
Policy Aggregate	Public Officials Liability
Aggregate	
Crisis Management Coverage Sublimit	Pollution
Each Pollution Condition	
Aggregate Liability Limit	
Property Occurrence Limit	Property Boiler and Machinery Cyber
Boiler and Machinery Occurrence Limit	
Cyber Annual Aggregate	

See independent auditor's report.

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# City of Las Cruces

## Schedule of Pledged Collateral

June 30, 2020

### Summary of Collateralization

<b>US Bank</b>	
Ending bank balance	\$ 9,733,040
Less:FDIC insurance	(250,000)
<b>Total Uninsured Public Funds</b>	<b>9,483,040</b>
US Bank -FHLB Letter of Credit (expiration 9-1-2020)	\$ 25,000,000
100% Collateral requirement	9,483,040
Pledged Collateral in Excess of requirement	\$ 15,516,960
Uninsured and uncollateralized	-

*See independent auditor's report.*

# City of Las Cruces

## Schedule of Special Appropriations

June 30, 2020

MUNIS Project #	Appropriation Number	Appropriation Description	Original Appropriation
11578	16-A2001	Senior Center Improvements	\$ 80,000
11664	16-A2422	La Clinica de Familia Behavioral Health Technology	280,735
11557	16-A2425	Fire Station Kitchen Improvements	20,000
11551	16-A2426	Klein Park Improvements	100,000
11560	16-A2562	Harrelson St. R.O.W. & Road Improvements	300,000
11564	16-A2563	Las Cruces Ave. Improvements	75,000
11561	16-A2564	Las Cruces R.O.W./Roads/Flood Control	766,000
11562	16-A2565	Traffic System Network Improvements	100,000
11563	16-A2566	University Ave. Pedestrian Crosswalk System	260,000
11744	18-C2492	Branigan Cultural Center Improvements	149,500
11743	18-C2493	Mesilla Valley Community of Hope Health Facility Improvements	384,120
11746	18-C2495	Casa de Peregrinos Emergency Food Program Facility	85,800
11752	18-C2496	Fire Squad Vehicle Purchase	140,000
11747	18-C2497	Fire Station 2 Improvements	90,000
11748	18-C2500	Parks Playground Equipment	140,000
11749	18-C2501	Pioneer Women's Park Improvements	33,000
11755	18-C2502	Police Mobile Data Terminals	116,800
11759	18-C2631	I10-I25 Interchange Improvements	425,800
11753	18-C2632	Telshor-Spruce Improvements	260,000
11572	18-C4049	La Clinica Cervantes Complex Equipment	183,017
11549	* 18-C4050	Cinematic Infrastructure	511,035
11234	18-C4052	Traffic Signal Management Control Center	82,061
11887	A18-C5026	Munson Senior Center Vehicles	58,000
11008	18-C4053	Women Veterans Memorial	3,382
11837	19-D2995	Branigan Cultural Center Improvements	247,500
11839	19-D3000	Fire Communications Equipment	700,000
11840	19-D3001	Fire Personal Protection Equipment	300,000
11849	19-D3002	Airport Improvements	1,089,000
11834	19-D3003	Parks Security & Lighting	350,000
11835	19-D3004	Parking Garage Design-Build	1,980,000
11833	19-D3005	Police Equipment	150,000
11909	19-D2992	Amador Hotel Improvements	250,000
11910	19-D2993	Arts & Cultural District Infrastructure Improvements	1,000,000
11918	19-D2997	Mesilla Valley Community of Hope Dental Facility	440,550
11917	19-D2998	Mesilla Valley Community of Hope Flooring	25,000
11919	19-D2999	Mesilla Valley Community of Hope Food Program Facility	622,710
11838	19-D3340	Median Improvements	50,000
11841	19-D3341	Street Improvements	561,103
11842	19-D3342	Traffic Calming Devices	80,000
11884	19-D4038	Amador Hotel Renonvations	69,455
11885	19-D4039	Amador Hotel Renonvations	96,233
11859	19-D4040	Cinematic Infrastructure	386,561
11896	19-D4041	Mesilla Valley Community of Hope Flooring	30,000
11888	A19-D2072	Senior Center Equipment	15,488
TOTALS			\$ 13,087,850

\* Pending bond sale and reauthorization

*See independent auditor's report.*

<b>Amended Appropriation</b>	<b>Appropriation Expiration</b>	<b>Expended as of June 30, 2020</b>	<b>Outstanding Encumbrances</b>	<b>Unencumbered Amount</b>
\$ 80,000	6/30/2020	\$ 80,000	\$ -	\$ -
280,735	6/30/2020	280,735	-	-
20,000	6/30/2020	20,000	-	-
100,000	6/30/2020	100,000	-	-
300,000	6/30/2020	300,000	-	-
75,000	6/30/2020	75,000	-	-
766,000	6/30/2020	766,000	-	-
100,000	6/30/2020	100,000	-	-
260,000	6/30/2020	260,000	-	-
149,500	6/30/2022	27,984	13,324	108,192
384,120	6/30/2022	214,438	-	169,682
85,800	6/30/2022	46,731	39,069	-
140,000	6/30/2020	140,000	-	-
90,000	6/30/2022	90,000	-	-
140,000	6/30/2022	138,610	1,390	-
33,000	6/30/2022	31,423	-	1,577
116,800	6/30/2020	116,800	-	-
425,800	6/30/2022	6,958	14,010	404,832
260,000	6/30/2022	116,538	126,598	16,864
183,017	6/30/2020	183,017	-	-
511,035	6/30/2020	-	-	511,035
82,061	6/30/2020	82,061	-	-
58,000	6/30/2020	-	58,000	-
3,382	6/30/2020	3,382	-	-
247,500	6/30/2023	-	-	247,500
700,000	6/30/2021	680,196	3,691	16,113
300,000	6/30/2021	43,330	256,667	3
1,089,000	6/30/2023	608,991	70,844	409,165
350,000	6/30/2023	81,464	143,659	124,877
1,980,000	6/30/2023	70,272	41,568	1,868,160
150,000	6/30/2021	150,000	-	-
250,000	6/30/2023	-	-	250,000
1,000,000	6/30/2023	-	-	1,000,000
440,550	6/30/2023	-	-	440,550
25,000	6/30/2023	-	-	25,000
622,710	6/30/2023	-	-	622,710
50,000	6/30/2023	5,394	22	44,584
561,103	6/30/2023	28,104	-	532,999
80,000	6/30/2023	80,000	-	-
69,455	6/30/2021	26,674	42,781	-
96,233	6/30/2021	31,757	10,586	53,890
386,561	6/30/2021	-	-	386,561
30,000	6/30/2022	-	-	30,000
15,488	6/30/2020	14,771	-	717
<b>\$ 13,087,850</b>		<b>\$ 5,000,630</b>	<b>\$ 822,209</b>	<b>\$ 7,265,011</b>

See independent auditor's report.

# City of Las Cruces

## Schedule of Deposits and Investments June 30, 2020

Account	Type of Account	Fair Value Level	Pooled Cash & Investments	Other Cash & Investments	Total Reconciled Balance	On Deposit 6/30/2020
<b>DEPOSIT ACCOUNTS</b>						
<i>US Bank</i>						
Community Development Checking	Checking			94,954	94,954	94,954
Metro Savings	Savings			95,701	95,701	95,701
Treasury Master	Checking		9,607,856		9,607,856	9,542,385
Payroll	Checking		(801,443)		(801,443)	
Accounts Payable	Checking		(681,845)		(681,845)	
Depository	Checking		368,094		368,094	
TOTAL DEPOSIT ACCOUNTS			8,492,663	190,655	8,683,318	9,733,040

### INVESTMENTS

#### *US Bank*

FIRST AMERICAN TREASURY OBLIGATIONS	Sweep	2	6,894,554		6,894,554	
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#### *First Horizon*

ALLY BANK 0.75 4/30/2021	Investment	2	248,000		248,000	
BAC FLORIDA BANK 0.1 9/11/2020	Investment	2		248,000	248,000	
BALLSTON SPA NATIONAL BK 0.15 9/16/2020	Investment	2		248,000	248,000	
BANK RHODE ISLAND 0.65 5/7/2021	Investment	2	250,000		250,000	
BANKWELL BANK 1.15 9/30/2020	Investment	2	248,000		248,000	
BARCLAYS BANK/DELAWARE 0.9 9/25/2020	Investment	2	248,000		248,000	
BEAL BANK SSB - PLANO TX 0.3 7/8/2020	Investment	2		248,000	248,000	
BERKSHIRE BK/PITTSFIELD 1.05 1/21/2021	Investment	2	248,000		248,000	
BMO HARRIS BANK NA 1 11/1/2023-20	Investment	2	248,000		248,000	
BROOKLINE BANK 0.65 5/7/2021	Investment	2	250,000		250,000	
C3BANK NA 0.9 10/9/2020	Investment	2		248,000	248,000	
CAPITAL ONE BANK USA NA 1 10/8/2020	Investment	2		248,000	248,000	
CAPITAL ONE NA 1 10/8/2020	Investment	2		248,000	248,000	
CUSTOMERS BANK 0.4 7/2/2020	Investment	2		248,000	248,000	
DALLAS CAPITAL BANK 0.9 10/15/2020	Investment	2		248,000	248,000	
EAGLEMARK SAVINGS BANK 0.15 9/24/2020	Investment	2	248,000		248,000	
ESSA BANK AND TRUST PA 0.2 9/30/2020	Investment	2	248,000		248,000	
FFCB 0.15 5/26/2021	Investment	2	7,999,600		7,999,600	
FFCB 0.2 9/8/2021-20	Investment	2		5,000,350	5,000,350	
FFCB 0.2 9/8/2021-20	Investment	2	3,000,210		3,000,210	
FFCB 0.21 6/23/2021-20	Investment	2	1,999,900		1,999,900	
FFCB 0.23 6/9/2022-21	Investment	2		2,498,025	2,498,025	
FFCB 0.53 11/27/2023-20	Investment	2	3,000,120		3,000,120	
FFCB 2.24 7/30/2024-20	Investment	2		1,001,210	1,001,210	
FHLB 0 11/12/2020	Investment	2	3,997,480		3,997,480	
FHLB 0 7/16/2020	Investment	2		299,985	299,985	
FHLB 0 7/16/2020	Investment	2		1,249,938	1,249,938	
FHLB 0 7/16/2020	Investment	2		999,950	999,950	
FHLB 0 7/16/2020	Investment	2		449,978	449,978	
FHLB 0 7/16/2020	Investment	2		1,999,900	1,999,900	

See independent auditor's report.

# City of Las Cruces

## Schedule of Deposits and Investments June 30, 2020

Account	Type of Account	Fair Value Level	Pooled Cash & Investments	Other Cash & Investments	Total Reconciled Balance
FHLB 0 7/16/2020	Investment	2	999,950		999,950
FHLB 0 7/24/2020	Investment	2		999,920	999,920
FHLB 0 7/24/2020	Investment	2	799,936		799,936
FHLB 0 7/7/2020	Investment	2		1,099,978	1,099,978
FHLB 0 7/7/2020	Investment	2		761,325	761,325
FHLB 0 7/7/2020	Investment	2		677,728	677,728
FHLB 0 7/7/2020	Investment	2		145,153	145,153
FHLB 0 7/7/2020	Investment	2	1,899,962		1,899,962
FHLB 0 7/7/2020	Investment	2		415,754	415,754
FHLB 0 8/18/2020	Investment	2		449,910	449,910
FHLB 0 8/18/2020	Investment	2		1,799,640	1,799,640
FHLB 0 8/18/2020	Investment	2		399,920	399,920
FHLB 0 8/18/2020	Investment	2		349,930	349,930
FHLB 1.97 9/11/2024-20	Investment	2	7,518,750		7,518,750
FHLMC 0.35 11/18/2022-21	Investment	2	3,998,600		3,998,600
FHLMC 0.35 11/28/2022-21	Investment	2		2,499,350	2,499,350
FHLMC 0.45 11/18/2022-20	Investment	2	6,998,250		6,998,250
FHLMC 0.625 4/27/2023-20	Investment	2	4,000,920		4,000,920
FHLMC 1.75 1/17/2023-20	Investment	2	2,500,925		2,500,925
FHLMC 1.75 1/17/2025-20	Investment	2	2,501,350		2,501,350
FHLMC 1.85 2/18/2025-20	Investment	2		1,001,400	1,001,400
FHLMC 1.85 2/18/2025-20	Investment	2	821,148		821,148
FIDELITY BANK EDINA MN 1 11/16/2020	Investment	2		248,000	248,000
FIFTH THIRD BANK 0.9 9/25/2020	Investment	2	248,000		248,000
FIRST BANK OG RICHMOND 0.65 8/31/2020	Investment	2		250,000	250,000
FIRST CMTY BK OF TENN 0.1 7/22/2020	Investment	2	248,000		248,000
FIRST CMTY BK TENN 1.05 9/28/2020	Investment	2	250,000		250,000
FIRST UNITED AND TRUST 0.15 9/30/2020	Investment	2		248,000	248,000
FIRST UNITED BK AND TRUST 0.15 7/15/2020	Investment	2		248,000	248,000
GOLDMAN SACHS BANK USA 1 7/8/2020	Investment	2		248,000	248,000
GREAT SOUTHERN BANK 0.8 9/30/2020	Investment	2	248,000		248,000
GREENWOODS STATE BK WI 0.15 9/30/2020	Investment	2	248,000		248,000
GUILFORD SAVINGS BANK 0.15 9/22/2020	Investment	2		248,000	248,000
HEARTLAND BANK/SOMERS IA 0.15 12/30/2020	Investment	2		248,000	248,000
HOWARD BANK/ELICOTT 1.05 9/30/2020	Investment	2	248,000		248,000
HSBC BANK USA NA 1 5/8/2023-21	Investment	2	248,000		248,000
INVESTORS BK/SHORT HILLS 0.9 7/14/2020	Investment	2		248,000	248,000
JP MORGAN CHASE BANK NA 0.6 5/5/2021-20	Investment	2	248,000		248,000
KENNEBEC SAVINGS BANK 0.15 9/24/2020	Investment	2	248,000		248,000
LAKELAND BANK 0.85 9/28/2020	Investment	2	248,000		248,000
M1 BANK 1.05 9/30/2020	Investment	2	248,000		248,000
MEADOWS BANK 0.15 12/28/2020	Investment	2	248,000		248,000
MEDALLION BANK UTAH 1.1 7/3/2020	Investment	2		248,000	248,000
MIDDLETOWN VALLEY BK 1.15 9/30/2020	Investment	2	250,000		250,000
PACIFIC CITY BANK 0.55 1/29/2021	Investment	2	250,000		250,000
PEOPLES BANK 0.15 9/28/2020	Investment	2		248,000	248,000
PINNACLE BANK TN 1 5/6/2022	Investment	2	250,000		250,000
PREFERRED BANK LA CALIF 0.6 5/7/2021	Investment	2	248,000		248,000
PROVIDENT BANK MA 0.65 7/30/2020	Investment	2		250,000	250,000

*See independent auditor's report.*

# City of Las Cruces

## Schedule of Deposits and Investments June 30, 2020

Account	Type of Account	Fair Value Level	Pooled Cash & Investments	Other Cash & Investments	Total Reconciled Balance
PRUDENTIAL SVGS BK/PA 0.15 9/14/2020	Investment	2		245,000	245,000
SANTANDER BANK NA 0.2 9/24/2020	Investment	2	248,000		248,000
SEACOAST NATIONAL BANK 1 10/9/2020	Investment	2		248,000	248,000
STERLING BANK AND TRUST 0.95 9/16/2020	Investment	2	248,000		248,000
SUNFLOWER BANK NA 1 9/21/2020	Investment	2	250,000		250,000
SUNWEST BANK/IRVINE CA 0.9 10/16/2020	Investment	2		250,000	250,000
TAB BANK INC 0.7 12/28/2020	Investment	2	250,000		250,000
T-Bill 0 7/30/2020	Investment	2	3,999,600		3,999,600
TBK BANK SSB 0.5 8/3/2020	Investment	2		248,000	248,000
TEXAS CAPITAL BANK NA 1.05 10/9/2020	Investment	2		248,000	248,000
UMPQUA BANK ROSEBURG 1.05 11/30/2020	Investment	2	248,000		248,000
UNITY BANK 0.15 9/10/2020	Investment	2		248,000	248,000
VALLEY NATL BK WAYNE 0.15 9/16/2020	Investment	2		248,000	248,000
 <i>Oppenheimer &amp; CO. INC.</i>					
CHANDLER AZ REF 3 7/1/2020	Investment	2		870,000	870,000
CONN ST REVOLVING FUND 4 10/1/2020	Investment	2		1,513,995	1,513,995
FFCB 0.53 11/27/2023-20	Investment	2	2,000,080		2,000,080
FFCB 0.53 11/27/2023-20	Investment	2	2,000,080		2,000,080
FFCB 1.89 11/27/2024-20	Investment	2	16,096,000		16,096,000
FHLB 0 4/27/2021	Investment	2	2,995,740		2,995,740
FHLMC 0 7/23/2020	Investment	2	3,999,720		3,999,720
FHLMC 0 9/17/2020	Investment	2		1,999,400	1,999,400
T-Bill 0 11/19/2020	Investment	2		628,732	628,732
T-Bill 0 11/19/2020	Investment	2		1,144,592	1,144,592
T-Bill 0 11/19/2020	Investment	2		220,581	220,581
T-Bill 0 11/19/2020	Investment	2		1,004,175	1,004,175
T-Bill 0 12/17/2020	Investment	2	3,997,160		3,997,160
 <i>US Bank</i>					
FHLB 0 11/13/2020	Investment	2		1,748,950	1,748,950
FHLB 0 12/21/2020	Investment	2		1,998,800	1,998,800
FHLB 0 4/27/2021	Investment	2	2,995,740		2,995,740
FHLB 0 5/17/2021	Investment	2	1,997,000		1,997,000
FHLB 0 5/27/2021	Investment	2	1,996,800		1,996,800
FHLB 0 7/8/2020	Investment	2	999,973		999,973
FNMA 0 12/15/2020	Investment	2	4,996,000		4,996,000
T-Bill 0 10/22/2020	Investment	2	3,998,100		3,998,100
T-Bill 0 7/14/2020	Investment	2	2,999,895		2,999,895
T-Bill 0 7/2/2020	Investment	2	3,999,700		3,999,700
T-Bill 0 7/30/2020	Investment	2	4,999,500		4,999,500
T-Bill 0 8/18/2020	Investment	2		210,915	210,915
T-Bill 0 8/18/2020	Investment	2		382,483	382,483
T-Bill 0 8/18/2020	Investment	2		70,761	70,761
T-Bill 0 8/18/2020	Investment	2		335,641	335,641
T-Bill 0 8/25/2020	Investment	2	3,999,200		3,999,200
FHLB 0 7/27/2020	Investment	2		2,006,941	2,006,941
FHLB 0 7/27/2020	Investment	2		440,853	440,853
FHLB 0 7/27/2020	Investment	2		2,295,085	2,295,085
FHLB 0 7/27/2020	Investment	2		1,256,581	1,256,581

