



MACIAS, GUTIERREZ & CO., P.C.
CERTIFIED PUBLIC ACCOUNTANTS
ESPANOLA, NEW MEXICO
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STATE OF NEW MEXICO

**AGUA FRIA COMMUNITY WATER
SYSTEM ASSOCIATION**

Independent Accountants' Report on Applying
Agreed-Upon Procedures (Tier 5)

Year Ended December 31, 2017

STATE OF NEW MEXICO

AGUA FRIA COMMUNITY WATER SYSTEM ASSOCIATION

**Independent Accountants' Report on Applying
Agreed-Upon Procedures (Tier 5)**

Year Ended December 31, 2017

**STATE OF NEW MEXICO
AGUA FRIA COMMUNITY WATER SYSTEM ASSOCIATION**

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**STATE OF NEW MEXICO
AGUA FRIA COMMUNITY WATER SYSTEM ASSOCIATION**

**Official Roster
at December 31, 2017**

<u>Name</u>		<u>Title</u>
<u>Board of Directors</u>		
Ramon Romero		President
Rudy Martinez		Vice-President
Gil Tercero		Treasurer
Dion Montoya		Secretary
Henry Chavez		Member
<u>Staff</u>		
Ana M. Berry		Accounts Manager
Frank Leyba		Water Operator



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& Co., P.C.

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Member AICPA, NMSCPA

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INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES (TIER 5)

To: Ramon Romero, President
Agua Fria Community Water System Association #3001
and
Wayne A. Johnson
New Mexico State Auditor

We have performed the procedures enumerated below, which were agreed to by the Agua Fria Community Water System Association (AFCWSA) and the Office of the State Auditor on the Tier Verification, Cash, Capital Assets, Revenue, Expenditures, Journal Entries, Budget, Capital Outlay Appropriations and Other as of and for the year ended December 31, 2017, included in the accompanying information provided to us by management of the AFCWSA. The AFCWSA is responsible for the Tier Verification, Cash, Capital Assets, Revenue, Expenditures, Journal Entries, Budget, Capital Outlay Appropriations and Other as of and for the year ended December 31, 2017, included in the accompanying information provided to us by management of the AFCWSA. The sufficiency of these procedures is solely the responsibility of those parties specified in the report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose. The procedures and associated findings are as follows:

1. Verify the local public body's revenue calculation and tier determination documented on the form provided at www.osanm.org under "Tiered System Reporting Main Page."

We verified AFCWSA's revenue calculation and tier determination. Agua Fria Community Water and Sewer Association's cash basis revenue was between the **Tier 5** lower and upper limits and had expended a portion of its state capital outlay appropriations.

2. Cash

Procedures

- a) Determine whether bank reconciliations are being performed in a timely manner and whether all bank and investment statements for the fiscal year are complete and on-hand.
- b) Test at least 30% of the bank reconciliations for accuracy. Also, trace ending balances to the general ledger, supporting documentation and the financial reports submitted to the Department of Finance and Administration, Local Government Division (DFA-LGD).
- c) Determine whether the local public body's financial institutions have provided it with the 50% of pledged collateral on all uninsured deposits as required by Section 6-10-17 NMSA 1978, NM Public Money Act, if applicable.

• e-mail: jimmymac20@juno.com

Results of Procedures Performed

- a) The AFCWSA has one checking account and one savings account, in one financial institution, and utilizes Quickbooks to record cash transactions. The sample of tested bank reconciliations (33%) showed they are performed on a timely basis and all bank statements were complete and on-hand for the entire year.
- b) Random tests of four month-end bank reconciliations (33%) revealed no exceptions. The reconciliations were accurate and agreed with supporting documentation. Required quarterly financial cash reports were submitted to DFA-LGD during the year and at year-end (Exhibit B) and we traced the ending cash balances to those reports.
- c) Cumulative single-bank account balances never exceeded uninsured limits and, therefore, pledged collateral was not required on any uninsured deposits at any time during the year.

3. Capital Assets

Procedures

Verify that the local public body is performing a yearly inventory as required by Section 12-6-10 NMSA 1978.

Results of Procedures Performed

The AFCWSA performed a yearly inventory as required by Section 12-6-10 NMSA, 1978 and maintains a capital asset listing.

4. Revenue

Procedures

Identify the nature and amount of revenue from sources by reviewing the budget, agreements, rate schedules, and underlying documentation.

- a) Perform an analytical review; test actual revenue compared to budgeted revenue for the year for each type of revenue.

