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**State of New Mexico  
Component Appropriation Funds  
Annual Financial Report  
June 30, 2017**

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**REDW**<sup>LLC</sup>

CPAs | Business & Financial Advisors

# State of New Mexico Component Appropriation Funds

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**Component Appropriation Funds**

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**State of New Mexico  
Component Appropriation Funds**

**Official Roster  
June 30, 2017**

**Elected Official**

Governor Susana Martinez

**Officials**

Department of Finance and Administration:

Cabinet Secretary

Dorothy “Duffy” Rodriguez

State Controller

Ron Spilman

Deputy Division Director, Financial Control Division

Steve Gonzales

## Independent Auditor's Report

Ms. Dorothy "Duffy" Rodriguez, Cabinet Secretary  
State of New Mexico  
Department of Finance and Administration  
and  
Mr. Wayne Johnson  
New Mexico State Auditor

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

We have audited the accompanying financial statements of each of the statutorily and administratively created funds that comprise the Component Appropriation Funds of the State of New Mexico (the "Component Appropriation Funds"), as defined in the table of contents, as of and for the year ended June 30, 2017, and the related notes to the financial statements, as listed in the table of contents.

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

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

### ***Auditor's Responsibility***

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial

statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the Component Appropriation Fund's, as defined in the table of contents, as of June 30, 2017, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

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

As discussed in Note 1A, the accompanying financial statements present only the Component Appropriation Funds and do not purport to, and do not, present fairly the financial position of the State of New Mexico as of June 30, 2017, and the changes in its financial position, or where applicable, its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

The Tobacco Settlement Permanent Fund is presented as an unaudited fund in the accompanying other supplemental information schedules of the Component Appropriation Funds. The Tobacco Settlement Permanent Fund has been historically reported as part of the Component Appropriation Funds; however, a change in the State's accounting policy now requires the Tobacco Settlement Permanent Fund to be reported by the New Mexico State Investment Council. New Mexico state law requires the Tobacco Settlement Permanent Fund's investments to be managed by the New Mexico State Investment Council. For audited information on the Tobacco Settlement Permanent Fund refer to the New Mexico State Investment Council's audited financial statements. Our opinion is not modified with respect to this matter.

### ***Other Matters***

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

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

information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

***Other Information***

***Other Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements of the Component Appropriation Funds as defined in the table of contents.

The other supplementary information, which includes the unaudited Tobacco Settlement Permanent Fund, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

***Other Reporting Required by Governmental Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated November 13, 2017, on our consideration of the Component Appropriation Fund's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Component Appropriation Fund's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "REDW LLC". The letters are stylized and cursive.

Albuquerque, New Mexico  
November 13, 2017

**State of New Mexico**  
**Component Appropriation Funds**  
**Management’s Discussion and Analysis (Unaudited)**  
**June 30, 2017**

**Overview of the Reporting Entity**

The Component Appropriation Funds of the State of New Mexico (the “Funds”) consist of eight funds, three of which are created by statute and five created by administration, as follows:

Statutorily Created Funds

- Common School Current Fund
- Current School Fund
- State Support Reserve Fund

Administratively Created Funds

- Appropriation Account Fund
- Federal Mineral Leasing Fund
- Appropriation Contingency Reserve Fund
- General Operating Reserve Fund
- Tax Stabilization Reserve Funds

The Funds are part of the General Fund of the State of New Mexico, as reported in the State’s Comprehensive Annual Financial Report.

This report has been prepared to meet the information needs of interested parties—the public, bond holders, bond rating agencies, the New Mexico State Legislature—and to comply with the State of New Mexico Audit Rule. It presents the financial position and results of operations of each of the Funds. The Tobacco Settlement Permanent Fund, which is a reserve fund of the state is managed by the State Investment Council, which is responsible for investment activities related to this and other similar funds. The Schedules presented in other supplementary information include the unaudited Tobacco Settlement Permanent Fund as well as “memorandum only” totals.