*See independent auditor's report.*



# City of Las Cruces

## Schedule of Deposits and Investments

June 30, 2020

Account	Type of Account	Fair Value Level	Pooled Cash & Investments	Other Cash & Investments	Total Reconciled Balance
FHLB 0 8/28/2020	Investment	2		1,499,400	1,499,400
FHLB 0 9/16/2020	Investment	2	1,999,400		1,999,400
FHLB 0 9/16/2020	Investment	2		2,999,100	2,999,100
T-Bill 0 11/27/2020	Investment	2	3,997,340		3,997,340
T-Bill 0 8/25/2020	Investment	2		674,928	674,928
T-Bill 0 8/25/2020	Investment	2		142,292	142,292
T-Bill 0 8/25/2020	Investment	2		761,520	761,520
T-Bill 0 8/25/2020	Investment	2	2,999,400		2,999,400
T-Bill 0 8/25/2020	Investment	2		420,860	420,860
T-Note 2.25 4/30/2021	Investment	2	2,543,458		2,543,458
FNMA 1.25 5/6/2021	Investment	2	2,018,300		2,018,300
FNMA 1.25 8/17/2021	Investment	2	2,023,722		2,023,722
T-Note 2.25 4/30/2021	Investment	2	2,034,766		2,034,766
 <i>NM State Investment Council</i>					
Large Cap Active Equity Pool	Investment	1		8,680,292	8,680,292
Large Cap Index Equity Pool	Investment	2		5,386,638	5,386,638
Non-U.S. Developed Equity Pool	Investment	1		3,062,017	3,062,017
Mid/Small Cap Equity Pool	Investment	1		6,336,379	6,336,379
TOTAL INVESTMENTS			152,074,328	78,642,253	230,716,582
TOTAL DEPOSITS AND INVESTMENTS			160,566,991	78,832,908	239,399,900
<i>Other Cash:</i>					
Petty Cash & Change Funds	Cash		-	16,128	16,128
 <i>New Mexico Finance Authority</i>					
2018 Gasoline Tax Revenue 4788-PP	Debt Service			379,671	379,671
2018 Gasoline Tax Revenue 4788-PP	Debt Service			8	8
PPRF 4806	Debt Service			42,770	42,770
2018 MGRT 4738-PP	Debt Service			168,446	168,446
2018 A PPRF JU	Debt Service			383,430	383,430
2018 A PPRF JU	Debt Service			1,032,228	1,032,228
2018 A PPRF JU	Debt Service			3	3
2018 A PPRF JU	Debt Service			3	3
ZS PP-3116	Debt Service			289,017	289,017
JB DW-1974	Debt Service			70	70
PPRF 4806	Debt Service			108,904	108,904
2018 HHGRT 4756-PP	Debt Service			9,841,630	9,841,630
2018 HHGRT 4756-PP	Debt Service			24	24
RPL-2472	Debt Service			3	3
PPRF 5206	Program Funds			3,555,750	3,555,750

*See independent auditor's report.*

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# City of Las Cruces

## Schedule of Deposits and Investments

June 30, 2020

PPRF 5236	Debt Service	2,421	2,421
PPRF 5236	Program Funds	10,643,692	10,643,692
PPRF 5236	Program Funds	3,322,575	3,322,575
PPRF 5236	Debt Service	756	756
PPRF 4879	Debt Service	37,979	37,979
PPRF 4976	Debt Service	228,034	228,034
PPRF 4976	Program Funds	8,494,979	8,494,979
PPRF 4879	Program Funds	45,071	45,071
PPRF 5205	Program Funds	5,054,106	5,054,106
JB PP-2248	Program Funds	6	6
D. MST PP-3252	Debt Service	22	22
PP-3661 VAF Loan	Debt Service	14	14
PPRF 4879	Debt Service	142,118	142,118
PPRF 5237	Program Funds	9,480,774	9,480,774
PPRF 5237	Debt Service	318,679	318,679
D. MST PP-3228	Debt Service	1	1
PPRF 5235	Debt Service	278,554	278,554
PPRF 5235	Program Funds	8,131,664	8,131,664
PP-3712	Debt Service	4,370,812	4,370,812
PPRF 4806	Program Funds	165,023	165,023
PPRF 5234	Program Funds	8	8
PPRF 5234	Program Funds	9,180,749	9,180,749
PPRF 5129	Debt Service	431,658	431,658
PPRF 5129	Program Funds	3,917,293	3,917,293
PPRF 5129	Debt Service	28,601	28,601
<i>Accrued Interest Receivable</i>			
Accrued Interest - Pooled Investments	Accrued Int	253,018	-
TOTAL CASH AND INVESTMENTS		160,820,009	319,746,593

*See independent auditor's report.*

# City of Las Cruces

## Schedule of Joint Powers Agreements June 30, 2020

Participants	Responsible Party for Operations	Description
City of Las Cruces	ASCMV	Provide financing, operation, and maintenance of the Center
Dona Ana County	ASCMV	Provide financing, operation, and maintenance of the Center
City of Anthony	ASCMV	Provide assistance with off-site animal shelter services
City of Sunland Park	ASCMV	Provide assistance with off-site animal shelter services
Dona Ana County/ Town of Mesilla/ City of Las Cruces	CLC	Metropolitan Planning Organization - transportation planning
Dona Ana County	Metro	Investigate/prosecute avenues by which to convict and incarcerate dangerous offenders
City of Las Cruces	Metro	Investigate/prosecute avenues by which to convict and incarcerate dangerous offenders
City of Las Cruces	MVRDA	Operate a combined communications center
Dona Ana County	MVRDA	Operate a combined communications center
Town of Mesilla	MVRDA	Operate a combined communications center
Village of Hatch	MVRDA	Operate a combined communications center
City of Sunland Park	MVRDA	Operate a combined communications center
City of Anthony	MVRDA	Operate a combined communications center
City of Las Cruces	SCSWA	Designing, constructing, financing, operating, and maintaining regional solid waste landfills and related facilities
Dona Ana County	SCSWA	Designing, constructing, financing, operating, and maintaining regional solid waste landfills and related facilities

*See independent auditor's report.*

<b>Beginning Date</b>	<b>Ending Date</b>	<b>Project Amount</b>	<b>FY 2020 Revenue</b>	<b>Audit Responsibility</b>
1/29/2008	Perpetual	50%	\$ 1,250,000	City of Las Cruces
1/29/2008	Perpetual	50%	\$ 1,250,000	City of Las Cruces
02/01/220	2/1/2021	\$50 per live animal, \$10 per deceased animal	\$ 9,220	City of Las Cruces
2/4/2020	2/4/2021	\$50 per live animal, \$10 per deceased animal	\$ 175	City of Las Cruces
7/1/2013	90 days notice	Proportionally to the required local match for Section 112 Planning Funds	\$ 47,924	City of Las Cruces
10/1/2001	Perpetual	\$ 325,543	\$ 292,871	City of Las Cruces
10/1/2001	Perpetual	\$ 325,543	\$ 325,543	City of Las Cruces
9/5/2006	Perpetual	\$ 1,996,907	\$ 1,996,907	City of Las Cruces
9/5/2006	Perpetual	\$ 1,770,542	\$ 1,770,842	City of Las Cruces
9/5/2006	Perpetual	\$ 56,478	\$ 56,478	City of Las Cruces
9/5/2006	Perpetual	\$ 44,795	\$ 44,795	City of Las Cruces
9/5/2006	Perpetual	\$ 200,818	\$ 200,818	City of Las Cruces
11/1/2011	Perpetual	\$ 92,769	\$ 92,769	City of Las Cruces
12/13/1994	Perpetual	1/16% Municipal Environmental Services Gross Receipts Tax (tax revenue)	\$ 3,176,353	City of Las Cruces
12/13/1994	Perpetual	1/8% County Environmental Services Gross Receipts Tax (tax revenue)	\$ 1,475,913	City of Las Cruces

See independent auditor's report.

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# Statistical Section

CITY OF LAS CRUCES, NEW MEXICO

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**City of Las Cruces**  
Statistical Section Table of Contents  
June 30, 2020

This part of the City of Las Cruces' comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

GASB 44 provides the requirements for the schedules contained in this section of the City's CAFR.

**Content**

Financial Trends	264-279
These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	
Revenue Capacity	280-290
These schedules contain information to help the reader assess the City's most significant local revenue sources: the sales tax.	
Debt Capacity	291-300
These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	
Demographic and Economic Information	301-303
These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	
Operating Information	304-316
These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	

*See independent auditor's report.*

# City of Las Cruces

Net Position by Category\* (000's)

June 30, 2020

	2011	2012	2013	2014
<b>Governmental activities</b>				
**Net investment in capital assets	\$ 276,355	\$ 251,703	\$ 277,394	\$ 275,761
Restricted	34,983	58,634	58,994	62,860
Unrestricted	64,435	76,973	70,628	83,720
<b>*Subtotal governmental activities net position</b>	<b>375,773</b>	<b>387,310</b>	<b>407,016</b>	<b>422,341</b>
<b>Business-type activities</b>				
**Net investment in capital assets	152,923	153,707	155,584	158,115
Restricted	21,757	18,590	15,846	13,718
Unrestricted	38,198	42,696	46,459	49,433
<b>*Subtotal business-type activities net position</b>	<b>212,878</b>	<b>214,993</b>	<b>217,890</b>	<b>221,266</b>
<b>Primary government</b>				
**Net investment in capital assets	429,278	405,410	432,979	433,876
Restricted	56,740	77,224	74,841	76,578
Unrestricted	102,633	119,669	117,087	133,153
<b>*Total primary government net position</b>	<b>\$ 588,651</b>	<b>\$ 602,303</b>	<b>\$ 624,906</b>	<b>\$ 643,607</b>

\* In FY 2013 "Net Assets" changed to "Net Position". GASB Statement No. 63.

\*\* In 2013 "Investment in capital assets, net of related debt" changed to "Net investment in capital assets". GASB Statement No. 63.

See independent auditor's report.

# City of Las Cruces

Net Position by Category\* (000's)

June 30, 2020

2015	2016	2017	2018	2019	2020
\$ 190,995	\$ 300,431	\$ 292,055	\$ 276,032	\$ 332,301	\$ -
80,631	116,782	133,723	139,744	163,899	180,720
84,682	(41,017)	(45,091)	(98,842)	(170,808)	149,202
356,309	376,197	380,687	316,934	325,392	329,922
166,565	204,137	185,374	160,997	198,827	175,209
26,407	29,918	28,393	47,500	33,888	32,675
22,007	(12,506)	11,629	4,200	(15,222)	11,516
214,978	221,549	225,396	212,697	217,493	219,400
357,560	504,568	477,429	437,029	531,129	175,209
107,038	146,701	162,116	187,244	197,787	213,395
106,689	(53,523)	(33,462)	(94,642)	(186,030)	160,718
\$ 571,287	\$ 597,746	\$ 606,084	\$ 529,631	\$ 542,886	\$ 549,321

See independent auditor's report.

	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>
<b>Expenses</b>				
Governmental activities:				
General government	\$ 16,667	\$ 18,105	\$ 13,125	\$ 16,476
Police	26,628	26,719	27,744	28,115
Fire	11,339	11,984	12,408	12,733
Community development	5,830	4,743	4,394	4,593
Quality of Life	-	9,033	9,011	9,315
Economic Development				
Public works	20,285	26,085	20,184	21,168
Transportation	-	4,045	10,448	8,159
Parks and recreation	-	9,214	8,482	9,120
Interest on long-term debt	3,862	3,844	3,469	3,158
Facilities	13,242	-	-	-
Debt issuance costs	-	-	-	-
Public services	9,833	-	-	-
Information technology	3,245	2,948	3,638	3,341
<b>Total governmental activities</b>	<b>110,931</b>	<b>116,720</b>	<b>112,903</b>	<b>116,178</b>
Business-type activities				
Gas	25,500	24,045	24,105	10,957
Water	13,997	14,194	14,607	14,306
Wastewater	11,212	11,832	12,383	12,536
Solid waste	10,151	11,145	11,399	11,438
Transit/other	4,363	4,370	4,450	4,632
<b>Total business type activities</b>	<b>65,223</b>	<b>65,586</b>	<b>66,944</b>	<b>53,869</b>
<b>Total primary government</b>	<b>176,154</b>	<b>182,306</b>	<b>179,847</b>	<b>170,047</b>

# City of Las Cruces

Changes in Net Position by Category\* (000's)

June 30, 2020

2015	2016	2017	2018	2019	2020
\$ 17,465	\$ 29,352	\$ 31,681	\$ 28,650	\$ 28,864	\$ 24,466
26,926	26,783	27,748	28,806	30,132	32,064
13,828	14,247	14,618	17,738	19,832	24,708
4,859	5,214	4,953	6,228	7,128	6,803
9,273	9,553	9,489	7,358	8,209	8,838
		6,221	5,851	7,119	6,859
21,885	21,483	25,792	29,862	29,207	31,274
8,161	8,042	2,906	956	1,062	269
9,798	10,325	10,458	12,026	13,477	12,199
3,071	3,613	4,143	4,439	4,372	2,810
-	-	-	-	-	-
-	-	-	-	444	567
-	-	-	-	-	-
3,416	-	-	-	-	-
<b>118,683</b>	<b>128,612</b>	<b>138,009</b>	<b>141,914</b>	<b>149,846</b>	<b>150,856</b>
10,776	11,273	14,082	12,433	20,056	18,743
15,009	15,994	18,703	18,741	19,308	21,002
13,246	14,318	17,216	15,072	15,395	16,715
10,942	11,627	11,386	13,612	13,354	16,764
4,393	4,625	5,249	5,373	5,827	6,370
<b>54,366</b>	<b>57,837</b>	<b>66,636</b>	<b>65,231</b>	<b>73,941</b>	<b>79,594</b>
<b>173,049</b>	<b>186,449</b>	<b>204,645</b>	<b>207,145</b>	<b>223,787</b>	<b>230,450</b>

*See independent auditor's report.*

	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>
<b>Program Revenues</b>				
<b>Governmental activities:</b>				
Charges for services				
General Government	\$ 4,793	\$ 1,793	\$ 1,871	\$ 1,905
Facilities	987	-	-	-
Police	3,405	4,282	4,441	4,523
Fire	146	1,889	1,971	2,007
Community development	2,889	790	4,560	807
Quality of Life	409	1,363	1,378	1,404
Public works	2,711	2,444	1,468	1,495
Information Technology	929	487	604	615
Transportation	-	534	1,617	1,647
Economic Development				
Parks and recreation	-	1,435	1,334	1,358
Operating Grants and Contributions				
General Government	102	973	898	915
Facilities	-	-	-	-
Police	1,269	1,668	1,549	1,578
Fire	308	736	688	700
Community development	320	308	258	263
Quality of Life	789	531	481	490
Public works	7,290	952	512	521
Information Technology	-	190	211	215
Transportation	-	208	564	574
Economic Development				
Parks and recreation	-	559	465	474
Capital Grants and Contributions				
General Government	4,226	-	3,155	549
Quality of Life	-	-	-	-
Police	-	-	-	-
Fire	-	-	-	-
Economic Development	2,905	3,943	7,257	7,390
Parks and Rec	-	-	-	-
Public works	2,524	650	476	485
Subtotal governmental activities revenues	<u>36,002</u>	<u>25,735</u>	<u>35,759</u>	<u>29,915</u>

# City of Las Cruces

## Changes in Net Position by Category\*

(000's) June 30, 2020

	2015	2016	2017	2018	2019	2020
\$	1,463	\$ 11,406	\$ 3,878	\$ 6,357	\$ 4,766	\$ 3,997
	-	-	-	-	-	-
	3,472	4,008	4,055	464	438	656
	1,541	2,242	2,288	5	-	-
	869	587	575	1,479	1,487	1,759
	1,077	947	934	94	100	35
	1,147	934	2,000	1,455	1,761	1,366
	472	-	-	-	-	-
	1,264	850	-	-	-	-
			671	92	1,440	1,383
	1,043	1,630	1,614	2,113	2,334	2,043
	702	261	238	112	-	-
	-	-	-	-	-	-
	1,211	453	470	911	1,096	539
	537	110	131	945	1,373	2,920
	202	341	305	1,487	1,178	1,454
	376	598	582	961	1,082	1,095
	400	464	402	2,222	-	-
	165	-	-	-	-	-
	441	353	345	-	-	-
			67	-	17	141
	364	67	-	395	413	314
	5,672	3,682	5,070	-	-	-
	-	-	-	225	10	15
	-	-	-	-	-	150
	-	-	-	-	-	924
	372	257	350	568	1,337	2,573
	-	-	-	167	199	194
	-	-	-	-	1,390	953
	<b>22,789</b>	<b>29,190</b>	<b>23,976</b>	<b>20,049</b>	<b>20,423</b>	<b>22,511</b>

*See independent auditor's report.*

	2011	2012	2013	2014
<b>Program Revenues</b>				
<b>Business-type activities:</b>				
Charges for services				
Gas	\$ 24,498	\$ 24,150	\$ 24,243	\$ 10,932
Water	14,501	15,379	15,388	14,701
Waste water	10,897	11,599	12,004	11,970
Solid waste	10,361	11,050	11,735	11,589
Transit	640	660	637	737
Other	-	-	-	-
Operating Grants and Contributions				
Gas	-	-	-	-
Water	-	1	241	-
Waste water	-	-	-	-
Solid waste	-	-	-	-
Transit	1,614	1,765	3,185	2,459
Other	-	-	-	-
Capital Grants and Contributions				
Gas	4,570	-	97	-
Water	2,548	-	602	-
Waste water	2,034	-	590	-
Solid waste	-	-	-	-
Transit	58	-	-	-
Other	-	-	-	-
Subtotal business-type activities revenues	71,721	64,604	68,723	52,388
Total primary government revenues	\$ 107,723	\$ 90,339	\$ 104,482	\$ 82,303
<b>Net (Expense)/Revenue</b>				
Governmental activities	(74,929)	(90,985)	(77,144)	(86,263)
Business-type activities	6,498	(982)	1,780	(1,481)
Total primary government net expense	(68,431)	(91,967)	(75,365)	(87,744)



# City of Las Cruces

Changes in Net Position by Category\* (000's)

June 30, 2020

2015	2016	2017	2018	2019	2020
\$ 10,736	\$ 10,873	\$ 13,841	\$ 11,093	\$ 19,096	\$ 17,422
15,207	15,706	19,961	18,192	19,408	22,656
11,570	11,767	15,173	12,728	12,912	15,161
11,818	13,525	13,169	13,804	13,907	15,038
620	768	864	745	941	376
-	-	-	-	-	-
-	-	-	-	-	-
-	1,537	463	-	-	-
-	1,256	628	-	-	-
-	-	-	-	-	-
2,253	2,325	2,154	-	1,867	3,097
-	-	-	-	-	-
33	73	91	-	-	-
139	168	102	-	-	-
122	87	74	1,364	33	-
-	-	-	-	-	-
-	-	-	2,093	-	-
-	-	-	-	-	-
52,498	58,085	66,520	60,020	68,162	73,748
<b>\$ 75,287</b>	<b>\$ 87,275</b>	<b>\$ 90,496</b>	<b>\$ 80,069</b>	<b>\$ 88,585</b>	<b>\$ 96,260</b>
(95,894)	(99,422)	(114,033)	(121,864)	(129,424)	(128,345)
(1,868)	248	(116)	(5,211)	(5,779)	(5,845)
(97,762)	(99,174)	(114,149)	(127,076)	(135,202)	(134,190)

See independent auditor's report.