Select a sample of revenue equal to at least 30% of the total dollar amount and test the following attributes:

- b) Amount recorded in the general ledger agrees to the supporting documentation and the bank statement.
- c) Proper recording of classification, amount, and period per review of supporting documentation and the general ledger. Perform this revenue work on the same accounting basis that the local public body keeps its accounting records on, cash basis, modified accrual basis, or accrual basis.

Results of Procedures Performed

- a) An analytical review of prior-year to current-year revenue revealed no unexplained or unusual variations. The test of actual revenue compared to budgeted revenue for the year for each revenue type revealed no exceptions.
- b) We requested supporting documentation for seventeen (17) deposits (33% of total revenue) from a total of 68 deposits for the year. For the sample selected, amounts recorded on the Quickbooks general ledger agreed with deposit tickets, other supporting documentation provided and the bank statements, with no exception.
- c) Amounts were properly recorded on a modified accrual basis as to classification, amount and period per review of supporting documentation, without exception.

5. Expenditures

Procedures

Select a sample of cash disbursements equal to at least 30% of the total dollar amount and test the following attributes:

- a) Determine that amount recorded as disbursed agrees to adequate supporting documentation. Verify that amount, payee, date and description agree to the vendor's invoice, purchase order, contract and check clearing amount (cancelled checks not returned), as appropriate.
- b) Determine that disbursements were properly authorized and approved in compliance with the budget, legal requirements and established policies and procedures.
- c) Determine that the bid process (or request for proposal process if applicable), purchase orders, contracts and agreements were processed in accordance with the New Mexico Procurement Code (Section 13-1-28 through 13-1-99 NMSA 1978) and State Purchasing Regulations (1.4.1 NMAC) and Regulations Governing the Per Diem and Mileage Act (2.42.2 NMAC).

Results of Procedures Performed

- a) We requested supporting documentation for 32 disbursements (31% of total expenditures) from a total of 297 disbursements for the year. For the sample selected, amounts recorded as disbursed agreed to supporting documentation, with no exceptions. Amount paid, payee, date and description agreed with the vendor's invoice, purchase order, contract and check clearing amount, as appropriate.
- b) Disbursements were properly authorized and approved in compliance with the budget, legal requirements and established policies and procedures.
- c) The bid process (or request for proposal process, if applicable), purchase orders, contracts and agreements were processed in accordance with the New Mexico Procurement Code (Section 13-1-28 through 13-1-99 NMSA 1978) and State Purchasing Regulations (1.4.1 NMAC) and Regulations Governing the Per Diem and Mileage Act (2.42.2 NMAC).

6. Journal Entries

Procedures

If non-routine journal entries, such as adjustments or reclassifications, are posted to the general ledger, test significant items for the following attributes:

- a) Journal entries appear reasonable and have supporting documentation.
- b) The local public body has procedures that require journal entries to be reviewed and there is evidence the reviews are being performed.

Results of Procedures Performed

The AFCWSA utilizes Quickbooks to record cash transactions but the accounts manager prepares formal journal entries at the end of each month to record receivable accruals and the fee accountant prepares formal journal entries at year-end to record minor adjustments and reclassifications. The results of our tests are as follows:

- a) Journal entries are reasonable and have supporting documentation.
- b) The AFCWSA has procedures that require journal entries to be reviewed and there is evidence the reviews are being performed through approval of monthly financial statements.

7. Budget

Procedures

Obtain the original fiscal year budget and all budget amendments made throughout the fiscal year and perform the following:

- a) Verify, through a review of the minutes and correspondence, that the original budget and subsequent budget adjustments were approved by the local public body's governing body and DFA-LGD.
- b) Determine if the total actual expenditures exceeded the final budget at the legal level of budgetary control; if so, report a compliance finding.
- c) From the original and final approved budgets and general ledger, prepare a schedule of revenues and expenditures – budget and actual on the budgetary basis used by the local public body (cash, accrual or modified accrual basis) for each individual fund.

Results of Procedures Performed

- a) A review of Board meeting minutes and related correspondence revealed that the original proposed and final 2017 budget was approved by the governing body and was submitted to DFA-LGD for approval. The AFCWSA did make one subsequent 2017 budget adjustment in submitting the final budget.
- b) Total actual expenses did not exceed the final budget by at the total fund level, the legal level of budgetary control.
- c) The AFCWSA prepared and submitted to DFA-LGD a Profit and Loss Budget vs. Actual for the year ended December 31, 2017 (herein Exhibit B). A schedule of revenues and expenses – budget and actual was prepared from AFCWSA records on the modified accrual budgetary basis. This schedule is included herein as Exhibit A.