**Financial Highlights**

The Funds ended the year with aggregate reserves of 8.1% of recurring current year appropriations as compared to 2.4% in fiscal year 2016, which both include the Tobacco Settlement Permanent Fund in their calculation. See the other supplementary information for schedules that include the unaudited Tobacco Settlement Permanent Fund.

The Tobacco Settlement Permanent Fund, which contains the unspent corpus of the continuing settlement, is managed and reported by the New Mexico State Investment Council (SIC) under statute and reflective of stewardship assignment and investment reporting requirements related to the corpus.



**State of New Mexico**  
**Component Appropriation Funds**  
**Management's Discussion and Analysis (Unaudited)**  
**June 30, 2017**

In fiscal year 2017, the aggregate fund balance of the Funds increased by \$312.1 million. In fiscal year 2016, the Funds aggregate fund balance decreased by \$601.4 million, which included the Tobacco Settlement Permanent Fund. The increase in fiscal year 2017 is attributable to the decrease in appropriations of \$176.1 million or 2.8% from 2016 appropriations. In addition, miscellaneous receipts revenues increased by \$296.5 million in fiscal year 2017.

Fiscal year 2017 compares to fiscal year 2016 as follows:

- General and selective taxes are the largest revenue source, contributing \$2,586.8 billion or 47.9% of total revenues in fiscal year 2017. Those revenues increased by \$33.0 million or 1.3% in 2017. From the general and selective taxes category, gross receipts and compensating taxes had an increase of \$38.1 million and \$1.6 million, respectively. Motor vehicle excise tax had a decrease of \$5.2 million.
- Income taxes are the second largest revenue source contributing \$1,450.8 billion or 26.9% of the total revenues. Those revenues increased by \$5.1 million or less than 1% in fiscal year 2017. From the income taxes category, net personal income taxes increased by \$56.9 million or 4.3%, however corporate income tax decreased by \$48.3 million or 40.8% in fiscal year 2017.
- Severance taxes increased by \$61.8 million or 22.1%. From the severance taxes category, oil and gas emergency school tax increased by \$67.4 million or 28.5%. Natural gas processors tax decreased by \$10.0 million or 49.4%.
- Investment income decreased by \$773.5 million in fiscal year 2017. This is a result of major financial reporting change for fiscal year 2017. The land grant permanent fund (\$541.5 million) and the severance tax permanent fund (\$200.4 million) revenues will be reported in the State Investment Council financials statements and are now recorded as other financing sources—transfers in on the State General Fund financials statements.
- Miscellaneous receipts increased by \$296.5 or 175.5%. The Legislature passed Senate Bill 8 and 9 from the Laws of 2016 and Senate Bill 113 from the Laws of 2017 that generated additional reversions totaling \$103.7 million in fiscal year 2017. Also, the result of major financial reporting changes for fiscal year 2017 resulted in recording revenues from the Fire Protection Fund, Law Enforcement Fund and Small Counties Assistance Fund as reversions totaling \$121.6 million, all of which was a one-time benefit.
- Appropriations decreased by \$176.1 or 2.8% in fiscal year 2017. The Legislature passed Senate Bill 9 that reduced appropriations in fiscal year 2017 by \$149.9 million. The majority of state agency budgets were reduced between 3.0% and 5.5%.

**Fund Financial Statements**

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Fund accounting is used to ensure and demonstrate compliance with finance-related legal requirements. The Component

**State of New Mexico**  
**Component Appropriation Funds**  
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Appropriation Funds are categorized as governmental funds and therefore report using the modified accrual basis of accounting. The basic financial statements of the Funds include Balance Sheets and Statements of Revenues, Expenditures and Changes in Fund Balances, which are reported on pages 14 through 17, respectively.

The Funds do not adopt annual appropriated budgets. However, the appropriations of the Funds by law must equal the individual amounts appropriated in the various Appropriation Acts, which are reported in the Schedule of Appropriations on pages 38-45.

**Notes to the Financial Statements**

The notes provide additional information that is essential to a full understanding of the data provided in the fund financial statements. The notes to the financial statements can be found on pages 18 through 31 of this report.

