

# City of Las Cruces®

PEOPLE HELPING PEOPLE

## Council Action and Executive Summary

Item # 15 Ordinance/Resolution# 11-107 Council District: N/A

For Meeting of November 1, 2010

(Adoption Date)

**TITLE:**

**A RESOLUTION AUTHORIZING A FISCAL YEAR 2010-2011 BUDGET ADJUSTMENT FOR THE BOND PROCEEDS AND ISSUE COSTS FOR THE RECENT BOND ISSUES: JOINT UTILITY REFUNDING REVENUE BONDS, SERIES 2010; MGRT REFUNDING AND IMPROVEMENT REVENUE BONDS, SERIES 2010A AND 2010B; AND SSGRT REFUNDING REVENUE BONDS, SERIES 2010.**

**PURPOSE(S) OF ACTION:** To approve the budgets related to the 2010 bond issues.

<b>Drafter and Staff Contact:</b> Gloria Podruchny		<b>Department:</b> Finance		<b>Phone:</b> 541-2050	
<b>Department</b>	<b>Signature</b>	<b>Phone</b>	<b>Department</b>	<b>Signature</b>	<b>Phone</b>
Interim Depart. Director	<i>Pat Begman</i>	541-2050	Budget	<i>Richard M. Thomas</i>	541-2107
		528-3125	Assistant City Manager	<i>[Signature]</i>	541-2271
Legal	<i>[Signature]</i>	541-2128	City Manager	<i>[Signature]</i>	541-2076

**BACKGROUND / KEY ISSUES / CONTRIBUTING FACTORS:**

On August 11, 2010, Council authorized the issuance and sale of the \$24,840,000 Joint Utility Refunding Revenue Bonds, Series 2010 via Ordinance No. 2584. Ordinance No. 2587 approved by Council on August 25, 2010, authorized the issuance of \$16,645,000 Municipal Gross Receipts Tax Refunding and Improvement Revenue Bonds, Series 2010A and 2010B. Ordinance No. 2588, approved by Council on August 25, 2010, authorized the issuance of \$24,330,000 in State Shared Gross Receipts Tax Refunding Revenue bonds, Series 2010.

Approximately, \$3 million of the proceeds of the Series 2010A bond will be used for Public Works projects, and is being presented by separate resolution.

Therefore, staff requests approval to set up the budgets related to the three 2010 bond issues. The Funds established for the above referenced bonds are summarized in the attached Exhibits.

**SUPPORT INFORMATION:**

1. Resolution/Ordinance.
2. Exhibit "A" - Budget Adjustment

(Continue on additional sheets as required)

3. Closing Memo - JU Refunding Revenue Bonds, Series 2010.
4. Closing Memo- MGRT Refunding and Improvement Revenue Bonds, Series 2010A and 2010B.
5. Closing Memo- SSGRT Refunding Revenue Bonds, Series 2010.

**SOURCE OF FUNDING:**

<b>Is this action already budgeted?</b>	Yes	<input type="checkbox"/>	See fund summary below
	No	<input checked="" type="checkbox"/>	If No, then check one below:
	<i>Budget Adjustment Attached</i>	<input type="checkbox"/>	Expense reallocated from:
		<input checked="" type="checkbox"/>	Proposed funding is from a new revenue source <u>2010 Bond Issues</u>
	<input type="checkbox"/>	Proposed funding is from fund balance in the _____ Fund.	
<b>Does this action create any revenue?</b>	Yes	<input checked="" type="checkbox"/>	Funds will be deposited into this fund: <u>See Exhibit A</u> in the amount of <u>See Exhibit A</u> .
	No	<input type="checkbox"/>	There is no new revenue generated by this action.

**FUND EXPENDITURE SUMMARY:**

Fund Name(s)	Account Number(s)	Expenditure Proposed	Available Budgeted Funds in Current FY*	Remaining Funds	Purpose for Remaining Funds
	VARIOUS SEE EXHIBIT "A"				

**OPTIONS / ALTERNATIVES:**

1. Vote "Yes"; this will authorize a budget adjustment for the bond proceeds and issue costs for the three 2010 bond issues.
2. Vote "No"; this will not authorize a budget adjustment for the bond proceeds and issue costs for the three 2010 bond issues.
3. Vote to "Amend"; this could delay the accuracy and timeliness of tracking expenditures.
4. Vote to "Table"; this could delay the accuracy and timeliness of tracking expenditures.

(Continue on additional sheets as required)

**REFERENCE INFORMATION**

The resolution(s) and/or ordinance(s) listed below are only for reference and are not included as attachments or exhibits.

1. Ordinance No. 2584, JU Refunding Revenue Bonds, Series 2010
2. Ordinance No. 2587, MGRT Refunding and Improvement Revenue Bonds, Series 2010A and 2010B
3. Ordinance No. 2588, SSGRT Refunding Refunding Revenue Bonds, Series 2010

(Continue on additional sheets as required)

**RESOLUTION NO. 11-107**

**A RESOLUTION AUTHORIZING A FISCAL YEAR 2010-2011 BUDGET ADJUSTMENT FOR THE BOND PROCEEDS AND ISSUE COSTS FOR THE RECENT BOND ISSUES: JOINT UTILITY REFUNDING REVENUE BONDS, SERIES 2010; MGRT REFUNDING AND IMPROVEMENT REVENUE BONDS, SERIES 2010A AND 2010B; AND SSGRT REFUNDING REVENUE BONDS, SERIES 2010.**

The City Council of the City of Las Cruces is informed that:

**WHEREAS**, on August 11, 2010, Council authorized the issuance and sale of the \$24,840,000 Joint Utility Refunding Revenue Bonds, Series 2010 via Ordinance No. 2584; and

**WHEREAS**, Ordinance No. 2587 approved by Council on August 25, 2010, authorized the issuance of \$16,645,000 Municipal Gross Receipts Tax Refunding and Improvement Revenue Bonds, Series 2010A and 2010B; and

**WHEREAS**, Ordinance No. 2588, approved by Council on August 25, 2010, authorized the issuance of \$24,330,000 in State Shared Gross Receipts Tax Refunding Revenue Bonds, Series 2010; and

**WHEREAS**, approximately, \$3 million of the proceeds of the Series 2010A bond will be used for Public Works projects and is being presented by separate resolution.

**NOW, THEREFORE**, Be it resolved by the governing body of the City of Las Cruces:

(I)

**THAT**, the FY 2011 Budget is hereby adjusted as reflected in Exhibit "A" attached here and made a part of this resolution.

(II)

**THAT**, City staff is hereby authorized to do all deeds necessary in the accomplishment of this task.

DONE AND APPROVED this \_\_\_\_\_ of \_\_\_\_\_, 2010.

\_\_\_\_\_  
Mayor

ATTEST:

\_\_\_\_\_  
City Clerk

(SEAL)

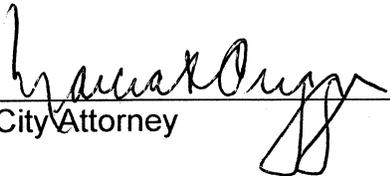
VOTE:

Mayor Miyagishima:	_____
Councillor Silva:	_____
Councillor Connor:	_____
Councillor Pedroza:	_____
Councillor Small:	_____
Councillor Sorg:	_____
Councillor Thomas:	_____

Moved by: \_\_\_\_\_

Seconded by: \_\_\_\_\_

Approved as to Form:

ASST  \_\_\_\_\_  
City Attorney

**\$24,840,000**

**City of Las Cruces, New Mexico**

**Closing Memo**

**Joint Utility Refunding Revenue Bonds, Series 2010**

**Closing Date: September 14, 2010**



**RBC Capital Markets®**

## Summary Overview

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<b>ISSUER:</b>	<b>City of Las Cruces, New Mexico</b>
<b>DATED DATE</b>	<b>September 14, 2010</b>
<b>INTEREST PAYMENT DATES</b>	<b>June 1 and December 1, commencing June 1, 2011</b>
<b>PRINCIPAL PAYMENT DATES</b>	<b>June 1 commencing June 1, 2011</b>
<b>CLOSING DATE:</b>	<b>September 14, 2010</b>
<b>PURCHASER:</b>	<b>Robert W. Baird &amp; Co., Inc.</b>

