APPROVED

VILLAGE OF ANGEL FIRE
Council Work Session Minutes
Monday May 23rd, 2016 at the Village Hall

Call to Order
Mayor Cottam called the meeting to order at 10:15AM
Pledge of Allegiance
Mayor Cottam called for the Pledge of Allegiance.
Roll Call
Present were Mayor Cottam, Mayor Pro-tem Howe, Councilor Lanon, Councilor Colenda, Councilor Larson. Also present were Village Manager Richard Tafoya, Village Clerk Terry Cordova. A quorum was present.
Approval of Agenda
Mayor Pro-tem Howe made the motion to approve the agenda, Councilor Larson seconded. Motion carried 4-0

1. **Manager Rick Tafoya – Introduction**
   Manager Tafoya opened the work session by saying that these are two items that were not covered at the last work session.
2. **Presentation by Paul Cassidy from RBC Capital on Possible GO (General Obligation)Bond**
   Paul Cassidy with RBC gave an update on the village's finances. (see attached)

   Mayor Cottam adjourned the meeting at 11:55AM for lunch
   Mayor Cottam reconvened the meeting at 1:05PM

3. **Finance Manager – Bret Wier**
   Bret went over the interim budget with council, which is on the agenda for approval at the May 24th council meeting.

Adjournment
Mayor Cottam adjourned the meeting at 2:32pm

Passed, Approved and Adopted on this 14th day in June, 2016

Barbara Cottam, Mayor

ATTEST:

Terry Cordova, Village Clerk

RBC Capital Markets

Village of Angel Fire Finance Update

May 23, 2016

RBC Capital Markets

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Debt Summary and Recommendations

- **Debt (loans/bonds/leases) outstanding totals $14,004,938 at an average interest rate of 4.19%**
- **Final Maturity of the debt varies from 2017 to 2047**
- **The Village has loans/bonds which should be considered for refunding**
- **All Debt is fixed rate and can be refinanced**

Debt Overview
Revenue Bonds

RBC Capital Markets

Summary of Debt by Purpose

Issue	Original Par	Amount Outstanding	Callable Amount Outstanding	Average Interest Rate
SSGRT Revenue Bonds	$ 3,297,735	$ 1,381,283	$ 940,785	4.39%
Fire Protection Fund Bonds	$ 810,000	$ 601,000	$ 601,000	4.25%
MIGRT Revenue Bonds	$ 2,221,337	$ 1,791,549	$ 1,004,121	3.66%
Water & Wastewater Revenue Bonds	$ 7,985,037	$ 6,565,883	$ 6,512,883	4.58%
MCOGRT Revenue Bonds	$ 1,105,557	$ 199,942	$ 199,942	3.60%
Solid Waste Revenue Bonds	$ 395,000	$ 138,000	$ -	3.55%
Special Assessment District Bonds	$ 2,855,664	$ 2,000,907	$ 2,000,907	4.13%
Lodgers Tax Revenues Bonds	$ 1,730,321	$ 1,326,374	$ 881,375	3.32%
All Debt Total	$ 20,400,651	$ 14,004,938	$ 12,141,013	4.19%

Summary Detail

Issue	Recommended Action Payoff	Recommended Action Refinance	Original Par	Amount Outstanding	Callable Amount Outstanding	Call Date	Average Interest Rate	Remaining Average Life	Final Maturity
SSGRT Revenue Bonds									
RUS Loan Series 1997		X	$ 700,000	$ 524,000	$ 524,000	Anytime	5.00%	13.56	2037
NMFA PPRF Series 2001			1,262,548	416,785	416,785	Anytime	4.55%	3.92	2021
Bank Placement Series 2003	X		750,000	192,460	-	N/A	4.44%	1.86	2018
NMFA PPRF Series 2008	X		167,212	58,537	-	12/8/2018 @ 100% of Par	3.54%	1.86	2018
NMFA PPRF Series 2009	X		417,975	189,501	-	12/8/2019 @ 100% of Par	3.12%	2.37	2019
SSGRT Revenue Bonds			$ 3,297,735	$ 1,381,283	$ 940,785		4.39%		
Fire Protection Fund Bonds									
RUS Loan Series 2008A		X	$ 700,000	$ 518,000	$ 518,000	Anytime	4.25%	7.41	2028
RUS Loan Series 2008B	X		110,000	83,000	83,000	Anytime	4.25%	7.57	2028
Fire Protection Fund Bonds			$ 810,000	$ 601,000	$ 601,000		4.25%		
MIGRT Revenue Bonds									
NMFA PPRF Series 1999	X		$ 180,001	$ 45,850	$ 45,850	12/7/2000 @ 100% of Par	0.25%	2.84	2020
NMFA PPRF Series 2010A	X		923,091	923,091	511,190	2/19/2020 @ 100% of Par	4.34%	15.24	2034
NMFA PPRF Series 2010B	X		1,118,245	822,608	447,081	3/19/2020 @ 100% of Par	3.64%	6.69	2027
MIGRT Revenue Bonds			$ 2,221,337	$ 1,791,549	$ 1,004,121		3.66%		
Water & Wastewater Revenue Bonds									
RUS Loan Series 1998		X	$ 3,000,000	$ 2,388,000	$ 2,388,000	7/1/2005 @ 100% of Par	4.75%	14.25	2039
RUS Loan Series 1999		X	3,000,000	2,388,000	2,388,000	7/1/2006 @ 100% of Par	4.75%	14.25	2039
RUS Loan Series 2007		X	1,866,042	-	1,660,042	1/1/2017 @ 100% of Par	4.25%	17.28	2047
2010 WTB Loan			78,995	61,747	61,747	Anytime	0.25%	7.37	2029
2010 WTB Loan II			20,000	15,094	15,094	Anytime	0.25%	7.88	2030
Water & Wastewater Revenue Bonds			$ 7,985,037	$ 4,852,841	$ 6,512,883		4.58%		
MCOGRT									
NMFA PPRF Series 2004	X		$ 1,105,557	$ 199,942	$ 199,942	Anytime	3.60%	1.34	2017
MCOGRT Revenue Bonds			$ 1,105,557	$ 199,942	$ 199,942		3.60%		
Solid Waste Revenue Bonds									
NMFA PPRF Series 2008A			$ 395,000	$ 138,000	$ -	N/A	3.55%	1.86	2018
Solid Waste Revenue Bonds			$ 395,000	$ 138,000	$ -		3.55%		
Special Assessment District Bonds									
RUS Loan Series 2007			$ 2,855,664	$ 2,000,907	$ 2,000,907	Anytime	4.13%	7.58	2027
Special Assessment District Bonds			$ 2,855,664	$ 2,000,907	$ 2,000,907		4.13%		
Lodgers Tax Revenues Bonds									
NMFA PPRF Series 2010			$ 1,730,321	$ 1,326,374	$ 881,375	6/25/2020 @ 100% Par	3.32%	6.09	2028
Lodgers Tax Revenues Bonds			$ 1,730,321	$ 1,326,374	$ 881,375		3.32%		
All Debt Total			$ 20,400,651	$ 12,291,896	$ 12,141,013		4.19%		

Water & Wastewater Revenue Bonds

Issue	Recommended Action		Original Par	Amount Outstanding	Callable Amount Outstanding	Call Date	Average Interest Rate	Remaining Average Life	Final Maturity
	Payoff	Refinance							
Water & Wastewater Revenue Bonds									
RUS Loan Series 1998		X	$ 3,000,000	$ 2,388,000	$ 2,388,000	7/1/2005 @ 100% of Par	4.75%	14.25	2039
RUS Loan Series 1999		X	3,000,000	2,388,000	2,388,000	7/1/2006 @ 100% of Par	4.75%	14.25	2039
RUS Loan Series 2007		X	1,886,042	-	1,660,042	1/1/2017 @ 100% of Par	4.25%	17.28	2047
2010 WTB Loan			78,995	61,747	61,747	Anytime	0.25%	7.37	2029
2010 WTB Loan II			20,000	15,094	15,094	Anytime	0.25%	7.88	2030
Water & Wastewater Revenue Bonds			$ 7,985,037	$ 4,852,841	$ 6,512,883		4.58%		

Refunding RUS Loan Series 1998/1999/2007 – One Issue Overview – Refunding Recommended

Sources:	Refund RUS Loan Series 1998	Refund RUS Loan Series 1999	Refund RUS Loan Series 2007	Total
Bond Proceeds:				
Par Amount	$2,465,000.00	$2,380,000.00	$1,775,000.00	$6,620,000.00
Other Sources of Funds:				
DSRF	16,800.00	16,800.00		33,600.00
	$2,481,800.00	$2,396,800.00	$1,775,000.00	$6,653,600.00

Uses:	Refund RUS Loan Series 1998	Refund RUS Loan Series 1999	Refund RUS Loan Series 2007	Total
Refunding Escrow Deposits:				
Cash Deposit	$2,436,837.92	$2,350,853.93	$0.58	$4,787,692.43
SLGS Purchases			1,740,153.00	1,740,153.00
	$2,436,837.92	$2,350,853.93	$1,740,153.58	$6,527,845.43
Delivery Date Expenses:				
Cost of Issuance	$26,064.95	$25,166.16	$18,768.89	$70,000.00
NMFA Fee	18,487.50	17,850.00	13,312.50	49,650.00
	$44,552.45	$43,016.16	$32,081.39	$119,650.00
Other Uses of Funds:				
Additional Proceeds	$409.63	$2,929.91	$2,765.03	$6,104.57
	$2,481,800.00	$2,396,800.00	$1,775,000.00	$6,653,600.00

Dated Date		08/15/2016
Arbitrage yield		2.915%
Escrow yield		0.261%
Value of Negative Arbitrage	$	16,975.61
Bond Par Amount	$	6,620,000.00
True Interest Cost		2.986%
Net Interest Cost		3.022%
Average Coupon		2.964%
Average Life		13.0867
Par amount of refunded bonds	$	6,408,042.00
Average coupon of refunded bonds		0.045837447
Average life of refunded bonds		15.2783
PV of prior debt to 08/15/2016 @ 2.914782%	$	7,761,928.17
Net PV Savings	$	1,114,432.73
Percentage savings of refunded bonds		17.39%
Refunding Efficiency		98.50%

8 NMFA Rates as of 5/9/2016 + 25bps

Refunding RUS Loan Series 1998/1999/2007 – One Issue Overview – Refunding Recommended

Bond Debt Service

Period Ending	Principal	Coupon	Interest	Debt Service
09/01/2017	$225,000.00	0.950%	$173,415.38	$398,415.38
09/01/2018	240,000.00	1.010%	163,898.50	403,898.50
09/01/2019	240,000.00	1.120%	161,474.50	401,474.50
09/01/2020	240,000.00	1.190%	158,786.50	398,786.50
09/01/2021	245,000.00	1.290%	155,930.50	400,930.50
09/01/2022	245,000.00	1.430%	152,770.00	397,770.00
09/01/2023	250,000.00	1.550%	149,266.50	399,266.50
09/01/2024	255,000.00	1.650%	145,391.50	400,391.50
09/01/2025	260,000.00	1.780%	141,184.00	401,184.00
09/01/2026	265,000.00	1.970%	136,556.00	401,556.00
09/01/2027	265,000.00	2.340%	131,335.50	396,335.50
09/01/2028	275,000.00	2.600%	125,134.50	400,134.50
09/01/2029	280,000.00	2.790%	117,984.50	397,984.50
09/01/2030	290,000.00	2.920%	110,172.50	400,172.50
09/01/2031	295,000.00	3.040%	101,704.50	396,704.50
09/01/2032	305,000.00	3.140%	92,736.50	397,736.50
09/01/2033	315,000.00	3.220%	83,159.50	398,159.50
09/01/2034	320,000.00	3.280%	73,016.50	393,016.50
09/01/2035	335,000.00	3.340%	62,520.50	397,520.50
09/01/2036	350,000.00	3.390%	51,331.50	401,331.50
09/01/2037	360,000.00	3.450%	39,466.50	399,466.50
09/01/2038	375,000.00	3.510%	27,046.50	402,046.50
09/01/2039	390,000.00	3.560%	13,884.00	403,884.00
	$6,620,000.00		$2,568,166.38	$9,188,166.38

Savings Summary

PV of savings from cash flow	$1,141,928.17
Less: Prior funds on hand	-33,600.00
Plus: Refunding funds on hand	6,104.57
Net PV Savings	$1,114,432.74

Savings

Date	Prior Debt Service	Refunding Debt Service	Savings	Present Value to 06/15/2016 @ 3.0145418%
09/01/2017	$407,640.54	$398,415.38	$9,225.16	$14,661.53
09/01/2018	434,632.75	403,898.50	30,734.25	35,326.71
09/01/2019	434,740.42	401,474.50	33,265.92	36,662.49
09/01/2020	434,707.25	398,786.50	35,920.75	38,001.53
09/01/2021	434,952.20	400,930.50	34,021.70	35,314.29
09/01/2022	434,034.87	397,770.00	36,264.87	36,202.65
09/01/2023	433,790.05	399,266.50	34,523.55	33,764.12
09/01/2024	434,296.80	400,391.50	33,905.30	32,362.81
09/01/2025	433,088.08	401,184.00	31,904.08	29,904.35
09/01/2026	433,630.92	401,556.00	32,074.92	29,224.33
09/01/2027	432,729.85	396,335.50	36,394.35	31,550.12
09/01/2028	433,538.67	400,134.50	33,404.17	28,585.24
09/01/2029	433,504.30	397,984.50	35,519.80	29,275.69
09/01/2030	433,134.65	400,172.50	32,962.15	26,774.36
09/01/2031	433,228.75	396,704.50	36,524.25	28,367.29
09/01/2032	432,894.89	397,736.50	35,158.39	26,747.02
09/01/2033	432,736.94	398,159.50	34,577.44	25,673.74
09/01/2034	433,079.79	393,016.50	40,063.29	28,252.94
09/01/2035	432,767.64	397,520.50	35,247.14	24,721.74
09/01/2036	431,907.38	401,331.50	30,575.88	21,447.24
09/01/2037	432,157.27	399,466.50	32,690.77	22,043.30
09/01/2038	431,766.37	402,046.50	29,719.87	19,897.32
09/01/2039	433,604.39	403,884.00	29,720.39	19,397.06
09/01/2040	264,584.61		264,584.61	135,543.59
09/01/2041	97,682.94		97,682.94	48,518.00
09/01/2042	97,602.21		97,602.21	47,105.93
09/01/2043	97,393.98		97,393.98	45,675.50
09/01/2044	97,100.29		97,100.29	44,249.49
09/01/2045	96,595.03		96,595.03	42,774.84
09/01/2046	96,983.23		96,983.23	41,733.27
09/01/2047	97,201.43		97,201.43	40,645.71
09/01/2048	102,185.37		102,185.37	41,523.96
	$10,989,893.86	$9,188,166.38	$1,801,727.48	$1,141,928.17