	<b>2011</b>	<b>2012</b>	<b>2013</b>
<b>*General Revenues and Other Changes in Net Position</b>			
Governmental activities:			
Taxes			
Gross receipts	\$ 76,793	\$ 82,112	\$ 83,312
Property	13,904	13,281	13,972
Franchise Fees and Lodgers Tax	2,952	2,743	2,691
Other			
Investment income (loss)	3,462	4,172	(545)
Hospital net assets received	-	-	-
Telshor Facility income	5,473	-	-
Other	2,878	-	365
Donated capital assets	443	1,044	-
Contributed from ASCMV			
Licenses and permits	-	-	-
Fees, fines, franchise fees	-	-	-
Other	-	-	-
Gain(loss) on disposal of fixed assets/sale of investments			-
Change in accounting estimate			
Transfers	(3,697)	(830)	(2,945)
Total governmental activities	102,208	102,522	96,850
Business-type activities:			
Investment income	306	2,258	(1,827)
Other	10	38	-
Donated capital assets	-	-	-
Gain(loss) on disposal of capital assets/sale of investments	(443)	46	-
Capital contributions			
Transfers	3,697	830	2,945
Total business-type activities	3,570	3,172	1,118
Total primary government	\$ 105,778	\$ 105,694	\$ 97,968
<b>*Change in Net Position</b>			
Governmental activities	27,279	11,537	19,706
Business-type activities	10,068	2,190	2,898
Total primary Government	\$ 37,347	\$ 13,727	\$ 22,603

\* In FY 2013 "Net Assets" changed to "Net Position". GASB Statement No. 63.

Note: FY 2017 Name change from Community and Cultural Services to Quality of Life

Note: FY 2017 Transportation split into two separate departments/

Transportation and Economic Development

# City of Las Cruces

Changes in Net Position by Category\* (000's)

June 30, 2020

	2014	2015	2016	2017	2018	2019	2020
\$	81,882	93,684	99,614	99,866	95,656	95,581	99,426
	14,265	14,461	14,841	15,085	17,178	21,891	24,725
	2,701	2,438	2,873	2,809	2,185	2,145	1,739
							8,307
	5,892	5,515	4,805	4,416	2,942	9,932	4,173
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	11	-	-	-	4,681	1,722	7,570
	-	-	-	-	629	3,982	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	7,347	11,320	-
	-	-	-	-	-	686	139
					(1,949)		
	(3,161)	(2,943)	(3,168)	(3,308)	(4,687)	(4,974)	(13,205)
	101,590	113,156	118,965	118,868	123,981	142,285	132,874
	1,465	2,797	2,714	119	(55)	3,127	1,813
	-	-	-	-	-	-	-
	-	-	-	-	1,545	2,234	873
	-	-	441	536	127	123	234
	231	-	-	-	-	-	-
	3,161	2,943	3,168	3,308	4,687	4,985	4,833
	4,857	5,740	6,323	3,964	6,304	10,468	7,753
\$	106,447	118,896	125,288	122,831	130,286	152,752	140,626
	15,327	17,262	19,543	4,835	2,117	12,861	4,529
	3,376	3,872	6,571	3,847	1,093	4,689	1,907
\$	18,703	21,134	26,114	8,682	3,210	17,550	6,436

*See independent auditor's report.*

	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>
<b>General Fund</b>				
Non-spendable	\$ 1,330,306	\$ 1,531,425	\$ 1,732,121	\$ 1,607,029
Restricted	853,513	43,994	109,896	26,654
Committed	5,809,607	5,142,436	6,120,361	7,464,550
Assigned	4,185,702	4,817,723	6,634,296	4,651,973
Unassigned	21,718,500	25,898,101	20,665,163	22,243,480
<b>General fund subtotal</b>	<b>33,897,628</b>	<b>37,433,679</b>	<b>35,261,837</b>	<b>35,993,686</b>
<b>All Other Governmental Funds</b>				
Restricted	34,129,396	58,590,185	58,884,597	61,250,466
Committed	33,900,122	21,284,190	19,566,873	16,309,303
Assigned	-	-	-	-
Unassigned	-	(5,166)	-	(3,102)
<b>All other governmental funds subtot</b>	<b>68,029,518</b>	<b>79,869,209</b>	<b>78,451,470</b>	<b>77,556,667</b>
	<b>\$ 101,927,146</b>	<b>\$ 117,302,888</b>	<b>\$ 113,713,307</b>	<b>\$ 113,550,353</b>

# City of Las Cruces

## Fund Balance - Governmental Funds Last Ten Fiscal Years\*

2015	2016	2017	2018	2019	2020
\$ 1,431,060	\$ 1,820,976	\$ 1,747,278	\$ 1,561,384	\$ 1,702,416	\$ 1,711,807
87,037	49,695	1,729,164	1,450,700	2,191,128	2,444,915
5,937,791	8,034,176	8,252,569	16,756,075	19,741,286	19,134,514
3,063,748	5,831,716	4,479,163	4,006,428	3,186,639	2,699,938
31,379,100	34,727,631	39,784,069	24,601,860	20,205,335	17,900,622
41,898,736	50,464,194	55,992,243	48,376,447	47,026,804	43,891,796
80,544,450	116,732,589	131,993,717	138,294,135	161,708,022	178,274,831
20,512,371	11,010,857	5,475,839	799,090	250,869	4,639,913
-	-	-	-	-	-
-	(205,952)	(190,492)	(534,064)	(906,173)	(14,650)
101,056,821	127,537,494	137,279,064	138,559,161	161,052,718	182,900,094
\$ 142,955,557	\$ 178,001,688	\$ 193,271,307	\$ 186,935,608	\$ 208,079,522	\$ 226,791,890

*See independent auditor's report.*

<b>Revenues</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>
Taxes**				
Gross Receipts	\$ 93,649,128.00	\$ 95,393,242.00	\$ 97,283,814.00	\$ 96,147,228.00
Property	-	-	-	-
Lodgers	-	-	-	-
State-shared	-	-	-	-
Changes for services	-	-	-	-
Fees and fines	1,693,974	2,748,831	2,621,870	2,978,651
Investment income (loss)	3,242,061	3,094,954	4,223,526	3,601,721
Franchise fees	3,413,172	3,561,376	181,900	5,502,991
Licenses and permits	2,877,685	2,742,676	2,691,014	2,700,727
Special Assessment	1,358,315	1,278,941	1,266,098	1,090,909
Intergovernmental	-	-	1,846,289	-
Federal	12,021,639	10,717,386	13,359,243	6,219,035
State	-	-	-	-
Local	-	-	-	-
Other	-	-	-	-
	9,661,224	8,601,347	6,168,354	8,237,485
<b>Total revenues</b>	<b>127,917,198</b>	<b>128,138,753</b>	<b>129,642,108</b>	<b>126,478,747</b>
<b>Expenditures</b>				
Current				
General government				
Police	14,007,817	14,943,693	15,244,156	15,309,810
Fire	25,131,037	25,616,229	26,298,016	26,682,809
Community development	10,704,845	11,300,825	11,670,358	11,960,199
Quality of Life	5,797,178	4,724,846	4,384,737	4,590,232
Economic Development	8,331,342	8,153,572	8,161,447	8,470,577
Public works				
Transportation	10,401,815	14,620,521	11,027,114	9,516,062
Parks and recreation	-	3,192,467	7,227,168	7,124,350
Capital outlay	-	8,582,487	7,910,542	8,487,589
	25,235,059	16,511,279	20,881,103	16,053,786
Debt service	-	-	-	-
Principal	48,897,966	13,058,688	8,843,242	9,313,208
Interest and other charges	4,244,129	4,040,062	3,391,926	3,158,108
Facilities	12,419,508	-	-	-
Development services	-	-	-	-
Information Technology	2,795,580	2,913,463	3,575,895	3,261,809
Debt Issuance cost	-	-	-	100,850
<b>Total expenditures</b>	<b>167,966,276</b>	<b>127,658,132</b>	<b>128,615,704</b>	<b>124,029,389</b>
<b>Revenue over (under) expenditures</b>	<b>(40,049,078)</b>	<b>480,621</b>	<b>1,026,404</b>	<b>2,449,358</b>

# City of Las Cruces

## Changes in Fund Balance - Governmental Funds Last Ten Fiscal Years

2015	2016	2017	2018	2019	2020
\$ 108,144,911.00	\$ 114,455,163.00	\$ 114,950,696.00	\$ 119,074,693.00	\$ -	\$ 108,415,029.00
-	-	-	-	94,943,406	10,160,526
-	-	-	-	21,608,568	4,992,417
-	-	-	-	2,144,835	1,739,497
-	-	-	-	2,388,129	1,920,678
2,871,940	2,957,652	3,036,531	2,978,759	3,444,809	2,676,242
2,960,103	3,238,041	2,208,315	3,709,207	3,780,235	3,266,333
4,632,666	4,021,081	4,428,153	2,974,495	9,230,148	4,172,512
2,438,470	2,873,464	2,809,073	3,898,194	3,628,782	3,510,306
1,072,697	1,577,456	1,655,125	1,471,630	1,473,546	1,787,286
-	-	-	-	-	-
7,265,804	6,784,524	8,335,866	-	-	-
-	-	-	2,381,697	2,870,480	4,855,288
-	-	-	5,426,056	5,046,711	6,415,958
-	-	-	183,661	178,104	86,354
8,798,356	7,211,763	8,203,588	7,202,817	12,264,313	7,628,724
138,184,947	143,119,144	145,627,347	149,301,209	163,002,066	161,627,149
15,540,303	21,270,277	19,370,272	20,865,804	22,633,215	20,905,089
25,964,438	25,031,978	25,467,920	25,064,845	26,755,974	25,920,200
13,231,354	13,190,791	13,613,317	15,179,537	17,435,953	18,526,441
4,855,907	5,210,672	4,952,654	5,006,504	5,729,694	6,801,531
8,408,291	8,669,918	8,533,485	7,001,487	7,751,009	7,709,890
-	-	4,156,253	5,673,052	6,928,114	5,876,475
10,113,065	7,842,112	13,523,292	16,549,341	14,931,744	16,895,076
7,050,236	6,748,867	1,941,788	-	-	-
9,096,141	9,516,112	9,498,709	10,593,811	11,730,631	10,982,256
16,407,438	30,391,233	34,117,241	23,478,521	37,405,587	28,329,369
-	-	-	-	-	48,389
9,418,765	10,705,464	9,697,955	11,922,845	11,681,619	17,204,871
3,485,553	3,592,138	4,097,624	4,438,917	4,372,161	4,904,830
-	-	-	-	-	-
-	-	-	-	-	-
3,307,482	-	-	-	-	-
612,093	625,648	464,919	-	444,488	567,301
127,491,066	142,795,210	149,435,429	145,774,664	167,800,190	164,671,718
10,693,881	323,934	(3,808,082)	3,526,545	(4,798,124)	(3,044,569)

*See independent auditor's report.*

<b>Other Financing Sources (Uses)</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>
Issuance of debt	46,400,106	17,462,973	44,638
Premiums on issuance of debt	-	-	-
Proceeds of refunding Bonds	-	-	-
Payment to refunded bond escrow agent	-	-	-
Debt issuance cost	-	-	-
Gain on capital assets	575,764	812,621	1,043,557
Bond premium (discount)	-	536,733	-
Hospital netposition received	-	-	-
Capital leases	-	-	-
Proceeds of notes payable	-	-	-
Escrow refund	4,097,607	-	-
Payment to agency	-	-	-
Sale of capital assets	-	-	-
Transfers in	26,035,390	22,493,222	20,070,575
Transfers out	(31,065,247)	(26,410,428)	(25,774,755)
<b>Total other financing sources (uses)</b>	<b>46,043,620</b>	<b>14,895,121</b>	<b>(4,615,985)</b>
<b>Net change in fund balances</b>	<b>5,994,542</b>	<b>15,375,742</b>	<b>(3,589,581)</b>

Debt service as a percentage of non-capital expenditures	37.23%	15.38%	11.36%
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**Notes:**

- \* The substantial increase from FY05 to FY06 was primarily due to the issue of \$33,000,000 in sales tax bonds for a new City Hall and other public improvements.
- \* The substantial increase in debt service expenditures from FY10 to FY11 is due to the refunding of two bonds and three loans.

Note: FY 2017 Transportation split into two separate departments/ Transportation and Economic Development

Note: FY 2017 Name change from Community and Cultural Services to Quality of Life

\*\* For 2010-2018 the City presented taxes in one category. In 2019 taxes were broken out in the categories presented above.



# City of Las Cruces

## Changes in Fund Balance - Governmental Funds Last Ten Fiscal Years

2014	2015	2016	2017	2018	2019	2020
2,780,000	44,042,825	35,680,000	23,888,528	1,620,500	31,594,664	31,470,000
-	-	-	-	-	1,286,141	6,325,976
-	-	-	-	-	-	15,435,000
-	-	-	-	-	-	(18,405,000)
-	-	-	-	-	-	-
251,515	122,895	1,197,843	101,462	169,108	685,094	-
-	1,834,877	1,152,703	1,656,248	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
(1,590,000)	(19,545,000)	-	-	-	-	-
(1,680,000)	-	-	-	-	-	-
-	-	-	-	-	-	136,248
20,982,459	21,933,451	34,732,300	24,900,335	33,743,360	27,025,560	36,285,214
(23,356,286)	(29,677,725)	(38,040,649)	(31,468,872)	(45,395,212)	(34,649,421)	(49,490,501)
(2,612,312)	18,711,323	34,722,197	19,077,701	(9,862,244)	25,942,038	21,756,937
(62,104)	30,017,297	35,671,779	15,734,538	(9,862,244)	21,143,914	18,712,368

11.56%	11.68%	12.79%	12.01%	13.38%	9.77%	16.22%
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*See independent auditor's report.*

# City of Las Cruces

## Taxable and Assessed Value of Property Last Ten Fiscal Years (Unaudited)

Fiscal Year	Real Property		Personal Property		Exemptions Real/Personal Property
	Taxable Value	Assessed Value	Taxable Value	Assessed Value	
2011	2,177,020,916	6,531,062,748	58,320,048	174,960,144	203,413,980
2012	2,151,439,907	6,454,319,721	54,925,488	164,776,464	202,125,710
2013	2,125,289,873	6,375,869,619	59,624,489	178,873,467	200,707,966
2014	2,155,885,195	6,467,655,585	61,581,848	184,745,544	208,357,576
2015	2,183,225,521	6,549,676,563	60,724,499	182,173,497	209,457,558
2016	2,341,981,680	7,025,945,040	61,176,691	183,530,073	247,952,646
2017	2,410,454,447	7,231,363,341	67,500,254	202,500,762	243,597,793
2018	2,485,879,710	7,457,639,130	69,318,831	207,956,493	249,116,267
2019	2,570,059,198	7,710,177,594	71,440,024	214,320,072	245,680,382
2020	2,680,747,494	8,042,242,482	65,230,658	195,691,974	253,257,697

Source: Doña Ana County Property Abstract

*See independent auditor's report.*

# City of Las Cruces

## Taxable and Assessed Value of Property Last Ten Fiscal Years (Unaudited)

<b>Total Taxable Value</b>	<b>Assessed Value</b>	<b>Ratio of Total Taxable Value To Total Assessed Value</b>
2,031,926,984	6,095,780,952	33%
2,004,239,685	6,012,719,055	33%
1,984,206,396	5,952,619,188	33%
2,009,109,467	6,027,328,401	33%
2,034,492,462	6,103,477,386	33%
2,155,205,725	6,465,617,175	33%
2,234,356,908	6,703,070,724	33%
2,306,082,274	6,918,246,822	33%
2,395,818,840	7,187,456,520	33%
2,492,720,455	7,478,161,365	33%

*See independent auditor's report.*

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# City of Las Cruces

Property Tax Rates Per \$1,000 Assessed Valuation  
Both Residential and Non-Residential - Overlapping Governments  
Last Ten Fiscal Years  
(Unaudited)

## Residential

Fiscal Year	City	State	County	School District	Other	Total Residential
2011	6.452	1.362	8.736	9.831	2.000	28.381
2012	6.614	1.360	8.989	9.840	2.000	28.803
2013	6.757	1.360	9.202	9.851	2.000	29.170
2014	6.801	1.360	9.255	9.853	2.000	29.269
2015	6.806	1.360	9.267	9.852	2.000	29.285
2016	6.699	1.360	9.152	9.920	2.000	29.131
2017	6.702	1.360	9.163	9.920	1.600	28.745
2018	8.770	1.360	9.245	9.940	2.000	31.315
2019	8.848	1.360	9.351	9.949	2.000	31.508
2020	8.799	1.360	9.321	9.946	1.995	31.421

## Non-Residential

Fiscal Year	City	State	County	School District	Other	Total Non-Residential
2011	7.120	1.362	12.000	10.014	2.000	32.496
2012	7.120	1.360	11.995	10.014	2.000	32.489
2013	7.120	1.360	11.949	10.014	2.000	32.443
2014	7.120	1.360	11.935	10.013	2.000	32.428
2015	7.120	1.360	11.964	10.013	2.000	32.457
2016	7.120	1.360	11.959	10.116	2.000	32.555
2017	7.120	1.360	11.959	10.109	1.600	32.148
2018	9.126	1.360	11.958	10.102	2.000	34.546
2019	9.127	1.360	11.948	10.105	2.000	34.540
2020	9.129	1.360	11.949	10.116	2.000	34.554

Source: New Mexico Department of Finance & Administration, Local Government Division  
Doña Ana County

See independent auditor's report.