# Settlement Amount and Flow of Funds

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## 1. Settlement Amount

### 1.0 Purchase Price of 2010 Bonds

	Total
Par Amount	\$ 24,840,000.00
Plus: Premium	553,341.28
Less: Good Faith Deposit	<u>(375,000.00)</u>
Amount Payable at Closing	<u>\$ 25,018,341.28</u>

## 2. Wire Transfers and Actions

### 2.0 Transfers by Robert W. Baird (\$25,018,341.28)

**2.0.1** On the day of closing Robert W. Baird will wire transfer \$25,018,341.28 in immediately available funds to the New Mexico Finance Authority at:

Bank: Wells Fargo Bank  
 ABA #: 121000248  
 Account #: 631-10003-73  
 Account Name: New Mexico Finance Authority Public Projects Revolving Fund  
 Contact: Lorraine Valdez (505) 992-9623

### 2.1 Transfers by City of Las Cruces (\$215,025.67)

**2.1.1** On the day of closing the City of Las Cruces will wire transfer \$215,025.67 (representing a portion of the Good Faith Deposit) in immediately available funds to the New Mexico Finance Authority at:

Bank: Wells Fargo Bank  
 ABA #: 121000248  
 Account #: 631-10003-73  
 Account Name: New Mexico Finance Authority Public Projects Revolving Fund  
 Contact: Lorraine Valdez (505) 992-9623

## 2.2 Transfers by New Mexico Finance Authority

2.2.1 On the day of closing Bank of New York Mellon as trustee for the New Mexico Finance Authority will wire transfer \$10,802,319.30 representing \$2,476,242.45 of prior debt service reserve funds and \$8,326,076.85 of unspent project funds related to the 2003, 2004, 2005, 2006, 2007I, 2007II, 2007III and 2007IV NMFA loans to the City of Las Cruces in immediately available funds to:

Bank: Wells Fargo Bank  
 ABA #: 121000248  
 Account #: 4121948350  
 Account Name: City of Las Cruces

2.2.2 In early October, the Bank of New York Mellon as trustee for the New Mexico Finance Authority will wire transfer the residual September interest posted to the accounts to the City of Las Cruces using the same wiring instruction as above.

## 3. Uses of Funds

### 3.0.1. Series 2010 Refunding Account (\$25,385,583.73)

1. \$25,233,366.95 of bond proceeds will be used to redeem the 2003, 2004, 2005, 2006, 2007I, 2007II, 2007III and 2007IV New Mexico Finance Authority Loans on the day of closing.
2. \$152,216.78 of Good Faith Deposit, already on hand at the City will be used to pay costs of issuance. Any funds remaining after all issuance costs have been paid will be transferred to the Series 2010 Debt Service Account. A breakdown of estimated issuance costs are shown below. Please forward all invoices to Robert Scaling, City Treasurer for approval.

#### Estimated Costs of Issuance

Bond Counsel (Modrall)	\$	53,861
Financial Advisor (RBC)		43,000
Rating (Moody's)		16,000
Bidding & POS Posting (Ipreo)		1,500
Final OS Posting & Printing (FPR)		800
Misc.		3,000
		<hr/>
Total	\$	118,161

### 3.0.2. Series 2010 Reserve Account (\$2,484,000)

\$2,484,000 representing \$2,476,242.45 of prior debt service reserve funds and \$7,757.55 of Good Faith Deposit already on hand at the City will be deposited to the Series 2010 Reserve Account for the 2010 Bonds

**3.0.3. Project Funds Relating to the Refunded NMFA Loans (\$8,326,076.85)**

\$8,326,076.85 of prior project funds on hand with the NMFA trustee will be wire transferred to the City for completion of the original projects. The balance of the project funds is detailed below:

2005 NMFA Loan:	\$	.87
2007I NMFA Loan:		1,923,190.81
2007II NMFA Loan:		197.39
2007III NMFA Loan:		6,402,685.98
2007IV NMFA Loan:		<u>1.80</u>
Total:		\$8,326,076.85

# Exhibit 1A –2010 Joint Utility System Revenue Bonds Debt Service Schedule

City of Las Cruces, New Mexico Series 2010 - Debt Service Schedule					
Date	Principal	Coupon	Interest	Total Debt Service	Debt Service Fiscal Year
06/01/2011	485,000	2.00%	586,540.02	1,071,540.02	\$ 1,071,540.02
12/01/2011	-		405,956.25	405,956.25	-
06/01/2012	200,000	2.00%	405,956.25	605,956.25	1,011,912.50
12/01/2012	-		403,956.25	403,956.25	-
06/01/2013	200,000	3.00%	403,956.25	603,956.25	1,007,912.50
12/01/2013	-		400,956.25	400,956.25	-
06/01/2014	185,000	3.00%	400,956.25	585,956.25	986,912.50
12/01/2014	-		398,181.25	398,181.25	-
06/01/2015	185,000	2.00%	398,181.25	583,181.25	981,362.50
12/01/2015	-		396,331.25	396,331.25	-
06/01/2016	185,000	2.00%	396,331.25	581,331.25	977,662.50
12/01/2016	-		394,481.25	394,481.25	-
06/01/2017	1,830,000	3.00%	394,481.25	2,224,481.25	2,618,962.50
12/01/2017	-		367,031.25	367,031.25	-
06/01/2018	1,890,000	3.00%	367,031.25	2,257,031.25	2,624,062.50
12/01/2018	-		338,681.25	338,681.25	-
06/01/2019	1,940,000	3.00%	338,681.25	2,278,681.25	2,617,362.50
12/01/2019	-		309,581.25	309,581.25	-
06/01/2020	1,990,000	3.00%	309,581.25	2,299,581.25	2,609,162.50
12/01/2020	-		279,731.25	279,731.25	-
06/01/2021	2,050,000	3.00%	279,731.25	2,329,731.25	2,609,462.50
12/01/2021	-		248,981.25	248,981.25	-
06/01/2022	2,115,000	3.25%	248,981.25	2,363,981.25	2,612,962.50
12/01/2022	-		214,612.50	214,612.50	-
06/01/2023	2,185,000	3.00%	214,612.50	2,399,612.50	2,614,225.00
12/01/2023	-		181,837.50	181,837.50	-
06/01/2024	2,255,000	4.00%	181,837.50	2,436,837.50	2,618,675.00
12/01/2024	-		136,737.50	136,737.50	-
06/01/2025	2,290,000	4.00%	136,737.50	2,426,737.50	2,563,475.00
12/01/2025	-		90,937.50	90,937.50	-
06/01/2026	2,390,000	4.00%	90,937.50	2,480,937.50	2,571,875.00
12/01/2026	-		43,137.50	43,137.50	-
06/01/2027	2,465,000	3.50%	43,137.50	2,508,137.50	2,551,275.00
<b>Total</b>	<b>\$ 24,840,000</b>		<b>\$ 9,808,802.52</b>	<b>\$ 34,648,802.52</b>	<b>\$ 34,648,802.52</b>

## Exhibit 2 – Distribution List

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### Joint Utility System Revenue Bonds

#### ISSUER

**City of Las Cruces**

P.O. Box 20000

Las Cruces, NM 88004-9002

Fax: (575) 541-2017

Robert Garza

Assistant City Manager

Tel. (575) 541-2271

Email: [rgarza@las-cruces.org](mailto:rgarza@las-cruces.org)

Pat Degman

Interim Finance Director

Tel.: (575) 541-2042

Email: [PatD@las-cruces.org](mailto:PatD@las-cruces.org)

Robert Scaling

Treasurer

Email: [rscaling@las-cruces.org](mailto:rscaling@las-cruces.org)

#### FINANCIAL ADVISOR

**RBC Capital Markets Corporation**

6301 Uptown Blvd. NE, Suite 110

Albuquerque, NM 87110

Fax: (505) 872-5979

Kevin Powers

Tel.: (505) 872-5993

Email: [kevin.f.powers@rbccm.com](mailto:kevin.f.powers@rbccm.com)

Erik Harrigan

Tel.: (505) 872-5992

Email: [erik.harrigan@rbccm.com](mailto:erik.harrigan@rbccm.com)

#### BOND/DISCLOSURE COUNSEL

**Modrall Sperling Law Firm**

500 Fourth Street NW, Suite 1000

Albuquerque, NM 87102

Fax: (505) 848-9710

Duane Brown

Tel.: (505) 848-1807

Email: [duanebrown@modrall.com](mailto:duanebrown@modrall.com)