**Other Information**

In addition to the basic financial statements and accompanying notes, this report presents, as other supplementary information, the Schedule of Balance Sheet and Schedule of Revenues, Expenditures and Fund Balances, which includes the Tobacco Settlement Permanent Fund's unaudited amounts for fiscal year 2017. These schedules display the amount of investments held in the State Investment Council and the net increase/decrease in fair value for these investments. These numbers are not audited and are presented to show the amount of the investments held by the State Investment Council to help the reader of the statements understand the position of a fund that can be used as a reserve to the Component Appropriation Funds. The audited numbers for the Tobacco Settlement Permanent Fund can be found in the State of New Mexico's State Investment Council's 2017 Financial Statement report located at their website. In addition, other supplementary information includes the Schedule of Revenues by Source and the Schedule of Appropriations. These schedules provide detailed information on revenues and appropriations to demonstrate legal compliance with the statutes governing the collection of revenue and disbursements of appropriations by the Component Appropriation Funds.

Also presented as other supplementary information are the following:

- Schedule of Amounts Due from Other State Entities
- Schedule of Amounts Due from Beneficiaries
- Schedule of Amounts Due from Taxpayers
- Schedule of Amounts Due to Other State Entities
- Schedule of Amounts Due To Local Governments
- Schedule of Amounts Due to Taxpayers
- Schedule of Transfers In/(Out)

**State of New Mexico**  
**Component Appropriation Funds**  
**Management's Discussion and Analysis (Unaudited)**  
**June 30, 2017**

**Fund Financial Analysis**

The focus of the financial statements of the Funds is on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the financing requirements.

As of the end of the current fiscal year, the Funds reported aggregate fund balance of \$349.5 million, an increase of \$312.1 million from fiscal year 2016. Aggregate assets, liabilities, deferred inflows of resources, and fund balance as of June 30, are as follows:

**Aggregate Assets, Liabilities,  
Deferred Inflows of Resources, and Fund Balance**  
**June 30,**  
*(in millions of dollars)*

	<b>2017</b>	<b>2016</b> Excludes Tobacco Settlement Permanent Fund
Assets	\$ <b>611.0</b>	\$ 1,383.6
Liabilities	<b>(197.3)</b>	(1,293.3)
Deferred inflow of resources	<b>(64.2)</b>	(53.0)
Fund balance	<b>\$ 349.5</b>	<b>\$ 37.3</b>

The assets held by the Funds are unappropriated and are committed with the exception of the State Support Reserve Fund (\$1.0 million), which is restricted. It has been the policy of the State of New Mexico to not consider the deferred inflows of resources, \$64.2 million, as available for appropriation.

**State of New Mexico**  
**Component Appropriation Funds**  
**Management's Discussion and Analysis (Unaudited)**  
**June 30, 2017**

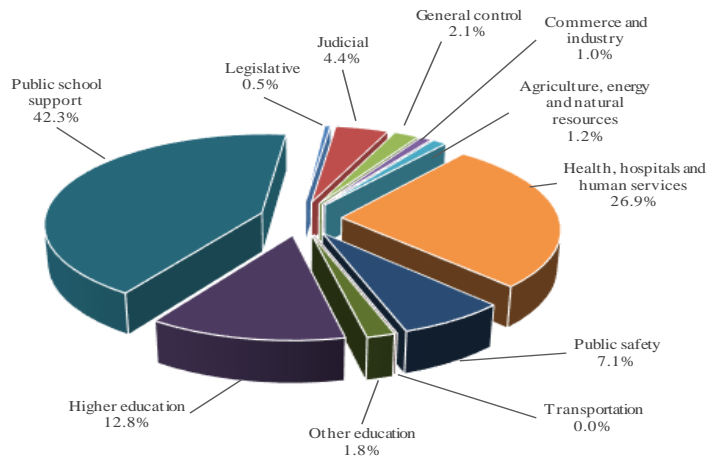
**Aggregate Change in Fund Balances**  
**For the Year Ended June 30,**  
*(in millions of dollars)*