# City of Las Cruces

Principal Taxpayers  
Last Ten Years  
(Unaudited)

Taxpayer	Type of Business	Taxable Value	2020	
			Percentage of Total Taxable Value	Rank
EL PASO ELECTRIC COMPANY	ELECTRICITY	67,860,368	2.66%	1
LAS CRUCES MEDICAL CENTER LLC	MEDICAL CENTER	61,205,640	2.40%	2
MEMORIAL MEDICAL CENTER	MEDICAL CENTER	35,960,393	1.41%	3
COMCAST CABLEVISION OF NM/PA INC	TELEVISION SERVICES	27,264,830	1.07%	4
SUNE EPE2 LLC (SILICON RANCH)	ELECTRICITY	27,004,630	1.06%	5
MESILLA REALTY LLC	SHOPPING CENTERS	20,101,000	0.79%	6
LAS CRUCES HOSPITAL BUILDING LLC	REAL ESTATE	19,806,249	0.78%	7
BF PARK PLACE LLC	INVESTMENTS	18,265,930	0.72%	8
HTA-REGIONAL MEDICAL CENTER MOB LLC	MEDICAL CENTER	17,854,468	0.70%	9
COPPERSTONE LLC	REAL ESTATE	17,829,900	0.70%	10
CLEAR SKY CAPITAL CASAS DE SOLEDAD APARTMENTS LP	APARTMENTS			
BEST NEW MEXICO PORTFOLIO I LLC	REAL ESTATE			
BURREL COLLEGE OF OSTEOPATHIC MEDICINE	MEDICAL COLLEGE			
CASA BANDERA OWNERS LLC	REAL ESTATE			
QWEST CORPORATION	COMMUNICATIONS			
SONOMA PALMS APTS LOUISIANA LLC	APARTMENTS			
LAS CRUCES INVESTCO LLC	REAL ESTATE			
WAL-MART STORES, INC.	DISCOUNT STORES			
DUKE REALTY LAS CRUCES MOB LLC	REAL ESTATE			
LAS CRUCES MADISON OWNERSHIP CO. LLC	REAL ESTATE			
LAS CRUCES - TMB LLC	REAL ESTATE			
PARK PLACE PERIDOT LLC	BUSINESS COMPLEX			
FS LAGUNA SECA I LLC	SHOPPING CENTERS			
PUBLIC SERVICE CO OF NM	ELECTRICITY			
UNION PACIFIC RAIL ROAD COMPANY	RAILROAD			
EL PASO NATURAL GAS CO	GASOLINE			
LAS UVAS VALLEY DAIRY	AGRICULTURE			
BURLINGTON NORTHERN & SANTA FE RAILROAD	RAILROAD			
NEW MEXICO MALL PARTNERS LP	SHOPPING CENTERS			
MY WAY OF HOLDINGS LLC	CASINO			
SONOMA SPRINGS PARTNERS LP	REAL ESTATE			
SOUTHWEST MALLS REAL ESTATE	SHOPPING CENTERS			
LAS CRUCES APARTMENT Co. LLC	PROPERTY DEVELOPMENT			
LAS CRUCES LAGUNA SECA LTD	SHOPPING CENTERS			
CMAT 1999-CI TOWN CENTER LLC	BUSINESS COMPLEX			
SAM'S EAST, INC.	DISCOUNT STORES			
ANTHEM PARK PLACE LP	BUSINESS COMPLEX			
			<u>12.27%</u>	

Source: Doña Ana County Property Abstract - County Assessors Office

# City of Las Cruces

Principal Taxpayers

Last Ten Years

(Unaudited)

2019			2018			2017		
Taxable Value	Percentage of Total Taxable		Taxable Value	Percentage of Total Taxable		Taxable Value	Percentage of Total Taxable	
	Value	Rank		Value	Rank		Value	Rank
70,042,733	2.86%	1	81,851,555	1.84%	1	75,051,914	1.89%	1
54,590,000	2.23%	2	54,590,000	1.23%	2	54,590,000	1.38%	2
35,960,393	1.47%	3	35,960,393	0.81%	3	35,960,393	0.91%	3
26,831,740	1.09%	5	26,020,745	0.59%	5	22,277,725	0.56%	7
18,731,587	0.76%	6						
35,248,800	1.44%	4	35,248,800	0.79%	4	35,248,800	0.89%	4
17,854,468	0.73%	7	17,854,468	0.40%	6			
17,829,900	0.73%	8	17,829,900	0.40%	7	17,829,900	0.45%	5
16,529,225	0.67%	9	16,047,870	0.36%	8	15,580,539	0.39%	8
15,396,785	0.63%	10						
			15,122,352	0.34%	9			
			14,572,955	0.33%	10	14,148,500	0.36%	10
						22,031,097	0.55%	6
						14,781,437	0.37%	9

12.60%

7.09%

7.75%

See independent auditor's report.

# City of Las Cruces

Principal Taxpayers  
Last Ten Years  
(Unaudited)

2016

Taxpayer	Type of Business	2016		
		Taxable Value	of Total Taxable Value	Rank
EL PASO ELECTRIC COMPANY	ELECTRICITY	78,255,738	1.97%	1
LAS CRUCES MEDICAL CENTER LLC	MEDICAL CENTER	54,590,000	1.38%	2
MEMORIAL MEDICAL CENTER	MEDICAL CENTER	54,042,000	1.36%	3
COMCAST CABLEVISION OF NM/PA INC	TELEVISION SERVICES	21,760,209	0.55%	7
SUNE EPE2 LLC (SILICON RANCH)	ELECTRICITY			
MESILLA REALTY LLC	SHOPPING CENTERS	35,248,800	0.89%	4
LAS CRUCES HOSPITAL BUILDING LLC	REAL ESTATE			
BF PARK PLACE LLC	INVESTMENTS			
HTA-REGIONAL MEDICAL CENTER MOB LLC	MEDICAL CENTER			
COPPERSTONE LLC	REAL ESTATE	25,604,957	0.64%	5
CLEAR SKY CAPITAL CASAS DE SOLEDAD APARTMENTS LP	APARTMENTS	15,126,762	0.38%	8
BEST NEW MEXICO PORTFOLIO I LLC	REAL ESTATE			
BURREL COLLEGE OF OSTEOPATHIC MEDICINE	MEDICAL COLLEGE			
CASA BANDERA OWNERS LLC	REAL ESTATE	14,148,500	0.36%	10
QWEST CORPORATION	COMMUNICATIONS	22,407,480	0.56%	6
SONOMA PALMS APTS LOUISIANA LLC	APARTMENTS	14,871,437	0.37%	9
LAS CRUCES INVESTCO LLC	REAL ESTATE			
WAL-MART STORES, INC.	DISCOUNT STORES			
DUKE REALTY LAS CRUCES MOB LLC	REAL ESTATE			
LAS CRUCES MADISON OWNERSHIP CO. LLC	REAL ESTATE			
LAS CRUCES - TMB LLC	REAL ESTATE			
PARK PLACE PERIDOT LLC	BUSINESS COMPLEX			
FS LAGUNA SECA I LLC	SHOPPING CENTERS			
PUBLIC SERVICE CO OF NM	ELECTRICITY			
UNION PACIFIC RAIL ROAD COMPANY	RAILROAD			
EL PASO NATURAL GAS CO	GASOLINE			
LAS UVAS VALLEY DAIRY	AGRICULTURE			
BURLINGTON NORTHERN & SANTA FE RAILROAD	RAILROAD			
NEW MEXICO MALL PARTNERS LP	SHOPPING CENTERS			
MY WAY OF HOLDINGS LLC	CASINO			
SONOMA SPRINGS PARTNERS LP	REAL ESTATE			
SOUTHWEST MALLS REAL ESTATE	SHOPPING CENTERS			
LAS CRUCES APARTMENT Co. LLC	PROPERTY DEVELOPMENT			
LAS CRUCES LAGUNA SECA LTD	SHOPPING CENTERS			
CMAT 1999-CI TOWN CENTER LLC	BUSINESS COMPLEX			
SAM'S EAST, INC.	DISCOUNT STORES			
ANTHEM PARK PLACE LP	BUSINESS COMPLEX			

8.46%

See independent auditor's report.



# City of Las Cruces

Principal Taxpayers  
Last Ten Years  
(Unaudited)

2015			2014			2013		
Taxable Value	of Total Taxable Value	Rank	Taxable Value	of Total Taxable Value	Rank	Taxable Value	of Total Taxable Value	Rank
96,539,781	4.59%	1	88,614,513	4.27%	1	83,788,517	4.09%	1
65,093,288	3.10%	2	68,342,933	3.29%	2	67,806,108	3.31%	2
50,676,800	2.41%	3	50,853,900	2.45%	3	66,381,142	3.24%	3
21,612,820	1.03%	8	23,280,858	1.12%	6	24,909,411	1.22%	6
31,984,810	1.52%	5	36,200,000	1.74%	4	40,632,555	1.99%	4
35,116,500	1.67%	4	32,181,500	1.55%	5	32,181,500	1.57%	5
23,522,866	1.12%	6	23,258,900	1.12%	7	17,869,700	0.87%	8
22,846,665	1.09%	7	22,328,470	1.08%	8	23,149,114	1.13%	7
15,646,000	0.74%	9						
14,689,139	0.70%	10	14,345,600	0.69%	10			
			16,442,600	0.79%	9			
						14,780,000	0.72%	9
						14,697,557	0.72%	10

17.97%

18.10%

18.87%

*See independent auditor's report.*

# City of Las Cruces

Principal Taxpayers  
Last Ten Years  
(Unaudited)

Taxpayer	Type of Business	2012		
		Taxable Value	Percentage of Total Taxable Value	Rank
EL PASO ELECTRIC COMPANY	ELECTRICITY			
LAS CRUCES MEDICAL CENTER LLC	MEDICAL CENTER	83,900,940	4.19%	1
MEMORIAL MEDICAL CENTER	MEDICAL CENTER	68,328,088	3.41%	2
COMCAST CABLEVISION OF NM/PA INC	TELEVISION SERVICES	66,824,652	3.33%	3
SUNE EPE2 LLC (SILICON RANCH)	ELECTRICITY	25,781,160	1.29%	6
MESILLA REALTY LLC	SHOPPING CENTERS	18,908,564	0.94%	7
LAS CRUCES HOSPITAL BUILDING LLC	REAL ESTATE	31,562,620	1.57%	4
BF PARK PLACE LLC	INVESTMENTS			
HTA-REGIONAL MEDICAL CENTER MOB LLC	MEDICAL CENTER			
COPPERSTONE LLC	REAL ESTATE			
CLEAR SKY CAPITAL CASAS DE SOLEDAD APARTMENTS LP	APARTMENTS			
BEST NEW MEXICO PORTFOLIO I LLC	REAL ESTATE			
BURREL COLLEGE OF OSTEOPATHIC MEDICINE	MEDICAL COLLEGE			
CASA BANDERA OWNERS LLC	REAL ESTATE			
QWEST CORPORATION	COMMUNICATIONS	14,303,200	0.71%	9
SONOMA PALMS APTS LOUISIANA LLC	APARTMENTS	26,808,806	1.34%	5
LAS CRUCES INVESTCO LLC	REAL ESTATE			
WAL-MART STORES, INC.	DISCOUNT STORES			
DUKE REALTY LAS CRUCES MOB LLC	REAL ESTATE			
LAS CRUCES MADISON OWNERSHIP CO. LLC	REAL ESTATE			
LAS CRUCES - TMB LLC	REAL ESTATE	14,277,800	0.71%	10
PARK PLACE PERIDOT LLC	BUSINESS COMPLEX	14,780,000	0.74%	8
FS LAGUNA SECA I LLC	SHOPPING CENTERS			
PUBLIC SERVICE CO OF NM	ELECTRICITY			
UNION PACIFIC RAIL ROAD COMPANY	RAILROAD			
EL PASO NATURAL GAS CO	GASOLINE			
LAS UVAS VALLEY DAIRY	AGRICULTURE			
BURLINGTON NORTHERN & SANTA FE RAILROAD	RAILROAD			
NEW MEXICO MALL PARTNERS LP	SHOPPING CENTERS			
MY WAY OF HOLDINGS LLC	CASINO			
SONOMA SPRINGS PARTNERS LP	REAL ESTATE			
SOUTHWEST MALLS REAL ESTATE	SHOPPING CENTERS			
LAS CRUCES APARTMENT Co. LLC	PROPERTY DEVELOPMENT			
LAS CRUCES LAGUNA SECA LTD	SHOPPING CENTERS			
CMAT 1999-CI TOWN CENTER LLC	BUSINESS COMPLEX			
SAM'S EAST, INC.	DISCOUNT STORES			
ANTHEM PARK PLACE LP	BUSINESS COMPLEX			

18.24%

See independent auditor's report.

# City of Las Cruces

Principal Taxpayers  
Last Ten Years  
(Unaudited)

2011		
	Percentage of Total Taxable Value	Rank
75,082,228	3.70%	1
65,207,949	3.21%	3
67,263,063	3.31%	2
27,078,136	1.33%	6
31,160,200	1.53%	5
14,450,000	0.71%	9
39,753,714	1.96%	4
14,277,800	0.70%	10
15,300,000	0.75%	7
15,131,252	0.74%	8

17.94%

See independent auditor's report.

# City of Las Cruces

Property Tax Levies and Collections  
Last Ten Fiscal Years  
(Unaudited)

Fiscal Year Ended June 30	*Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy			Total Collections To Date	
		Amount	Percentage of Levy	Collections in Subsequent Years	Amount	Percentage of Levy
2011	13,130,871	12,566,172	95.7%	10,490	13,120,381	99.9%
2012	13,340,363	12,823,300	96.1%	10,648	13,329,715	99.9%
2013	13,839,542	13,312,600	96.2%	11,208	13,828,334	99.9%
2014	14,192,729	13,740,560	96.8%	13,275	14,179,454	99.9%
2015	14,469,346	13,982,535	96.6%	16,853	14,452,493	99.9%
2016	14,873,808	14,361,584	96.6%	22,199	14,851,609	99.9%
2017	15,103,847	14,614,744	96.8%	31,394	15,072,453	99.8%
2018	15,633,872	15,177,065	97.1%	60,847	15,573,025	99.6%
2019	20,875,400	20,208,777	96.8%	271,256	20,604,144	98.7%
2020	21,845,727	21,139,123	96.8%	706,604	21,139,123	96.8%

\* The "Total Tax Levy for Fiscal Year" and "Total Collections to Date" amounts for previous fiscal years are subject to annual revisions.

Source: Doña Ana County Treasurer's Office Property Tax Schedule

See independent auditor's report.

# City of Las Cruces

## Ratio of Outstanding Debt by Type Last Ten Fiscal Years (Unaudited)

### Governmental Activities

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Fiscal <u>Year</u>	General Obligation <u>Bonds</u>	Sales Tax Revenue <u>Bonds</u>	Unamortized Premium on Sales <u>Tax Revenue Bonds</u>	Notes <u>Payable</u>	Capital <u>Lease</u>
2011	-	73,335,000	2,400,558	12,521,411	-
2012	-	73,385,000	2,761,500	16,875,696	-
2013	-	67,580,000	2,585,708	13,882,092	-
2014	-	59,350,000	2,409,916	13,988,884	-
2015	-	72,015,000	4,041,329	11,576,819	-
2016	-	99,935,000	4,884,608	8,605,230	-
2017	-	107,405,000	6,185,598	15,325,802	-
2018	-	99,845,000	5,734,548	12,557,332	-
2019	18,000,000	91,515,000	5,283,499	13,745,377	-
2020	13,950,000	115,055,000	11,244,890	14,605,506	-

Notes:

Details regarding the City's outstanding debt can be found in the Note 7 to the financial statements.

\* See Schedule 14 for the personal income and population data. These ratios are calculated using personal income and population for the prior fiscal year.

*See independent auditor's report.*

# City of Las Cruces

## Ratio of Outstanding Debt by Type Last Ten Fiscal Years (Unaudited)

### Business-Type Activities

Utility Revenue <u>Bonds</u>	Unamortized Discount on Utility <u>Revenue Bonds</u>	Capital <u>Leases</u>	Notes <u>Payable</u>	Total Primary <u>Government</u>	Percentage of Personal Income *	Per Capita *
61,980,000	677,189	-	1,904,310	152,818,468	2.63%	1,561
58,060,000	639,532	-	2,558,421	154,280,149	2.47%	1,548
54,015,000	601,874	-	2,101,541	140,766,215	6.98%	1,400
49,865,000	563,895	-	1,632,909	127,810,604	5.96%	1,261
53,050,000	2,658,905	-	3,812,635	147,154,688	6.76%	1,451
65,445,000	3,584,671	-	3,116,172	185,570,681	8.69%	1,826
77,230,000	4,437,833	-	2,409,118	212,993,351	9.46%	2,093
94,445,000	5,052,101	-	6,714,765	224,348,746	9.99%	2,206
89,245,000	4,714,967	-	5,973,061	210,476,904	8.84%	2,045
100,015,000	10,681,533	-	5,365,203	256,967,132	10.67%	2,467

See independent auditor's report.

# City of Las Cruces

## Ratio of Outstanding Debt by Type Last Ten Fiscal Years (Unaudited)

### Business-Type Activities

Utility Revenue <u>Bonds</u>	Unamortized Discount on Utility <u>Revenue Bonds</u>	Capital <u>Leases</u>	Notes <u>Payable</u>	Total Primary <u>Government</u>	Percentage of Personal Income *	Per Capita *
61,980,000	677,189	-	1,904,310	152,818,468	2.63%	1,561
58,060,000	639,532	-	2,558,421	154,280,149	2.47%	1,548
54,015,000	601,874	-	2,101,541	140,766,215	6.98%	1,400
49,865,000	563,895	-	1,632,909	127,810,604	5.96%	1,261
53,050,000	2,658,905	-	3,812,635	147,154,688	6.76%	1,451
65,445,000	3,584,671	-	3,116,172	185,570,681	8.69%	1,826
77,230,000	4,437,833	-	2,409,118	212,993,351	9.46%	2,093
94,445,000	5,052,101	-	6,714,765	224,348,746	9.99%	2,206
89,245,000	4,714,967	-	5,973,061	210,476,904	8.84%	2,045
100,015,000	10,681,533	-	5,365,203	256,967,132	10.67%	2,467

See independent auditor's report.

# City of Las Cruces

Ratio of Net General Obligation Debt to  
Taxable Value and Net General Obligation Bonded Debt Per Capita  
Last Ten Fiscal Years  
(Unaudited)

Fiscal Year	Population	Taxable Value	General		Net Bonded Debt	Ratio of Net Bonded Debt To Taxable Value	Net Bonded Debt Per Capita
			Obligation Bonded Debt Outstanding	Less Debt Service Fund			
2011	97,906	2,031,926,984	-	-	-	N/A	N/A
2012	99,665	2,004,239,685	-	-	-	N/A	N/A
2013	100,557	2,046,371,786	-	-	-	N/A	N/A
2014	101,324	2,076,068,745	-	-	-	N/A	N/A
2015	101,408	2,102,950,157	-	-	-	N/A	N/A
2016	101,643	2,181,741,246	-	-	-	N/A	N/A
2017	101,759	2,288,261,977	-	-	-	N/A	N/A
2018	101,712	2,366,310,906	-	-	-	N/A	N/A
2019	102,926	2,452,517,126	18,000,000	-	-	N/A	N/A
2020	104,148	2,492,720,455	13,950,000	1,388,850	12,561,150	0.50%	121

Source: Doña Ana County Property Abstract  
U.S. Census Bureau

*See independent auditor's report.*



# City of Las Cruces

## Computation of Direct and Overlapping Debt

June 30, 2020

(Unaudited)

Jurisdiction	Total General Debt Outstanding As of 6/30/2020	Percentage Applicable To City of Las Cruces	City of Las Cruces Share of Debt
<b>Direct:</b>			
City of Las Cruces	154,855,396	100.00%	154,855,396
<b>Overlapping :</b>			
Doña Ana County	1,230,000	53.28%	655,344
Las Cruces School District	115,475,000	68.92%	79,585,370
Doña Ana Community College	9,850,000	52.63%	5,184,055
<b>Total Overlapping</b>	126,555,000		85,424,769
<b>Total Direct And Overlapping General Obligation Bonded Debt</b>	\$ 281,410,396		\$ 240,280,165

**Note:**

Overlapping rates are those of local and county governments that apply to the property owners of the City of Las Cruces.