Sam M. Gill

Tel.: (505) 848-1814

Email: [smg@modrall.com](mailto:smg@modrall.com)

Peter Franklin

Tel.: (505) 984-2856

Email: [plf@modrall.com](mailto:plf@modrall.com)

#### PURCHASER

**Robert W. Baird & Co.**

Fixed Income Capital Markets

777 East Wisconsin Avenue

Milwaukee, WI 53202-5391

Anne Mongoven

Tel. (414) 765-3710

Email: [amongoven@rwbaird.com](mailto:amongoven@rwbaird.com)

Vicky Ossoinik

Tel. (414) 765-3725

Email: [vossoinik@rwbaird.com](mailto:vossoinik@rwbaird.com)

**\$16,645,000**

## **City of Las Cruces, New Mexico**

### **Closing Memo**

**Municipal Gross Receipts Tax Refunding and Improvement Revenue Bonds (Street Projects), Series 2010A (\$12,255,000)**

**Municipal Gross Receipts Tax Refunding Revenue Bonds (Flood Control Projects), Series 2010B (\$4,390,000)**

**Closing Date: September 28, 2010**



**RBC Capital Markets®**

# Summary Overview

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**ISSUER:** City of Las Cruces, New Mexico

**DATED DATE** September 28, 2010

**INTEREST PAYMENT DATES** June 1 and December 1, commencing June 1, 2011

**PRINCIPAL PAYMENT DATES** June 1 commencing June 1, 2011

**CLOSING DATE:** September 28, 2010

**PURCHASER:** Stone & Youngberg LLC

# Settlement Amount and Flow of Funds

## 1. Settlement Amount

### 1.0 Purchase Price of 2010 Bonds

	2010A	2010B	Total
Par Amount	\$ 12,255,000.00	\$ 4,390,000.00	\$ 16,645,000.00
Plus: Premium	350,001.47	123,022.64	473,024.11
Less: Good Faith Deposit	<u>(220,877.14)</u>	<u>(79,122.86)</u>	<u>(300,000.00)</u>
Amount Payable at Closing	<u>\$ 12,384,124.33</u>	<u>\$ 4,433,899.78</u>	<u>\$ 16,818,024.11</u>

## 2. Wire Transfers and Actions

### 2.0 Transfers by Stone & Youngberg (\$16,818,024.11)

**2.0.1** On the day of closing Stone & Youngberg will wire transfer \$9,755,997.05 in immediately available funds to the New Mexico Finance Authority at:

Bank: Wells Fargo Bank  
 ABA #: 121000248  
 Account #: 631-10003-73  
 Account Name: New Mexico Finance Authority Public Projects Revolving Fund  
 Contact: Lorraine Valdez (505) 992-9623

**2.0.2** On the day of closing Stone & Youngberg will wire transfer \$7,062,027.06 in immediately available funds to the City of Las Cruces at:

Bank: Wells Fargo Bank  
 ABA #: 121000248  
 Account #: 4121948350  
 Account Name: City of Las Cruces

### 2.1 Transfers by New Mexico Finance Authority

**2.1.1** On the day of closing Bank of New York Mellon as trustee for the New Mexico Finance Authority will wire transfer \$4,400,710.10 representing the prior debt service reserve funds and project fund balances in immediately available funds to the City of Las Cruces at:

Bank: Wells Fargo Bank  
 ABA #: 121000248  
 Account #: 4121948350  
 Account Name: City of Las Cruces

2.1.2 In early October, the Bank of New York Mellon as trustee for the New Mexico Finance Authority will wire transfer the residual September interest posted to the accounts to the City of Las Cruces using the same wiring instruction as above.

## 2.2 Transfers by City of Las Cruces (\$5,502,993.75)

2.2.1 On the day of closing the City of Las Cruces, as paying agent and registrar will wire transfer \$5,502,993.75 representing the amount necessary to pay off the Series 1999A Bonds (\$3,043,668.75) and the Series 1999B Bonds (\$2,459,325.00) to DTC.

## 3. Uses of Funds

### 3.0.1. Series 2010 Refunding Project (\$15,258,990.80)

1. \$15,258,990.80 of bond proceeds will be used to redeem the Series 1999A Bonds, the Series 1999B Bonds, 2006 NMFA Loan and the 2007 NMFA Loan on the day of closing.

### 3.0.2. Series 2010A Acquisition Fund (\$3,131,169.66)

1. \$3,131,169.66 (representing \$1,559,033.31 of bond proceeds wired on the day of closing, \$300,000 of Good Faith Deposit already on hand at the City and \$1,272,136.35 of prior DSRF to be wire by the NMFA trustee on the day of closing) will be deposited in the 2010A Acquisition Fund and used to fund the 2010A Street Improvement Project and to pay costs of issuance. A breakdown of estimated issuance costs are shown below. Please forward all invoices to Robert Scaling, City Treasurer for approval.

#### Estimated Costs of Issuance

Bond Counsel (Modrall)	\$	41,890
Financial Advisor (RBC)		44,800
Rating (Moody's)		12,500
Final OS Posting & Printing (FPR)		1,500
Misc.		5,000
		<hr/>
Total	\$	105,690

### 3.0.3. Project Funds Relating to the Refunded NMFA Loans (\$3,128,573.75)

\$3,128,573.75 of prior project funds on hand with the NMFA trustee will be wire transferred to the City for completion of the original projects. A breakdown of the project funds is listed below:

2006 NMFA Loan:	\$1,592,763.93
2007 NMFA Loan:	<u>1,535,809.82</u>
Total:	\$3,128,573.75

# Exhibit 1A – 2010A Municipal GRT Bonds (Street Projects) Debt Service Schedule

City of Las Cruces, New Mexico Series 2010A - Debt Service Schedule					
Date	Principal	Coupon	Interest	Total Debt Service	Debt Service Fiscal Year
06/01/2011	2,215,000	2.50%	218,632.50	2,433,632.50	\$ 2,433,632.50
12/01/2011	-		134,262.50	134,262.50	-
06/01/2012	2,010,000	2.50%	134,262.50	2,144,262.50	2,278,525.00
12/01/2012	-		109,137.50	109,137.50	
06/01/2013	1,910,000	2.50%	109,137.50	2,019,137.50	2,128,275.00
12/01/2013	-		85,262.50	85,262.50	
06/01/2014	1,935,000	2.50%	85,262.50	2,020,262.50	2,105,525.00
12/01/2014	-		61,075.00	61,075.00	
06/01/2015	680,000	2.50%	61,075.00	741,075.00	802,150.00
12/01/2015	-		52,575.00	52,575.00	
06/01/2016	690,000	3.00%	52,575.00	742,575.00	795,150.00
12/01/2016	-		42,225.00	42,225.00	
06/01/2017	695,000	3.00%	42,225.00	737,225.00	779,450.00
12/01/2017	-		31,800.00	31,800.00	
06/01/2018	555,000	3.00%	31,800.00	586,800.00	618,600.00
12/01/2018	-		23,475.00	23,475.00	
06/01/2019	510,000	3.00%	23,475.00	533,475.00	556,950.00
12/01/2019	-		15,825.00	15,825.00	
06/01/2020	530,000	3.00%	15,825.00	545,825.00	561,650.00
12/01/2020	-		7,875.00	7,875.00	
06/01/2021	525,000	3.00%	7,875.00	532,875.00	540,750.00
<b>Total</b>	<b>\$ 12,255,000</b>		<b>\$ 1,345,657.50</b>	<b>\$ 13,600,657.50</b>	<b>\$ 13,600,657.50</b>