	<b>2017</b>	2016 Excludes Tobacco Settlement Permanent Fund	Increase (Decrease)
<b>Revenues</b>			
General and selective taxes	\$ 2,586.8	\$ 2,553.8	\$ 33.0
Income taxes	1,450.8	1,445.7	5.1
Severance taxes	341.6	279.8	61.8
License fees	53.4	54.8	(1.4)
Investment loss	(3.2)	770.2	(773.4)
Rents and royalties	507.2	437.8	69.4
Miscellaneous receipts	465.4	168.9	296.5
Total revenues	<u>5,402.0</u>	<u>5,711.0</u>	<u>(309.0)</u>
<b>Expenditures</b>			
Appropriations			
General control	127.7	153.0	(25.3)
Legislative	28.8	26.0	2.8
Judicial	271.4	276.5	(5.1)
Commerce and industry	58.5	59.6	(1.1)
Agriculture, energy and natural resources	72.8	84.3	(11.5)
Health, hospitals and human services	1,655.4	1,680.8	(25.4)
Public safety	433.9	435.3	(1.4)
Transportation	-	27.2	(27.2)
Higher education	787.7	843.4	(55.7)
Public school support	2,600.7	2,623.3	(22.6)
Other education	112.5	116.1	(3.6)
Total appropriations	<u>6,149.4</u>	<u>6,325.5</u>	<u>(176.1)</u>
Deficiency of revenues over expenditures	<u>(747.4)</u>	<u>(614.5)</u>	<u>(132.9)</u>
<b>Other Financing Sources (Uses)</b>			
Transfers in, net	<u>1,059.6</u>	119.1	940.5
Total other financing sources	<u>1,059.6</u>	119.1	940.5
Net change in fund balance	312.2	(495.4)	807.6
Fund balance - beginning	<u>37.3</u>	532.7	(495.4)
Fund balance - ending	<u>\$ 349.5</u>	<u>\$ 37.3</u>	<u>\$ 312.2</u>

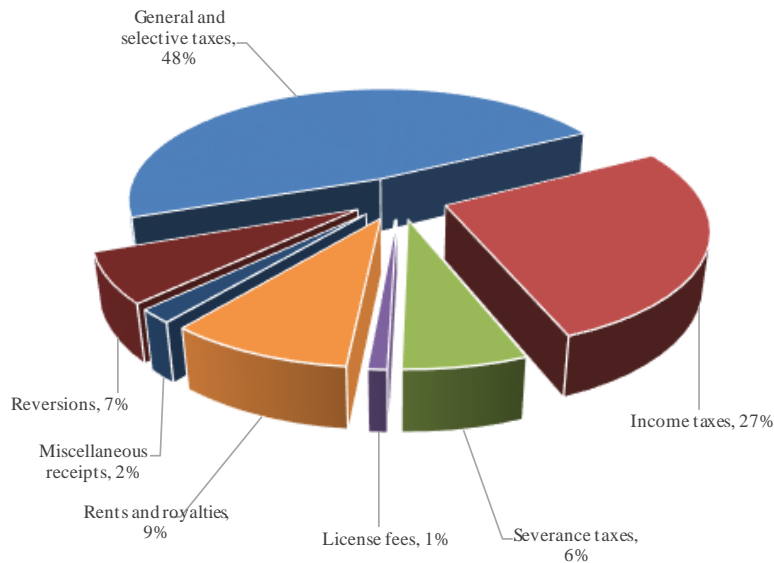
**State of New Mexico  
Component Appropriation Funds  
Management's Discussion and Analysis (Unaudited)  
June 30, 2017**

The Funds' aggregate fund balances increased by \$312.1 million in fiscal year 2017 compared to a \$601.4 million decrease in 2016. In fiscal year 2017, revenues decreased 5.4% compared to 2016, and appropriations decreased 2.8%.