The percentage applicable to the City was determined by calculating the amount of property tax levied by the jurisdictions in the City divided by the total property taxes levied by the jurisdictions.

Source: City of Las Cruces; State of New Mexico; Doña Ana County; Las Cruces School District; Doña Ana Community College

*See independent auditor's report.*

# City of Las Cruces

## Computation of Legal Debt Margin Last Ten Fiscal Years (Unaudited)

	<b>FY2020</b>
<b>Taxable Valuation</b>	\$ 2,492,720,455
<b>Legal Debt Limit- 4% of Assessed Valuation</b>	99,708,818
<b>Amount of Long-Term Debt Subject To Legal Debt Limit: General Obligation Debt Outstanding</b>	13,950,000
	<b>\$ 85,758,818</b>

	<b>Fiscal Year</b>		
	<b>2011</b>	<b>2012</b>	<b>2013</b>
Debt Limit	\$ 81,277,079	\$ 80,169,587	\$ 81,854,871
Total net debt applicable to limit	-	-	-
<b>Total debt margin</b>	<b>\$ 81,277,079</b>	<b>\$ 80,169,587</b>	<b>\$ 81,854,871</b>
Total debt applicable to the limit as a percentage of debt limit	N/A	N/A	N/A

Source: Dona Ana County Property Abstract

*See independent auditor's report.*

# City of Las Cruces

## Computation of Legal Debt Margin Last Ten Fiscal Years (Unaudited)

Fiscal Year					
2014	2015	2016	2017	2018	2019
\$ 83,042,750	\$ 84,118,006	\$ 87,269,650	\$ 91,530,479	\$ 109,738,157	\$ 98,100,685
-	-	-	-	-	-
\$ 83,042,750	\$ 84,118,006	\$ 87,269,650	\$ 91,530,479	\$ 109,738,157	\$ 98,100,685
N/A	N/A	N/A	N/A	N/A	N/A

See independent auditor's report.

# City of Las Cruces

## Pledged-Revenue Bond/Note Coverage

Last Ten Fiscal Years

June 30, 2020

### Gross Receipts Tax Revenue Bonds/Notes

Fiscal Year	Pledged Revenues	Debt Service		Coverage
		Principal	Interest	
2011	50,412,206	7,131,321	2,828,948	5.06
2012	51,730,477	7,215,472	3,370,997	4.89
2013	52,346,775	7,388,465	3,117,693	4.98
2014	51,493,059	7,783,439	2,912,096	4.81
2015	54,072,107	8,146,612	3,301,885	4.72
2016	57,727,707	9,425,619	3,421,436	4.49
2017	57,222,365	9,229,689	3,971,998	4.33
2018	59,512,313	8,882,965	3,362,080	4.86
2019	59,104,852	9,302,527	3,124,598	4.76
2020	62,181,138	10,240,530	3,052,552	4.68

### Gas Tax Notes

Fiscal Year	Pledged Revenues	Debt Service		Coverage
		Principal	Interest	
2011	1,537,530	385,000	140,533	2.93
2012	1,541,617	410,000	9,338	3.68
2013	1,546,274	405,000	13,703	3.69
2014	1,476,335	405,000	12,042	3.54
2015	1,393,296	410,000	9,288	3.32
2016	1,547,856	415,000	5,229	3.68
2017	1,403,313	-	-	-
2018	1,578,469	-	-	-
2019	1,741,423	369,000	30,718	4.36
2020	1,762,613	348,000	51,265	4.41

### Utility Revenue Bonds/Notes

Utility Service Charges	Less Operating Expenses	Net Available Revenue	Debt Service		Coverage
			Principal	Interest	
			50,182,474	(39,425,465)	
53,126,546	(38,499,027)	14,627,519	3,920,000	2,205,491	2.39
50,029,024	(39,763,811)	10,265,213	4,045,000	2,075,941	1.68
53,720,996	(41,796,543)	11,924,453	4,150,000	1,953,660	1.95
52,530,690	(39,502,461)	13,028,229	4,420,000	1,796,217	2.10
50,270,828	(39,207,284)	11,063,544	4,670,000	2,101,424	1.63
59,888,381	(48,525,008)	11,363,373	4,590,000	2,650,452	1.57
51,108,277	(41,811,074)	9,297,203	5,075,000	2,779,052	1.18
53,861,750	(38,892,966)	14,013,212	5,941,704	3,545,595	1.48
56,774,030	(40,416,203)	16,357,827	6,137,858	3,369,849	1.72

*See independent auditor's report.*

# City of Las Cruces

## Pledged-Revenue Bond/Note Coverage

Last Ten Fiscal Years

June 30, 2020

### Hold Harmless Gross Receipts Tax Revenue Bonds/Notes

Fiscal Year	Pledged Revenues	Debt Service		Coverage
		Principal	Interest	
2011				
2012				
2013				
2014				
2015	8,740,534	-	-	-
2016	9,470,898	1,300,000	596,438	4.99
2017	9,683,178	935,000	963,504	5.10
2018	10,134,041	935,000	963,504	5.34
2019	10,206,055	1,540,000	1,043,511	3.95
2020	10,705,433	2,095,000	1,047,334	3.41

### Solid Waste Revenue Notes

Utility Service Charges	Less Operating Expenses	Net Available Revenue	Debt Service		Coverage
			Principal	Interest	
10,360,956	(9,202,975)	1,157,981	302,457	77,522	3.05
11,049,646	(10,366,503)	683,143	362,450	72,549	1.57
11,735,393	(10,563,465)	1,171,928	456,880	69,828	2.23
11,589,136	(10,680,237)	908,899	468,632	58,065	1.73
11,740,390	(9,977,161)	1,763,229	596,093	56,472	2.70
13,525,241	(10,485,014)	3,040,227	696,463	64,114	4.00
13,169,287	(9,743,474)	3,425,813	707,054	56,185	4.49
13,756,124	(11,888,030)	1,868,094	719,353	43,885	2.45
14,251,987	(12,568,407)	1,683,579	521,704	29,669	3.05
14,915,061	13,028,883	27,943,944	382,858	21,761	69.06

See independent auditor's report.

# City of Las Cruces

## Pledged-Revenue Bond/Note Coverage

Last Ten Fiscal Years

June 30, 2020

### Fire Protection Fund

Pledged Revenues	Debt Service		Coverage
	Principal	Interest	
285,715	219,316	65,387	1.00
628,710	227,216	61,790	2.18
418,242	235,498	53,522	1.45
689,916	244,175	44,854	2.39
609,873	256,287	35,754	2.09
725,117	268,682	28,332	2.44
742,698	157,655	19,922	4.18
914,466	162,544	15,634	5.13
785,327	167,879	10,790	4.40
1,157,512	163,724	5,468	6.84

### Lodger's Tax and Convention Center Fees

Pledged Revenues	Debt Service		Coverage
	Principal	Interest	
3,057,756	365,000	704,831	2.86
3,297,396	550,000	1,036,894	2.08
3,169,736	565,000	1,023,144	2.00
3,004,138	580,000	1,009,019	1.89
3,143,164	595,000	991,619	1.98
3,351,562	615,000	973,769	2.11
3,304,443	630,000	956,856	2.08
3,463,997	650,000	937,956	2.18
3,448,238	675,000	915,206	2.17
2,976,084	1,290,000	989,374	1.31

### Environmental Gross Receipts Tax Bonds

Pledged Revenues	Debt Service		Coverage
	Principal	Interest	
1,555,093	680,000	159,766	1.85
1,585,138	705,000	149,567	1.85
1,605,605	751,279	137,985	1.81
1,578,684	813,594	121,142	1.69
1,655,597	534,866	71,740	2.73
1,773,442	521,163	71,717	2.99
1,756,683	207,486	68,255	6.37
1,825,508	208,836	65,814	6.65
1,813,269	215,213	62,897	6.52
1,913,833	216,617	59,447	6.93

#### Notes:

Details regarding the City's outstanding debt can be found in Note 7 of the financial statements.

Operating expenses do not include interest, depreciation, or amortization expenses.

The 2010 Convention Center bonds are pledged first with the lodger's tax and convention center fees and then by the state shared gross receipts taxes.

The 2019 Joint Utility data has been updated to actuals.

*See independent auditor's report.*

# City of Las Cruces

Demographic Data  
Last Ten Fiscal Years  
(Unaudited)

Fiscal Year	Population	Personal Income (thousands of dollars)	Per Capita Income	Median Age	School Enrollment	Unemployment Rate %
2011	97,906	\$2,757,522	28,165	35.8	24,706	6.9%
2012	99,665	\$2,959,453	29,694	33	24,534	6.8%
2013	100,557	\$2,015,363	20,042	33.2	24,495	6.9%
2014	101,324	\$2,145,941	21,179	32.4	24,516	6.6%
2015	101,408	\$2,176,216	21,460	31.1	24,191	8.2%
2016	101,643	\$2,155,848	21,210	33.6	24,613	7.2%
2017	101,759	\$2,252,130	22,132	31.7	24,627	7.5%
2018	101,712	\$2,244,784	22,070	32.1	24,999	5.2%
2019	102,926	\$2,380,781	23,131	32.6	24,461	6.3%
2020	104,148	\$2,408,318	23,124	32.5	24,648	8.2%

**Sources:**

US Cities

<https://worldpopulationreview.com/us-cities/las-cruces-nm-population>

US Census

<https://www.census.gov/quickfacts/fact/table/US,NM,lascrucescitynewmexico/PST045219>

LCPS Demo-School Enrollment

<http://www.lcps.net/#>

U.S Department of Labor

<https://www.bls.gov/eag/eag.us.htm>

*See independent auditor's report.*

# City of Las Cruces

Principal Employers  
Last Ten Fiscal Years  
June 30, 2020  
(Unaudited)

2020	2019	2018
New Mexico State University	New Mexico State University	New Mexico State University
White Sands Missile Range	White Sands Missile Range	White Sands Missile Range
Las Cruces Public Schools	Las Cruces Public Schools	Las Cruces Public Schools
NASA	NASA	NASA
City of Las Cruces	City of Las Cruces	City of Las Cruces
Memorial Medical Center	Memorial Medical Center	Memorial Medical Center
Wal-Mart	Wal-Mart	Wal-Mart
Allied Signal Aerospace	Allied Signal Aerospace	Allied Signal Aerospace
Excel Agent Services	Excel Agent Services	Excel Agent Services
		National Aeronautics & Space
2017	2016	2015
New Mexico State University	New Mexico State University	New Mexico State University
White Sands Missile Range	Las Cruces Public Schools	Las Cruces Public Schools
Las Cruces Public Schools	Peak Behavioral Health Services	City of Las Cruces
NASA	Memorial Medical Center	Memorial Medical Center
City of Las Cruces	Wal-Mart	Wal-Mart
	Mountain View Regional Medical Center	Mountain View Regional Medical Center
Memorial Medical Center	Doña Ana County Administration	Doña Ana County
Wal-Mart	Doña Ana Branch Community College	Doña Ana Branch Community College
		Addus Healthcare ( formerly Coordinated )
Allied Signal Aerospace		National Aeronautics & Space
Excel Agent Services	Addus Health Care	
	National Aeronautics & Space	

**Note:**

By law, the New Mexico Department of Labor may not release the number of employees.

For further information, contact Ms. Rachel Moscovitz at the New Mexico Department of Labor at (505) 383-2722.

Source: Las Cruces City Data: Economy

<http://www.city-data.com/us-cities/The-West/Las-Cruces-Economy.html>

*See independent auditor's report.*



# City of Las Cruces

Principal Employers  
Last Ten Fiscal Years  
June 30, 2020  
(Unaudited)

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## 2014

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New Mexico State University  
Las Cruces Public Schools  
City of Las Cruces  
Memorial Medical Center  
Wal-Mart  
Mountain View Regional Medical Center  
Doña Ana County  
Doña Ana Branch Community College  
Coordinated Care Corp.  
National Aeronautics & Space

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## 2013

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New Mexico State University  
Las Cruces Public Schools  
City of Las Cruces  
Memorial Medical Center  
Wal-Mart  
Mountain View Regional Medical Center  
Doña Ana County  
Doña Ana Branch Community College  
Coordinated Care Corp.  
National Aeronautics & Space

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## 2012

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New Mexico State University  
Las Cruces Public Schools  
City of Las Cruces  
Memorial Medical Center  
Doña Ana Branch Community College  
  
Doña Ana County  
Mountain View Regional Medical Center  
  
Wal-Mart  
  
Coordinated Care Corp.  
  
National Aeronautics & Space

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## 2011

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New Mexico State University  
Las Cruces Public Schools  
Memorial Medical Center  
Coordinated Care Corp.  
Doña Ana Branch Community College  
  
Wal-Mart  
Doña Ana County  
  
Mountain View Regional Medical Center  
  
City of Las Cruces  
  
National Aeronautics & Space

*See independent auditor's report.*

# City of Las Cruces

## Full-time Equivalent Employees by Line of Business Last Ten Fiscal Years (Unaudited)

Line of Business	2011	2012	2013	2014	2015	2016	2017	*	**	2020
								2018	2019	
<b>City Manager's Office</b>										
Administration	0	0	0	0	0	0	0	0	9	12
Council & Community Support	0	0	0	0	0	0	0	0	3	8
Fiscal Management	0	0	0	0	0	0	0	0	9	7
Community Relations	0	0	0	0	0	0	0	0	10	5
Fleet Management	0	0	0	0	0	0	0	0	29	34
Other	22	28	21	20	23	24	25	56	0	0
<b>Financial Services</b>										
Administration	0	0	0	0	0	0	0	0	3	5
Accounting and Financial Reporting	0	0	0	0	0	0	0	0	15	12
Processing Procure-to-pay	0	0	0	0	0	0	0	0	12	11
Revenue Management	0	0	0	0	0	0	0	0	13	12
Other	58	42	42	38	42	42	46	43	0	0
<b>Human Resources</b>										
Office of the Director	0	0	0	0	0	0	0	0	2	1
Employee Support	0	0	0	0	0	0	0	0	5	5
Organizational Support	0	0	0	0	0	0	0	0	10	7
Other	14	15	15	15	15	13	14	17	0	0
<b>Legal</b>										
Office of the Director	0	0	0	0	0	0	0	0	3	8
Education	0	0	0	0	0	0	0	0	4	2
Compliance	0	0	0	0	0	0	0	0	22	24
Other	26	22	25	25	25	28	36	26	0	0
<b>Police</b>										
Office of the Chief	0	0	0	0	0	0	0	0	16	19
Public Safety	0	0	0	0	0	0	0	0	161	131
Investigations & Intelligence	0	0	0	0	0	0	0	0	36	41
Community Outreach	0	0	0	0	0	0	0	0	82	20
Law Enforcement Academy	0	0	0	0	0	0	0	0	24	2
Internal Affairs	0	0	0	0	0	0	0	0	4	4
Other	306	261	266	253	259	250	303	335	0	0
<b>Fire</b>										
Office of the Chief	0	0	0	0	0	0	0	0	7	12
Community Engagement	0	0	0	0	0	0	0	0	8	5
Support and Education	0	0	0	0	0	0	0	0	3	3
Emergency Response	0	0	0	0	0	0	0	0	153	150
Other	127	135	137	135	131	131	150	165	0	0

*See independent auditor's report.*

# City of Las Cruces

## Full-time Equivalent Employees by Line of Business

Last Ten Fiscal Years

(Unaudited)

<b>Community Development</b>										
Office of the Director	0	0	0	0	0	0	0	0	5	5
Planning & Neighborhood Services	0	0	0	0	0	0	0	0	11	7
One Stop Shop	0	0	0	0	0	0	0	0	25	21
Community Improvement	0	0	0	0	0	0	0	0	6	7
Mesilla Valley Metropolitan Planning Organization	0	0	0	0	0	0	0	0	5	4
Other	61	51	55	45	41	43	44	51	0	0
<b>Economic Development</b>										
Administration	0	0	0	0	0	0	0	0	6	6
Development	0	0	0	0	0	0	0	0	30	23
Land Mgmt. and Real Estate	0	0	0	0	0	0	0	0	4	4
Sustainability	0	0	0	0	0	0	0	0	2	2
Other	0	0	0	0	0	0	0	37	0	0
<b>Quality of Life</b>										
Director's Office	0	0	0	0	0	0	0	0	6	9
RoadRUNNER Transit	0	0	0	0	0	0	0	0	73	61
Senior Programs	0	0	0	0	0	0	0	0	46	40
Library and Museums	0	0	0	0	0	0	0	0	68	51
Other	247	116	82	80	86	85	128	199	0	0
<b>Public Works</b>										
Office of the Director	0	0	0	0	0	0	0	0	6	5
Public Infrastructure	0	0	0	0	0	0	0	0	55	55
Traffic Engineering	0	0	0	0	0	0	0	0	22	18
Maintenance and Operations	0	0	0	0	0	0	0	0	84	62
Other	98	80	88	84	89	91	152	161	0	0
<b>Information Technology</b>										
Office of the Director	0	0	0	0	0	0	0	0	2	3
Information Systems	0	0	0	0	0	0	0	0	9	10
IT Infrastructure Support	0	0	0	0	0	0	0	0	16	13
Information Security	0	0	0	0	0	0	0	0	2	0
Other	26	26	27	25	25	23	29	30	0	0
<b>Parks and Recreation**</b>										
Office of the Director	0	0	0	0	0	0	0	0	11	13
Construction, Maintenance and Beautification	0	0	0	0	0	0	0	0	62	51
Fitness, Recreation and Wellness	0	0	0	0	0	0	0	0	66	46
Community Events	0	0	0	0	0	0	0	0	2	0
Out of School Time and Youth Diversion	0	0	0	0	0	0	0	0	30	22
Other	0	134	90	94	124	80	151	177	0	0
<b>Utilities</b>										
Office of the Director	0	0	0	0	0	0	0	0	10	10
Natural Gas Operations & Maintenance	0	0	0	0	0	0	0	0	59	44
Water Operations & Maintenance	0	0	0	0	0	0	0	0	58	47
Wastewater Operations & Maintenance	0	0	0	0	0	0	0	0	45	36
Solid Waste Collections	0	0	0	0	0	0	0	0	43	37
Utilities Environmental	0	0	0	0	0	0	0	0	6	4
Customer Engagement	0	0	0	0	0	0	0	0	46	24
Revenue & Financial Reporting	0	0	0	0	0	0	0	0	17	21
Regulatory Compliance & Training	0	0	0	0	0	0	0	0	11	10
Utilities Support & Project Management	0	0	0	0	0	0	0	0	15	17
Other	229	239	260	255	258	268	298	298	0	0
<b>Other</b>										
Other	161	130	131	123	121	130	120	0	0	0
<b>Total Employees</b>	<b>1375</b>	<b>1279</b>	<b>1239</b>	<b>1192</b>	<b>1239</b>	<b>1208</b>	<b>1496</b>	<b>1593</b>	<b>1605</b>	<b>1328</b>

\*\*Changes in data for this schedule in FY20- using actual amounts . Prior years used budgeted numbers from the Budget Book

See independent auditor's report.