# Exhibit 1B –2010B Municipal GRT Bonds (Flood Control Projects) Debt Service Schedule

City of Las Cruces, New Mexico Series 2010B - Debt Service Schedule					
Date	Principal	Coupon	Interest	Total Debt Service	Debt Service Fiscal Year
06/01/2011	790,000	2.50%	77,895.00	867,895.00	\$ 867,895.00
12/01/2011	-		47,825.00	47,825.00	-
06/01/2012	750,000	2.50%	47,825.00	797,825.00	845,650.00
12/01/2012	-		38,450.00	38,450.00	
06/01/2013	770,000	2.50%	38,450.00	808,450.00	846,900.00
12/01/2013	-		28,825.00	28,825.00	
06/01/2014	780,000	2.50%	28,825.00	808,825.00	837,650.00
12/01/2014	-		19,075.00	19,075.00	
06/01/2015	170,000	2.50%	19,075.00	189,075.00	208,150.00
12/01/2015	-		16,950.00	16,950.00	
06/01/2016	175,000	3.00%	16,950.00	191,950.00	208,900.00
12/01/2016	-		14,325.00	14,325.00	
06/01/2017	180,000	3.00%	14,325.00	194,325.00	208,650.00
12/01/2017	-		11,625.00	11,625.00	
06/01/2018	185,000	3.00%	11,625.00	196,625.00	208,250.00
12/01/2018	-		8,850.00	8,850.00	
06/01/2019	190,000	3.00%	8,850.00	198,850.00	207,700.00
12/01/2019	-		6,000.00	6,000.00	
06/01/2020	195,000	3.00%	6,000.00	201,000.00	207,000.00
12/01/2020	-		3,075.00	3,075.00	
06/01/2021	205,000	3.00%	3,075.00	208,075.00	211,150.00
<b>Total</b>	<b>\$ 4,390,000</b>		<b>\$ 467,895.00</b>	<b>\$ 4,857,895.00</b>	<b>\$ 4,857,895.00</b>

# Exhibit 2 – Distribution List <sup>308</sup>

## 2010A&B Municipal GRT Refunding and Improvement Rev. Bonds

### ISSUER

#### **City of Las Cruces**

P.O. Box 20000

Las Cruces, NM 88004-9002

Fax.: (575) 541-2017

Robert Garza

Assistant City Manager

Tel. (575) 541-2271

Email: [rgarza@las-cruces.org](mailto:rgarza@las-cruces.org)

Pat Degman

Interim Finance Director

Tel.: (575) 541-2042

Email: [PatD@las-cruces.org](mailto:PatD@las-cruces.org)

Robert Scaling

Treasurer

Tel: (575) 541-2055

Email: [rscaling@las-cruces.org](mailto:rscaling@las-cruces.org)

### FINANCIAL ADVISOR

#### **RBC Capital Markets Corporation**

6301 Uptown Blvd. NE, Suite 110

Albuquerque, NM 87110

Fax: (505) 872-5979

Kevin Powers

Tel.: (505) 872-5993

Email: [kevin.f.powers@rbccm.com](mailto:kevin.f.powers@rbccm.com)

Erik Harrigan

Tel.: (505) 872-5992

Email: [erik.harrigan@rbccm.com](mailto:erik.harrigan@rbccm.com)

### BOND/DISCLOSURE COUNSEL

#### **Modrall Sperling Law Firm**

500 Fourth Street NW, Suite 1000

Albuquerque, NM 87102

Fax: (505) 848-9710

Duane Brown

Tel.: (505) 848-1807

Email: [duanebrown@modrall.com](mailto:duanebrown@modrall.com)

Sam M. Gill

Tel.: (505) 848-1814

Email: [smg@modrall.com](mailto:smg@modrall.com)

Peter Franklin

Tel.: (505) 984-2856

Email: [plf@modrall.com](mailto:plf@modrall.com)

### PURCHASER

#### **Stone & Youngberg LLC**

One Ferry Building

San Francisco, CA 94111

Fax: (415) 445-2395

Carla Campodonico

Tel.: (415) 445-2306

Email: [ccampi@syllc.com](mailto:ccampi@syllc.com)

Betsy Keyes

Tel.: (415) 445-2303

Email: [bkeyes@syllc.com](mailto:bkeyes@syllc.com)

**LENDER**

New Mexico Finance Authority  
207 Shelby Street  
Santa Fe, New Mexico 87501  
(505) 984-1454  
(505) 984-0002 (FAX)

Lorraine Valdez  
[lvaldez@nmfa.net](mailto:lvaldez@nmfa.net)

**NMFA TRUSTEE**

The Bank of New York Mellon Trust Company  
1775 Sherman Street, Suite 2775  
Denver, Colorado 80203  
(303) 764-3572  
(303) 830-3147 (FAX)

Ryan Pollihan  
[ryan.pollihan@bnymellon.com](mailto:ryan.pollihan@bnymellon.com)

**\$24,330,000**

**City of Las Cruces, New Mexico**

**Closing Memo**

**State Shared Gross Receipts Tax Refunding Revenue Bonds, Series  
2010**

**Closing Date: September 28, 2010**



**RBC Capital Markets®**

# Summary Overview

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<b>ISSUER:</b>	<b>City of Las Cruces, New Mexico</b>
<b>DATED DATE</b>	<b>September 28, 2010</b>
<b>INTEREST PAYMENT DATES</b>	<b>June 1 and December 1, commencing June 1, 2011</b>
<b>PRINCIPAL PAYMENT DATES</b>	<b>June 1 commencing June 1, 2011</b>
<b>CLOSING DATE:</b>	<b>September 28, 2010</b>
<b>UNDERWRITERS:</b>	<b>Robert W. Baird &amp; Co., Inc. &amp; Piper Jaffray &amp; Co.</b>

# Settlement Amount and Flow of Funds<sup>312</sup>

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## 1. Settlement Amount

### 1.0 Purchase Price of 2010 Bonds

	Total
Par Amount	\$ 24,330,000.00
Plus: Premium	1,689,767.30
Less: Underwriter's Discount	<u>(129,785.05)</u>
Amount Payable at Closing	<u>\$ 25,889,982.25</u>

## 2. Wire Transfers and Actions

### 2.0 Transfers by Robert W. Baird (\$25,889,982.25)

2.0.1 On the day of closing Robert W. Baird will wire transfer \$25,889,982.25 in immediately available funds to the New Mexico Finance Authority at:

Bank: Wells Fargo Bank  
ABA #: 121000248  
Account #: 631-10003-73  
Account Name: New Mexico Finance Authority Public Projects Revolving Fund  
Contact: Lorraine Valdez (505) 992-9623

### 2.1 Transfers by New Mexico Finance Authority

2.1.1 On the day of closing Bank of New York Mellon as trustee for the New Mexico Finance Authority will wire transfer \$10,699,977.08 representing \$10,830,256.39 of prior debt service reserve and project funds less \$130,279.31 to be used to pay off the 2007 Loan, in immediately available funds to:

Bank: Wells Fargo Bank  
ABA #: 121000248  
Account #: 4121948350  
Account Name: City of Las Cruces

2.1.2 In early October, the Bank of New York Mellon as trustee for the New Mexico Finance Authority will wire transfer the residual September interest posted to the accounts to the City of Las Cruces using the same wiring instruction as above.

### 3. Uses of Funds

#### 3.0.1. Series 2010 Refunding Account (\$26,165,064.88)

1. 26,020,261.56 representing \$25,889,982.25 of bond proceeds and \$130,279.31 of prior debt service reserve funds on hand with the NMFA trustee will be used to redeem the 2007 New Mexico Finance Authority Loans on the day of closing.
2. \$144,803.32 of prior debt service reserve funds transferred by the NMFA on the day of closing will be used to pay costs of issuance. Any funds remaining after all issuance costs have been paid will be transferred to the Series 2010 Debt Service Fund. A breakdown of estimated issuance costs are shown below. Please forward all invoices to Robert Scaling, City Treasurer for approval.

#### Estimated Costs of Issuance

Bond Counsel (Modrall)	\$	55,319
Financial Advisor (RBC)		46,000
Rating (Moody's)		12,500
Rating (Fitch)		16,000
Final OS Posting & Printing (FPR)		1,500
Misc.		5,000
		<hr/>
Total	\$	136,319

#### 3.0.2. Series 2010 Reserve Fund (\$1,590,300.00)

\$1,590,300.00 of prior debt service reserve funds will be deposited to the Series 2010 Reserve Fund for the 2010 Bonds

#### 3.0.3. Project Funds Relating to the Refunded NMFA Loans (\$8,964,873.76)

\$8,964,873.76 of prior project funds on hand with the NMFA trustee will be wire transferred to the City for completion of the original projects.