9 NMFA Rates as of 5/9/2016 + 25bps

State Shared Gross Receipt Tax Bonds

Issue	Recommended Action		Original Par	Amount Outstanding	Callable Amount Outstanding	Call Date	Average Interest Rate	Remaining Average Life	Final Maturity
	Payoff	Refinance							
SSGRT Revenue Bonds									
RUS Loan Series 1997		X	$ 700,000	$ 524,000	$ 524,000	Anytime	5.00%	13.56	2037
NMFA PPRF Series 2001			1,262,548	416,785	416,785	Anytime	4.55%	3.92	2021
Bank Placement Series 2003	X		750,000	192,460	-	N/A	4.44%	1.86	2018
NMFA PPRF Series 2008	X		167,212	58,537	-	12/8/2018 @ 100% of Par	3.54%	1.86	2018
NMFA PPRF Series 2009	X		417,975	189,501	-	12/8/2019 @ 100% of Par	3.12%	2.37	2019
SSGRT Revenue Bonds			**$ 3,297,735**	**$ 1,381,283**	**$ 940,785**		**4.39%**		

Refunding RUS Loan Series 1997 Overview - Marginal

Sources:	
Par Amount	$575,000.00
	$575,000.00
Uses:	
Cash Deposit	$527,202.22
Cost of Issuance	40,000.00
Underwriter's Discount	3,162.50
Additional Proceeds	4,635.28
	$575,000.00

Dated Date	08/15/2016
Arbitrage yield	2.814%
Bond Par Amount	$ 575,000.00
True Interest Cost	2.87%
Net Interest Cost	2.90%
Average Coupon	2.86%
Average Life	11.40
Par amount of refunded bonds	$ 524,000.00
Average coupon of refunded bonds	5.00%
Average life of refunded bonds	12.10
PV of prior debt to 08/15/2016 @ 2.813526%	$ 640,005.36
Net PV Savings	$ 69,640.64
Percentage savings of refunded bonds	13.29%

Savings

Date	Prior Debt Service	Refunding Debt Service	Savings	Present Value to 06/15/2016 @ 2.9036950%
01/01/2017	$28,100.00	$15,221.46	$12,878.54	$12,743.32
01/01/2018	40,450.00	38,726.50	1,723.50	1,737.76
01/01/2019	40,700.00	38,474.00	2,226.00	2,156.81
01/01/2020	40,900.00	38,194.00	2,706.00	2,530.83
01/01/2021	41,050.00	37,896.50	3,153.50	2,853.64
01/01/2022	41,150.00	37,574.00	3,576.00	3,135.08
01/01/2023	41,200.00	37,216.50	3,983.50	3,386.20
01/01/2024	41,200.00	36,829.00	4,371.00	3,604.72
01/01/2025	41,150.00	36,416.50	4,733.50	3,788.70
01/01/2026	41,050.00	35,971.50	5,078.50	3,946.24
01/01/2027	40,900.00	35,479.00	5,421.00	4,090.35
01/01/2028	40,700.00	34,894.00	5,806.00	4,254.66
01/01/2029	40,450.00	39,244.00	1,206.00	879.32
01/01/2030	41,150.00	38,407.00	2,743.00	1,910.52
01/01/2031	40,750.00	37,531.00	3,219.00	2,173.95
01/01/2032	40,300.00	36,619.00	3,681.00	2,412.23
01/01/2033	40,800.00	35,677.00	5,123.00	3,255.80
01/01/2034	41,200.00	39,711.00	1,489.00	927.07
01/01/2035	40,500.00	38,563.00	1,937.00	1,167.30
01/01/2036	40,750.00	37,394.00	3,356.00	1,958.52
01/01/2037	39,900.00	36,207.50	3,692.50	2,092.34
	$844,350.00	$762,246.46	$82,103.54	$65,005.36

11 NMFA Rates as of 5/9/2016 + 25bps

Fire Protection Revenue Bonds

Issue	Recommended Action		Original Par	Amount Outstanding	Callable Amount Outstanding	Call Date	Average Interest Rate	Remaining Average Life	Final Maturity
	Payoff	Refinance							
Fire Protection Fund Bonds									
RUS Loan Series 2008A		X	$ 700,000	$ 518,000	$ 518,000	Anytime	4.25%	7.41	2028
RUS Loan Series 2008B	X		110,000	83,000	83,000	Anytime	4.25%	7.57	2028
Fire Protection Fund Bonds			$ 810,000	$ 601,000	$ 601,000		4.25%		

Refunding RUS Loan Series 2008A Overview - Marginal

Sources:

Par Amount	$570,000.00
DSRF	5,700.00
	$575,700.00

Uses:

Cash Deposit	$526,683.69
Cost of Issuance	40,000.00
Underwriter's Discount	4,275.00
Additional Proceeds	4,741.31
	$575,700.00

Dated Date	08/15/2016
Arbitrage yield	1.8339%
Bond Par Amount	$ 570,000.00
True Interest Cost	1.9551%
Net Interest Cost	1.9579%
Average Coupon	1.8460%
Average Life	6.7020
Par amount of refunded bonds	$ 518,000.00
Average coupon of refunded bonds	4.25%
Average life of refunded bonds	6.683
PV of prior debt to 08/15/2016 @ 1.833868%	$ 603,656.84
Net PV Savings	$ 32,698.15
Percentage savings of refunded bonds	6.3124%

Savings

Date	Prior Debt Service	Refunding Debt Service	Savings	Present Value to 06/15/2016 @ 1.8572347%
09/23/2016	$42,007.50	$5,955.07	$36,052.43	$35,983.03
09/23/2017	52,697.50	54,013.00	-1,315.50	-1,236.72
09/23/2018	52,337.50	53,585.50	-1,248.00	-1,153.51
09/23/2019	52,935.00	53,131.00	-196.00	-142.73
09/23/2020	52,447.50	52,627.00	-179.50	-129.02
09/23/2021	52,917.50	52,091.50	826.00	785.18
09/23/2022	52,302.50	51,511.00	791.50	735.87
09/23/2023	52,645.00	50,867.50	1,777.50	1,584.53
09/23/2024	52,902.50	55,170.00	-2,267.50	-1,936.91
09/23/2025	53,075.00	54,345.00	-1,270.00	-1,061.03
09/23/2026	52,162.50	53,455.00	-1,292.50	-1,064.44
09/23/2027	52,207.50	52,470.00	-262.50	-207.83
09/23/2028	53,167.50	51,300.00	1,867.50	1,500.41
	$673,805.00	**$640,521.57**	**$33,283.43**	**$33,656.84**

13 NMFA Rates as of 5/9/2016 + 25bps

Financials

RBC Capital Markets

Statement of Net Position – Water Fund

Fiscal Year Ended June 30

	2011	2012	2013	2014	2015 [1]
Assets					
Current assets:					
Cash and investments	$ 63,158	$ 224,019	$ 665,876	$ 1,302,345	$ 934,622
Restricted cash and investments	-	-	-	160,313	221,339
Receivables:					
Accounts receivable	276,258	550,894	290,897	373,085	424,751
Taxes Receivable	15,602	-	-	-	-
Inventory	-	13,507	13,507	31,608	28,554
Due from other funds	1,435,185	1,452,916	1,269,635	1,269,618	11,099
Total Current Assets	$ 1,790,203	$ 2,241,336	$ 2,239,915	$ 3,136,969	$ 1,620,365
Capital assets					
Land and water rights	$ 4,925,584	$ 4,684,000	$ 4,684,000	$ 4,684,000	$ 4,684,000
Buildings	8,183,351	7,246,000	7,246,399	8,531,139	8,316,302
Machinery and Equipment	165,695	59,328	87,222	104,514	147,405
Less accumulated depreciation	(6,983,128)	(6,377,177)	(6,528,189)	(7,061,038)	(7,246,307)
Construction in progress	-	241,584	241,584	-	112,445
Total Capital Assets (net of depreciation)	$ 6,291,502	$ 5,853,735	$ 5,731,016	$ 6,258,615	$ 6,013,845
Total assets	$ 8,081,705	$ 8,095,071	$ 7,970,931	$ 9,395,584	$ 7,634,210
Deferred Outflows of Resources	$ -	$ -	$ -	$ -	$ 23,241
Liabilities					
Current Liabilities:					
Accounts payable	$ 146,736	$ 101,116	$ 80,048	$ 54,914	$ 55,634
Accrued expenses	21,164	7,591	19,143	2,872	9,115
Due to other governments	-	881	24,372	104,042	102,849
Interest payable	46,835	-	-	-	23,015
Deposits payable	44,887	46,997	53,722	58,802	62,622
Compensated absences current	3,602	17,898	9,264	11,936	12,191
Due to other funds	76,425	258,297	269,888	270,753	-
Loans payable	13,329	-	14,351	-	-
Bonds payable-current	-	1,669	-	13,429	-
Total current liabilities	$ 352,978	$ 434,449	$ 470,788	$ 516,748	$ 265,426
Noncurrent liabilities					
Loans payable	$ 147,783	$ -	$ -	$ -	$ 138,000
Bonds payable	-	152,079	120,070	107,597	107,597
Net pension liability	-	-	-	-	225,139
Total non-current liabilities	147,783	152,079	120,070	107,597	470,736
Total liabilities	$ 500,761	$ 586,528	$ 590,858	$ 624,345	$ 736,162
Deferred Inflows of Resources	$ -	$ -	$ -	$ -	$ 88,233
Net Position					
Nonspendable-inventory	$ -	$ 13,507	$ 13,507	$ 31,608	$ 28,554
Net investment in capital assets	6,130,390	5,854,135	5,731,016	6,258,615	5,768,248
Restricted for grant expenditures	-	-	-	160,313	221,339
Unrestricted	1,450,554	1,641,301	1,635,550	2,320,703	814,915
Total net position	$ 7,580,944	$ 7,508,943	$ 7,380,073	$ 8,771,239	$ 6,833,056
Total Liabilities and Net Position	$ 8,081,705	$ 8,095,471	$ 7,970,931	$ 9,395,584	$ 7,569,218

(1) Unaudited

Statement of Revenues and Expenses - Water Fund

	2011	2012	2013	2014	2015[1]	Estimates 2016	Estimates 2017
Operating Revenues:							
Sales and Services	$ 1,320,105	$ 1,053,493	$ 1,126,522	$ 1,736,355	$ 1,695,777	$ 1,258,164	$ 1,258,164
Operating Expenses:							
Operating expenses	$ 764,216	$ 851,529	$ 1,034,763	$ 957,309	$ 830,357	$ 711,437	$ 711,437
Depreciation	180,105	149,636	151,013	184,253	185,269	213,339	213,339
Total operating expenses	$ 944,321	$ 1,001,165	$ 1,185,776	$ 1,141,562	$ 1,015,626	$ 924,776	$ 924,776
Operating (loss) income	$ 375,784	$ 52,328	$ (59,254)	$ 594,793	$ 680,151	$ 333,388	$ 333,388
Non-operating revenue (expenses)							
Gross receipts tax	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Earnings on investments	-	23	43	685	2,217	811	811
Miscellaneous revenues	-	3,227	-	4,365	122,351	18,826	18,826
Transfers in/out	-	(57,397)	(69,659)	96,763	(2,412,761)	(100,576)	(100,576)
Gain on sale of capital assets	-	-	-	-	3,082	-	-
Interest expense	-	(41)	-	-	(29,243)	(27,966)	(27,966)
Total non-operating revenues (expenses)	$ -	$ (54,188)	$ (69,616)	$ 101,813	$ (2,314,354)	$ (108,904)	$ (108,904)
Change in net position	$ 375,784	$ (1,860)	$ (128,870)	$ 696,606	$ (1,634,203)	$ 224,484	$ 224,484
Net Assets beginning of the year	$ 7,205,160	$ 7,580,944	$ 7,508,943	$ 7,380,073	$ 8,771,239	$ 6,833,056	$ 7,057,540
Prior period adjustments	-	(70,141)	-	694,560	(303,980)	-	-
Net assets beginning of the year as restated	$ 7,205,160	$ 7,510,803	$ 7,508,943	$ 8,074,633	$ 8,467,259	$ 6,833,056	$ 7,057,540
Net assets, end of year	$ 7,580,944	$ 7,508,943	$ 7,380,073	$ 8,771,239	$ 6,833,056	$ 7,057,540	$ 7,282,024