***Appropriations by Function***



***Aggregate Revenues by Source***



**State of New Mexico**  
**Component Appropriation Funds**  
**Management's Discussion and Analysis (Unaudited)**  
**June 30, 2017**

**Economic Factors Affecting New Mexico's Fiscal Year 2017 Budget**

New Mexico utilizes a consensus of legislative and executive forecasts of Fund's revenue so that the Executive and Legislature work with the same forecast in preparing their General Fund operating budget recommendations. This "consensus group" bases their revenue forecast on forecasts of the U.S. economy from IHS Global Insight and Moody's Analytics in combination with forecasts of the New Mexico economy prepared by the University of New Mexico's Bureau of Business and Economic Research. Economic inputs are supplemented with information provided by state agencies, the Congressional Budget Office, and other national data sources. Historical information on the value and volume of crude oil and natural gas produced in the state is derived from the State's ONGARD reporting system. Product price forecasts are based on the national economic forecasting services and other sources.

Trends in the U.S. Economy

The U.S. economy continued to grow in state fiscal year 2017, although at a slower pace. The national economy, as measured by real gross domestic, grew by 2.1% in fiscal year 2017, hindered by a slowdown in the energy sector and a decline in business investment. Total employment levels averaged 2.3 million, or 1.6%, above fiscal year 2016 (or 1.6%). U.S. average hourly wages grew by 2.7%, exceeding low inflation of 1.8% to increase worker purchasing power of paychecks. However, real growth in wages was partially offset by increases in healthcare costs of 3.8%.

U.S. economic growth is expected to accelerate in fiscal year 2018, with projected GDP growth of 2.6%. The Federal Reserve is expected to raise short-term interest rates in the early half of the State's fiscal year in response to stronger inflation and ongoing employment gains. Housing prices are projected to continue to rise in fiscal year 2018, while business spending is anticipated to show modest growth.

New Mexico Economy

The New Mexico economy continued to stabilize in fiscal year 2017, as state wages and salaries grew by 1.0% and total personal income in the state grew by 1.6%. Oil and natural gas prices stabilized in fiscal year 2017, which resulted in increased drilling activity and employment in the state's oil and natural gas producing sector. During fiscal year 2017, New Mexico employment growth averaged 0.5%, adding 4,500 jobs. The Education and Health Services sector averaged 4,150 additional jobs, and the Leisure and Hospitality sector increased by 3,300 jobs. The Mining Sector averaged 3,400 fewer jobs than in fiscal year 2016.

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**June 30, 2017**

Average prices in fiscal year 2017 for crude oil and natural gas were \$45.10 per barrel and \$3.27 per thousand cubic feet, respectively. Prices for these commodities reached their recent peaks in fiscal year 2014, and fiscal year 2017 prices represented a decrease of 52.6% from the peak for oil and 36.3% from the peak for natural gas. Notwithstanding the price drop, New Mexico oil production reached a record 150.0 million barrels in fiscal year 2017, making New Mexico the fifth largest producing United States' state for oil, and the tenth largest for natural gas.

Dependence on federal government spending has also been a headwind for the state's economy because of constrained federal budget growth. Although direct federal government employment has begun to stabilize in New Mexico, in fiscal year 2017 it was down to its second lowest level since at least 1990.

The Funds Revenue and Reserve Outlook

According to the August 2017 consensus revenue estimate, fiscal year 2017 recurring revenue is expected to have grown by 0.4% to just over \$5.7 billion, while year-end financial reserves are estimated to be 5.5%, inclusive of the Tobacco Settlement Permanent Fund, of recurring appropriations. Strong growth in oil and natural gas-related revenues in fiscal year 2017 offset declines in personal and corporate income taxes and earnings on state investment balances, while general sales taxes experienced modest growth.

Fiscal year 2018 recurring revenues are estimated to be 3.5% higher than fiscal year 2017, at around \$5.9 billion. Oil and natural gas related revenues are projected to be fractionally lower than fiscal year 2017 levels as supply and demand in energy markets respond to lower oil and natural gas prices. New Mexico oil prices are projected to average \$44.50 per barrel, while New Mexico natural gas prices are expected to average \$3.20 per thousand cubic feet. Oil volumes are projected to increase by 2.8% and natural gas volumes are estimated to remain flat.