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## Exhibit 1A –2010 State Shared GRT Refunding Revenue Bonds Debt Service Schedule

City of Las Cruces, New Mexico Series 2010 - Debt Service Schedule					
Date	Principal	Coupon	Interest	Total Debt Service	Debt Service Fiscal Year
06/01/2011	365,000	2.00%	704,830.78	1,069,830.78	\$ 1,069,830.78
12/01/2011	-		518,446.88	518,446.88	-
06/01/2012	550,000	2.50%	518,446.88	1,068,446.88	1,586,893.76
12/01/2012	-		511,571.88	511,571.88	
06/01/2013	565,000	2.50%	511,571.88	1,076,571.88	1,588,143.76
12/01/2013	-		504,509.38	504,509.38	
06/01/2014	580,000	3.00%	504,509.38	1,084,509.38	1,589,018.76
12/01/2014	-		495,809.38	495,809.38	
06/01/2015	595,000	3.00%	495,809.38	1,090,809.38	1,586,618.76
12/01/2015	-		486,884.38	486,884.38	
06/01/2016	615,000	2.75%	486,884.38	1,101,884.38	1,588,768.76
12/01/2016	-		478,428.13	478,428.13	
06/01/2017	630,000	3.00%	478,428.13	1,108,428.13	1,586,856.26
12/01/2017	-		468,978.13	468,978.13	
06/01/2018	650,000	3.50%	468,978.13	1,118,978.13	1,587,956.26
12/01/2018	-		457,603.13	457,603.13	
06/01/2019	675,000	4.00%	457,603.13	1,132,603.13	1,590,206.26
12/01/2019	-		444,103.13	444,103.13	
06/01/2020	700,000	4.00%	444,103.13	1,144,103.13	1,588,206.26
12/01/2020	-		430,103.13	430,103.13	
06/01/2021	730,000	5.00%	430,103.13	1,160,103.13	1,590,206.26
12/01/2021	-		411,853.13	411,853.13	
06/01/2022	765,000	5.00%	411,853.13	1,176,853.13	1,588,706.26
12/01/2022	-		392,728.13	392,728.13	
06/01/2023	800,000	5.00%	392,728.13	1,192,728.13	1,585,456.26
12/01/2023	-		372,728.13	372,728.13	
06/01/2024	840,000	5.00%	372,728.13	1,212,728.13	1,585,456.26
12/01/2024	-		351,728.13	351,728.13	
06/01/2025	885,000	3.13%	351,728.13	1,236,728.13	1,588,456.26
12/01/2025	-		337,900.00	337,900.00	
06/01/2026	910,000	5.00%	337,900.00	1,247,900.00	1,585,800.00
12/01/2026	-		315,150.00	315,150.00	
06/01/2027	960,000	5.00%	315,150.00	1,275,150.00	1,590,300.00
12/01/2027	-		291,150.00	291,150.00	
06/01/2028	1,005,000	5.00%	291,150.00	1,296,150.00	1,587,300.00
12/01/2028	-		266,025.00	266,025.00	
06/01/2029	1,055,000	5.00%	266,025.00	1,321,025.00	1,587,050.00
12/01/2029	-		239,650.00	239,650.00	
06/01/2030	1,110,000	5.00%	239,650.00	1,349,650.00	1,589,300.00
12/01/2030	-		211,900.00	211,900.00	
06/01/2031	1,165,000	4.00% / 5.00%	211,900.00	1,376,900.00	1,588,800.00
12/01/2031	-		185,475.00	185,475.00	
06/01/2032	1,215,000	4.00% / 5.00%	185,475.00	1,400,475.00	1,585,950.00
12/01/2032	-		157,925.00	157,925.00	
06/01/2033	1,270,000	4.00% / 5.00%	157,925.00	1,427,925.00	1,585,850.00
12/01/2033	-		129,125.00	129,125.00	
06/01/2034	1,330,000	4.00% / 5.00%	129,125.00	1,459,125.00	1,588,250.00
12/01/2034	-		98,975.00	98,975.00	
06/01/2035	1,390,000	4.00% / 5.00%	98,975.00	1,488,975.00	1,587,950.00
12/01/2035	-		67,450.00	67,450.00	
06/01/2036	1,455,000	4.00% / 5.00%	67,450.00	1,522,450.00	1,589,900.00
12/01/2036	-		34,450.00	34,450.00	
06/01/2037	1,520,000	4.00% / 5.00%	34,450.00	1,554,450.00	1,588,900.00
<b>Total</b>	<b>\$ 24,330,000</b>		<b>\$ 14,661,880.92</b>	<b>\$ 26,476,880.92</b>	<b>\$ 26,476,880.92</b>

# Exhibit 2 – Distribution List<sup>315</sup>

## State Shared GRT Refunding Revenue Bonds

### ISSUER

#### **City of Las Cruces**

P.O. Box 20000

Las Cruces, NM 88004-9002

Fax.: (575) 541-2017

Robert Garza

Assistant City Manager

Tel. (575) 541-2271

Email: [rgarza@las-cruces.org](mailto:rgarza@las-cruces.org)

Pat Degman

Interim Finance Director

Tel.: (575) 541-2042

Email: [PatD@las-cruces.org](mailto:PatD@las-cruces.org)

Robert Scaling

Treasurer

Tel: (575) 541-2035

Email: [rscaling@las-cruces.org](mailto:rscaling@las-cruces.org)

### FINANCIAL ADVISOR

#### **RBC Capital Markets Corporation**

6301 Uptown Blvd. NE, Suite 110

Albuquerque, NM 87110

Fax: (505) 872-5979

Kevin Powers

Tel.: (505) 872-5993

Email: [kevin.f.powers@rbccm.com](mailto:kevin.f.powers@rbccm.com)

Erik Harrigan

Tel.: (505) 872-5992

Email: [erik.harrigan@rbccm.com](mailto:erik.harrigan@rbccm.com)

### BOND/DISCLOSURE COUNSEL

#### **Modrall Sperling Law Firm**

500 Fourth Street NW, Suite 1000

Albuquerque, NM 87102

Fax: (505) 848-9710

Duane Brown

Tel.: (505) 848-1807

Email: [duanebrown@modrall.com](mailto:duanebrown@modrall.com)

Sam M. Gill

Tel.: (505) 848-1814

Email: [smg@modrall.com](mailto:smg@modrall.com)

Peter Franklin

Tel.: (505) 984-2856

Email: [plf@modrall.com](mailto:plf@modrall.com)

### UNDERWRITERS

#### **Robert W. Baird & Co., Inc.**

210 University Blvd, Suite 900

Denver, CO 80206

Fax: (303)-270-6339

Brian Kelso

303-270-6337 (Direct)

[bkelso@rwbaird.com](mailto:bkelso@rwbaird.com)

Brian Colon

303-270-6335 (Direct)

[bcolon@rwbaird.com](mailto:bcolon@rwbaird.com)

Stacey Reid

303-270-6340 (Direct)

[sreid@rwbaird.com](mailto:sreid@rwbaird.com)

# Exhibit 2 – Distribution List<sup>316</sup>

## State Shared GRT Refunding Revenue Bonds

### ISSUER

#### **City of Las Cruces**

P.O. Box 20000

Las Cruces, NM 88004-9002

Fax: (575) 541-2017

Robert Garza

Assistant City Manager

Tel. (575) 541-2271

Email: [rgarza@las-cruces.org](mailto:rgarza@las-cruces.org)

Pat Degman

Interim Finance Director

Tel.: (575) 541-2042

Email: [PatD@las-cruces.org](mailto:PatD@las-cruces.org)

Robert Scaling

Treasurer

Tel: (575) 541-2035

Email: [rscaling@las-cruces.org](mailto:rscaling@las-cruces.org)

### FINANCIAL ADVISOR

#### **RBC Capital Markets Corporation**

6301 Uptown Blvd. NE, Suite 110

Albuquerque, NM 87110

Fax: (505) 872-5979

Kevin Powers

Tel.: (505) 872-5993

Email: [kevin.f.powers@rbccm.com](mailto:kevin.f.powers@rbccm.com)

Erik Harrigan

Tel.: (505) 872-5992

Email: [erik.harrigan@rbccm.com](mailto:erik.harrigan@rbccm.com)

### BOND/DISCLOSURE COUNSEL

#### **Modrall Spering Law Firm**

500 Fourth Street NW, Suite 1000

Albuquerque, NM 87102

Fax: (505) 848-9710

Duane Brown

Tel.: (505) 848-1807

Email: [duanebrown@modrall.com](mailto:duanebrown@modrall.com)