(1) Unaudited

Statement of Net Position – Waste Water Fund

Fiscal Year Ended June 30

	2011	2012	2013	2014	2015[1]
Assets					
Current assets:					
Cash and investments	$ -	$ 42,240	$ (281,825)	$ -	$ -
Restricted cash and investments	126,504	-	-	-	-
Receivables:					
Accounts receivable	72,118	124,042	61,000	68,961	86,515
Taxes Receivable	-	-	-	-	-
Inventory	-	41,966	41,966	13,297	12,547
Due from other funds	197,349	-	-	-	4,400
Total Current Assets	$ 395,971	$ 208,248	$ (178,859)	$ 82,258	$ 103,462
Capital assets					
Land and water rights	$ 376,475	$ 376,475	$ 376,475	$ 376,475	$ 376,475
Buildings	9,451,312	7,227,987	7,227,987	7,227,987	7,244,810
Machinery and Equipment	5,593	5,593	5,593	11,486	11,557
Less accumulated depreciation	(5,446,398)	(3,625,242)	(3,914,361)	(4,203,480)	(4,493,618)
Construction in progress	-	-	-	-	-
Total Capital Assets (net of depreciation)	$ 4,386,982	$ 3,984,813	$ 3,695,694	$ 3,412,468	$ 3,139,224
Total assets	$ 4,782,953	$ 4,193,061	$ 3,516,835	$ 3,494,726	$ 3,242,686
Deferred Outflows of Resources	$ -	$ -	$ -	$ -	$ 9,297
Liabilities					
Current Liabilities:					
Accounts payable	$ 14,388	$ 46,895	$ 7,363	$ 9,848	$ 8,139
Accrued expenses	1,564	2,700	8,354	1,042	3,847
Due to other governments	9,568	3,083	3,471	19,289	17,883
Interest payable	96,685	101,478	97,290	95,299	95,095
Deposits payable	-	-	-	-	-
Compensated absences current	14,092	7,473	8,123	5,469	4,233
Due to other funds	595,541	560,213	638,713	1,176,975	-
Loans payable	-	171,614	-	-	-
Bonds payable-current	92,000	96,000	102,000	113,250	113,250
Total current liabilities	$ 823,838	$ 989,456	$ 865,314	$ 1,421,172	$ 242,447
Noncurrent liabilities					
Loans payable	$ -	$ 2,368,386	$ -	$ -	$ -
Bonds payable	5,080,000	2,444,000	4,882,000	4,768,750	4,662,750
Net pension liability	-	-	-	-	90,056
Total non-current liabilities	5,080,000	4,812,386	4,882,000	4,768,750	4,752,806
Total liabilities	$ 5,903,838	$ 5,801,842	$ 5,747,314	$ 6,189,922	$ 4,995,253
Deferred Inflows of Resources	$ -	$ -	$ -	$ -	$ 35,293
Net Position					
Nonspendable-inventory	$ -	$ 41,966	$ 41,966	$ 13,297	$ 12,547
Net investment in capital assets	(785,018)	3,984,813	3,695,694	3,412,468	(1,636,776)
Restricted for grant expenditures	126,504	-	-	-	-
Unrestricted	(462,371)	(5,635,560)	(5,968,039)	(6,120,961)	(154,334)
Total net position	$ (1,120,885)	$ (1,608,781)	$ (2,230,379)	$ (2,695,196)	$ (1,778,563)
Total Liabilities and Net Position	$ 4,782,953	$ 4,193,061	$ 3,516,935	$ 3,494,726	$ 3,216,690

(1) Unaudited

Statement of Revenues and Expenses – Waste Water Fund

	2011	2012	2013	2014	2015[1]	Estimates 2016	Estimates 2017
Operating Revenues:							
Sales and Services	$ 450,431	$ 400,411	$ 380,111	$ 482,739	$ 528,362	$ 542,532	$ 542,532
Operating Expenses:							
Operating expenses	$ 277,213	$ 323,136	$ 405,952	$ 375,716	$ 350,593	$ 408,017	$ 408,017
Depreciation	302,539	289,326	289,119	289,119	290,138	295,439	295,439
Total operating expenses	$ 579,752	$ 612,462	$ 695,071	$ 664,835	$ 640,731	$ 703,456	$ 703,456
Operating (loss) income	$ (129,321)	$ (212,051)	$ (314,960)	$ (182,096)	$ (112,369)	$ (160,924)	$ (160,924)
Non-operating revenue (expenses)							
Gross receipts tax	$ -	$ -	$ -	$ -	$ -		
Earnings on investments	-	-	32	219	246	358	358
Miscellaneous revenues	-	-	-	-	-	-	-
Transfers in/out	-	(1,875)	(69,558)	(48,191)	1,382,038	(24,118)	(24,118)
Gain on sale of capital assets	-	-	-	-	-		
Interest expense	(314,952)	(250,463)	(237,112)	(234,749)	(231,690)	(249,601)	(249,601)
Total non-operating revenues (expenses)	$ (314,952)	$ (252,338)	$ (306,638)	$ (282,721)	$ 1,150,594	$ (273,361)	$ (273,361)
Change in net position	$ (444,273)	$ (464,389)	$ (621,598)	$ (464,817)	$ 1,038,225	$ (434,285)	$ (434,285)
Net Assets beginning of the year	$ (676,612)	$ (1,120,885)	$ (1,608,781)	$ (2,230,379)	$ (2,695,196)	$ (1,778,563)	$ (2,212,848)
Prior period adjustments	-	(23,507)	-	-	(121,592)	-	-
Net assets beginning of the year as restated	$ (676,612)	$ (1,144,392)	$ (1,608,781)	$ (2,230,379)	$ (2,816,788)	$ (1,778,563)	$ (2,212,848)
Net assets, end of year	$ (1,120,885)	$ (1,608,781)	$ (2,230,379)	$ (2,695,196)	$ (1,778,563)	$ (2,212,848)	$ (2,647,133)

(1) Unaudited

Debt Service Coverage Water Fund and Waste Water Fund – Consider Joint Utility for Debt Purposes

Fiscal Year:	2011	2012	2013	2014	2015	2016*	2017*
Revenues							
Revenues - Water Fund	$ 1,320,105	$ 1,053,493	$ 1,126,522	$ 1,736,355	$ 1,695,777	$ 1,258,164	$ 1,258,164
Revenues- Waste Water Fund	450,431	400,411	380,111	482,739	528,362	542,532	542,532
Total Revenue	$ 1,770,536	$ 1,453,904	$ 1,506,633	$ 2,219,094	$ 2,224,139	$ 1,800,695	$ 1,800,695
Expenses							
Operation & Maintenance Expenses Water Fund[1]	$ 764,216	$ 851,529	$ 1,034,763	$ 957,309	$ 830,357	$ 711,437	$ 711,437
Operation & Maintenance Expenses Waste Water Fund[1]	$ 277,213	$ 323,136	$ 405,952	$ 375,716	$ 350,593	$ 408,017	$ 408,017
Total Expenses	1,041,429	1,174,665	1,440,715	1,333,025	1,180,950	1,119,454	1,119,454
Net Revenues Available for Debt Service	$ 729,107	$ 279,239	$ 65,918	$ 886,069	$ 1,043,189	$ 681,242	$ 681,242
Senior Lien Debt Service Requirements	$ 399,565	$ 435,377	$ 435,024	$ 436,416	$ 435,664	$ 436,335	$ 436,678
RUS Loan 1998	147,806	167,743	167,510	168,159	168,430	168,818	169,063
RUS Loan 1999	148,898	168,835	168,650	169,370	168,430	168,818	169,063
RUS Loan 2007	102,862	98,799	98,864	98,887	98,804	98,699	98,552
Subordinate Lien DS Requirements	$ 4,493	$ 4,493	$ 4,494	$ 4,493	$ 4,493	$ 4,494	$ 4,494
2010 WTB Loan	4,493	4,493	4,494	4,493	4,493	4,494	4,494
2011 WTB Loan II	1,026	1,027	1,026	1,026	1,027	1,026	1,027
Senior Coverage	1.82	0.64	0.15	2.03	2.39	1.56	1.56
All In - Coverage	1.80	0.63	0.15	2.01	2.37	1.55	1.54
Pro Forma All In - Coverage[3]	1.65	0.63	0.15	2.01	2.01	2.01	2.01

[1] *Excludes Depreciation, Amortization and Interest Expenses.*

* *Projected Revenues and Expenses*

Statement of Net Position – Solid Waste Fund

	2011	2012	2013	2014	2015[1]
Assets					
Current assets:					
Cash and investments	$ 311,003	$ 55,862	$ (70,711)	$ 11,683	$ -
Restricted cash and investments	-	-	-	-	-
Receivables:					
Accounts receivable	178,429	73,653	105,988	143,479	198,548
Taxes Receivable	7,704	5,914	6,025	6,201	6,718
Inventory	-	-	-	710	1,161
Due from other funds	-	172,284	280,463	280,446	7,658
Total Current Assets	$ 497,136	$ 307,713	$ 321,765	$ 442,519	$ 214,085
Capital assets					
Land and water rights	$ 49,856	$ 49,856	$ 49,856	$ 49,856	$ 49,856
Buildings	2,143,371	1,397,595	1,397,595	1,403,124	1,397,595
Machinery and Equipment	557,507	1,031,752	1,035,821	1,113,426	1,383,486
Less accumulated depreciation	(1,301,980)	(1,148,124)	(1,357,942)	(1,527,177)	(1,670,230)
Construction in progress				-	-
Total Capital Assets (net of depreciation)	$ 1,448,754	$ 1,331,079	$ 1,125,330	$ 1,039,229	$ 1,160,707
Total assets	$ 1,945,890	$ 1,638,792	$ 1,447,095	$ 1,481,748	$ 1,374,792
Deferred Outflows of Resources	$ -	$ -	$ -	$ -	$ 18,592
Liabilities					
Current Liabilities:					
Accounts payable	$ 17,410	$ 49,626	$ 6,881	$ 16,264	$ 12,162
Accrued expenses	12,201	4,958	11,483	2,116	6,607
Due to other governments	8,124	(1,784)	3,992	28,045	22,174
Interest payable	6,696	6,405	5,518	4,131	3,341
Deposits payable	-	(315)	(315)	1,810	1,810
Compensated absences current	7,073	10,430	9,377	8,227	9,108
Due to other funds	296,913	25,657	60,888	100,426	-
Capital Lease Payable	70,224	77,139	32,027	-	-
Loans payable	158,291	-	108,560	106,000	-
Bonds payable-current	-	-	-	-	-
Total current liabilities	$ 576,932	$ 172,116	$ 238,411	$ 267,019	$ 55,202
Noncurrent liabilities					
Loans payable	$ 1,018,249	$ 1,004,681	$ 742,165	$ 635,209	$ 489,959
Capital Lease payable	138,632	25,663	-	-	-
Bonds payable	-	-	-	-	-
Net pension liability	-	-	-	-	180,111
Total non-current liabilities	1,156,881	1,030,344	742,165	635,209	670,070
Total liabilities	$ 1,733,813	$ 1,202,460	$ 980,576	$ 902,228	$ 725,272
Deferred Inflows of Resources	$ -	$ -	$ -	$ -	$ 70,856
Net Position					
Nonspendable-inventory	$ -	$ -	$ -	$ 710	$ 1,161
Net investment in capital assets	63,358	1,331,079	1,125,330	1,039,229	670,730
Restricted for grant expenditures	-	-	-	-	-
Unrestricted	148,719	(894,747)	(658,811)	(460,419)	(74,383)
Total net position	$ 212,077	$ 436,332	$ 466,519	$ 579,520	$ 597,508
Total Liabilities and Net Position	$ 1,945,890	$ 1,638,792	$ 1,447,095	$ 1,481,748	$ 1,322,780

(1) Unaudited

Statement of Revenues and Expenses – Solid Waste Fund

	2011	2012	2013	2014	2015[1]	Estimates 2016	Estimates 2017
Operating Revenues:							
Sales and Services	$ 844,971	$ 861,375	$ 853,269	$ 867,301	$ 789,377	$ 781,287	$ 781,287
Operating Expenses:							
Operating expenses	$ 582,409	$ 549,453	$ 570,973	$ 588,526	$ 638,246	$ 657,933	$ 657,933
Depreciation	243,863	229,532	209,818	169,235	143,053	83,449	83,449
Total operating expenses	$ 826,272	$ 778,985	$ 780,791	$ 757,761	$ 781,299	$ 741,382	$ 741,382
Operating (loss) income	$ 18,699	$ 82,390	$ 72,478	$ 109,540	$ 8,078	$ 39,905	$ 39,905
Non-operating revenue (expenses)							
Gross receipts tax	$ 50,042	$ 46,218	$ 46,370	$ 44,494	$ 52,366	$ 48,080	$ 48,080
Earnings on investments	-	627	518	760	1,072	1,462	1,462
Miscellaneous revenues	-	-	-	9,854	7,178	7,568	7,568
Transfers in/out	-	30,824	(51,637)	(19,567)	215,008	(94,970)	(94,970)
Gain on sale of capital assets	-	-	-	-	-	-	-
Interest expense	-	(43,024)	(37,542)	(32,080)	(22,531)	(17,124)	(17,124)
Total non-operating revenues (expenses)	$ 50,042	$ 34,645	$ (42,291)	$ 3,461	$ 253,093	$ (54,985)	$ (54,985)
Change in net position	$ 68,741	$ 117,035	$ 30,187	$ 113,001	$ 261,171	$ (15,080)	$ (15,080)
Net Assets beginning of the year	$ 143,336	$ 212,077	$ 436,332	$ 466,519	$ 579,520	$ 597,508	$ 582,428
Prior period adjustments	-	107,220		-	(243,183)		
Net assets beginning of the year as restated	$ 143,336	$ 319,297	$ 436,332	$ 466,519	$ 336,337	$ 597,508	$ 582,428
Net assets, end of year	$ 212,077	$ 436,332	$ 466,519	$ 579,520	$ 597,508	$ 582,428	$ 567,349