# City of Las Cruces

## Operating Indicators by Function/Program Last Ten Fiscal Years (Unaudited)

Function/program	Fiscal Years		
	2011	2012	2013
<b>General Government</b>			
Average number of days from position postings to position hires	76.5	78	74.5
Operating and maintenance cost per work station	< \$3,800	< \$4,000	< \$3,800
<b>Public Works/Building Services</b>			
Dollar amount of projects managed per employee	4.1 M	2.2M	3.79M
Number of project work orders (over \$10,000) requested	31	39	40
Total number of facilities operated and maintained	99	106	112
Percent of potholes patched within 24 hours of report	63.9%	88.0%	89.2%
<b>Parks and Recreation</b>			
Conduct park safety and maintenance inspections	153/qtr	153/qtr	154/qtr
Number of clean up events	223	287	371
<b>Police</b>			
Number of citations issued	21,869	24,238	20,014
Number of codes violations addressed	30,399	32,000	37,742
<b>Fire</b>			
Number of building inspections	2,796	2,162	3,339
Number of citizens who receive safety education	3,150	3,691	3,663
<b>Community Development</b>			
Number of affordable rental and owner occupied housing using CBDG and HOME funds	53	58	66
Miles of bicycle facility lane installed	3	3.1	1.3
Number of special events hosted in downtown area	14	15	15
Number of vendors participating in the Farmer's and Crafts Market	300	340	285
Number of residential building permits issued ( Res New SFD & Res New Townhouses 7/1/13-6/30/14)	475	396	417
Amount collected for residential permits	\$ 1,447,377	\$ 1,443,350	\$ 1,672,730
Number of commercial building permits issued (New Commercial Const includes New multi-family 7/1/13-6/30/14)	21	45	25
Amount collected for commercial permits	\$ 64,748	\$ 408,195	\$ 928,059

See independent auditor's report.

# City of Las Cruces

## Operating Indicators by Function/Program Last Ten Fiscal Years (Unaudited)

Fiscal Years						
2014	2015	2016	2017	2018	2019	2020
		50	51	48	65	71
< \$3,800	< \$3,800	< \$3,800	< \$3,600	< \$3,600	< \$3,200	< \$3,200
2.69M	2.67M	5.90M	4.25M	2.86M	3.39M	.25M
60	32	29	38	54	30	20
107	106	104	105	105	105	105
100.0%	66.7%	68.0%	76.0%	35.0%	89.2%	84.3%
153/qtr	154/qtr	154/qtr	159/qtr	159/qtr	634/qtr	404/qtr
27	25	47	171	237	186	15/covid 19
15,968	15,968	17,660	17,159	18,549	15,101	13,051
38,919	32,333	32,749	30,597	26,068	22,668	26,351
2,152	3,240	3,525	2,400	3,000	2,862	2,609
5,700	5,739	7,950	11,018	15,475	7,232	6,153
56	61	62	56	43	41	41
1.4	13	0.36	0	0	5.7	1.7
35	39	58	61	95	100	72
0	0	0	0	0		
343	315	379	480	521	532	648
\$ 1,680,579	\$ 1,519,102	\$ 1,783,294	\$ 2,555,158	\$ 2,830,607	\$ 2,901,239	\$ 3,573,497
38	14	26	31	27	29	30
\$ 680,075	\$ 242,413	\$ 737,098	\$ 951,694	\$ 857,668	\$ 651,866	\$ 551,027

See independent auditor's report.

# City of Las Cruces

## Operating Indicators by Function/Program Last Ten Fiscal Years (Unaudited)

	Fiscal Years		
	2011	2012	2013
<b>Economic Development</b>			
Request for visitor information at Convention & Visitor's Bureau (CVB)	20,832	21,215	20,602
Walk-in visitors to CVB office	1,660	1,710	1,313
Number of congregate meals served to seniors	85,715	88,000	90,879
Number of home-delivered meals served to seniors	130,587	136,000	156,034
Number of homemaker units	3,164	4,000	4,584
Respite Care Units			
Recreation Units			
Museum visitors	269,260	249,000	158,845
Museum exhibit openings attendance	18,876	17,000	23,244
Museum program participants	26,409	31,000	29,862
Fixed Route ridership	637,797	696,580	759,653
Cost per trip on fixed route	\$ 4.00	\$ 3.73	\$ 3.54
Total library circulations	566,302	577,657	554,009
Total number of library sponsored programs	887	880	850
Computer sessions at library	95,780	89,447	73,497
<b>Transportation</b>			
Percent of potholes patched within 24 hours of report	63.9%	88.0%	89.2%
Maintain major arterials and intersections through routine striping program	2/yr	2/yr	3/yr
<b>Utilities</b>			
Meter reading complaints	< 1%	< 1%	< 1%
Metering operating cost per customer	\$ 0.77	\$ 0.64	\$ 0.67
Operating and maintenance cost per dekatherm (Gas)	\$ 1.76	\$ 1.72	\$ 1.74
Operating and maintenance cost per 1,000 gallons produced (Water)	\$ 1.06	\$ 1.17	\$ 1.27
Operating and maintenance cost per 1,000 gallons treated (Wastewater)	\$ 1.44	\$ 1.85	\$ 2.09
Total operating cost per ton collected (Solid Waste)	\$ 66.09	\$ 61.32	\$ 69.03

Source: Various City departments

See independent auditor's report.

# City of Las Cruces

## Operating Indicators by Function/Program

Last Ten Fiscal Years

(Unaudited)

Fiscal Years						
2014	2015	2016	2017	2018	2019	2020
21,612	6,777	5,426	3,605	5,537	4,882	5,317
1,123	727	587	642	492	812	1,097
87,847	87,824	98,479	100,775	100,148	100,905	126,661
176,689	189,274	186,829	190,729	203,943	213,769	245,927
4,246	4,535	4,547	5,084	4,790	4,948	2,875
						4,182
						14,763
137,779	112,838	78,952	84,782	99,495	93,525	75,505
20,320	6,340	3,286	3,766	3,810	2,262	1,731
30,331	24,568	18,482	17,537	23,183	35,161	34,205
735,238	735,862	667,736	539,143	554,586	543,333	505,187
\$ 3.67	\$ 3.56	\$ 3.95	\$ 4.88	\$ 5.87	\$ 6.14	\$ 7.07
478,675	455,560	431,060	409,838	400,107	396,171	308,316
943	630	613	525	616	632	689
97,897	77,733	61,746	50,491	41,266	46,541	41,100
100.0%	66.7%	68.0%	76.0%	35.0%	89.2%	89.0%
3/yr	3/yr	2/yr	1/yr	1/yr	1/yr	1/yr
< 1%	< 1%	< 1%	< 1%	< 1%	< 1%	< 1%
\$ 0.69	\$ 0.70	\$ 0.70	\$ 0.64	\$ 0.55	\$ 0.54	\$ 0.35
\$ 1.88	\$ 1.78	\$ 2.61	\$ 2.80	\$ 3.69	\$ 2.63	\$ 2.99
\$ 1.24	\$ 1.37	\$ 1.94	\$ 1.64	\$ 2.03	\$ 1.96	\$ 2.15
\$ 1.98	\$ 2.04	\$ 2.94	\$ 2.94	\$ 3.56	\$ 3.16	\$ 3.33
\$ 71.25	\$ 61.20	\$ 71.36	\$ 73.46	\$ 85.71	\$ 79.41	\$ 108.84

*See independent auditor's report.*

# City of Las Cruces

## Capital Assets and Infrastructure Statistics by Function/Program Last Ten Fiscal Years (Unaudited)

Function/program	Fiscal Year			
	2011	2012	2013	2014
Area in square miles	77	77	77	77
<b>Government facilities and services:</b>				
Miles of streets	564	565	576	602
Number of street lights	7,458	7,488	7,533	7,790
<b>Culture and Recreation:</b>				
Community centers	5	5	4	5
Lakes	1	1	1	1
Pond	1	1	1	2
Parks	84	84	85	86
Park acreage	678	678	690	720
Sports complex	13	13	13	13
Swimming pools	4	4	4	4
Shooting range	1	1	1	1
Tennis courts	18	18	19	19
Paths/Trails	2	4	4	4
Miles of paths/Trails	10	14	14	19
<b>Fire Protection:</b>				
Number of stations	7	7	7	7
<b>Police Protection:</b>				
Number of stations	1	1	1	1
<b>Sewerage Systems:</b>				
Miles of sanitary sewers (est.)	530	536	536	533
Miles of storm sewers (mains)	17	17	17	75
Number of treatment plants	3	3	3	3
Number of service connections	31,734	32,094	32,394	32,767
<b>Water System:</b>				
Miles of water mains (est.)	558	573	580	600
Number of service connections	31,797	31,924	31,934	32,209
<b>Transit System:</b>				
Miles of Bus Routes	133	133	133	133
Number of Bus Stops	350	345	345	345
Number of Buses	18	18	18	18
Number of Dial-a-Ride Vehicles	23	21	21	21

Source: Various City of Las Cruces departments

Note: Some data figures are based on estimated, projected, or preliminary information.

(1) prior to 2020, amounts were based on estimates

(2) data now per current GIS database

(3) data now provided by Parks & Recreation Department

See independent auditor's report.



# City of Las Cruces

## Capital Assets and Infrastructure Statistics by Function/Program Last Ten Fiscal Years (Unaudited)

Fiscal Year					
2015	2016	2017	2018	2019	2020
77	77	77	77	77	77
496	483	483	519	519	493 (1)
7,914	7,959	7,463	7,490	7,489	7,610
5	6	6	6	6	6
1	1	1	1	1	1
2	2	2	2	2	2
92	92	93	94	98	113 (2)
850	970	972	973	974	1,544 (2)
13	16	16	16	16	16
4	4	4	4	4	4
1	1	1	1	1	1
19	18	18	18	18	18
4	11	11	17	17	46 (3)
21	23	23	30 30		38
7	7	8	8	8	8
1	1	2	2	2	2
550	550	550	550	550	524
75	75	85	86	89	90
3	3	3	3	3	3
33,098	33,518	34,048	34,525	35,083	35,726
600	600	704	720	720	721
32,380	32,653	35,099	36,854	37,182	37,560
133	133	115	158	160	160
343	290	260	260	302	311
19	19	19	19	20	20
20	20	20	20	21	21

See independent auditor's report.

# City of Las Cruces

## Sales Tax Revenue Payers by Industry

Last Ten Years

June 30, 2020

(Unaudited)

### Fiscal Year 2020

Industry	Number of	Percentage	Tax Liability	Percentage of	Tax Rate
	Filers	of Total		Total	
Retail Trade	10,922	19.38%	\$76,689,426	32.99%	8.3125%
Construction	6,661	11.82%	\$29,844,180	12.84%	8.3125%
Other Services (except Public Admin)	8,706	15.45%	\$14,650,811	6.30%	8.3125%
Health Care and Social Assistance	6,572	11.66%	\$41,722,121	17.95%	8.3125%
Accommodation and Food Services	3,289	5.84%	\$24,015,156	10.33%	8.3125%
Professional, Scientific and Technical Svcs	6,510	11.55%	\$14,070,577	6.05%	8.3125%
Wholesale Trade	3,544	6.29%	\$4,096,757	1.76%	8.3125%
Unclassified Establishments	1,134	2.01%	\$824,868	0.35%	8.3125%
Utilities	140	0.25%	\$6,221,023	2.68%	8.3125%
Information and Cultural Industries	2,386	4.23%	\$12,077,507	5.20%	8.3125%
Real Estate and Rental and Leasing	3,090	5.48%	\$4,364,661	1.88%	8.3125%
Administrative, Support, Waste Mgmt, and Remediation Svcs	3,408	6.05%	\$3,882,493	1.67%	8.3125%
<b>Total</b>	<b>56,362</b>	<b>100.00%</b>	<b>\$232,459,581</b>	<b>100.00%</b>	

### Fiscal Year 2019

Industry	Number of	Percentage	Tax Liability	Percentage of	Tax Rate
	Filers	of Total		Total	
Retail Trade	9,874	18.32%	\$73,858,429	33.43%	8.3125%
Construction	6,656	12.35%	\$21,537,408	9.75%	8.3125%
Other Services (except Public Admin)	7,839	14.55%	\$12,998,185	5.88%	8.3125%
Health Care and Social Assistance	6,129	11.37%	\$39,080,104	17.69%	8.3125%
Accommodation and Food Services	3,279	6.08%	\$24,733,941	11.20%	8.3125%
Professional, Scientific and Technical Svcs	6,387	11.85%	\$17,826,055	8.07%	8.3125%
Wholesale Trade	2,994	5.56%	\$3,885,531	1.76%	8.3125%
Unclassified Establishments	2,488	4.62%	\$1,672,228	0.76%	8.3125%
Utilities	148	0.27%	\$6,272,037	2.84%	8.3125%
Information and Cultural Industries	1,851	3.43%	\$11,988,795	5.43%	8.3125%
Real Estate and Rental and Leasing	3,034	5.63%	\$3,367,134	1.52%	8.3125%
Administrative, Support, Waste Mgmt, and Remediation Svcs	3,214	5.96%	\$3,691,612	1.67%	8.3125%
<b>Total</b>	<b>53,893</b>	<b>100.00%</b>	<b>\$220,911,458</b>	<b>100.00%</b>	

See independent auditor's report.

# City of Las Cruces

## Sales Tax Revenue Payers by Industry

Last Ten Years

June 30, 2020

(Unaudited)

### Fiscal Year 2018

Number of Filers	Percentage of Total	Tax Liability	Percentage of Total	Tax Rate
7,138	10.34%	\$51,496,611	19.04%	8.3125%
5,653	8.19%	\$17,427,598	6.44%	8.3125%
7,262	10.52%	\$11,360,340	4.20%	8.3125%
4,564	6.61%	\$26,942,690	9.96%	8.3125%
5,534	8.02%	\$21,702,512	8.02%	8.3125%
4,374	6.34%	\$10,912,644	4.04%	8.3125%
5,650	8.19%	\$25,462,566	9.42%	8.3125%
18,621	26.98%	\$74,345,424	27.49%	8.3125%
2,174	3.15%	\$11,763,610	4.35%	8.3125%
1,482	2.15%	\$8,956,630	3.31%	8.3125%
4,142	6.00%	\$7,271,327	2.69%	8.3125%
2,429	3.52%	\$2,799,119	1.04%	8.3125%
69,023	100.00%	\$270,441,071	100.00%	

### Fiscal Year 2017

Number of Filers	Percentage of Total	Tax Liability	Percentage of Total	Tax Rate
10,047	19.27%	\$71,172,263	34.01%	8.3125%
7,121	13.66%	\$25,155,891	12.02%	8.3125%
10,746	20.61%	\$15,567,684	7.44%	8.3125%
6,157	11.81%	\$34,124,180	16.30%	8.3125%
3,442	6.60%	\$23,038,391	11.01%	8.3125%
6,217	11.92%	\$13,043,433	6.23%	8.3125%
2,759	5.29%	\$3,833,924	1.83%	8.3125%
976	1.87%	\$852,162	0.41%	8.3125%
105	0.20%	\$7,029,139	3.36%	8.3125%
1,657	3.18%	\$12,054,208	5.76%	8.3125%
2,915	5.59%	\$3,415,655	1.63%	8.3125%
52,142	100.00%	\$209,286,928	100.00%	

See independent auditor's report.

# City of Las Cruces

## Sales Tax Revenue Payers by Industry

Last Ten Years

June 30, 2020

(Unaudited)

### Fiscal Year 2016

Industry	Number of	Percentage of	Tax Liability	Percentage of	Tax Rate
	Filers	Total		Total	
Retail Trade	9,926	18.71%	\$68,891,198	35.01%	8.3125%
Construction	7,033	13.26%	\$22,175,727	11.27%	8.3125%
Other Services (except Public Admin)	11,136	20.99%	\$16,939,856	8.61%	8.3125%
Health Care and Social Assistance	6,114	11.52%	\$25,132,273	12.77%	8.3125%
Accommodation and Food Services	3,420	6.45%	\$22,297,561	11.33%	8.3125%
Professional, Scientific and Technical Svcs	6,302	11.88%	\$13,652,053	6.94%	8.3125%
Wholesale Trade	2,587	4.88%	\$4,371,959	2.22%	8.3125%
Unclassified Establishments	2,056	3.88%	\$1,805,892	0.92%	8.3125%
Utilities	100	0.19%	\$6,887,564	3.50%	8.3125%
Information and Cultural Industries	1,477	2.78%	\$11,442,374	5.81%	8.3125%
Real Estate and Rental and Leasing	2,900	5.47%	\$3,197,201	1.62%	8.3125%
<b>Total</b>	<b>53,051</b>	<b>100.00%</b>	<b>\$196,793,660</b>	<b>100.00%</b>	

### Fiscal Year 2015

Industry	Number of	Percentage of	Tax Liability	Percentage of	Tax Rate
	Filers	Total		Total	
Retail Trade	10,391	19.88%	\$59,497,466	34.44%	7.9375%
Construction	6,603	12.63%	\$16,725,866	9.68%	7.9375%
Other Services (except Public Admin)	11,172	21.37%	\$14,886,142	8.62%	7.9375%
Health Care and Social Assistance	5,936	11.36%	\$28,587,166	16.55%	7.9375%
Accommodation and Food Services	3,355	6.42%	\$18,940,642	10.96%	7.9375%
Professional, Scientific and Technical Svcs	6,509	12.45%	\$11,505,973	6.66%	7.9375%
Wholesale Trade	2,642	5.05%	\$3,287,094	1.90%	7.9375%
Unclassified Establishments	1,191	2.28%	\$1,028,970	0.60%	7.9375%
Utilities	108	0.21%	\$5,432,062	3.14%	7.9375%
Information and Cultural Industries	1,508	2.88%	\$10,304,240	5.96%	7.9375%
Real Estate and Rental and Leasing	2,860	5.47%	\$2,581,122	1.49%	7.9375%
<b>Total</b>	<b>52,275</b>	<b>100.00%</b>	<b>\$172,776,743</b>	<b>100.00%</b>	

See independent auditor's report.