Non-oil and natural gas related revenue is forecasted to grow by 4.2%, reflecting growth of 2.8% in general sales tax, 2.0% in personal income tax, and 3.6% in insurance premiums tax. Gross receipts tax revenue is expected to be the largest driver of growth, increasing revenues by nearly \$53 million as the Rio Grande corridor experiences moderate growth, food and medical hold harmless distributions to local governments continue to be phased out, and private sector investments in oil and natural gas production continue. Distributions from the Land Grant Permanent Fund are also expected to contribute to growth, increasing general fund revenue by an estimated \$43.6 million in fiscal year 2018 due to a higher average 5-year market value. Fiscal year 2018 ending reserves are projected to be \$213.9 million or 3.5%, inclusive of the Tobacco Settlement Permanent Fund, of recurring appropriations.

**Requests for Information**

This financial report is designed to provide a general overview of the Funds' finances for all those with an interest in its finances.

**State of New Mexico**  
**Component Appropriation Funds**  
**Management's Discussion and Analysis (Unaudited)**  
**June 30, 2017**

Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

New Mexico State Controller  
Department of Finance and Administration  
407 Galisteo, Room 166  
Bataan Memorial Building  
Santa Fe, New Mexico 87501



## Basic Financial Statements

**State of New Mexico**  
**Component Appropriation Funds**  
**Balance Sheet**  
**June 30, 2017**

	Statutorily Created Funds			Administratively Created Funds	
	Common School Current	Current School	State Support Reserve	Appropriation Account	Federal Mineral Leasing
<b>Assets</b>					
Investment in State General Fund Investment Pool (Note 2)	\$ -	\$ -	\$ 1,000,000	\$ -	\$ -
Due from other state general fund accounts	-	45,191,232	-	45,191,232	-
Due from other state entities (Note 4)	45,191,232	-	-	458,427,108	-
Due from beneficiaries	-	-	-	15,500,000	-
Due from taxpayers	-	-	-	64,248,847	-
Total assets	<u>\$ 45,191,232</u>	<u>\$ 45,191,232</u>	<u>\$ 1,000,000</u>	<u>\$ 583,367,187</u>	<u>\$ -</u>
<b>Liabilities</b>					
Advance from State General Fund Investment Pool (Note 3)	\$ -	\$ -	\$ -	\$ 151,649,338	\$ -
Due to other state entities	-	-	-	400,000	-
Due to other state general fund accounts	45,191,232	45,191,232	-	321,800,417	-
Due to local governments	-	-	-	19,805,553	-
Due to taxpayer	-	-	-	25,463,032	-
Total liabilities	<u>45,191,232</u>	<u>45,191,232</u>	<u>-</u>	<u>519,118,340</u>	<u>-</u>
<b>Deferred Inflow of Resources</b>					
Unavailable revenue - taxes	-	-	-	64,248,847	-
Total deferred inflow of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>64,248,847</u>	<u>-</u>
<b>Fund Balances</b>					
Committed	-	-	-	-	-
Restricted	-	-	1,000,000	-	-
Total fund balances	<u>-</u>	<u>-</u>	<u>1,000,000</u>	<u>-</u>	<u>-</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 45,191,232</u>	<u>\$ 45,191,232</u>	<u>\$ 1,000,000</u>	<u>\$ 583,367,187</u>	<u>\$ -</u>
SHARE system fund number	71600	71700	85700	85300	85100