(1) Unaudited

Debt Service Coverage Solid Waste Fund

Fiscal Year:	*2011*	2012	2013	2014	2015	2016*	2017*
Revenues							
Revenues	$ 844,971	$ 861,375	$ 853,269	$ 867,301	$ 789,377	$ 781,287	$ 781,287
Total Revenue	$ 844,971	$ 861,375	$ 853,269	$ 867,301	$ 789,377	$ 781,287	$ 781,287
Expenses							
Operation Expenses[1]	$ 582,409	$ 549,453	$ 570,973	$ 588,526	$ 638,246	$ 657,933	$ 657,933
Total Expenses	582,409	549,453	570,973	588,526	638,246	657,933	657,933
Net Revenues Available for Debt Service	$ 262,562	$ 311,922	$ 282,296	$ 278,775	$ 151,131	$ 123,354	$ 123,354
Senior Lien Debt Service Requirements							
NMFA PPRF 2008A	$ 35,888	$ 48,825	$ 49,772	$ 49,587	$ 49,294	$ 48,901	$ 49,470
NMFA PPRF 2008B	$ 28,692	$ 48,629	$ 49,387	$ -	$ -	$ -	$ -
Lease Purchase 2009	$ 29,016	$ 22,715	$ 22,747	$ 15,233	$ -	$ -	$ -
Senior Coverage	**2.81**	**2.60**	**2.32**	**4.30**	**3.07**	**2.52**	**2.49**

[1] *Excludes Depreciation, Amortization and Interest Expenses.*
* *Projected Revenues and Expenses*

General Obligation Information

RBC Capital Markets

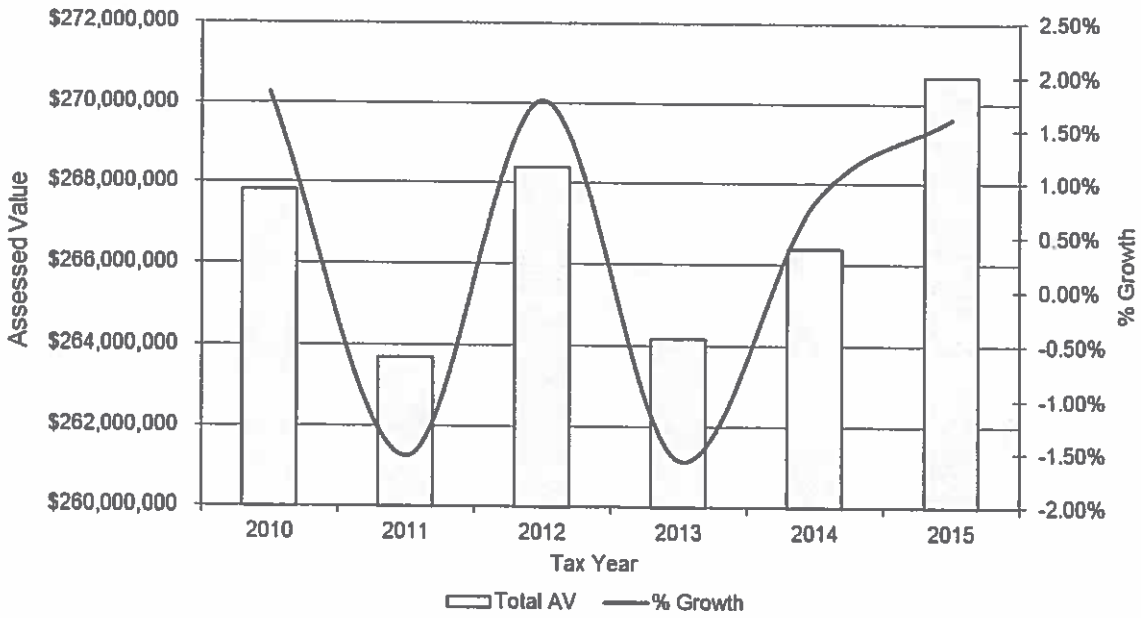
Historical Assessed Value

Village of Angel Fire, New Mexico
History of Assessed Valuation

Tax Year	Residential	Non-Residential	Total AV	Growth Over Previous Year
2010	$ 189,541,220	$ 78,272,171	$ 267,813,391	1.84%
2011	188,978,144	74,734,459	263,712,603	-1.53%
2012	191,980,888	76,400,570	268,381,458	1.77%
2013	190,915,754	73,257,725	264,173,479	-1.57%
2014	193,605,586	72,765,466	266,371,052	0.83%
2015	197,828,958	72,829,334	270,658,292	1.61%

5 Year Average Growth Rate ***0.21%***

Source: Colfax County Assessor's Office



General Obligation Bonding Capacity	
Assessed Value	$ 270,658,292
4% of AV	$ 10,826,332
Outstanding Debt	-
GO Bond Capacity	$ 10,826,332
% Bonded to Capacity	0.00%

Historical Tax Rates

Residential Tax Rates - per $1,000 Assessed Valuation
Within 20 Mill Limit for General Purposes

	2015	2014	2013	2012	2011
State of New Mexico	$0.000	$0.000	$0.000	$0.000	$0.000
Colfax County	7.205	7.120	7.123	6.974	6.726
Village of Angel Fire	4.906	4.835	4.832	4.721	4.568
Cimarron Schools	0.343	0.338	0.339	0.332	0.320
General Hospital	4.250	4.234	4.250	4.250	2.778
Total	$16.70	$16.53	$16.54	$16.28	$14.39

Over 20 Mill Limit - Interest, Principal, Judgments, etc.

State of New Mexico	$1.360	$1.360	$1.360	$1.360	$1.362
Colfax County	0.000	0.000	0.000	0.000	0.000
Village of Angel Fire	0.000	0.000	0.000	0.000	0.222
Cimarron Schools	4.437	4.419	2.793	2.635	2.883
General Hospital	0.000	0.000	0.000	0.000	0.000
Total	$5.797	$5.779	$4.153	$3.995	$4.467

Total Levy

State of New Mexico	$1.360	$1.360	$1.360	$1.360	$1.362
Colfax County	7.205	7.120	7.123	6.974	6.726
Village of Angel Fire	4.906	4.835	4.832	4.721	4.790
Cimarron Schools	4.780	4.757	3.132	2.967	3.203
General Hospital	4.250	4.234	4.250	4.250	2.778
Total Residential	**$22.501**	**$22.306**	**$20.697**	**$20.272**	**$18.859**
Total Non-Residential	**$28.547**	**$28.454**	**$26.534**	**$25.714**	**$25.517**

Source: State of New Mexico, Department of Finance & Administration

General Obligation Bonds - Municipalities

General obligation bonds may be issued pursuant to NMSA 1978, Chapter 3, Section 3-30-5 for the following purposes:

1) Erecting and operating natural or artificial gas works;
2) Erecting and operating electric works;
3) Constructing, purchasing, rehabilitating or remodeling, or any combination thereof, public buildings, including additions and improvements thereto;
4) Building, beautifying and improving public parks within or without the municipal boundary, but not beyond the planning and platting jurisdiction of the municipality;
5) Acquiring land or building for playgrounds, recreation center, zoos and other recreational purposes, and the equipment thereof, or any combination thereof;
6) Providing proper means for protecting from fire including but not necessarily limited to purchasing apparatus for fire protection and providing, enlarging and improving fire equipment and facilities;
7) Laying off, opening, constructing, repairing, and otherwise improving municipal alleys, street, public roads and bridges, or any combination thereof;
8) Providing apparatus for the collection and disposal of garbage and refuse;
9) Acquiring, constructing and maintaining garbage and refuse disposal areas and plants within or without the municipal boundary;
10) Constructing or purchasing a system for supplying water or constructing and purchasing such a system for the municipality, including without limiting the generality of the foregoing, the enlargement, improvement, extension or acquisition of the system, and acquisition of water or water rights, necessary real estate or rights-of-ways, bridges and easements, and necessary apparatus for a water system, or an combination of the foregoing;
11) Constructing or purchasing a sewer system or the construction and purchase of a sewer system, including without limiting the generality of the foregoing, acquiring, enlarging, improving or extending, or any combination of the foregoing said system;
12) Flood control purposes
13) Constructing, purchasing, rehabilitating or remodeling, or any combination thereof, hospitals, including additions and improvements thereto;
14) Purchasing, improving or erecting public auditoriums or public buildings of a similar nature for general civic purposes, or for authorizing the improvement or erection of public auditoriums or buildings of a similar nature by agreement, with the officers of the county in which the municipality is located; and
15) Acquiring, purchasing, constructing, improving, rehabilitating, or remodeling, or any combination thereof, of cemeteries or mausoleums.

Bond Election Calendar Draft

Friday,June 03, 2016	Draft of Election Resolution circulated	BC, FA
Tuesday,June 28, 2016	Governing Board adopts Election Proclamation	VoAF, BC, FA
Tuesday,July 05, 2016	Election Proclamation filed with County Clerk	VoAF, BC
Friday,July 15, 2016	First of two publications of Election Proclamation (before 50th day)	BC, FA, CC
Friday,July 22, 2016	Second publication of Election Proclamation (before 50th day)	
Monday,July 25, 2016	50th day prior to election	
Tuesday,August 09, 2016	Voting ballots printed	CC
Wednesday,August 17, 2016	Last day for voter registration	CC
Wednesday,August 17, 2016	First of two publications of Election Proclamation (after 50th day)	VoAF
Friday,August 19, 2016	Absentee voting in person begins	CC
Tuesday,August 23, 2016	Second of two publications of Election Proclamation (after 50th day)	
Friday,August 26, 2016	First publication of question & pollworkers	BC, FA, CC
Friday,September 02, 2016	Second publication of question & pollworkers	BC, FA, CC
Friday,September 09, 2016	Last day to vote absentee in person	CC
Tuesday,September 13, 2016	ELECTION DAY	VoAF, CC
Thursday,September 15, 2016	Canvass of election by canvassing board	VoAF, CC, MJ
Friday,September 16, 2016	Publish bond election results	BC, FA, CC

Code	*Participant*	*Role*
VoAF	Village of Angel Fire	Issuer
FA	RBC Capital Markets	Financial Advisor
BC		Legal Counsel
CC	County Clerk	
MJ	Municipal Judge	

General Obligation Bonds – 3 Election Cycles

- Voter approval required
- 12-year final maturity
- Assumes a 0% growth in assessed valuation
- Maintain tax rate at $3.33/$1,000 of assessed valuation
- Size of bond sale can be modified within authorization period without a tax increase
- Declining debt service to permit new bonds in future without an additional tax increase
- Create capacity by retiring debt as quickly as cash flow from tax levy will permit

GENERAL OBLIGATION BOND PROGRAM

***2016 ELECTION**	**$4,500,000**
2017 Bond Sale	$1,900,000
2018 Bond Sale	$1,300,000
2019 Bond Sale	1,300,000
***2019 ELECTION**	**4,500,000**
2020 Bond Sale	1,500,000
2021 Bond Sale	1,500,000
2022 Bond Sale	1,500,000
***2022 ELECTION**	**2,000,000**
2023 Bond Sale	800,000
2024 Bond Sale	500,000
2025 Bond Sale	700,000
TOTAL	***$11,000,000***

* Projected. Assumes a 94% collection rate.

IMPACT ON HOMEOWNERS

TAX INCREASE OF: $ 3.33

Full Value	Net Taxable Value *	Increase Per Year	Increase Per Month
$100,000	$29,667	$98.82	$8.24
200,000	61,333	204.31	17.03
300,000	93,000	309.79	25.82
400,000	124,667	415.28	34.61
500,000	156,333	520.77	43.40
600,000	188,000	626.25	52.19
700,000	219,667	731.74	60.98
800,000	251,333	837.22	69.77
1,000,000	314,667	1,048.19	87.35

**Net taxable value is computed as follows:*
95% of market value of property divided by 3 less $2,000 for head of household deduction.

General Obligation Bonds – 3 Election Cycles

PROPOSED DEBT

		2016 Election		4,500,000													
		Series 2016		$1,900,000	Series 2017		$1,300,000	Series 2018		$1,300,000				TOTAL DEBT REQUIREMENTS			Estimated Tax Rate @ 94.00%
	CURRENT	Prin 8/1	Coupon	Interest	Prin 8/1	Coupon	Interest	Prin 8/1	Coupon	Interest	Prin 8/1	Coupon	Interest	PRIN	INT	TOTAL	Collect. Rate
2016														0	0	0	0.000
2017		800,000	3.75%	47,500										800,000	47,500	847,500	3.331
2018		100,000	3.75%	41,250	675,000	4.00%	34,667							100,000	41,250	141,250	3.345
2019		100,000	3.75%	37,500	125,000	4.00%	25,000	525,000	4.25%	36,833				625,000	74,333	699,333	3.338
2020		100,000	3.75%	33,750	50,000	4.00%	20,000	70,000	4.25%	32,938				170,000	66,688	236,688	1.205
2021		100,000	3.75%	30,000	50,000	4.00%	18,000	70,000	4.25%	29,963				170,000	59,963	229,963	1.171
2022		100,000	3.75%	26,250	50,000	4.00%	16,000	70,000	4.25%	26,988				170,000	53,238	223,238	1.137
2023		100,000	3.75%	22,500	50,000	4.00%	14,000	70,000	4.25%	24,013				170,000	46,513	216,513	1.103
2024		100,000	3.75%	18,750	50,000	4.00%	12,000	70,000	4.25%	21,038				170,000	39,788	209,788	1.068
2025		100,000	3.75%	15,000	50,000	4.00%	10,000	70,000	4.25%	18,063				170,000	33,063	203,063	1.034
2026		100,000	3.75%	11,250	50,000	4.00%	8,000	70,000	4.25%	15,088				170,000	26,338	196,338	1.000
2027		100,000	3.75%	7,500	50,000	4.00%	6,000	70,000	4.25%	12,113				170,000	19,613	189,613	0.965
2028		100,000	3.75%	3,750	50,000	4.00%	4,000	70,000	4.25%	9,138				170,000	12,888	182,888	0.931
2029					50,000	4.00%	2,000	70,000	4.25%	6,163				70,000	6,163	76,163	0.504
2030								75,000	4.25%	3,188				75,000	3,188	78,188	0.307
			6/1/16	02/01/2017		6/1/17	02/01/2018		6/1/18	02/01/2019							
TOTAL	$0	$1,900,000		$295,000	$1,300,000		$169,667	$1,300,000		235,521	$0		$0	$3,200,000	$530,521	$3,730,521	