# City of Las Cruces

## Sales Tax Revenue Payers by Industry

Last Ten Years

June 30, 2020

(Unaudited)

### Fiscal Year 2014

Number of Filers	Percentage of Total	Tax Liability	Percentage of Total	Tax Rate
10,233	21.06%	\$59,620,284	34.25%	7.5625%
6,091	12.54%	\$13,971,810	8.03%	7.5625%
10,842	22.32%	\$14,641,995	8.41%	7.5625%
5,401	11.12%	\$24,712,320	14.19%	7.5625%
3,198	6.58%	\$18,185,183	10.45%	7.5625%
5,889	12.12%	\$11,317,346	6.50%	7.5625%
2,299	4.73%	\$16,428,383	9.44%	7.5625%
630	1.30%	\$783,553	0.45%	7.5625%
40	0.08%	\$1,468,008	0.84%	7.5625%
1,349	2.78%	\$10,090,255	5.80%	7.5625%
2,607	5.37%	\$2,876,308	1.65%	7.5625%
48,579	100.00%	\$174,095,445	100.00%	

### Fiscal Year 2013

Number of Filers	Percentage of Total	Tax Liability	Percentage of Total	Tax Rate
9,837	20.07%	\$57,993,164	34.70%	7.5625%
6,298	12.85%	\$18,623,882	11.14%	7.5625%
11,273	23.00%	\$15,198,000	9.09%	7.5625%
5,622	11.47%	\$24,356,642	14.57%	7.5625%
3,119	6.36%	\$17,484,295	10.46%	7.5625%
6,098	12.44%	\$10,836,410	6.48%	7.5625%
2,377	4.85%	\$3,526,849	2.11%	7.5625%
409	0.83%	\$380,595	0.23%	7.5625%
105	0.21%	\$6,332,123	3.79%	7.5625%
1,335	2.72%	\$9,844,183	5.89%	7.5625%
2,539	5.18%	\$2,570,936	1.54%	7.5625%
49,012	100.00%	\$167,147,079	100.00%	

See independent auditor's report.

# City of Las Cruces

Sales Tax Revenue Payers by Industry  
Last Ten Years  
June 30, 2020  
(Unaudited)

## Fiscal Year 2012

Industry	Number of Filers	Percentage of Total	Tax Liability	Percentage of Total	Tax Rate
Retail Trade	10,156	20.12%	\$59,170,981	35.70%	7.5625%
Construction	6,614	13.10%	\$19,149,191	11.55%	7.5625%
Other Services (except Public Admin)	11,844	23.47%	\$13,943,584	8.41%	7.5625%
Health Care and Social Assistance	5,752	11.40%	\$22,776,880	13.74%	7.5625%
Accommodation and Food Services	3,220	6.38%	\$16,810,873	10.14%	7.5625%
Professional, Scientific and Technical Svcs	6,407	12.69%	\$11,272,006	6.80%	7.5625%
Wholesale Trade	2,330	4.62%	\$3,558,828	2.15%	7.5625%
Unclassified Establishments	293	0.58%	\$521,462	0.31%	7.5625%
Utilities	103	0.20%	\$6,391,697	3.86%	7.5625%
Information and Cultural Industries	1,374	2.72%	\$9,708,312	5.86%	7.5625%
Real Estate and Rental and Leasing	2,380	4.72%	\$2,445,620	1.48%	7.5625%
<b>Total</b>	<b>50,473</b>	<b>100.00%</b>	<b>\$165,749,434</b>	<b>100.00%</b>	

## Fiscal Year 2011

Industry	Number of Filers	Percentage of Total	Tax Liability	Percentage of Total	Tax Rate
Retail Trade	10,210	19.50%	\$61,955,156	36.46%	7.5625%
Construction	7,036	13.44%	\$20,365,580	11.99%	7.5625%
Other Services (except Public Admin)	12,709	24.28%	\$16,542,853	9.74%	7.5625%
Health Care and Social Assistance	5,819	11.12%	\$22,565,074	13.28%	7.5625%
Accommodation and Food Services	3,221	6.15%	\$17,642,384	10.38%	7.5625%
Professional, Scientific and Technical Svcs	6,680	12.76%	\$10,532,343	6.20%	7.5625%
Wholesale Trade	2,383	4.55%	\$3,415,197	2.01%	7.5625%
Unclassified Establishments	565	1.08%	\$451,938	0.27%	7.5625%
Utilities	101	0.19%	\$6,184,660	3.64%	7.5625%
Information and Cultural Industries	1,316	2.51%	\$7,880,332	4.64%	7.5625%
Real Estate and Rental and Leasing	2,312	4.42%	\$2,384,331	1.40%	7.5625%
<b>Total</b>	<b>52,352</b>	<b>100.00%</b>	<b>\$169,919,848</b>	<b>100.00%</b>	

See independent auditor's report.

# Single Audit Section

CITY OF LAS CRUCES, NEW MEXICO

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

To Brian S. Colón, Esq.  
New Mexico State Auditor  
To the City Council  
City of Las Cruces  
Las Cruces, New Mexico

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, the aggregate remaining fund information, and the budgetary comparisons of the general fund and major special revenue funds of the City of Las Cruces, New Mexico ("City") as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated November 30, 2020.

***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 over financial reporting that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control over financial reporting that we consider to be material

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**OFFICE LOCATIONS**

TEXAS | Waco | Temple | Hillsboro | Houston  
NEW MEXICO | Albuquerque



weaknesses. However, material weaknesses may exist that have not been identified.

### ***Compliance and Other Matters***

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*, and which are described in the accompanying schedule of findings and questioned costs as item 2020-001 and 2020-002.

### ***The City's Response to Findings***

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

### ***Purpose of this Report***

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the 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.



Pattillo, Brown & Hill, LLP  
Albuquerque New Mexico  
November 30, 2020

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**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND  
REPORT ON INTERNAL CONTROL OVER COMPLIANCE  
IN ACCORDANCE WITH THE UNIFORM GUIDANCE**

To Brian S. Colón, Esq.  
New Mexico State Auditor  
To the City Council  
City of Las Cruces  
Las Cruces, New Mexico

***Report on Compliance for Each Major Federal Program***

We have audited the City of Las Cruces' ("City") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2020. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

***Management's Responsibility***

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

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of the City's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the City's compliance.

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**OFFICE LOCATIONS**

**TEXAS** | Waco | Temple | Hillsboro | Houston  
**NEW MEXICO** | Albuquerque

### ***Opinion on Each Major Federal Program***

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2020.

### ***Report on Internal Control over Compliance***

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected and corrected on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that were not identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



Pattillo, Brown & Hill, LLP  
Albuquerque, New Mexico  
November 30, 2020

CITY OF LAS CRUCES  
 SCHEDULE OF EXPENDITURES OF STATE AWARDS  
 FOR THE PERIOD ENDED JUNE 30, 2020

Grantor/Program Title	State Number
<b>New Mexico Aging &amp; Long Term Services Dept.</b>	
Title IIIC1-IIIC2-IIIB-III E	2019-20-64014
FY19 NMAAA NSIP	2019-20-64014
Senior Center Equipment	A19-D2072
<b>Total NM Aging &amp; Long Term Services</b>	
<b>NM State Department of Transportation</b>	
MPO Section 5303	M01622
MPO FHWA	P119040
MPO FHWA	P119040
MPO Section 5303	M01622
University Avenue Pedestrian Crosswalk System	16-A2566 / C1162566
FY18 LRU Airfield Electrical Improvements - B & C Runways	LRU-18-03
FY19 LGRF - Telshor ADA Phase III	HW2L-100363
FY18 LRU Terminal Apron Rehabilitation Design	LRU-18-04
Telshor-Spruce Intersection Improvements	18-C2632 / C1182632
FY19 MAP - Walnut Street Resurfacing	MAP-7613(913) / HW2-L100396
FY19 LRU Airfield Maintenance and Consumables	LRU-19-01
LC Airport Wildlife Perimeter Fence Design	LRU-19-02
LC Airport Drainage Master Plan	LRU-19-03
FTA Small Urbanized Section 5339 FFY2015	MO1507
2019 Median Improvements	19-D3340 / C1193340
2019 Street Improvements	19-D3341 / C1193341
2019 Traffic Calming Devices	19-D3342 / C1193342
Airport Terminal Apron Rehabilitation Construction	LRU-20-01
Airport Perimeter Fence Construction	LRU-20-02
<b>Total NM State Dept of Transportation</b>	

See accompanying notes to schedules of expenditures of state and federal awards.  
 See independent auditors' report

CITY OF LAS CRUCES  
SCHEDULE OF EXPENDITURES OF STATE AWARDS  
FOR THE PERIOD ENDED JUNE 30, 2020

Program Period	Program or Award Amount	Life-to-Date Expenditures	Current - FY20 Expenditures as of 06/30/20
7/10/2019 - 6/30/2020	507,113	507,113	507,113
7/10/2019 - 6/30/2020	223,845	223,845	223,845
10/09/2019 - 6/30/2020	15,488	14,771	14,771
	<b>746,446</b>	<b>745,729</b>	<b>745,729</b>
10/01/2018 - 9/30/2019	75,876	58,203	11,242
10/01/2018 - 9/30/2019	265,180	161,646	32,422
10/01/2019 - 9/30/2020	248,632	225,486	168,389
10/01/2019 - 9/30/2020	77,483	55,891	41,918
9/23/2016 - 6/30/2020	260,000	260,000	99,085
5/10/2018 - 6/20/2020	720,708	720,708	87,526
6/29/2018 - 12/31/2019	143,336	143,336	92,239
6/27/2018 - 6/27/2020	8,386	7,851	2,696
10/05/2018 - 6/30/2022	260,000	116,538	116,538
7/30/2018 - 6/30/2020	132,064	132,064	132,064
8/09/2018 - 8/09/2020	18,000	18,000	6,768
11/06/2018 - 11/06/2020	56,160	45,566	17,087
3/06/2019 - 3/06/2021	180,000	3,570	3,570
10/01/2017 - 09/30/2020	186,695	69,068	56,220
08/01/2019 - 06/30/2023	50,000	5,394	5,394
08/01/2019 - 06/30/2023	561,103	28,104	28,104
08/01/2019 - 06/30/2023	80,000	80,000	80,000
12/03/2019 - 12/3/2021	156,019	64,705	64,705
12/19/2019 - 12/18/2021	37,586	26,581	26,581
	<b>3,517,228</b>	<b>2,222,709</b>	<b>1,072,546</b>

See accompanying notes to schedules of expenditures of state and federal awards.  
See independent auditors' report

CITY OF LAS CRUCES  
 SCHEDULE OF EXPENDITURES OF STATE AWARDS  
 FOR THE PERIOD ENDED JUNE 30, 2020

Grantor/Program Title	State Number
<b>NM Department of Home Land Security and Emergency Management</b>	
Asylum Seekers -Fire	
Hazmat Challenge	HM-HMP-0579-16-03
<b>Total NM Department of Home Land Security and Emergency Management</b>	
<b>Children, Youth and Families Department</b>	
FY20 Juvenile Citation Program	20-690-3200-16732
<b>Total Children, Youth and Families Department</b>	
<b>NM Tourism Department</b>	
FY20 New Mexico Clean and Beautiful	20-418-6002-00013-00
<b>Total New Mexico Tourism Department</b>	
<b>NM State Library</b>	
FY16 Library GO Bond	GOB-A5110
FY20 State Library Grants-in-Aid	SA 1978 Section 18-2-4 B, NMAC 4
<b>Total New Mexico State Library</b>	
<b>New Mexico Public Regulation Commission</b>	
FY19 NM Fire Protection Grant	
FY20 NM Fire Protection Grant	
Fire Protection Apparatus FY20	
<b>Total New Mexico Public Regulation Commission</b>	
<b>NM Department of Energy, Minerals, &amp; Natural Resources</b>	
FY19-20 Youth Conservation Corps	18-522-0150-0093
FY20-21 Youth Conservation Corps	20-522-0150-0115
<b>Total New Mexico Department of Energy, Minerals, &amp; Natural Resources</b>	

See accompanying notes to schedules of expenditures of state and federal awards.  
 See independent auditors' report

CITY OF LAS CRUCES  
SCHEDULE OF EXPENDITURES OF STATE AWARDS  
FOR THE PERIOD ENDED JUNE 30, 2020

Program Period	Program or Award Amount	Life-to-Date Expenditures	Current - FY20 Expenditures as of 06/30/20
5/28/2019-12/31/2019	364,550	364,550	364,550
10/01/2018-07/31/2019	74,826	5,909	5,909
	<b>439,376</b>	<b>370,459</b>	<b>370,459</b>
7/01/2019 - 6/30/2020	309,811	233,217	233,217
	<b>309,811</b>	<b>233,217</b>	<b>233,217</b>
7/1/2019 - 6/30/2020	25,708	25,706	25,706
	<b>25,708</b>	<b>25,706</b>	<b>25,706</b>
11/09/2017 - 6/30/2021	224,329	161,423	66,453
12/01/2019 - 6/30/2020	18,808	18,808	18,808
	<b>243,137</b>	<b>180,231</b>	<b>85,261</b>
1/22/2019-5/15/2019	100,000	100,000	100,000
7/1/2019 - 6/30/2020	1,157,512	1,157,512	1,157,512
01/16/2020 - 06/30/2020	200,000	200,000	200,000
	<b>1,457,512</b>	<b>1,457,512</b>	<b>1,457,512</b>
6/1/2019 - 8/31/2019	89,921	74,296	52,246
6/1/2020 - 12/31/2020	129,683	2,502	2,502
	<b>219,604</b>	<b>76,798</b>	<b>54,748</b>

See accompanying notes to schedules of expenditures of state and federal awards.  
See independent auditors' report

# CITY OF LAS CRUCES

## SCHEDULE OF EXPENDITURES OF STATE AWARDS FOR THE PERIOD ENDED JUNE 30, 2020

<b>Grantor/Program Title</b>	<b>State Number</b>
<b>New Mexico Department of Finance and Administration</b>	
LC Women Veteran's Monument	18-C4053
Law Enforcement Protection Fund	LEPF FY 19
Law Enforcement Protection Fund	
Klein Park Electrical Infrastructure Improvements	16-A2426
La Clinica de Familia - Behavioral Health Technology	16-A2422
2018 MVCOH Health Facility Improvements - St. Luke's	18-C2493
2018 Branigan Cultural Center Improvements	18-C2492
2018 MVCOH - Casa de Peregrinos Emergency Food Program	18-C2495
2018 Fire Station 2 Improvements	18-C2497
2018 Parks Playground Equipment	18-C2500
2018 Pioneer Women's Park Improvements	18-C2501
2018 Fire Squad Vehicle Purchase	18-C2496
Police Equipment	19-D3005
Parks Security and Lighting	19-D3003
2019 Parking Garage Design-Build	19-D3004
2019 Fire Communications Equipment	19-D3000
2019 Fire Personal Protection Equipment	19-D3001
2019 Airport Improvements	19-D3002
Amador Hotel Renovations	19-D4038
Amador Hotel Renovations	19-D4039
<hr/> <b>Total Department of Finance and Administration</b> <hr/>	
<b>Total State Assistance</b>	

See accompanying notes to schedules of expenditures of state and federal awards.  
See independent auditors' report.



# CITY OF LAS CRUCES

## SCHEDULE OF EXPENDITURES OF STATE AWARDS FOR THE PERIOD ENDED JUNE 30, 2020

Program Period	Program or Award Amount	Life-to-Date Expenditures	Current - FY20 Expenditures as of 06/30/20
6/5/2018 - 6/30/2020	3,382	3,382	3,382
7/1/2019 - 6/30/2020	139,200	136,329	136,329
7/1/2019 - 6/30/2020	19,320	19,320	19,320
8/17/2016 - 6/30/2020	100,000	100,000	307
9/18/2017 - 6/30/2020	280,735	280,735	17,765
8/24/2018 - 6/30/2022	384,120	214,438	191,049
8/24/2018 - 6/30/2022	149,500	27,984	16,285
8/24/2018 - 6/30/2022	85,800	46,731	38,943
8/24/2018 - 6/30/2022	90,000	90,000	82,537
8/24/2018 - 6/30/2022	140,000	138,610	80,738
8/24/2018 - 6/30/2022	33,000	31,423	7,643
8/24/2018 - 6/30/2020	140,000	140,000	140,000
6/11/2019 - 6/30/2021	150,000	150,000	150,000
6/11/2019 - 6/30/2023	350,000	81,464	81,464
6/11/2019 - 6/30/2023	1,980,000	70,272	70,272
6/11/2019 - 6/30/2021	700,000	680,196	680,196
6/11/2019 - 6/30/2021	300,000	43,330	43,330
7/8/2019 - 6/30/2023	1,089,000	608,991	608,991
10/11/2019 - 6/30/2021	69,455	26,674	26,674
10/11/2019 - 6/30/2021	96,223	31,757	31,757
	\$ 6,299,735	\$ 2,921,637	\$ 2,426,982
	<b>\$ 13,258,557</b>	<b>\$ 8,233,996</b>	<b>\$ 6,472,158</b>

See accompanying notes to schedules of expenditures of state and federal awards.  
See independent auditors' report.

CITY OF LAS CRUCES  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE PERIOD ENDED JUNE 30, 2020

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant no./ Pass-Through Identifying no.
<b>U.S. Department of Housing and Urban Development</b>		
Community Development Block Grant		
B-17-MC-35-0002	14.218	B-17-MC-35-0002
B-18-MC-35-0002	14.218	B-18-MC-35-0002
B-19-MC-35-0002	14.218	B-19-MC-35-0002
B-20-MW-35-0002	14.218	B-20-MW-35-0002
<hr/> Total Community Development Block Grant		
<b>Home Program Grant</b>		
M-16-MC-35-0222	14.239	M-16-MC-35-0222
M-17-MC-35-0222	14.239	M-17-MC-35-0222
M-18-MC-35-0222	14.239	M-18-MC-35-0222
M-19-MC-35-0222	14.239	M-19-MC-35-0222
<hr/> Total Home Program Grant		
<hr/> <b>Total U.S. Department of Housing and Urban Development</b>		
 <b>U.S. Department of Justice</b>		
Victim Assistance Unit	16.575	2019-VA-716
Victim Assistance Unit	16.576	2020-VA-824
US Marshals Service	16.xxx	MOU
US Marshals Service	16.xxx	FY20 MOU
ATF	16.xxx	MOA
COPS Hiring Program FY15	16.710	2015UMWX0052
BYRNE JAG FY17	16.738	2017-DJ-BX-0447
BYRNE JAG FY18	16.738	2018-DJ-BX-0723
BYRNE JAG FY19	16.738	2019-DJ-BX-0226
SAKI SFY20	16.883	2016-SAKI-LCPD-SFY20
LEAD		2019-AR-BX-K078
CESF	16.034	20-CESF-LASCR-SFY20
<hr/> <b>Total U.S. Department of Justice</b>		

See accompanying notes to schedules of expenditures of state and federal awards.  
See independent auditors' report

CITY OF LAS CRUCES  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE PERIOD ENDED JUNE 30, 2020

Program Period	Program or Award Amount	Life-to-Date Expenditures	Current - FY20 Expenditures as of 06/30/20
07/2017 to Comp	783,242	691,954	138,295
07/2018 to Comp	869,294	721,139	233,534
07/2019 to Comp	908,220	387,511	387,511
5-26-20 to 5-26-26	560,625	2,702	2,702
	<b>3,121,381</b>	<b>1,803,306</b>	<b>762,042</b>
07/2016 to Comp	309,238	338,341	120,102
07/2017 to Comp	308,089	235,282	166,186
07/2018 to Comp	439,502	202,620	101,575
07/2019 to Comp	412,433	50,500	50,500
	<b>1,469,262</b>	<b>826,744</b>	<b>438,364</b>
	<b>4,590,643</b>	<b>2,630,050</b>	<b>1,200,406</b>
10/01/2018 - 09/30/2019	89,149	80,565	15,757
10/01/2019 - 09/30/2020	89,149	31,996	31,996
11/03/2010 - Until Rescinded		175,980	4,725
10/01/2019-09/30/20	20,000	5,132	5,132
08/13/2018 - 09/30/2022		10,952	7,167
09/01/2015 - 12/31/2019	1,125,000	1,125,000	164,995
10/01/2016 - 09/30/2020	26,737	26,737	9
10/01/2017 - 09/30/2019	23,350	23,350	18,272
10/01/2018 - 09/30/2020	18,505	2,485	2,485
01/20/2020 - 09/30/2020	28,000	14,000	14,000
10/01/2019 - 09/30/2022	38,375	19,188	19,188
01/20/2020 - 01/20/2022	151,480	20,407	20,407
	<b>1,609,745</b>	<b>1,535,792</b>	<b>304,133</b>