Sam M. Gill

Tel.: (505) 848-1814

Email: [smg@modrall.com](mailto:smg@modrall.com)

Peter Franklin

Tel.: (505) 984-2856

Email: [plf@modrall.com](mailto:plf@modrall.com)

### UNDERWRITERS

#### **Robert W. Baird & Co., Inc.**

210 University Blvd, Suite 900

Denver, CO 80206

Fax: (303)-270-6339

Brian Kelso

303-270-6337 (Direct)

[bkelso@rwbaird.com](mailto:bkelso@rwbaird.com)

Brian Colon

303-270-6335 (Direct)

[bcolon@rwbaird.com](mailto:bcolon@rwbaird.com)

Stacey Reid

303-270-6340 (Direct)

[sreid@rwbaird.com](mailto:sreid@rwbaird.com)

**Piper Jaffray & Co.**

1100 Louisiana Street, Suite 2750  
Houston, TX 77002  
(Fax): 713.655.8631

Danielle N. Bradford  
713.655.8643 (Direct)  
[danielle.n.bradford@pic.com](mailto:danielle.n.bradford@pic.com)

**UNDERWRITERS' COUNSEL**

**Melendres, Melendres & Harrigan, P.C.**

1017 5<sup>th</sup> Street NW  
Albuquerque, NM 87102  
Fax: (505) 243-9271

Paul Melendres  
Tel.: (505) 243-8310  
[paul@melendreslaw.com](mailto:paul@melendreslaw.com)

Antonia Roybal-Mack  
Tel.: (505) 243-8310  
[antonia@melendreslaw.com](mailto:antonia@melendreslaw.com)

**LENDER**

New Mexico Finance Authority  
207 Shelby Street  
Santa Fe, New Mexico 87501  
(505) 984-1454  
(505) 984-0002 (FAX)

Lorraine Valdez  
[lvaldez@nmfa.net](mailto:lvaldez@nmfa.net)

**NMFA TRUSTEE**

The Bank of New York Mellon Trust Company  
1775 Sherman Street, Suite 2775  
Denver, Colorado 80203  
(303) 764-3572  
(303) 830-3147 (FAX)

Ryan Pollihan  
[ryan.pollihan@bnymellon.com](mailto:ryan.pollihan@bnymellon.com)

## EXHIBIT "A"

**CITY OF LAS CRUCES  
ADOPTED BUDGET FY 2010/2011**

<b>FUND</b>	<b>DIVISION</b>		<b>FUND TYPE</b>	
<b>1999 Municipal GRT Bonds Series A Fund 3230</b>	<b>Finance</b>		<b>Debt Service</b>	
	<b>FY 2009/10 Projected*</b>	<b>FY 2010/11 Adopted</b>	<b>FY 2010/11 Adjustment</b>	<b>FY 2010/11 Adjusted</b>
<b>RESOURCES</b>				
Beginning Balance	\$ 139,402	88,313		88,313
<b>Revenues</b>				
Interest on Investments	5,455	4,500		4,500
Net Incr (Decr) Fair Value Investment	(589)	0		0
900100 Bond Proceeds	0	0	2,985,000	2,985,000
900101 Bond Premium	0	0	93,067	93,067
<b>Total Revenues</b>	\$ 4,866	4,500	3,078,067	3,082,567
<b>Total Resources</b>	\$ 144,268	92,813	3,078,067	3,170,880
<b>EXPENDITURES</b>				
Interest on Bonds	\$ 204,795	149,750		149,750
Bond Redemption	1,090,000	695,000		695,000
Cost of Issuance	0	0	18,954	18,954
<b>Total Expenditures</b>	\$ 1,294,795	844,750	18,954	863,704
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfer from Fund 4202 - GRT Street Maintenance	\$ 1,238,840	831,937		831,937
<b>Total Other Financing Sources (Uses)</b>	\$ 1,238,840	831,937	0	831,937
<b>ENDING BALANCE</b>	\$ 88,313	80,000	3,059,113	3,139,113

\*Projected based on 8 months actual through February 28, 2010 and 4 months projected.

## EXHIBIT "A" CONTINUED

**CITY OF LAS CRUCES  
ADOPTED BUDGET FY 2010/2011**

<b>FUND</b>	<b>DIVISION</b>		<b>FUND TYPE</b>	
<b>1999 Municipal GRT Bonds Series B Fund 3235</b>	<b>Finance</b>		<b>Debt Service</b>	
	<b>FY 2009/10 Projected*</b>	<b>FY 2010/11 Adopted</b>	<b>FY 2010/11 Adjustment</b>	<b>FY 2010/11 Adjusted</b>
<b>RESOURCES</b>				
Beginning Balance	\$ 72,265	749,042		749,042
<b>Revenues</b>				
570010 Interest on Investments	2,929	2,000		2,000
570015 Net Incr (Decr) Fair Value Investment	(321)	0		0
900100 Bond Proceeds	0	0	2,415,000	2,415,000
900101 Bond Premium	0	0	75,281	75,281
<b>Total Revenues</b>	\$ 2,608	2,000	2,490,281	2,492,281
<b>Total Resources</b>	\$ 74,873	751,042	2,490,281	3,241,323
<b>EXPENDITURES</b>				
750100 Interest on Bonds	\$ 0	0		0
750200 Bond Redemption	0	0		0
Cost of Issuance	0	0	15,334	15,334
<b>Total Expenditures</b>	\$ 0	0	15,334	15,334
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfer from Fund 4400 - Flood Control	\$ 674,169	676,840		676,840
<b>Total Other Financing Sources (Uses)</b>	\$ 674,169	676,840	0	676,840
<b>ENDING BALANCE</b>	\$ 749,042	1,427,882	2,474,947	3,902,829

\*Projected based on 8 months actual through February 28, 2010 and 4 months projected.

**EXHIBIT "A" CONTINUED**

**CITY OF LAS CRUCES  
ADOPTED BUDGET FY 2010/2011**

FUND	DIVISION		FUND TYPE	
2010 Municipal GRT Bonds Series B Fund 3277	Finance		Debt Service	
	FY 2009/10 Projected*	FY 2010/11 Adopted	FY 2010/11 Adjustment	FY 2010/11 Adjusted
<b>RESOURCES</b>				
Beginning Balance	\$			0
<b>Revenues</b>				
570010 Interest on Investments	\$	0	0	0
570015 Net Incr (Decr) Fair Value Investment		0	0	0
900100 Bond Premium		0	13,700	13,700
<b>Total Revenues</b>	\$	0	13,700	13,700
<b>Total Resources</b>	\$	0	13,700	13,700
<b>EXPENDITURES</b>				
Cost of Issuance	\$	0		0
<b>Total Expenditures</b>	\$	0	0	0
<b>ENDING BALANCE</b>	\$	0	13,700	13,700

\*Projected based on 8 months actual through February 28, 2010 and 4 months projected.

## EXHIBIT "A" CONTINUED

**CITY OF LAS CRUCES  
ADOPTED BUDGET FY 2010/2011**

<b>FUND</b>	<b>DIVISION</b>		<b>FUND TYPE</b>	
<b>2006 NMFA Street Loans Debt Service Fund 3613</b>	<b>Finance</b>		<b>Debt Service</b>	
	<b>FY 2009/10 Projected*</b>	<b>FY 2010/11 Adopted</b>	<b>FY 2010/11 Adjustment</b>	<b>FY 2010/11 Adjusted</b>
<b>RESOURCES</b>				
Beginning Balance	\$ 1,855,133	2,201,436		2,201,436
<b>Revenues</b>				
570010 Interest on Investments	\$ 17,715	15,000		15,000
570015 Net Incr (Decr) Fair Value Investment	(2,717)	0		0
900100 Proceeds	0	0	5,115,000	5,115,000
900101 Premium	0	0	171,260	171,260
900100 Proceeds	0	0	1,975,000	1,975,000
900101 Premium	0	0	66,124	66,124
<b>Total Revenues</b>	\$ 14,998	15,000	7,327,384	7,342,384
<b>Total Resources</b>	\$ 1,870,131	2,216,436	7,327,384	9,543,820
<b>EXPENDITURES</b>				
Interest on Bonds Street Projects	0	0		0
Bond Redemption Street Projects	0	0		0
Interest on Bonds Flood Projects	0	0		0
Bond Redemption Flood Projects	0	0		0
Escrow Agent Fees	0	0		0
Cost Issuance Cost	0	0	45,019	45,019
<b>Total Expenditures</b>	\$ 0	0	45,019	45,019
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfer from Fund 2751 - Sonoma Ranch Spec	0	0		0
Transfer from Fund 3612 - NMFA Equipment Loans	235,919	0		0
Transfer from Fund 4202 - Sales Tax Street Maint.	85,847	606,729		606,729
Transfer from Fund 4400 - Flood Control	9,539	67,414		67,414
<b>Total Other Financing Sources (Uses)</b>	\$ 331,305	674,143	0	674,143
<b>ENDING BALANCE</b>	\$ 2,201,436	2,890,579	7,282,365	10,172,944
<b>Required Debt Service Reserve</b>	920,000	920,000		920,000
<b>UN-RESERVED ENDING BALANCE</b>	1,281,436	1,970,579	7,282,365	9,252,944

\*Projected based on 8 months actual through February 28, 2010 and 4 months projected.