PROPOSED DEBT

		2019 Election		4,500,000													
		Series 2019		$1,500,000	Series 2020		$1,500,000	Series 2021		$1,500,000			$0	TOTAL DEBT REQUIREMENTS			Estimated Tax Rate @ 94.00%
	CURRENT	Prin 8/1	Coupon	Interest	Prin 8/1	Coupon	Interest	Prin 8/1	Coupon	Interest	Prin 8/1	Coupon	Interest	PRIN	INT	TOTAL	Collect. Rate
2020	699,333	465,000	4.50%	78,750										1,090,000	153,083	1,243,083	3.343
2021	236,688	90,000	4.50%	46,575	330,000	4.75%	83,125							590,000	196,388	786,388	3.332
2022	229,963	95,000	4.50%	42,525	100,000	4.75%	55,575	180,000	5.00%	87,500				545,000	245,563	790,563	3.340
2023	223,238	95,000	4.50%	38,250	100,000	4.75%	50,825	120,000	5.00%	66,000				485,000	208,313	693,313	2.950
2024	216,513	95,000	4.50%	33,975	100,000	4.75%	46,075	120,000	5.00%	60,000				485,000	186,563	671,563	2.857
2025	209,788	95,000	4.50%	29,700	100,000	4.75%	41,325	120,000	5.00%	54,000				485,000	164,813	649,813	2.764
2026	203,063	95,000	4.50%	25,425	110,000	4.75%	36,575	120,000	5.00%	48,000				495,000	143,063	638,063	2.709
2027	196,338	95,000	4.50%	21,150	110,000	4.75%	31,350	120,000	5.00%	42,000				495,000	120,838	615,838	2.614
2028	189,613	95,000	4.50%	16,875	110,000	4.75%	26,125	120,000	5.00%	36,000				495,000	98,613	593,613	2.519
2029	182,888	95,000	4.50%	12,600	110,000	4.75%	20,900	120,000	5.00%	30,000				495,000	76,388	571,388	2.031
2030	76,163	95,000	4.50%	8,325	110,000	4.75%	15,675	120,000	5.00%	24,000				300,000	45,838	345,838	1.773
2031	0	90,000	4.50%	4,050	110,000	4.75%	10,450	120,000	5.00%	18,000				210,000	22,050	232,050	1.386
2032	0				110,000	4.75%	5,225	120,000	5.00%	12,000				120,000	12,000	132,000	0.972
2033								120,000	5.00%	6,000				120,000	6,000	126,000	0.495
2034														0	0	0	0.000
2035														0	0	0	0.000
2036																	
			6/1/19	08/01/2020		6/1/20	08/01/2021		6/1/21	08/01/2022		6/1/22	08/01/2023				
TOTAL	$2,663,583	$1,500,000		279,450	1,500,000		340,100	$1,500,000		$396,000	$0		-	$6,410,000	$1,679,508	$8,089,508	

General Obligation Bonds – 3 Election Cycles

		2022 Election		2,000,000											
		Series 2022		$800,000	Series 2023		$500,000	Series 2024		$700,000					Estimated Tax Rate @ 94.00%
	CURRENT	Prin 8/1	Coupon	Interest	Prin 8/1	Coupon	Interest	Prin 8/1	Coupon	Interest		TOTAL DEBT REQUIREMENTS PRIN	INT	TOTAL	Collect. Rate
2022	790,563											545,000	245,563	790,563	3.340
2023	693,313	50,000	5.00%	46,667								535,000	254,979	789,979	3.330
2024	671,563	40,000	5.00%	37,500	15,000	5.25%	30,625					540,000	254,688	794,688	3.341
2025	649,813	30,000	5.00%	35,500	15,000	5.25%	25,463	0	5.25%	42,875		530,000	268,650	798,650	3.349
2026	638,063	40,000	5.00%	34,000	20,000	5.25%	24,675	5,000	5.25%	36,750		560,000	238,488	798,488	3.340
2027	615,838	40,000	5.00%	32,000	25,000	5.25%	23,625	25,000	5.25%	36,488		585,000	212,950	797,950	3.330
2028	593,613	70,000	5.00%	30,000	25,000	5.25%	22,313	25,000	5.25%	35,175		615,000	186,100	801,100	3.335
2029	571,388	70,000	5.00%	26,500	50,000	5.25%	21,000	50,000	5.25%	33,863		665,000	157,750	822,750	3.019
2030	345,838	90,000	5.00%	23,000	50,000	5.25%	18,375	50,000	5.25%	31,238		490,000	118,450	608,450	2.806
2031	232,050	90,000	5.00%	18,500	60,000	5.25%	15,750	90,000	5.25%	28,613		450,000	84,913	534,913	2.576
2032	132,000	90,000	5.00%	14,000	60,000	5.25%	12,600	90,000	5.25%	23,888		360,000	62,488	422,488	2.113
2033	0	90,000	5.00%	9,500	60,000	5.25%	9,450	90,000	5.25%	19,163		360,000	44,113	404,113	1.588
2034	0	100,000	5.00%	5,000	60,000	5.25%	6,300	90,000	5.25%	14,438		250,000	25,738	275,738	1.084
2035					60,000	5.25%	3,150	90,000	5.25%	9,713		150,000	12,863	162,863	0.640
2036								95,000	5.25%	4,988		95,000	4,988	99,988	0.393
2037															0.000
2038															
				6/1/22 08/01/2023			6/1/23 08/01/2024			6/1/24 08/01/2025					
TOTAL	$5,934,038	$800,000		312,167	500,000		213,325	$700,000		$317,188	-	$6,730,000	$2,172,717	$8,902,717	

FY	Valuation (000'S)	Capacity August 1	Outstanding August 1	to Capacity August 1	Excess Capacity
2015	266,371	10,654,842	0	0.00%	10,654,842
2016	270,658	10,826,332	1,900,000	17.55%	8,926,332
2017	270,658	10,826,332	2,400,000	22.17%	8,426,332
2018	270,658	10,826,332	2,925,000	27.02%	7,901,332
2019	270,658	10,826,332	3,675,000	33.95%	7,151,332
2020	270,658	10,826,332	4,490,000	41.47%	6,336,332
2021	270,658	10,826,332	5,350,000	49.42%	5,476,332
2022	270,658	10,826,332	5,555,000	51.31%	5,271,332
2023	270,658	10,826,332	5,470,000	50.52%	5,356,332
2024	270,658	10,826,332	5,580,000	51.54%	5,246,332
2025	270,658	10,826,332	5,000,000	46.18%	5,826,332
2026	270,658	10,826,332	4,390,000	40.55%	6,436,332
2027	270,658	10,826,332	3,755,000	34.68%	7,071,332
2028	270,658	10,826,332	3,090,000	28.54%	7,736,332
2029	270,658	10,826,332	2,475,000	22.86%	8,351,332
2030	270,658	10,826,332	1,885,000	17.41%	8,941,332
2031	270,658	10,826,332	1,325,000	12.24%	9,501,332
2032	270,658	10,826,332	855,000	7.90%	9,971,332
2033	270,658	10,826,332	495,000	4.57%	10,331,332
2034	270,658	10,826,332	245,000	2.26%	10,581,332
2035	270,658	10,826,332	95,000	0.88%	10,731,332
2036	270,658	10,826,332	0	0.00%	10,826,332

A.V. Growth @ 0.00%

FY	Current Debt	2016 Election	2019 Election	2023 Election	Cash Bal. Adj.	TOTAL	Cash Balance
2015	0.000	0.000	0.000	0.000	0.000	0.000	
2016	0.000	0.000	0.000	0.000	0.000	0.000	
2017	0.000	3.331	0.000	0.000	0.000	3.331	-
2018	0.000	3.345	0.000	0.000	0.000	3.345	-
2019	0.000	3.338	0.000	0.000	0.000	3.338	-
2020	0.000	1.205	2.137	0.000	0.000	3.343	-
2021	0.000	1.171	2.161	0.000	0.000	3.332	-
2022	0.000	1.137	2.203	0.000	0.000	3.340	-
2023	0.000	1.103	1.848	0.380	0.000	3.330	-
2024	0.000	1.068	1.789	0.484	0.000	3.341	-
2025	0.000	1.034	1.730	0.585	0.000	3.349	-
2026	0.000	1.000	1.710	0.631	0.000	3.340	-
2027	0.000	0.965	1.649	0.716	0.000	3.330	-
2028	0.000	0.931	1.588	0.816	0.000	3.335	-
2029	0.000	0.504	1.527	0.988	0.000	3.019	-
2030	0.000	0.307	1.466	1.032	0.000	2.806	-
2031	0.000	0.000	1.386	1.190	0.000	2.576	-
2032	0.000	0.000	0.972	1.142	0.000	2.113	-
2033	0.000	0.000	0.495	1.093	0.000	1.588	-
2034	0.000	0.000	0.000	1.084	0.000	1.084	-
2035	0.000	0.000	0.000	0.640	0.000	0.640	-
2036	0.000	0.000	0.000	0.393	0.000	0.393	-

General Obligation Bonds – One Time Issuance

- Voter approval required
- 12-year final maturity
- Assumes a 0% growth in assessed valuation
- Maintain tax rate at $4.55/$1,000 of assessed valuation
- Size of bond sale can be modified within authorization period without a tax increase
- Declining debt service to permit new bonds in future without an additional tax increase
- Create capacity by retiring debt as quickly as cash flow from tax levy will permit

IMPACT ON HOMEOWNERS

TAX INCREASE OF: $ 4.55

Full Value	Net Taxable Value *	Increase Per Year	Increase Per Month
$100,000	$29,667	$135.03	$11.25
200,000	61,333	279.16	23.26
300,000	93,000	423.29	35.27
400,000	124,667	567.43	47.29
500,000	156,333	711.56	59.30
600,000	188,000	855.69	71.31
700,000	219,667	999.82	83.32
800,000	251,333	1,143.96	95.33
1,000,000	314,667	1,432.22	119.35

**Net taxable value is computed as follows:*
95% of market value of property divided by 3 less $2,000 for head of household deduction.

GENERAL OBLIGATION BOND PROGRAM

***2016 ELECTION**	**$10,800,000**
2017 Bond Sale	$10,800,000

General Obligation Bonds – One Time Issuance

PROPOSED DEBT

10/30	CURRENT	2016 Election Series 2017 Prin 8/1	Coupon	10,800,000 $10,800,000 Interest	TOTAL DEBT REQUIREMENTS PRIN	INT	TOTAL	Estimated Tax Rate @ 94.00% Collect. Rate
2016					0	0	0	0.000
2017		1,005,000	3.75%	153,000	1,005,000	153,000	1,158,000	4.552
2018		790,000	3.75%	367,313	790,000	367,313	1,157,313	4.549
2019		820,000	3.75%	337,688	820,000	337,688	1,157,688	4.550
2020		850,000	3.75%	306,938	850,000	306,938	1,156,938	4.547
2021		880,000	3.75%	275,063	880,000	275,063	1,155,063	4.540
2022		915,000	3.75%	242,063	915,000	242,063	1,157,063	4.548
2023		915,000	3.75%	207,750	915,000	207,750	1,122,750	4.413
2024		915,000	3.75%	173,438	915,000	173,438	1,088,438	4.278
2025		915,000	3.75%	139,125	915,000	139,125	1,054,125	4.143
2026		915,000	3.75%	104,813	915,000	104,813	1,019,813	4.008
2027		915,000	3.75%	70,500	915,000	70,500	985,500	3.874
2028		965,000	3.75%	36,188	965,000	36,188	1,001,188	3.935
2029					0	0	0	0.000
2030					0	0	0	0.000
			3/15/17	08/01/2017				
TOTAL	$0	$10,800,000		$2,413,875	$10,800,000	$2,413,875	$13,213,875	

General Obligation Bonds – One Time Issuance

BONDING CAPACITY

TYE	Assessed Valuation (000'S)	Bonding Capacity August 1	Principal Outstanding August 1	% Bonded to Capacity August 1	Excess Capacity
2015	266,371	10,654,842	0	0.00%	10,654,842
2016	270,658	10,826,332	10,800,000	99.76%	26,332
2017	270,658	10,826,332	9,795,000	90.47%	1,031,332
2018	270,658	10,826,332	9,005,000	83.18%	1,821,332
2019	270,658	10,826,332	8,185,000	75.60%	2,641,332
2020	270,658	10,826,332	7,335,000	67.75%	3,491,332
2021	270,658	10,826,332	6,455,000	59.62%	4,371,332
2022	270,658	10,826,332	5,540,000	51.17%	5,286,332
2023	270,658	10,826,332	4,625,000	42.72%	6,201,332
2024	270,658	10,826,332	3,710,000	34.27%	7,116,332
2025	270,658	10,826,332	2,795,000	25.82%	8,031,332
2026	270,658	10,826,332	1,880,000	17.37%	8,946,332
2027	270,658	10,826,332	965,000	8.91%	9,861,332
2028	270,658	10,826,332	0	0.00%	10,826,332
2029	270,658	10,826,332	0	0.00%	10,826,332
2030	270,658	10,826,332	0	0.00%	10,826,332
2031	270,658	10,826,332	0	0.00%	10,826,332
2032	270,658	10,826,332	0	0.00%	10,826,332
2033	270,658	10,826,332	0	0.00%	10,826,332
2034	270,658	10,826,332	0	0.00%	10,826,332
2035	270,658	10,826,332	0	0.00%	10,826,332
2036	270,658	10,826,332	0	0.00%	10,826,332