8. Capital Outlay Appropriations

The Contractor shall request and review all state-funded capital outlay awards, joint powers agreements, correspondence and other relevant documentation for any capital outlay award funds expended by the recipient during the year.

The Contractor shall test all capital outlay expenditures during the fiscal year to:

- a) Determine that amount recorded as disbursed agrees to adequate supporting documentation. Verify that amount, payee, date and description agree to the vendor's invoice, purchase order, contract and cancelled check, as appropriate.
- b) Determine that disbursements were properly authorized and approved in compliance with the budget, legal requirements and established policies and procedures.
- c) Determine that the bid process (or request for proposal process if applicable), purchase orders, contracts and agreements were processed in accordance with the New Mexico Procurement Code (Section 13-1-28 through 13-1-99 NMSA 1978) and State Purchasing Regulations (1.4.1 NMAC) and Regulations Governing the Per Diem and Mileage Act (2.42.2 NMAC).
- d) Determine the physical existence (by observation) of the capital asset based on expenditures to date.
- e) Verify that status reports were submitted to the state agency per terms of agreement and amounts in the status report agree with the general ledger and other supporting documentation.

- f) If the project was funded in advance, the Contractor shall determine if the award balance (and cash balance) appropriately reflects the percentage of completion based on the project schedule and expenditures to date.
- g) If the project is complete, the Contactor shall determine if there is unexpended balance and whether it was reverted per statute and agreement with the grantor.
- h) Determine whether cash received for the award was accounted for in a separate fund or separate bank account that is non-interest bearing if so required by the capital outlay agreement.
- i) Determine whether reimbursement requests were properly supported by costs incurred by the recipient. Determine whether the costs were paid by the local public body prior to the request for reimbursement.

Results of Procedures Performed

- a) There were four (4) projects that were active for the year ended December 31, 2017. Another project (15-0851) was formally closed but was re-authorized as Project 17-B4102. For Projects 15-0554, 15-0852., 16-A2304 and 17-B4102, we determined that amounts recorded as disbursed agreed to adequate supporting documentation and we verified that amounts, payees, dates and descriptions agreed to the vendor's invoices, purchase orders, contracts and cancelled checks, as appropriate. For Project 15-0554-STB, there were no disbursements to examine. For Project 15-0852, we examined four disbursements totaling \$18,693.89. For Project 16-A2304, we examined four disbursements totaling \$16,972.52. For Project 17-B4102, we examined one disbursement for \$1,675.59.
- b) We determined that all disbursements were properly authorized and approved in compliance with the capital outlay award budget, legal requirements and established policies and procedures.
- c) We determined that the bid process (or request for proposal process if applicable), purchase orders, contracts and agreements were processed in accordance with the New Mexico Procurement Code (Section 13-1-28 through 13-1-99 NMSA 1978) and State Purchasing Regulations (1.4.1 NMAC) and Regulations Governing the Per Diem and Mileage Act (2.42.2 NMAC).
- d) We determined the physical existence (by observation and photographs) of the capital asset based on expenditures to date.
- e) We verified that status reports were submitted to the state agency per terms of agreement and amounts in the status report agree with the excel spreadsheets and other supporting documentation.
- f) The projects were not intended to be funded in advance but on a reimbursement basis.
- g) Project 15-0554-STB is complete with no unexpended balance in agreement with the grantor. Project 015-0852-STB is complete and there is no unexpended balance. Project 16-A2304 is not complete and there is an unexpended balance of \$83,027.48. Project 17-B412 is not complete and there is an unexpended balance of \$23,324.41.
- h) Since the projects were approved on a reimbursement basis, no separate fund or bank account was required.
- i) We determined that reimbursement requests were properly supported by costs incurred by the recipient and that the costs were paid by the local public body prior to the request for reimbursement. For Project 15-0554, we examined one reimbursement request for \$3,591.19. For Project 15-0852, we examined one reimbursement request for \$7,450.00. For Project 16-A2304, we examined one reimbursement request for \$5,224.45. For Project, 17-B4102, we examined one reimbursement request for \$1,675.59.

9. Other

Procedures

If information comes to the IPA's attention (regardless of materiality) indicating any fraud, illegal acts, noncompliance, or any internal control deficiencies, disclose in the report as required by Section, 12-6-6 NMSA 1978. The findings must include the required content per Section 2.2.2.10 (I) (3) (C) NMAC.