See accompanying notes to schedules of expenditures of state and federal awards.  
See independent auditors' report

CITY OF LAS CRUCES  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE PERIOD ENDED JUNE 30, 2020

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant no./ Pass-Through Identifying no.
<b>Executive Office of the President</b>		
<b>Office of National Drug Control Policy</b>		
HIDTA-Metro	95.001	G18SN0006A
HIDTA-Metro	95.001	G19SN0006A
<b>Total Office of National Drug Control Policy</b>		
<b>U.S. Department of Transportation</b>		
Federal Aviation Administration		
FY18 LRU GA Terminal Apron Rehab Design	20.106	3-35-0024-031-2018
Airport Terminal Apron Rehabilitation Construction	20.106	3-35-0024-032-2019
Airport Perimeter Fence Construction	20.106	3-35-0024-033-2019
<b>Total Federal Aviation Administration</b>		
<b>Federal Transportation Administration</b>		
FY-17 5307 Funds for Las Cruces Transit Fixed Route & Paratransit Operations - Capital	20.507	NM-2018-008-00
Las Cruces Electric Bus Project #2 - Procurement with Section 5307 and 5339 Low-No Funding	20.526	NM-2019-005-00
FFY2018 5307 Funds Las Cruces Transit Fixed Route & Paratransit Operations	20.507	NM-2019-003-00
Las Cruces FY-2019 Section 5307 Operating Assistance and Miscellaneous Capital Items	20.507	NM-2019-037-00
City of Las Cruces RoadRUNNER FY20 Transit 5307 CARES ACT Operating Project	20.507	NM-2020-008-00
<b>Total Federal Transportation Administration</b>		
<b>Federal Highway Administration</b>		
Pass through State Department of Transportation		
STEP/DNOS - Traffic Safety Bureau 2019	20.608	19-ST-RF-049
BKLUP/CIOT - Traffic Safety Bureau 2019	20.608	19-OP-RF-049
ENDWI - Traffic Safety Bureau 2019	20.608	19-AL-64-049
ENDWI - Traffic Safety Bureau 2020	20.608	20-AL-64-049
STEP/DNOS - Traffic Safety Bureau 2020	20.608	20-PT-RF-049
<b>Total Pass Through New Mexico State Highway Department</b>		
<b>Total U.S. Department of Transportation</b>		

See accompanying notes to schedules of expenditures of state and federal awards.  
See independent auditors' report

CITY OF LAS CRUCES  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE PERIOD ENDED JUNE 30, 2020

Program Period	Program or Award Amount	Life-to-Date Expenditures	Current - FY20 Expenditures as of 06/30/20
01/01/2018 - 12/31/2019	925,606	925,606	99,426
01/01/2019 - 12/31/2020	962,350	822,926	822,245
	<b>1,887,956</b>	<b>1,748,532</b>	<b>921,671</b>
9/7/2018 - 9/7/2022	150,000	141,331	48,538
9/27/2019 - 9/30/2023	2,808,344	1,164,689	1,164,689
9/27/2019 - 9/30/2023	676,547	478,455	478,455
	<b>3,634,891</b>	<b>1,784,475</b>	<b>1,691,682</b>
08/21/2018 - 12/31/2020	152,000	418,578	12,868
02/01/2019 - 03/29/2022	1,450,000	62,800	62,800
01/1/2019 - 03/31/2020	1,915,246	1,915,246	1,204,608
10/01/2019 - 09/30/2020	1,988,389	159,732	159,732
01/20/2020 - 03/31/2022	6,026,321	1,273,946	1,273,946
	<b>11,531,956</b>	<b>3,830,302</b>	<b>2,713,954</b>
10/01/2018 - 09/30/2019	25,615	25,596	21,427
10/01/2018 - 09/30/2019	12,219	12,160	6,325
11/09/2018 - 09/30/2019	102,890	102,745	19,783
10/01/2019 - 09/30/2020	75,338	17,425	17,425
10/01/2019 - 09/30/2020	40,984	5,088	5,088
	<b>257,046</b>	<b>163,014</b>	<b>70,048</b>
	<b>15,423,893</b>	<b>5,777,791</b>	<b>4,475,684</b>

See accompanying notes to schedules of expenditures of state and federal awards.  
See independent auditors' report

CITY OF LAS CRUCES  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE PERIOD ENDED JUNE 30, 2020

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant no./ Pass-Through Identifying no.
<b>U.S. Department of Health and Human Services</b>		
Congregate Meals FY20 - Title III - Part C1	93.045	2019-20-64014
Home Delivered Meals FY20 - Title III - Part C2	93.045	2019-20-64014
Homemaker Services FY20 - Title III - Part B	93.044	2019-20-64014
Caregiver Services FY20 - Title III - Part E	93.052	2019-20-64014
COVID-19 Congregate Meals FY20 - Title III - Part C1	93.046	2019-20-64014
COVID-19 Home Delivered Meals FY20 - Title III - Part C2	93.046	2019-20-64014
<b>Total U.S. Department of Health and Human Services</b>		
<b>U.S. Dept. of Homeland Security</b>		
Homeland Security-ICE	MOA	MOA
FEMA - AFG	97.044	EMW-2017-FO-07139
FEMA - SAFER	97.083	EMW-2017-FH-00267
<b>Total Non-Pass Through U.S. Dept. of Homeland Security</b>		
Pass Through New Mexico Department of Homeland Security and Emergency Management		
Asylum Seekers -Fire		HM-HMP-0579-16-02-00-
Hazardous Materials Emergency Preparedness	20.703	City of Las Cruces
<b>Total Pass Through New Mexico Department of Homeland Security and Emergency Management</b>		
<b>Total U.S. Department of Homeland Security</b>		
<b>U.S. Department of Commerce</b>		
EDA - Airport & WMIP Feasibility Study	11.307	08-69-05244: URI111961
<b>Total U.S. Department of Commerce</b>		
<b>U.S. Department of the Interior Bureau of Reclamation</b>		
Parks Smart Irrigation Controllers	15.507	R18AP00258
<b>Total U.S. Department of the Interior</b>		
<b>Total Federal Awards</b>		

See accompanying notes to schedules of expenditures of state and federal awards.  
See independent auditors' report

CITY OF LAS CRUCES  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE PERIOD ENDED JUNE 30, 2020

Program Period	Program or Award Amount	Life-to-Date Expenditures	Current - FY20 Expenditures as of 06/30/20
07/10/2019 - 06/30/2020	109,356	109,356	109,356
07/10/2019 - 06/30/2020	22,704	22,704	22,704
07/10/2019 - 06/30/2020	30,855	30,855	30,855
07/10/2019 - 06/30/2020	62,205	62,205	62,205
03/01/2020 - 09/30/2021	35,850	30,974	30,974
03/01/2020 - 09/30/2021	71,703	6,691	6,691
	<b>332,673</b>	<b>262,786</b>	<b>262,786</b>
06/11/2010-UNTIL RESCINDED	115,000	108,813	28,299
08/13/2018 - 10/31/2020	369,552	284,499	116,796
02/18/2019 - 02/17/2022	1,162,664	483,085	373,214
	<b>1,647,216</b>	<b>876,397</b>	<b>518,309</b>
5/28/2019-12/31/2019 05/01/2019 - 03/31/2020 Extended	637,828	637,828	637,828
	30,450	29,774	20,820
	<b>668,278</b>	<b>667,602</b>	<b>658,648</b>
	<b>2,315,494</b>	<b>1,543,999</b>	<b>1,176,957</b>
09/07/2018- 09/30/2020	250,000	134,135	134,135
	<b>250,000</b>	<b>134,135</b>	<b>134,135</b>
9/20/2019 - 9/30/2020	73,920	15,221	15,221
	<b>73,920</b>	<b>15,221</b>	<b>15,221</b>
	<b>26,484,324</b>	<b>13,648,306</b>	<b>8,490,993</b>

See accompanying notes to schedules of expenditures of state and federal awards.  
See independent auditors' report

City of Las Cruces  
Notes to Schedules of Expenditures of State and Federal Awards  
June 30, 2020

**NOTE 1: GENERAL**

The accompanying schedules of expenditures of state and federal awards (Schedules) presents the activity of all state and federal award programs for the City of Las Cruces, New Mexico (the "City"). The City's reporting entity is defined in Note 1 to the City's financial statements. The information in the Schedules is presented in accordance with the requirements of the Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). The Schedules are not intended to, and do not present the financial position, changes in net position or cash flows of the City.

**NOTE 2: BASIS OF PRESENTATION**

Expenditures reported in the accompanying Schedules are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance), wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedules, represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available. The City has elected not to use the 10-percent de Minimis indirect cost rate allowed under the Uniform Guidance.

**NOTE 3: FEDERAL LOANS**

On May 24, 2010, the City was awarded a promissory note from the U.S. Department of Housing and Urban Development in the amount of \$2,000,000. The note was awarded under the HUD Section 108 loan guarantee program for the purpose of constructing, rehabilitating, and improving the Museum of Nature and Science in the City. Land serves as collateral for the loan and interest is charged at a rate of 1.7 percent. As of the year ended June 30, 2017 the City expended the full \$2,000,000 of the proceeds. Payments on the loan for the year ended June 30, 2020 included \$91,000 in principle and \$55,918 in interest, leaving an outstanding balance of \$1,325,000. Proceeds of the loan, that were received and expended in prior years, impose no continuing compliance requirements. The balance of the loan is not considered federal awards expended for the year ended June 30, 2020.

**NOTE 4: RECONCILIATION OF THE SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS**

The following is a reconciliation of the expenditures reported in the schedules of expenditures of federal awards to the expenditures reported in the financial statements for the City:

Expenditures in the schedule of expenditures of federal awards	\$ 8,490,993
Expenditures financed by other funding sources	40,895,584
<hr/>	
Expenditures reported in the statement of revenues, expenditures, and changes in fund balance/net position - nonmajor governmental and enterprise funds	49,386,577
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City of Las Cruces  
 Schedule of Findings and Questioned Costs  
 June 30, 2020

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**Section I – Summary of Auditors’ Results**

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*Financial Statements:*

- |  |            |
|--|------------|
| 1. Type of auditors’ report issued   | Unmodified |
| 1. Internal control over financial reporting:                                    |            |
| a. Material weaknesses identified?   | No         |
| b. Significant deficiencies identified not considered to be material weaknesses? | No         |
| c. Noncompliance material to the financial statements noted?                     | None noted |

*Federal Awards:*

- | 1. Type of auditors’ report issued on compliance for major programs   | Unmodified          |                 |        |                     |        |       |  |
|---|---------------------|-----------------|--------|---------------------|--------|-------|--|
| 2. Internal control over major programs:  |                     |                 |        |                     |        |       |  |
| a. Material weaknesses identified?  | None noted          |                 |        |                     |        |       |  |
| 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)?   | None noted          |                 |        |                     |        |       |  |
| 4. Identification of major programs:  |                     |                 |        |                     |        |       |  |
| <table style="margin-left: auto; margin-right: auto; border-collapse: collapse;"> <thead> <tr> <th style="text-align: center; border-bottom: 1px solid black;">CFDA<br/>Number</th> <th style="text-align: center; border-bottom: 1px solid black;">Federal Program</th> </tr> </thead> <tbody> <tr> <td style="text-align: center;">20.106</td> <td style="text-align: center;">Airport Improvement</td> </tr> <tr> <td style="text-align: center;">95.001</td> <td style="text-align: center;">HIDTA</td> </tr> </tbody> </table> | CFDA<br>Number      | Federal Program | 20.106 | Airport Improvement | 95.001 | HIDTA |  |
| CFDA<br>Number  | Federal Program     |                 |        |                     |        |       |  |
| 20.106  | Airport Improvement |                 |        |                     |        |       |  |
| 95.001  | HIDTA               |                 |        |                     |        |       |  |
| 5. Dollar threshold used to distinguish between type A and type B programs:   | \$750,000           |                 |        |                     |        |       |  |
| 6. Auditee qualified as low-risk auditee?   | Yes                 |                 |        |                     |        |       |  |

City of Las Cruces  
Schedule of Findings and Questioned Costs  
June 30, 2020

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**Section II – Financial Statement Findings**

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None noted

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**Section III – New Mexico State Audit Rule Section 12-6-5 NMSA 1978 Findings**

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**2020-001 (NM 2018-004) – Internal Controls over Cash Receipts (Other Noncompliance) (repeated and modified)**

*Condition:* The City Utility Billings, has multiple deficiencies over their receipting process as noted below:

- Four of 25 deposits tested did not have an approval signature on the daily cash report by the Treasurer.
- One of 25 deposits tested did not have a receipt showing payment was received by the City.

The City has made progress on this finding.

*Criteria:* Per the City of Las Cruces “Financial Services Standard Operating Procedure Revised Date 6/5/2020” procedure, Section II Cash and Investments states, “The misappropriation of cash receipts shall be deterred by the reviewing of bank deposits”. The City follows the practice of pooling cash and investments of all funds with the City Treasurer except for restricted funds generally held by outside custodians and certain special revenue, debt service reserve, and capital projects funds. All cash and check remittances shall be deposited intact and posted to various general ledger accounts each day. Receipts by check that are received directly by the City should be restrictively endorsed immediately.

*Effect:* The city utilities is not properly safeguarding assets and is in violation City policy.

*Cause:* The city’s internal controls over deposits were not accurately followed for all deposits.

*Auditor’s Recommendation:* PBH recommends the overall daily cash report looked over by the senior cashier, then the treasury supervisor then signed off by the Treasurer. The City emphasize the importance of authorized signatures and following all internal controls over receipts and monitor these procedures closely to ensure compliance with policies and procedures. PBH recommends the overall processes in place to provide a receipt to every customer that makes a payment. The City needs to enforce the processes in place to provide a receipt to every customer that makes a payment. PBH also recommend the City’s assistance for best practices to ensure compliance with the City’s receipting policy.

*View of Responsible Officials and Planned Corrective Actions:* Effective immediately the Treasurer will ensure that the Lead Cashier and Cashier Supervisor review the daily cash deposit reports prior to the Treasurer or approved designee’s review. The Lead Cashier or Cashier Supervisor will verify that all reports are signed by the Treasurer or approved designee prior to filing. The Treasurer will emphasize the importance of authorized signatures and following all internal controls over receipts and monitor these procedures closely to ensure compliance with policies and procedures.

*Responsible Party:* City Treasurer

*Timeline for Corrective Action:* Corrective action implementation effective immediately

City of Las Cruces  
Schedule of Findings and Questioned Costs  
June 30, 2020

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**Section III – New Mexico State Audit Rule Section 12-6-5 NMSA 1978 Findings (Continued)**

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**2020-002 Internal Controls over Inmate Payments (Other Noncompliance)**

*Condition:* The City incorrectly paid amounts to Dona Ana County (County) for the housing of inmates that were charged by City police for violations of state statutes. These amounts should not have been paid to the County.

*Criteria:* In accordance with NMSA 1978 Sec. 33-3-3, Confinement of Prisoners in County Where Offense Committed and Attorney General Opinion 85-03, a county must pay for the expenses and upkeep of prisoners who were arrested by municipal police and charged with violations of state statutes.

*Effect:* The City incorrectly paid the County for the housing of inmates that were the responsibility of the County.

*Cause:* The City personnel responsible for the cash payments to the County were unaware of the state law.

*Auditor's Recommendation:* We recommend that the City establish policies and procedures to ensure that these type of inmate fees are not paid to the County.

*View of Responsible Officials and Planned Corrective Actions:* The County has already made the change not to include violators of state or federal law on their invoices to the City. The City's Municipal Court Services Manager has already incorporated an educational program to instruct staff to review and approve only charges for municipal ordinance offenders.

*Responsible Party:* Municipal Court Manager

*Timeline for Corrective Action:* Corrective action implementation effective immediately

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**Section IV – Component Unit Financial Statement Findings**

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None noted

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**Section V – Federal Award Findings and Questioned Costs**

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None noted.

City of Las Cruces  
 Schedule of Findings and Questioned Costs  
 June 30, 2020

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**Section VI – Prior Year Findings**

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<b>Prior Year Audit Findings</b>	<b>Current Status</b>
<b>Financial Statement Findings</b>	
FS 2018-003 - Deficiencies in Procurement Process (Material Weakness and Material Noncompliance)	Resolved
FS 2019-001 – Internal Controls Over Conflict of Interest (Significant Deficiency)	Resolved
FS 2019-002 – Internal Controls Over Agreement between the City and The Friends of Visit Las Cruces Inc. (Material Weakness)	Resolved
NM 2018-001 – Oversight of Internal Auditor (Finding that does not rise to the level of Significant Deficiency)	Resolved
NM 2018-003 – Exceeded Budget Authority (Other Noncompliance)	Resolved
NM 2018-004 – Internal Controls Over Cash Receipts (Other Noncompliance)	Repeated and modified
NM 2019-001 – Internal Controls Over Utility Billings (Other Matter)	Resolved
NM 2019-002 – Cash Appropriations in Excess of Available Cash Balances (Other Noncompliance)	Resolved
NM 2019-003 – Uniform Guidance Written Policies and Procedures (Other Noncompliance)	Resolved
NM 2019-004 – Overtime Compensation (Other Noncompliance)	Resolved
CU NM 2019-00 1 - Cash Appropriations in Excess of Available Cash Balances (Other Noncompliance)	Resolved
CU NM 2019-002 – Board Member not present at the Exit Conference (Other Noncompliance)	Resolved
<b>Federal Award Findings</b>	
None noted in prior audit	

# City of Las Cruces

Exit Conference

June 30, 2020

An exit conference was conducted on November 19, 2020 with the following individuals in attendance:

## **City of Las Cruces**

Ken Miyagishima

Yvonne Flores

Gabe Vasquez

Ifo Pili

Barbara DeLeon

Terri Gayhart

Alfredo Pacheco

Josie Medina

Karin Byrum

Jennifer Vega-Brown

Viola Perea

Maria Sanchez

Josh Saffell

Virginia Barela

Mayor

City Councilor

City Councilor

City Manager

Interim Assistant City Manager

Finance Director

Deputy Finance Director

Accounting Manager

Treasurer

City Attorney

Internal Auditor

Senior Accountant

Senior Accountant

Executive Administrative Assistant

## **Pattillo Brown & Hill**

Chris Garner, CPA,

Partner

The City's accounting department and independent public accountants jointly prepared the accompanying financial statements. The City is responsible for the financial statement content.