A.V. Growth @ 0.00%

TAX RATES

TYE 10/31	Current Debt	2016 Election	2020 Election	Cash Bal. Adj.	TOTAL	Cash Balance
2015	0.000	0.000	0.000	0.000	0.000	
2016	0.000	0.000	0.000	0.000	0.000	
2017	0.000	4.552	0.000	0.000	4.552	-
2018	0.000	4.549	0.000	0.000	4.549	-
2019	0.000	4.550	0.000	0.000	4.550	-
2020	0.000	4.547	0.000	0.000	4.547	-
2021	0.000	4.540	0.000	0.000	4.540	-
2022	0.000	4.548	0.000	0.000	4.548	-
2023	0.000	4.413	0.000	0.000	4.413	-
2024	0.000	4.278	0.000	0.000	4.278	-
2025	0.000	4.143	0.000	0.000	4.143	-
2026	0.000	4.008	0.000	0.000	4.008	-
2027	0.000	3.874	0.000	0.000	3.874	-
2028	0.000	3.935	0.000	0.000	3.935	-
2029	0.000	0.000	0.000	0.000	0.000	-
2030	0.000	0.000	0.000	0.000	0.000	-
2031	0.000	0.000	0.000	0.000	0.000	-
2032	0.000	0.000	0.000	0.000	0.000	-
2033	0.000	0.000	0.000	0.000	0.000	-
2034	0.000	0.000	0.000	0.000	0.000	-
2035	0.000	0.000	0.000	0.000	0.000	-
2036	0.000	0.000	0.000	0.000	0.000	-

Detailed Debt Profile

RBC Capital Markets

SSGRT Debt Detail

Refinance with NMFA

Payoff by June 1st Release SSGRT pledge

Issue	RUS Loan Series 1997	NMFA PPRF Series 2001	Bank Placement Series 2003
Dated Date	01.01.1997	09.28 2001	07.01.2003
Original Par	$700,000	$1,262,548	$750,000
Outstanding	$524,000	$416,785	$192,460
Description	RUS SSGRT Revenue Bonds	NMFA SSGRT Revenue Bonds	Bank SSGRT Revenue Bonds
Pledge	State Shared Gross Receipts Tax	State Shared Gross Receipts Tax	State Shared Gross Receipts Tax
Payment Source	Lodger's Tax	Solid Waste Fund	General Fund
NMFA Loan ID	N/A	ANGELFIRE	N/A
Call Date	Anytime	Anytime	n/a
DSRF	N/A	$84,548	None
Principal Due	January 1st	May 1st	January and July 1st
Rem. Avg Life	13.560	3.921	1.863

FY 06/30	Principal (1/1)	Coupon	Interest	Total	Principal (1/1)	Coupon	Interest	Total	Principal (1/1 & 7/1)	Coupon	Interest	Total
2016	14,000	5.000%	26,900	40,900	73,174	4.262%	21,805	94,979	61,320	4.550%	7,979	69,299
2017	15,000	5.000%	26,200	41,200	76,300	4.338%	18,686	94,986	64,111	4.550%	5,188	69,299
2018	15,000	5.000%	25,450	40,450	79,619	4.416%	15,376	94,995	67,029	4.550%	2,271	69,300
2019	16,000	5.000%	24,700	40,700	83,144	4.485%	11,860	95,004				
2020	17,000	5.000%	23,900	40,900	86,882	4.545%	8,131	95,013				
2021	18,000	5.000%	23,050	41,050	90,840	4.604%	4,182	95,022				
2022	19,000	5.000%	22,150	41,150								
2023	20,000	5.000%	21,200	41,200								
2024	21,000	5.000%	20,200	41,200								
2025	22,000	5.000%	19,150	41,150								
2026	23,000	5.000%	18,050	41,050								
2027	24,000	5.000%	16,900	40,900								
2028	25,000	5.000%	15,700	40,700								
2029	26,000	5.000%	14,450	40,450								
2030	28,000	5.000%	13,150	41,150								
2031	29,000	5.000%	11,750	40,750								
2032	30,000	5.000%	10,300	40,300								
2033	32,000	5.000%	8,800	40,800								
2034	34,000	5.000%	7,200	41,200								
2035	35,000	5.000%	5,500	40,500								
2036	37,000	5.000%	3,750	40,750								
2037	38,000	5.000%	1,900	39,900								
Total	524,000		360,350	857,450	416,785		80,040	475,020	192,460		15,438	207,898
Use of Proceeds	New Money Construction of a Community Center				New Money Construction of a Transfer Station				New Money Village Hall Purchase			

SSGRT Debt Detail

	Payoff Release SSGRT pledge				Payoff by June 1st						
Issue	NMFA PPRF Series 2008				NMFA PPRF Series 2009				Total Outstanding		
Dated Date	12.08.2008				12.18.2009						
Original Par	$167,212				$417,975						
Outstanding	$58,537				$189,501						
Description	NMFA SSGRT Revenue Bonds				NMFA SSGRT Revenue Bonds						
Pledge	State Shared Gross Receipts Tax				State Shared Gross Receipts Tax						
Payment Source	General Fund				General Fund						
NMFA Loan ID	ANGELFIRE9				ANGELFIRE 14						
Call Date	12/8/2018 @ 100% of Par				12/8/2019 @ 100% of Par						
DSRF	$16,721				$41,999						
Principal Due	May 1st				May 1st						
Rem. Avg Life	1.856				2.371				6.625		
FY 06/30	Principal (5/1)	Coupon	Interest	Total	Principal (5/1)	Coupon	Interest	Total	Principal	Interest	Total
2016	18,655	3.390%	2,078	20,933	45,317	2.830%	5,925	51,242	212,666	37,788	250,454
2017	19,495	3.550%	1,439	20,934	46,600	3.040%	4,643	51,243	221,506	56,156	277,662
2018	20,187	3.700%	747	20,934	48,017	3.230%	3,226	51,243	229,852	47,070	276,922
2019					49,567	3.380%	1,675	51,242	148,711	38,235	186,946
2020									103,882	32,031	135,913
2021									108,840	27,232	136,072
2022									19,000	22,150	41,150
2023									20,000	21,200	41,200
2024									21,000	20,200	41,200
2025									22,000	19,150	41,150
2026									23,000	18,050	41,050
2027									24,000	16,900	40,900
2028									25,000	15,700	40,700
2029									26,000	14,450	40,450
2030									28,000	13,150	41,150
2031									29,000	11,750	40,750
2032									30,000	10,300	40,300
2033									32,000	8,800	40,800
2034									34,000	7,200	41,200
2035									35,000	5,500	40,500
2036									37,000	3,750	40,750
2037									38,000	1,900	39,900
Total	58,537		4,264	62,801	189,501		15,470	204,971	1,468,457	448,662	1,917,119
Use of Proceeds	New Money Water Tender Truck purchase				New Money Purchase of Ladder Truck				6,564,932		

Fire Protection Debt Detail

	Refinance with NMFA				Payoff with Fire Fund Balance						
Issue	RUS Loan Series 2008A				RUS Loan Series 2008B				Total Outstanding		
Original Par	$700,000				$110,000						
Outstanding	$628,000				$83,000						
Description	RUS Fire Protection Fund Revenue Bonds				RUS Fire Protection Fund Revenue Bonds						
Pledge	Fire Protection Funds				Fire Protection Funds						
Payment Source	Fire Protection Funds				Fire Protection Funds						
Call Date	Anytime				Anytime						
DSRF	1/10th of the average annual installment of P&I				1/10th of the average annual installment of P&I						
Principal Due	September 23rd				October 7th						
Rem. Avg Life	7.411				7.568				7.432		
FY 06/30	Principal (9/23)	Coupon	Interest	Total	Principal (10/7)	Coupon	Interest	Total	Principal	Interest	Total
2016	31,000	4.250%	22,100	53,100	5,000	4.250%	3,800	8,800	36,000	25,900	61,900
2017	32,000	4.250%	20,700	52,700	5,000	4.250%	3,600	8,600	37,000	24,300	61,300
2018	33,000	4.250%	19,400	52,400	5,000	4.250%	3,300	8,300	38,000	22,700	60,700
2019	35,000	4.250%	18,000	53,000	5,000	4.250%	3,100	8,100	40,000	21,100	61,100
2020	36,000	4.250%	16,500	52,500	6,000	4.250%	2,900	8,900	42,000	19,400	61,400
2021	38,000	4.250%	15,000	53,000	6,000	4.250%	2,600	8,600	44,000	17,600	61,600
2022	39,000	4.250%	13,400	52,400	6,000	4.250%	2,300	8,300	45,000	15,700	60,700
2023	41,000	4.250%	11,700	52,700	6,000	4.250%	2,100	8,100	47,000	13,800	60,800
2024	43,000	4.250%	10,000	53,000	7,000	4.250%	1,800	8,800	50,000	11,800	61,800
2025	45,000	4.250%	8,100	53,100	7,000	4.250%	1,500	8,500	52,000	9,600	61,600
2026	46,000	4.250%	6,200	52,200	7,000	4.250%	1,200	8,200	53,000	7,400	60,400
2027	48,000	4.250%	4,300	52,300	8,000	4.250%	900	8,900	56,000	5,200	61,200
2028	51,000	4.250%	2,200	53,200	10,000	4.250%	500	10,500	61,000	2,700	63,700
2029											
2030											
Total	518,000		167,600	685,600	83,000		29,600	112,600	601,000	197,200	798,200
Use of Proceeds	New Money Construction of a Fire Station # 2				New Money Construction of a Fire Station # 2						

MIGRT Debt Detail

Possible Payoff

Intercept Agreement – Repay MIGRT Fund from water rights surcharge

Issue	NMFA PPRF Series 1999	NMFA PPRF Series 2010A	NMFA PPRF Series 2010B	Total Outstanding
Original Par	$180,001	$923,091	$1,118,245	
Outstanding	$45,850	$923,091	$822,608	
Description	NMFA MIRGT Revenue Bonds	NMFA MIRGT Revenue Bonds	NMFA MIRGT Refunding Revenue Bonds	
Pledge	MIGRT	MIGRT	MIGRT	
Payment Source	MIGRT (0.25%) Net System Revenues	Water Rights Surcharge	Water Rights Surcharge	
Call Date	12/7/2000 @ 100% of Par	2/19/2020 @ 100% of Par	3/19/2020 @ 100% of Par	
NMFA Loan ID	ANGELFIRE DW	ANGELFIRE16	ANGELFIRE17	
DSRF	None	$63,557	$78,994	
Principal Due	May 1st	May 1st	May 1st	
Rem. Avg Life	2.838	15.243	6.691	10.999

FY 06/30	Principal (5/	Coupon	Interest	Total	Principal (5/1)	Coupon	Interest	Total	Principal (5/1)	Coupon	Interest	Total	Principal	Interest	Total
2016	9,124	0.250%	115	9,239	-	--	42,146	42,146	58,842	2.610%	30,410	89,252	67,966	72,671	140,637
2017	9,147	0.250%	92	9,239	-	--	42,146	42,146	60,377	2.870%	28,874	89,251	69,524	71,112	140,636
2018	9,170	0.250%	69	9,239	-	--	42,146	42,146	62,110	3.070%	27,142	89,252	71,280	69,357	140,637
2019	9,193	0.250%	46	9,239	-	--	42,146	42,146	64,017	3.210%	25,235	89,252	73,210	67,427	140,637
2020	9,216	0.250%	23	9,239	-	--	42,146	42,146	66,072	3.450%	23,180	89,252	75,288	65,349	140,637
2021					13,481	3.730%	42,146	55,627	64,109	3.660%	20,900	85,009	77,590	63,047	140,637
2022					13,359	3.870%	41,643	55,002	67,080	3.840%	18,554	85,634	80,439	60,197	140,636
2023					13,601	4.000%	41,126	54,727	69,931	3.990%	15,978	85,909	83,532	57,105	140,637
2024					14,220	4.120%	40,582	54,802	72,646	4.120%	13,188	85,834	86,866	53,770	140,636
2025					15,231	4.170%	39,996	55,227	75,214	4.190%	10,195	85,409	90,445	50,191	140,636
2026					16,640	4.270%	39,361	56,001	77,591	4.290%	7,043	84,634	94,231	46,405	140,636
2027					13,652	4.350%	38,651	52,303	84,619	4.390%	3,715	88,334	98,271	42,366	140,637
2028					102,494	4.430%	38,057	140,551					102,494	38,057	140,551
2029					107,035	4.500%	33,516	140,551					107,035	33,516	140,551
2030					111,851	4.560%	28,700	140,551					111,851	28,700	140,551
2031					116,952	4.620%	23,599	140,551					116,952	23,599	140,551
2032					122,355	4.680%	18,196	140,551					122,355	18,196	140,551
2033					128,081	4.730%	12,470	140,551					128,081	12,470	140,551
2034					134,139	4.780%	6,412	140,551					134,139	6,412	140,551
Total	45,850		344	46,194	923,091		655,189	1,578,280	822,608		224,415	1,047,023	1,791,549	879,948	2,671,497
Use of Proceeds	New Money Water Tank Purchase				New Money Purchase 100 acre feet of water rights + finder fee				Refunding Refund CS Cattle Loan for Water Rights						