Results of Procedures Performed

No exceptions were found as a result of applying the procedures described above (regardless of materiality) indicating any fraud, illegal acts, noncompliance or any internal control deficiencies.

* * * * *

This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. We were not engaged to, and did not conduct an examination or a review, the objective of which would be the expression of an opinion or conclusion, respectively, on the Tier Verification, Cash, Capital Assets, Revenue, Expenditures, Journal Entries, Budget, Capital Outlay Appropriations or Other of the Agua Fria Community Water System Association as of and for the year ended December 31, 2017, included in the accompanying information provided to us by management of the AFCWSA. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of Agua Fria Community Water System Association, the New Mexico State Auditor's Office and the Department of Finance and Administration, Local Government Division and the New Mexico Legislature and is not intended to be and should not be used by anyone other than the specified parties.

Macias, Gutierrez & Co., CPAs, P. C.

Macias, Gutierrez & Co., CPAs, P. C.
Española, New Mexico
May 2, 2018

STATE OF NEW MEXICO
AGUA FRIA COMMUNITY WATER SYSTEM ASSOCIATION
Schedule of Revenues and Expenses-Budget and Actual (Modified Accrual Basis)
Year Ended December 31, 2017

	Budgeted Amounts		Actuals	Variance
	Original	Final		Favorable (Unfavorable)
Revenues:				
Water Sales (Water User Fees)	\$ 118,190	\$ 118,190	\$ 135,555	\$ 17,365
Connection/Reconnection Charges	1,750	1,750	-	(1,750)
Membership and Meter Sales	4,900	4,900	300	(4,600)
Late Fees and Penalties	-	-	-	-
Gross Receipts Tax	5,910	5,910	-	(5,910)
Other Operating Revenue	175,012	301,544	157,151	(144,393)
Total revenues	<u>305,762</u>	<u>432,294</u>	<u>293,006</u>	<u>(139,288)</u>
Cash balance budgeted	<u>38,924</u>	<u>38,924</u>	<u>-</u>	<u>(38,924)</u>
Total revenues and cash balance budgeted	<u>344,686</u>	<u>471,218</u>	<u>293,006</u>	<u>(178,212)</u>
Expenses:				
Salaries - Operator, Bookkeeper, etc.	30,300	30,300	33,220	(2,920)
Employee Benefits and Expenses	-	-	-	-
Electricity	6,155	6,155	4,532	1,623
Other Utilities - Gas, Water, Sewer, Telephone	3,240	3,240	6,630	(3,390)
System Parts and Supplies	4,800	4,800	243	4,557
System Repairs and Maintenance	13,950	13,950	8,906	5,044
Vehicle Expenses	-	-	-	-
Office and Administrative Expenses	6,835	6,835	7,953	(1,118)
Professional Services - Accounting, Engr., Legal	26,360	26,360	27,001	(641)
Insurance	6,900	6,900	6,431	469
Dues, Fees, Permits and Licenses	323	323	20	303
Taxes - Gross Receipts Tax, Water Cons. Fee	12,240	12,240	7,466	4,774
Training	-	-	-	-
Miscellaneous	176,660	266,660	64,433	202,227
Annual Debt Service - Loan 1	<u>16,875</u>	<u>16,875</u>	<u>16,875</u>	<u>-</u>
Total expenses	<u>304,638</u>	<u>394,638</u>	<u>183,710</u>	<u>210,928</u>
Excess revenues over (under) expenses	<u>\$ 40,048</u>	<u>\$ 76,580</u>	<u>\$ 109,296</u>	<u>\$ 32,716</u>

MDWCA Name:
Mailing Address:
Email Address:
Phone number:

Agua Fria Community Water System Association
 PO Box 4966 Santa fe NM 87502
 afcwa@msn.com
 505-490-2128