## EXHIBIT "A" CONTINUED

CITY OF LAS CRUCES  
ADOPTED BUDGET FY 2010/2011

FUND	DIVISION		FUND TYPE	
2007 Convention Center Debt Service Fund 3614	Finance		Debt Service	
	FY 2009/10 Projected*	FY 2010/11 Adopted	FY 2010/11 Adjustment	FY 2010/11 Adjusted
<b>RESOURCES</b>				
Beginning Balance	\$ 1,863,426	1,805,781		1,805,781
<b>Revenues</b>				
570010 Interest on Investments	\$ 4,805	3,000		3,000
570015 Net Incr (Decr) Fair Value Investment	90	0		0
900100 Bond Proceeds	0	0	24,330,000	24,330,000
<b>Total Revenues</b>	\$ 4,895	3,000	24,330,000	24,333,000
<b>Total Resources</b>	\$ 1,868,321	1,808,781	24,330,000	26,138,781
<b>EXPENDITURES</b>				
Bond/Note Principal	703,976	730,935		730,935
Bond/Note Interest	1,093,459	1,068,327		1,068,327
Bond/Admin. Fee	65,890	64,131		64,131
Debt Issuance Cost	0	0	136,319	136,319
<b>Total Expenditures</b>	\$ 1,863,325	1,863,392	136,319	1,999,711
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfer from Fund 2710 - CVB	0	64,469		64,469
Transfer from Fund 2820 - Lodger's Tax	810,353	909,099		909,099
Transfer from Fund 2825 - Las Cruces Center Fee	990,432	1,189,917		1,189,917
<b>Total Other Financing Sources (Uses)</b>	\$ 1,800,785	2,163,485	0	2,163,485
<b>ENDING BALANCE</b>	\$ 1,805,781	2,108,874	24,193,681	26,302,555
<b>Required Debt Service Reserve</b>	1,861,565	1,861,565		1,861,565
<b>UN-RESERVED ENDING BALANCE</b>	(55,784)	247,309	24,193,681	24,440,990

\*Projected based on 8 months actual through February 28, 2010 and 4 months projected.

## EXHIBIT "A" CONTINUED

**CITY OF LAS CRUCES  
ADOPTED BUDGET FY 2010/2011**

<b>FUND</b>	<b>DIVISION</b>		<b>FUND TYPE</b>	
<b>2007 NMFA Street Loans Debt Service Fund 3615</b>	<b>Finance</b>		<b>Debt Service</b>	
	<b>FY 2009/10 Projected*</b>	<b>FY 2010/11 Adopted</b>	<b>FY 2010/11 Adjustment</b>	<b>FY 2010/11 Adjusted</b>
<b>RESOURCES</b>				
Beginning Balance	\$ 396,797	384,603		384,603
<b>Revenues</b>				
570010 Interest on Investments	\$ 1,629	1,000		1,000
570015 Net Incr (Decr) Fair Value Investment	(141)	0		0
900100 Proceeds	0	0	1,210,000	1,210,000
900101 Premium	0	0	44,614	44,614
<b>Total Revenues</b>	\$ 1,488	1,000	1,254,614	1,255,614
<b>Total Resources</b>	\$ 398,285	385,603	1,254,614	1,640,217
<b>EXPENDITURES</b>				
Bond/Note Principal	\$ 150,000	230,000		230,000
Bond/Note Interest	62,656	61,371		61,371
Escrow Agent Fees	4,324	0		0
XXXXX Bond/Note Principal	0	798,425		798,425
XXXXX Bond/Note Interest	0	101,575		101,575
XXXXX Escrow Agent Fees	0	0		0
Cost of Issuance	0	0	7,683	7,683
<b>Total Expenditures</b>	\$ 216,980	1,191,371	7,683	1,199,054
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfer from Fund 4202 - Sales Tax Street Maint.	203,298	1,193,306		1,193,306
<b>Total Other Financing Sources (Uses)</b>	\$ 203,298	1,193,306	0	1,193,306
<b>ENDING BALANCE</b>	\$ 384,603	387,537	1,246,931	1,634,468
<b>Required Debt Service Reserve</b>	360,000	360,000		0
<b>UN-RESERVED ENDING BALANCE</b>	24,603	27,537	1,246,931	1,634,468

\*Projected based on 8 months actual through February 28, 2010 and 4 months projected.

## EXHIBIT "A" CONTINUED

CITY OF LAS CRUCES  
ADOPTED BUDGET FY 2010/2011

FUND	DIVISION		FUND TYPE	
Water Operations Fund 5300	Utilities		Enterprise	
	FY 2009/10 Projected*	FY 2010/11 Adopted	Adjustment	FY 2010/11 Adjusted
<b>RESOURCES</b>				
Beginning Balance	\$ 1,994,532	1,630,274		1,630,274
<b>REVENUES</b>				
541311 Water Sales	\$ 10,632,361	10,632,361		10,632,361
541312 Bulk Water Sales	268,000	268,000		268,000
541313 Water Service Charge	250,000	250,000		250,000
541314 Customer Water Line Extension	50,000	50,000		50,000
541910 Provision for Uncollectible Accounts	(83,628)	(83,628)		(83,628)
551002 Federal Bureau of Reclamation	24,890	24,890		24,890
560100 Contribution from Developers	500,000	500,000		500,000
570010 Interest on Investment	30,000	30,000		30,000
570012 Interest/Acct Receivable	0	0		0
580010 Special Assessments	0	0		0
590020 Sale of Property/Material	0	0		0
570015 Net Incr(Decr) in Fair Value of Investments	3,501	3,501		3,501
592001 Other Reimbursed Exp	0	0		0
900100 Bond Proceeds	0	0	248,400	248,400
<b>Total Revenues</b>	\$ 11,675,124	11,675,124	248,400	11,923,524
<b>Total Resources</b>	\$ 13,669,656	13,305,398	248,400	13,553,798
<b>OPERATIONAL EXPENDITURES</b>				
Personnel Services	\$ 2,535,248	2,479,764		2,479,764
Operating Expenses	7,922,186	8,015,642		8,015,642
Debt Service	1,184,078	1,279,554		1,279,554
Depreciation Expense	1,511,900	1,511,900		1,511,900
Water Impact Fees - Rates Contribution	340,000	340,000		340,000
Debt Issuance Cost	0	0	1,182	1,182
<b>Total Operational Expenditures</b>	\$ 13,493,412	13,626,860	1,182	13,628,042
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfer from Fund 2800 - Environmental Gross Receipts	\$ 229,995	308,603		308,603
Transfer from Fund 5200 - Gas Fund	0	0		0
Transfer from Fund 5320 - Water Rights Acquisition	750,000	0		0
Transfer to Fund 5200 - Gas Operations	(100,000)	(100,000)		(100,000)
Transfer to Fund 5305 - Water Contingency Fund	0	0		0
Transfer to Fund 5320 - Water Rights Acquisition Fund	(93,091)	(93,091)		(93,091)
Transfer to Fund 5350 - Water Capital Imp Fund	(344,774)	(344,774)		(344,774)
Transfer to Fund 5360 - Water Equipment Reserve	0	0		0
<b>Total Other Financing Sources (Uses)</b>	\$ 442,130	(229,262)	0	(229,262)
<b>ENDING BALANCE With Non-cash Expenses</b>	\$ 618,374	(550,724)	247,218	(303,506)
Adjustment due to change in accruals & other adj.	0	0	0	0
Non-cash Revenue/Expenses	1,011,900	1,011,900	0	1,011,900
<b>ENDING BALANCE</b>	\$ 1,630,274	461,176	247,218	708,394

\*Projected based on 8 months actual through February 28, 2010 and 4 months projected.