Water and Wastewater Debt Detail

Refinance with NMFA final maturity 2039

Refinance with NMFA Final maturity 2039

Refinance with NMFA final maturity 2039

Issue	RUS Loan Series 1999	RUS Loan Series 1999	RUS Loan Series 2007	Total Outstanding
Original Par	$3,000,000	$3,000,000	$1,886,042	
Outstanding	$2,388,000	$2,388,000	1,713,042	
Description	RUS Sewer System Revenue Bonds	RUS Sewer System Revenue Bonds	RUS Waster & Wastewater System Revenue Bonds	
Pledge	Net System Revenues	Net System Revenues	Net System Revenues	
Payment Source	Sewer System	Sewer System	50% Sewer System / 50% Water System	
Call Date	7/1/2005 @ 100% of Par	7/1/2008 @ 100% of Par	1/1/2017 @ 100% of Par	
DSRF	1/10th of the average annual installment of P&I	1/10th of the average annual installment of P&I	None	
Principal Due	September 1st	June 1st	September 28th	
Rem. Avg Life	14.247	14.247	17.280	15.048

FY 06/30	Principal (9/1)	Coupon	Interest	Total	Principal (6/1)	Coupon	Interest	Total	Principal (9/28)	Coupon	Interest	Total	Principal	Interest	Total
2016	55,000	4.750%	113,430	168,430	55,000	4.750%	113,430	168,430	26,000	4.250%	72,804	98,804	136,000	298,358	434,358
2017	58,000	4.750%	110,818	168,818	58,000	4.750%	110,818	168,818	27,000	4.250%	71,699	98,699	143,000	293,335	436,335
2018	61,000	4.750%	108,063	169,063	61,000	4.750%	108,063	169,063	28,000	4.250%	70,552	98,552	150,000	286,678	436,678
2019	64,000	4.750%	105,165	169,165	64,000	4.750%	105,165	169,165	29,000	4.250%	69,362	98,362	157,000	279,692	436,692
2020	67,000	4.750%	102,125	169,125	67,000	4.750%	102,125	169,125	31,000	4.250%	68,129	99,129	165,000	272,379	437,379
2021	70,000	4.750%	98,943	168,943	70,000	4.750%	98,943	168,943	32,000	4.250%	66,812	98,812	172,000	264,698	436,698
2022	73,000	4.750%	95,618	168,618	73,000	4.750%	95,618	168,618	33,000	4.250%	65,452	98,452	179,000	256,688	435,688
2023	77,000	4.750%	92,150	169,150	77,000	4.750%	92,150	169,150	35,000	4.250%	64,049	99,049	189,000	248,349	437,349
2024	80,000	4.750%	88,493	168,493	80,000	4.750%	88,493	168,493	36,000	4.250%	62,562	98,562	196,000	239,548	435,548
2025	84,000	4.750%	84,693	168,693	84,000	4.750%	84,693	168,693	38,000	4.250%	61,032	99,032	206,000	230,418	436,418
2026	88,000	4.750%	80,703	168,703	88,000	4.750%	80,703	168,703	39,000	4.250%	59,417	98,417	215,000	220,823	435,823
2027	92,000	4.750%	76,523	168,523	92,000	4.750%	76,523	168,523	41,000	4.250%	57,759	98,759	225,000	210,805	435,805
2028	97,000	4.750%	72,153	169,153	97,000	4.750%	72,153	169,153	43,000	4.250%	56,017	99,017	237,000	200,323	437,323
2029	101,000	4.750%	67,545	168,545	101,000	4.750%	67,545	168,545	45,000	4.250%	54,189	99,189	247,000	189,279	436,279
2030	106,000	4.750%	62,748	168,748	106,000	4.750%	62,748	168,748	47,000	4.250%	52,277	99,277	259,000	177,773	436,773
2031	111,000	4.750%	57,713	168,713	111,000	4.750%	57,713	168,713	49,000	4.250%	50,279	99,279	271,000	165,705	436,705
2032	116,000	4.750%	52,440	168,440	116,000	4.750%	52,440	168,440	51,000	4.250%	48,197	99,197	283,000	153,077	436,077
2033	122,000	4.750%	46,930	168,930	122,000	4.750%	46,930	168,930	53,000	4.250%	46,029	99,029	297,000	139,889	436,889
2034	128,000	4.750%	41,135	169,135	128,000	4.750%	41,135	169,135	55,000	4.250%	43,777	98,777	311,000	126,047	437,047
2035	134,000	4.750%	35,055	169,055	134,000	4.750%	35,055	169,055	57,000	4.250%	41,439	98,439	325,000	111,549	436,549
2036	140,000	4.750%	28,690	168,690	140,000	4.750%	28,690	168,690	60,000	4.250%	39,017	99,017	340,000	96,397	436,397
2037	147,000	4.750%	22,040	169,040	147,000	4.750%	22,040	169,040	62,000	4.250%	36,467	98,467	356,000	80,547	436,547
2038	154,000	4.750%	15,058	169,058	154,000	4.750%	15,058	169,058	65,000	4.250%	33,832	98,832	373,000	63,948	436,948
2039	163,000	4.750%	7,743	170,743	163,000	4.750%	7,743	170,743	68,000	4.250%	31,069	99,069	394,000	46,555	440,555
2040									71,000	4.250%	28,179	99,179	71,000	28,179	99,179
2041									74,000	4.250%	25,162	99,162	74,000	25,162	99,162
2042									77,000	4.250%	22,017	99,017	77,000	22,017	99,017
2043									80,000	4.250%	18,744	98,744	80,000	18,744	98,744
2044									83,000	4.250%	15,344	98,344	83,000	15,344	98,344
2045									87,000	4.250%	11,817	98,817	87,000	11,817	98,817
2046									91,000	4.250%	8,119	99,119	91,000	8,119	99,119
2047									100,042	4.250%	4,252	104,294	100,042	4,252	104,294
Total	2,388,000		1,665,974	4,053,974	2,388,000		1,665,974	4,053,974	1,713,042		1,455,652	3,168,694	6,489,042	4,786,494	11,275,536
Use of Proceeds	New Money Construction of a Wastewater Treatment Plant				New Money Construction of a Wastewater Treatment Plant				New Money SAD 434 Improvements						

Water and Wastewater Debt Detail

Issue	2010 WTB Loan	2010 WTB Loan	Total Outstanding
Original Par	$78,995	$20,000	
Outstanding	$61,747	$15,094	
Description	WTB Waster & Wastewater System Revenue Bonds	WTB Waster & Wastewater System Revenue Bonds	
Pledge	Net System Revenues	Net System Revenues	
Payment Source	Net System Revenues	Net System Revenues	
Call Date	Anytime	Anytime	
DSRF	None	None	
Principal Due	September 28th	September 17h	
Rem. Avg Life	7.374	7.880	14.957

FY 06/30	Principal (9/28)	Coupon	Interest	Total	Principal (9/28)	Coupon	Interest	Total	Principal	Interest	Total
2016	4,339	0.250%	154	4,493	989	0.250%	38	1,027	141,520	298,550	434,358
2017	4,350	0.250%	144	4,494	991	0.250%	35	1,026	148,520	293,514	442,034
2018	4,361	0.250%	133	4,494	994	0.250%	33	1,027	155,520	286,843	442,364
2019	4,372	0.250%	122	4,494	996	0.250%	30	1,026	162,520	279,844	442,364
2020	4,383	0.250%	111	4,494	999	0.250%	28	1,027	170,521	272,518	443,038
2021	4,394	0.250%	100	4,494	1,001	0.250%	25	1,026	177,520	264,823	442,343
2022	4,405	0.250%	89	4,494	1,004	0.250%	23	1,027	184,521	256,800	441,320
2023	4,416	0.250%	78	4,494	1,006	0.250%	20	1,026	194,520	248,447	442,967
2024	4,427	0.250%	67	4,494	1,009	0.250%	18	1,027	201,521	239,633	441,153
2025	4,438	0.250%	56	4,494	1,011	0.250%	15	1,026	211,520	230,489	442,009
2026	4,449	0.250%	45	4,494	1,014	0.250%	13	1,027	220,520	220,880	441,401
2027	4,460	0.250%	34	4,494	1,016	0.250%	10	1,026	230,520	210,849	441,368
2028	4,471	0.250%	22	4,493	1,019	0.250%	8	1,027	242,520	200,353	442,873
2029	4,482	0.250%	11	4,493	1,021	0.250%	5	1,026	252,519	189,295	441,815
2030					1,024	0.250%	3	1,027	260,027	177,776	437,802
2031									271,000	165,705	436,705
2032									283,000	153,077	436,077
2033									297,000	139,889	436,889
2034									311,000	126,047	437,047
2035									325,000	111,549	436,549
2036									340,000	96,397	436,397
2037									356,000	80,547	436,547
2038									373,000	63,948	436,948
2039									394,000	46,555	440,555
2040									71,000	28,179	99,179
2041									74,000	25,162	99,162
2042									77,000	22,017	99,017
2043									80,000	18,744	98,744
2044									83,000	15,344	98,344
2045									87,000	11,817	98,817
2046									91,000	8,119	99,119
2047									100,042	4,252	104,294
Total	61,747		1,164	62,911	15,094		304	15,398	6,567,351	4,787,962	11,349,600
Use of Proceeds	New Money Construction of 1MG Water Tank				New Money Construction of a Wastewater Treatment Plant						

MCOGRT Debt Detail

Payoff by June 1st

Issue	NMFA PPRF Series 2004	Total Outstanding
Original Par	$1,105,557	
Outstanding	$199,942	
Description	NMFA COGRT Revenue Bonds	
Pledge	COGRT (0.25%)	
Payment Source	COGRT (0.25%)	
NMFA LoAn ID	ANGELFIRE 7	
Call Date	Anytime	
DSRF	$106,066	
Principal Due	May 1st	
Rem. Avg Life	1.343	1.343

FY 06/30	Principal (5/1)	Coupon	Interest	Total	Principal	Interest	Total
2016	98,112	3.530%	7,690	105,802	98,112	7,690	105,802
2017	101,830	3.660%	3,982	105,812	101,830	3,982	105,812
Total	**199,942**		**11,672**	**211,614**	**199,942**	**11,672**	**211,614**

	New Money
Use of Proceeds	Roadway Improvements (Chips / Seal Program)

Solid Waste Debt Detail

Issue	NMFA PPRF Series 2008A	Total Outstanding
Original Par	$395,000	
Outstanding	$138,000	
Description	Solid Waste System Revenue Bonds	
Pledge	Net System Revenues	
Payment Source	Solid Waste System	
NMFA Loan ID	ANGELFIRE 10	
Call Date	11/25/2018 @ 100% of Par	
DSRF	$39,500	
Principal Due	May 1st	
Rem. Avg Life	1.862	1.862

FY 06/30	Principal (5/1)	Coupon	Interest	Total	Principal	Interest	Total
2016	44,000	3.390%	4,901	48,901	44,000	4,901	48,901
2017	46,000	3.550%	3,409	49,409	46,000	3,409	49,409
2018	48,000	3.700%	1,776	49,776	48,000	1,776	49,776
Total	**138,000**		**10,086**	**148,086**	**138,000**	**10,086**	**148,086**

	New Money
Use of Proceeds	Purchase of a chipper truck

SAD Debt Detail

Asset Liability Analysis is Needed to determine shortfall

Issue	RUS Loan Series 2007					Total Outstanding		
Original Par	$2,855,664							
Outstanding	$1,039,306							
Description	SAD No. AF-1998-1							
Pledge	Special Assessments							
Payment Source	Special Assessments							
Call Date	Anytime							
DSRF	$275,126							
Principal Due	November and May 1st							
Rem. Avg Life	7.576					7.576		
FY 06/30	**Principal (11/1)**	**Coupon**	**Principal (5/1)**	**Interest**	**Total**	**Principal**	**Interest**	**Total**
2016	53,422	4.125%	53,422	82,537	189,382	106,845	82,537	189,382
2017	53,422	4.125%	53,422	78,130	184,975	106,845	78,130	184,975
2018	53,422	4.125%	53,422	73,723	180,567	106,845	73,723	180,567
2019	53,422	4.125%	53,422	69,315	176,160	106,845	69,315	176,160
2020	53,422	4.125%	53,422	64,908	171,753	106,845	64,908	171,753
2021	53,422	4.125%	53,422	60,501	167,345	106,845	60,501	167,345
2022	53,422	4.125%	53,422	56,093	162,938	106,845	56,093	162,938
2023	53,422	4.125%	121,414	51,686	226,523	174,837	51,686	226,523
2024	145,697	4.125%	155,410	44,474	345,581	301,107	44,474	345,581
2025	155,410	4.125%	155,410	32,053	342,874	310,821	32,053	342,874
2026	155,410	4.125%	155,410	19,232	330,053	310,821	19,232	330,053
2027	155,410	4.125%	-	6,411	161,821	155,410	6,411	161,821
Total	**1,039,306**		**961,601**	**639,064**	**2,639,971**	**2,000,907**	**639,064**	**2,639,971**
Use of Proceeds	**New Money** SAD improvements							

Lodger's Tax Debt Detail

Issue	NMFA PPRF Series 2010	Total Outstanding
Original Par	$1,730,321	
Outstanding	$1,326,374	
Description	Sports Facility Loan	
Pledge	Sports Facility Fee & Lodgers Tax	
Payment Source	2.4% Sports Facility Fee	
NMFA Loan ID	ANGELFIRE 18	
Call Date	6/25/2020 @ 100% Par	
DSRF	$130,375	
Principal Due	May 1st	
Rem. Avg Life	6.088	6.088

FY 06/30	Principal (5/1)	Coupon	Interest	Total	Principal	Interest	Total
2016	84,413	2.370%	44,625	129,038	84,413	44,625	129,038
2017	86,413	2.680%	42,625	129,038	86,413	42,625	129,038
2018	88,729	2.910%	40,309	129,038	88,729	40,309	129,038
2019	91,311	3.090%	37,727	129,038	91,311	37,727	129,038
2020	94,133	3.260%	34,905	129,038	94,133	34,905	129,038
2021	97,201	3.320%	31,837	129,038	97,201	31,837	129,038
2022	100,429	3.440%	28,610	129,039	100,429	28,610	129,039
2023	103,883	3.570%	25,155	129,038	103,883	25,155	129,038
2024	107,592	3.680%	21,446	129,038	107,592	21,446	129,038
2025	111,551	3.750%	17,487	129,038	111,551	17,487	129,038
2026	115,735	3.820%	13,304	129,039	115,735	13,304	129,039
2027	120,156	3.289%	8,883	129,039	120,156	8,883	129,039
2028	124,828	3.950%	4,931	129,759	124,828	4,931	129,759
Total	**1,326,374**		**351,843**	**1,678,217**	**1,326,374**	**351,843**	**1,678,217**