Exhibit B

Calendar Year
2017

	APPROVED BUDGET	1st QR: Jan - Mar	2nd QR: Apr - Jun	3rd QR: Jul - Sept	4th QR: Oct -Dec	Year to Date(YTD) Totals	YTD (over)/under BUDGET	% of Budget
Beginning balances:								
Cash	38,924							
Savings	7,065							
CDs								
Investments								
Beginning Balance TOTAL	\$ 45,989							
REVENUES								
Water Sales (Water Use Fees)	118,190	30,909	31,603	34,705	38,338	135,555	(17,365)	115%
Connection/Reconnection Charges	1,750					0	1,750	0%
Membership and Meter Sales (Utility Service Fees)	4,900				300	300	4,600	6%
Late Fees and Penalties (Other Fines and Forfeits)	0					0	0	-
Gross Receipts Tax (Other State shared taxes)	5,910					0	5,910	0%
Other Operating Revenue (miscellaneous - other)	301,544	3,597	7,452	10,306	135,796	157,151	144,393	52%
TOTAL	\$ 432,294	34,506	39,055	45,011	174,435	293,006	139,288	68%
EXPENDITURES								
Salaries - Operator, Bookkeeper, etc.	30,300	7,697	8,931	7,682	8,909	33,220	(2,920)	110%
Employee Benefits and Expenses	-					0	0	-
Electricity	6,155	805	1,325	1,231	1,171	4,532	1,623	74%
Other Utilities - Gas, Water, Sewer, Telephone	3,240	1,206	1,420	1,008	2,997	6,630	(3,390)	205%
System Parts and Supplies	4,800		12	39	192	243	4,557	5%
System Repairs and Maintenance	13,950	1,338	1,338	4,893	1,338	8,906	5,044	64%
Vehicle Expenses	-					0	0	-
Office and Administrative Expenses	6,835	1,546	2,986	1,660	1,761	7,953	(1,118)	116%
Professional Services - Accounting, Engineering, Legal	26,360	5,186	9,281	6,311	6,223	27,001	(641)	102%
Insurance	6,900	477	5,224	252	477	6,431	469	93%
Dues, Fees, Permits and Licenses	323		20			20	303	6%
Taxes - Gross Receipts Tax, Water Conservation Fee	12,240	1,180	2,110	2,233	1,943	7,466	4,774	61%
Training						0	0	-
Miscellaneous	266,660	6,402	2,035	25,566	30,429	64,433	202,227	24%
Loans								
Annual debt service - Loan 1	16,875		16,875			16,875	0	100%
Annual debt service - Loan 2						0	0	-
TOTAL	\$ 394,638	25,837	51,557	50,875	55,439	183,709	210,929	47%
Ending Balance	83,645					155,286		
LESS: Operating Reserve	10,000					10,000		
Emergency Reserve	10,000					10,000		
Capital Improvement Reserve	10,000					10,000		
Debt Reserve	16,000					16,000		
Ending Available Cash Balance	\$ 37,645					\$ 109,286		

I HEREBY CERTIFY THE CONTENTS IN THIS REPORT ARE TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND THAT THIS REPORT DEPICTS ALL FUNDS.

Ramon Romero
 President/Chairperson

1/17/2018
 Date

STATE OF NEW MEXICO
 AGUA FRIA COMMUNITY WATER SYSTEM ASSOCIATION
 Projects Schedule - Summary
 Year Ended December 31, 2017

Exhibit C

Grant No.	Pay Request	Amount Awarded	Cumulative Amount Received	Cumulative Amount Expended	Remaining Balance To Collect	Actual Legislation	Effective Dates
15-0554-STB		\$ 50,000.00					
	1		\$ 46,408.81	\$ 46,408.81	\$ 3,591.19	Laws of 2015, Chapter 3, Section 20, Item 67, to purchase water rights and plan, design and construct improvements to the water distribution system and wells for Agua Fria in Santa Fe county.	Through 6/30/2019
	2		3,591.19	3,591.19	-		
			<u>\$ 50,000.00</u>	<u>\$ 50,000.00</u>	<u>\$ -</u>		
15-0851-STB FORMALLY CLOSED BUT REAUTHORIZED BELOW AS 17-B4102-STB		\$ 25,000.00	\$ -	\$ -	\$ 25,000.00	Laws of 2015, Chapter 3, Section 28, Item 205, to equip and furnish the building and to purchase and install information technology, including related equipment, furniture and infrastructure, in the Agua Fria association water board office building in the Agua Fria area of Santa Fe county.	Through 6/30/2019
15-0852-STB		\$ 50,000.00					
	1		\$ 7,450.00	\$ 7,450.00	\$ 42,550.00	Laws of 2015, Chapter 3, Section 28, Item 206, to plan, design and construct improvements and roof replacement in the Agua Fria association water board office building in the Agua Fria area of Santa Fe county.	Through 6/30/2019
	2		-	4,680.18	42,550.00		
	3		-	10,936.12	42,550.00		
	4		-	3,077.59	42,550.00		
			<u>\$ 7,450.00</u>	<u>\$ 26,143.89</u>	<u>\$ 42,550.00</u>		
16-A2304-STB		\$ 100,000.00					
	1		\$ 5,224.45	\$ 5,224.45	\$ 94,775.55	Laws of 2016, Chapter 81, Section 18, Item 74, to plan, design construct and improve a water distribution system in Agua Fria in Santa Fe county.	Through 6/30/2020
	2		-	11,748.07	94,775.55		
			<u>\$ 5,224.45</u>	<u>\$ 16,972.52</u>	<u>\$ 94,775.55</u>		
17-B4102-STB		\$ 25,000.00					
	1		<u>\$ 1,675.59</u>	<u>\$ 1,675.59</u>	<u>\$ 23,324.41</u>	Laws of 2017, Chapter 133, Section 105, to plan design, construct and improve a water distribution system in Agua Fria in Santa Fe county.	Through 6/30/2019