## EXHIBIT "A" CONTINUED

CITY OF LAS CRUCES  
ADOPTED BUDGET FY 2010/2011

FUND	DIVISION		FUND TYPE	
Water Development Fund 5301	Utilities		Special Revenue	
	FY 2009/10 Projected*	FY 2010/11 Adopted	Adjustment	FY 2010/11 Adjusted
<b>RESOURCES</b>				
Beginning Balance	\$ 336,421	289,332		289,332
<b>REVENUES</b>				
541331 Water Impact Fees - Developers	\$ 737,920	737,920		737,920
541332 Water Impact Fees - Customer Surcharge	16,800	16,800		16,800
541333 Water Dev Charges - Rates Contribution	232,500	232,500		232,500
570010 Interest on Investment	44,042	44,042		44,042
570110 Interest A/R Other	143,000	143,000		143,000
570015 Net Incr(Decr) Fair Value of Investment	10,000	10,000		10,000
900100 Bond Proceeds	0	0	14,655,600	14,655,600
<b>Total Revenues</b>	\$ 1,184,262	1,184,262	14,655,600	15,839,862
<b>Total Resources</b>	\$ 1,520,683	1,473,594	14,655,600	16,129,194
<b>EXPENDITURES</b>				
Operating	\$ 447,069	315,346		315,346
Debt Service	2,629,867	2,635,841		2,635,841
Depreciation Expense	1,043,500	1,043,500		1,043,500
Capital	0	0		0
Debt Issuance Cost	0	0	69,715	69,715
<b>Total Expenditures</b>	\$ 4,120,436	3,994,687	69,715	4,064,402
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfer from Fund 5374 - Water 2005 Bond	\$ 1,845,585	0		0
Transfer from Fund 5401 - Wastewater Development	0	1,477,593		1,477,593
<b>Total Other Financing Sources (Uses)</b>	\$ 1,845,585	1,477,593	0	1,477,593
<b>ENDING BALANCE With Non-cash Transactions</b>	\$ (754,168)	(1,043,500)	14,585,885	13,542,385
Plus: Other Accounting Adjustments				
Plus: Non-cash Expenses	1,043,500	1,043,500	0	1,043,500
<b>ENDING BALANCE</b>	\$ 289,332	0	14,585,885	14,585,885

\*Projected based on 8 months actual through February 28, 2010 and 4 months projected.

## EXHIBIT "A" CONTINUED

CITY OF LAS CRUCES  
ADOPTED BUDGET FY 2010/2011

FUND	DIVISION		FUND TYPE	
Wastewater Operations Fund 5400	Utilities		Enterprise	
	FY 2009/10 Projected*	FY 2010/11 Adopted	Adjustment	FY 2010/11 Adjusted
<b>RESOURCES</b>				
Beginning Balance	\$ 3,110,619	2,801,558		2,801,558
<b>REVENUES</b>				
541421 Wastewater Sales	\$ 9,236,911	9,236,911		9,236,911
541423 Wastewater Service Charges	240,000	240,000		240,000
541424 Wastewater Line Extensions	25,000	25,000		25,000
541910 Provision for Uncollectible Accounts	(71,077)	(71,077)		(71,077)
560100 Contributed From Developers	500,000	500,000		500,000
570010 Interest on Investment	81,563	81,563		81,563
570110 Interest A/R & Other	0	0		0
590015 Net Incr (Decr) Fair Value Investment	9,063	9,063		9,063
592001 Reimbursed Expense Other	0	0		0
900100 Bond Proceeds	0	0	496,800	496,800
<b>Total Revenues</b>	<b>\$ 10,021,460</b>	<b>10,021,460</b>	<b>496,800</b>	<b>10,518,260</b>
<b>Total Resources</b>	<b>\$ 13,132,079</b>	<b>12,823,018</b>	<b>496,800</b>	<b>13,319,818</b>
<b>OPERATIONAL EXPENDITURES</b>				
Personnel Services	\$ 2,622,211	2,558,814		2,558,814
Operating Expenses	5,171,748	4,877,205		4,877,205
Debt Service	1,049,035	1,054,580		1,054,580
Depreciation Expense	1,741,000	1,741,000		1,741,000
Wastewater Impact Fees - Rates Contribution	375,000	375,000		375,000
Debt Issuance Cost	0	0	2,363	2,363
<b>Total Operational Expenditures</b>	<b>\$ 10,958,994</b>	<b>10,606,599</b>	<b>2,363</b>	<b>10,608,962</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Tsfr from Fund 1000 - General Fund	\$ 0	0		0
Tsfr from Fund 2800 - Environ Gross Receipts Fund <A>	416,524	244,132		244,132
Tsfr to Fund 5420 - WW Reclamation	0	(546,224)		(546,224)
Tsfr from Fund 5460 - WW Equip. Replacement Fund	250,000	0		0
Tsfr from Fund 5474 - NMFA	37,473	0		0
Tsfr to Fund 5450 - WW Capital Improvements	(1,216,524)	(1,716,524)		(1,716,524)
Tsfr to Fund 5460 - WW Equip Reserve Fund	0	0		0
Tsfr to Fund 5405 - WW Contingency	(100,000)	(100,000)		(100,000)
<b>Other Financing Sources (Uses)</b>	<b>\$ (612,527)</b>	<b>(2,118,616)</b>	<b>0</b>	<b>(2,118,616)</b>
<b>ENDING BALANCE</b>	<b>\$ 1,560,558</b>	<b>97,803</b>	<b>494,437</b>	<b>592,240</b>
Plus: Non-cash Revenue/Expenses	1,241,000	1,241,000	0	1,241,000
Other Adjustments				
<b>ENDING OPERATING CASH BALANCE</b>	<b>\$ 2,801,558</b>	<b>1,338,803</b>	<b>494,437</b>	<b>1,833,240</b>

\*Projected based on 8 months actual through February 28, 2010 and 4 months projected.

## EXHIBIT "A" CONTINUED

CITY OF LAS CRUCES  
ADOPTED BUDGET FY 2010/2011

FUND	DIVISION		FUND TYPE	
WW Water Reclamation Fund 5420	Utilities		Capital Project	
	FY 2009/10 Projected*	FY 2010/11 Adopted	Adjustment	FY 2010/11 Adjusted
<b>RESOURCES</b>				
Beginning Balance	\$ 148,889	122,252		122,252
<b>REVENUES</b>				
552023 NM Environmental Department	\$ 0	0		0
570010 Interest on Investment	4,000	4,000		4,000
570015 Net Inc (Decr) Fair Value Investment	909	909		909
900100 Bond Proceeds	0	0	9,439,200	9,439,200
<b>Total Revenues</b>	\$ 4,909	4,909	9,439,200	9,444,109
<b>Total Resources</b>	\$ 153,798	127,161	9,439,200	9,566,361
<b>EXPENDITURES</b>				
Personnel Services	0	61,224		61,224
Operating	4,250	414,250		414,250
Major Projects	0	75,000		75,000
Debt Service	595,051	595,096		595,096
Depreciation Expense	434,900	434,900		434,900
Debt Issuance Cost	0	0	44,901	44,901
<b>Total Expenditures</b>	\$ 1,034,201	1,580,470	44,901	1,625,371
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfer from Fund 2800 - EGRT Fund	\$ 379,755	592,236		592,236
Transfer from Fund 5400 - Wastewater Operations Fund	0	546,224		546,224
Transfer from Fund 5450 - Wastewater Capital Fund	188,000	0		0
<b>Other Financing Sources (Uses)</b>	\$ 567,755	1,138,460	0	1,138,460
<b>ENDING BALANCE With Non-cash Transactions</b>	\$ (312,648)	(314,849)	9,394,299	9,079,450
Other Accounting Adjustments	0	0	0	0
Plus: Non-cash Revenues/Expenses	434,900	434,900	0	434,900
<b>ENDING BALANCE</b>	\$ 122,252	120,051	9,394,299	9,514,350

\*Projected based on 8 months actual through February 28, 2010 and 4 months projected.