Use of Proceeds	New Money
	Construction of a Sports Complex

Gross Receipts Tax Information

STRICTLY PRIVATE AND CONFIDENTIAL

RBC Capital Markets

GRT Imposed vs. Authorized

Gross Receipt Taxes Imposed vs. Authority for the Village of Angel Fire

Type of Tax & Purpose	Total Taxing Authority	Percentage Imposed	Fiscal Year Revenue [1]	Unused Authority	Potential Add'l Revenue [2]
Municipal GRT	1.5000%	1.5000%	$ 1,240,342	0.0000%	-
Hold Harmless GRT [4]	0.3750%	0.0000%	-	0.3750%	290,048
Municipal Infrastructure GRT [3]	0.2500%	0.2500%	70,013	0.0000%	
Municipal Environmental Services	0.0625%	0.0625%	51,849	0.0000%	-
Municipal Capital Outlay GRT [3]	0.2500%	0.2500%	101,571	0.0000%	-
Municipal Quality of Life GRT [3]	0.2500%	0.0000%	-	0.2500%	193,365
Total Local Option GRT	2.6875%	2.0625%	$1,463,775	0.6250%	$483,413
State Shared GRT	1.2250%	1.2250%	975,808	0.0000%	-
Total Distribution to City	**3.9125%**	**3.2875%**	**$2,439,584**	**0.6250%**	**$483,413**

Possibly impose for Library

1) Estimated based monthly gross receipts tax distribution as reported by Taxation and Revenue FY 2015.
2) Estimated based monthly gross receipts tax distribution as reported by Taxation and Revenue net of certain food and medical hold harmless distributions FY 2015.
3) Requires voter approval prior to imposition.
4) Can be imposed by governing body action only. Not subject to referendum or negative referendum.

City	Total Rates			
	City Imposed	County Imposed	State Imposed	Total Tax Rate
Colfax County	0.0000%	0.9583%	5.1250%	6.0833%
Angel Fire	2.0625%	0.5833%	5.1250%	7.7708%
Cimarron	2.0625%	0.5833%	5.1250%	7.7708%
Eagle Nest	1.8125%	0.5833%	5.1250%	7.5208%
Maxwell	0.7500%	0.5833%	5.1250%	6.4583%
Raton	2.8125%	0.5833%	5.1250%	8.5208%
Springer	2.0625%	0.5833%	5.1250%	7.7708%

Appendix: Bond Credit Ratings

RBC Capital Markets

Moody's	Standard & Poor's & Fitch Ratings	
Aaa	AAA	Highest possible rating - principal and interest payments considered extremely secure.
Aa1/Aa2/Aa3	AA-/AA/AA+	High quality - differs from highest rating only in the degree of protection provided bondholders.
A1/A2/A3	A-/A/A+	Good ability to pay principal and interest although more susceptible to adverse effects due to changing conditions.
Baa1/Baa2/Baa3	BBB-/BBB/BBB+	Adequate ability to make principal and interest payments -- adverse changes are more likely to affect the ability to service debt.

Moody's Scorecard Factor 1 & 2

Factor 1: Economy/Tax Base (30%)

	Aaa	Aa	A	Baa	Ba	B & Below	Weight	Value
Tax Base Size: Full Value	> $12B	$12B ≥ n > $1.4B	$1.4B ≥ n > $240M	$240M ≥ n > $120M	$120M ≥ n > $60M	≤ $60M	10.0%	0.30
Full Value Per Capita	> $150,000	$150,000 ≥ n > $65,000	$65,000 ≥ n > $35,000	$35,000 ≥ n > $20,000	$20,000 ≥ n > $10,000	≤ $10,000	10.0%	0.10
Socioeconomic Indices: MFI	> 150% of US median	150% to 90% of US median	90% to 75% of US median	75% to 50% of US median	50% to 40% of US median	≤ 40% of US median	10.0%	0.20
							Total	0.60

Factor 2: Finances (30%)

	Aaa	Aa	A	Baa	Ba	B & Below	Weight	Value
Fund Balance as % of Revenues	> 30%	30% ≥ n > 15%	15% ≥ n > 5%	5% ≥ n > 0%	0% ≥ n > -2.5%	≤ -2.5%	10.0%	0.10
5-Year Dollar Change in Fund Balance as % of Revenues	> 25%	25% ≥ n > 10%	10% ≥ n > 0%	0% ≥ n > -10%	-10% ≥ n > -18%	≤ -18%	5.0%	0.05
Cash Balance as % of Revenues	> 25%	25% ≥ n > 10%	10% ≥ n > 5%	5% ≥ n > 0%	0% ≥ n > -2.5%	≤ -2.5%	10.0%	0.10
5-Year Dollar Change in Cash Balance as % of Revenues	> 25%	25% ≥ n > 10%	10% ≥ n > 0%	0% ≥ n > -10%	-10% ≥ n > -18%	≤ -18%	5.0%	0.05
							Total	0.30

Source: Moody's Investor Services

Moody's Scorecard Factor 3 & 4

Factor 3: Management (20%)

	Aaa	Aa	A	Baa	Ba	B & Below	Weight	Value
Institutional Framework	Very strong legal ability to match resources with spending	Strong legal ability to match resources with spending	Moderate legal ability to match resources with spending	Limited legal ability to match resources with spending	Poor legal ability to match resources with spending	Very poor or no legal ability to match resources with spending	10.0%	0.20
Operating History: 5-Year Average of Operating Revenues / Operating Expenditures	> 1.05x	1.05x ≥ n > 1.02x	1.02x ≥ n > 0.98x	0.98x ≥ n > 0.95x	0.95x ≥ n > 0.92x	≤ 0.92x	10.0%	0.10
							Total	0.30

Factor 4: Debt/Pensions (20%)

	Aaa	Aa	A	Baa	Ba	B & Below	Weight	Value
Net Direct Debt / Full Value	< 0.75%	0.75% ≤ n < 1.75%	1.75% ≤ n < 4%	4% ≤ n < 10%	10% ≤ n < 15.%	> 15%	5.0%	0.05
Net Direct Debt / Operating Revenues	< 0.33x	0.33x ≤ n < 0.67x	0.67x ≤ n < 3x	3x ≤ n < 5x	5x ≤ n < 7x	> 7x	5.0%	0.05
3-Year Average of Moody's Adjusted Net Pension Liability / Full Value	< 0.9%	0.9% ≤ n < 2.1%	2.1% ≤ n < 4.8%	4.8% ≤ n < 12%	12% ≤ n < 18%	> 18%	5.0%	0.10
3-Year Average of Moody's Adjusted Net Pension Liability / Operating Revenues	< 0.4x	0.4x ≤ n < 0.8x	0.8x ≤ n < 3.6x	3.6x ≤ n < 6x	6x ≤ n < 8.4x	> 8.4x	5.0%	0.15
							Total	0.35

Source: Moody's Investor Services

Moody's Scorecard: Summary of Factors

Indicated Rating	Aa1	1.55

Aaa	0.50 to 1.50
Aa1	1.50 to 1.83
Aa2	1.83 to 2.17
Aa3	2.17 to 2.50
A1	2.50 to 2.83
A2	2.83 to 3.17
A3	3.17 to 3.50
Baa1	3.50 to 3.83
Baa2	3.83 to 4.17
Baa3	4.17 to 4.50

Factor 1: Economy/Tax Base (30%)

	Value
Tax Base Size: Full Value	0.30
Full Value Per Capita	0.10
Socioeconomic Indices: MFI	0.20
	0.60

Factor 2: Finances (30%)

	Value
Fund Balance as % of Revenues	0.10
5-Year Dollar Change in Fund Balance as % of Revenues	0.05
Cash Balance as % of Revenues	0.10
5-Year Dollar Change in Cash Balance as % of Revenues	0.05
	0.30

Factor 3: Management (20%)

	Value
Institutional Framework	0.20
Operating History: 5-Year Average of Operating Revenues / Operating Expenditures	0.10
	0.30

Factor 4: Debt/Pensions (20%)

	Value
Net Direct Debt / Full Value	0.05
Net Direct Debt / Operating Revenues	0.05
3-Year Average of Moody's Adjusted Net Pension Liability / Full Value	0.10
3-Year Average of Moody's Adjusted Net Pension Liability / Operating Revenues	0.15
	0.35

Source: Moody's Investor Services

Moody's Scorecard Adjustment Factors

Scorecard: US Local Government General Obligation Bonds

Adjustments/Notching Factors	
Description	*Direction*
Economy/Tax Base	
Institutional presence	up
Regional economic center	up
Economic concentration	down
Outsized unemployment or poverty levels	down
Other analyst adjustment to Economy/Tax Base factor (specify)	up/down
Finances	
Outsized contingent liability risk	down
Unusually volatile revenue structure	down
Other analyst adjustment to Finances factor (specify)	up/down
Management	
State oversight or support	up/down
Unusually strong or weak budgetary management and planning	up/down
Other analyst adjustment to Management factor (specify)	up/down
Debt/Pensions	
Unusually strong or weak security features	up/down
Unusual risk posed by debt/pension structure	down
History of missed debt service payments	down
Other analyst adjustment to Debt/Pensions factor (specify)	up/down
Other	
Credit event/trend not yet reflected in existing data sets	up/down

Source: Moody's Investor Services

Moody's Six Critical Components of Strong Management

1. ***Conservative budgeting techniques*** – A careful, organizational approach to budgeting that ideally involves conservative fiscal policies and multi-year modeling.
2. ***Fund balance policies*** – Adoption of a clearly delineated fiscal plan which includes a fund balance target level and the instances in which reserves may be used.
3. ***Debt planning*** – A formalized debt plan that includes target and maximum debt levels, targets for pay-as-you-go funding of capital work, and incorporation of these debt policies into a multi-year capital plan.
4. ***Succession and contingency planning*** – A formalized succession/contingency plan which typically includes written documentation of organizational structures, succession plans should key personnel change, and specific scenarios to respond to likely changes that might affect credit.
5. ***Strategic planning for economic development*** – Feasible economic development plans that suit the particular strengths and needs of the community, with clear guidelines that detail allowable incentives.
6. ***Timely disclosure*** – Timely audited financial documents that are attested to by an outside firm, and the direct disclosure of any material events as soon as possible.

Source: Moody's Investors Services

Fitch Ratings 12 Best Practices of Strong Management

1) ***Fund balance reserve policy/working capital reserves*** – Used to address unanticipated revenue shortfalls or unanticipated expenditures, this provides a first defense against deficit spending and helps maintain liquidity when budgeted drawdowns are inevitable.
2) ***Multi-year financial forecasting*** – The multi-years plan value is to anticipate future challenges that may be encountered due to projected revenue and expense imbalances.
3) ***Monthly or quarterly financial reporting and monitoring*** – Interim financial reporting and monitoring can head off impending fiscal stress.
4) ***Contingency planning policies*** – Issuers should have meaningful contingency plans against the possibility of voter-ordered tax cuts and unforeseen events, including revenue shortfalls.
5) ***Policies regarding non-recurring revenue*** – Over-reliance on non-recurring revenue items to pay for ongoing and recurring expenses is a credit concern. Non-recurring revenue items include sales of fixed assets; budgetary savings from a debt refinancing; court settlements, or tax collection windfalls resulting from changes at the state of federal government.
6) ***Debt affordability reviews and policies*** – Strong debt management practices are evidenced by comprehensive debt policy statements that discuss the types and methods of financing employed by issuers. Policy statements should include self-imposed debt limitations or annual recurring revenue or spending.
7) ***Superior debt disclosure practices*** – *Superior disclosure practices go beyond the documentation required by Rule 15c2-12.*
8) ***Pay-as-you-go capital funding policies*** – Help to keep an issuer's debt low and improves an issuer's financial flexibility in the event of sudden revenue shortfalls or emergency spending.

Source: Fitch Ratings.

9) ***Rapid debt retirement policies or more than 65% in 10 years*** – Life of the debt should not exceed the useful life of the asset or project being financed. Results from rapid debt retirement include declining debt service schedules which provide additional financial flexibility and debt capacity in future years.

10) ***Five-year capital improvement plan integrating operating costs*** – Integrating future operating costs from capital construction assumes that the issuer is also doing multi-year forecasting of its operating fund. Implementing both of these practices contributes to more favorable rating consideration.

11) ***Financial reporting award (GFOA, ASBO)*** – The achievement of these awards gives investors and credit analysts increased confidence that information disclosed in the issuer's financial reports and budgets is comprehensive and accurate.

12) ***Budgeting award (GFOA, ASBO)*** – Same as above.

Relative Values of Best Practices in Fitch's Public Finance Ratings

Best Practice	Value*	Best Practice	Value*
Fund balance reserve policy/working capital reserves	Very Significant	Superior debt disclosure practices	Very Significant
Multiyear financial forecasting	Significant	Pay-as-you-go capital funding policies	Significant
Monthly or quarterly financial reporting & monitoring	Significant	Rapid det retirement policies	Significant
Contingency planning policies	Influential	Five year capital improvement plan w/ operating costs	Influential
Policies regarding nonrecurring revenue	Influential	Financial reporting awards	Influential
Debt affordability reviews & policies	Very Significant	Budgeting awards	Influential

* Values in descending order of importance are: very significant, significant and influential.

Source: FitchRatings.

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