STATE OF NEW MEXICO
AGUA FRIA COMMUNITY WATER SYSTEM ASSOCIATION
Projects Schedule - Detail
Year Ended December 31, 2017

<u>Grant No.</u>	<u>Pay Request</u>	<u>Request Date</u>	<u>Amount Awarded</u>	<u>Amount Received</u>	<u>Date Received</u>	<u>Check Date</u>	<u>Check Number</u>	<u>Amount Expended</u>	<u>Vendor Paid</u>
15-0554			\$ 50,000.00						
STB	1	8/8/2016		\$ 46,408.81	8/19/2016	Various	Various	\$ 46,408.81	Various
	2	12/12/2016		<u>3,591.19</u>	1/6/2017	Various	Various	<u>3,591.19</u>	Various
		Total		<u>\$ 50,000.00</u>				<u>\$ 50,000.00</u>	
15-0852			\$ 50,000.00						
STB	1	1/23/2017		\$ 7,450.00	6/28/2017	12/6/2016	4892	\$ 7,450.00	Casitas Plaster Company
	2	12/4/2017		-		10/16/2017	5103	4,680.18	BLP, LLC
	3	12/4/2017		-		11/7/2017	5122	5,361.47	All in One Electrical
	3	12/4/2017		-		11/15/2017	5125	5,574.65	193 Dahl Santa Fe
	4	3/21/2018		<u>-</u>		12/13/2017	5146	<u>3,077.59</u>	High Pines R & R LLC
				<u>7,450.00</u>				<u>18,693.89</u>	
		Total		<u>\$ 7,450.00</u>				<u>\$ 26,143.89</u>	
16-A2304			\$ 100,000.00						
STB	1	11/3/2017		\$ 5,224.45	11/21/2017	1/18/2017	4932	\$ 638.51	James, Cooke & Hobson, Inc
						1/30/2017	4936	3,543.46	James, Cooke & Hobson, Inc
						7/18/2017	5037	1,042.48	James, Cooke & Hobson, Inc
	2	12/4/2017		<u>-</u>		12/4/2017	5143	<u>11,748.07</u>	Sub Surface Contracting, Inc.
		Total		<u>\$ 5,224.45</u>				<u>\$ 16,972.52</u>	
17-B4102			\$ 25,000.00						
STB	1			<u>\$ 1,675.59</u>	11/30/2017	10/16/2017	5102	<u>\$ 1,675.59</u>	BLP, LLC

**STATE OF NEW MEXICO
 AGUA FRIA COMMUNITY WATER SYSTEM ASSOCIATION**

**Schedule of Findings and Responses
 Year Ended December 31, 2017**

	<u>Type of Finding *</u>	<u>Prior Year Finding Number</u>	<u>Current Year Finding Number</u>
Current Year Findings:			
None Reported	N/A	N/A	N/A
Follow-up on Prior Year Findings:			
None Reported	N/A	N/A	N/A

*** Legend for Findings:**

- A. Fraud
- B. Illegal Act(s)
- C. Internal Control Deficiency(ies)
- D. Noncompliance

**STATE OF NEW MEXICO
AGUA FRIA COMMUNITY WATER SYSTEM ASSOCIATION**

**Exit Conference
Year Ended December 31, 2017**

EXIT CONFERENCE

The report contents were discussed in a telephonic exit conference held on May 7, 2018 with the following:

Agua Fria Community Water System Association

By telephone:

Gil Tercero, Treasurer
Ana Berry, Accounts Manager

Accounting Firm

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