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

**State of New Mexico**  
**Component Appropriation Funds**  
**Balance Sheet — continued**  
**June 30, 2017**

	Administratively Created Funds				Total June 30, 2017 (Memorandum Only)
	Appropriation Contingency Reserve	General Operating Reserve	Tax Stabilization Reserve	Eliminations	
<b>Assets</b>					
Investment in State General Fund Investment Pool (Note 2)	\$ 25,960,612	\$ 717,878	\$ -	\$ -	\$ 27,678,490
Due from other state general fund accounts	-	321,800,417	-	(412,182,881)	-
Due from other state entities (Note 4)	-	-	-	-	503,618,340
Due from beneficiaries	-	-	-	-	15,500,000
Due from taxpayers	-	-	-	-	64,248,847
Total assets	<u>\$ 25,960,612</u>	<u>\$ 322,518,295</u>	<u>\$ -</u>	<u>\$ (412,182,881)</u>	<u>\$ 611,045,677</u>
<b>Liabilities</b>					
Advance from State General Fund Investment Pool (Note 3)	\$ -	\$ -	\$ -	\$ -	\$ 151,649,338
Due to other state entities	-	-	-	-	400,000
Due to other state general fund accounts	-	-	-	(412,182,881)	-
Due to local governments	-	-	-	-	19,805,553
Due to taxpayers	-	-	-	-	25,463,032
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>(412,182,881)</u>	<u>197,317,923</u>
<b>Deferred Inflow of Resources</b>					
Unavailable revenue - taxes	-	-	-	-	64,248,847
Total deferred inflow of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>64,248,847</u>
<b>Fund Balances</b>					
Committed	25,960,612	322,518,295	-	-	348,478,907
Restricted	-	-	-	-	1,000,000
Total fund balances	<u>25,960,612</u>	<u>322,518,295</u>	<u>-</u>	<u>-</u>	<u>349,478,907</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 25,960,612</u>	<u>\$ 322,518,295</u>	<u>\$ -</u>	<u>\$ (412,182,881)</u>	<u>\$ 611,045,677</u>
SHARE system fund number	85400	85200	84300		

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

**State of New Mexico**  
**Component Appropriation Funds**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**For the Year Ended June 30, 2017**

	Statutorily Created Funds			Administratively Created Funds	
	Common School Current	Current School	State Support Reserve	Appropriation Account	Federal Mineral Leasing
<b>Revenues</b>					
General and selective taxes	\$ -	\$ -	\$ -	\$ 2,586,817,102	\$ -
Income taxes	-	-	-	1,450,830,928	-
Severance taxes	-	-	-	341,586,397	-
License fees	-	-	-	53,338,966	-
Investment loss	-	-	-	(3,230,452)	-
Rents and royalties	-	71,489,681	-	-	435,692,418
Miscellaneous receipts	-	4,240,673	-	94,989,700	-
Reversions	-	-	-	341,199,992	20,444,494
	-	75,730,354	-	4,865,532,633	456,136,912
<b>Expenditures</b>					
Appropriations					
Legislative	-	-	-	28,826,400	-
Judicial	-	-	-	271,439,407	-
General control	-	-	-	126,393,200	-
Commerce and industry	-	-	-	58,549,400	-
Natural resources	-	-	-	65,276,000	-
Health, hospitals and human services	-	-	-	1,655,386,700	-
Public safety	-	-	-	428,418,600	-
Other education	-	-	-	112,447,000	-
Higher education	-	-	-	787,639,700	100,000
Public school support	-	617,283,418	-	1,527,356,664	456,036,912
Total expenditures	-	617,283,418	-	5,061,733,071	456,136,912
Deficiency of revenues over expenditures	-	(541,553,064)	-	(196,200,438)	-
<b>Other Financing Sources (Uses)</b>					
Transfers in, net	-	541,553,064	-	196,200,438	-
Total other financing sources (uses)	-	541,553,064	-	196,200,438	-
Net change in fund balance	-	-	-	-	-
Fund balances - beginning of year	-	-	1,000,000	-	-
Fund balances - end of year	\$ -	\$ -	\$ 1,000,000	\$ -	\$ -
SHARE system fund numbers	71600	71700	85700	85300	85100

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

**State of New Mexico**  
**Component Appropriation Funds**  
**Statement of Revenues, Expenditures and Changes in Fund Balances — continued**  
**For the Year Ended June 30, 2017**

	Administratively Created Funds			Total June 30, 2017 (Memorandum Only)
	Appropriation Contingency Reserve	General Operating Reserve	Tax Stabilization Reserve	
<b>Revenues</b>				
General and selective taxes	\$ -	\$ -	\$ -	\$ 2,586,817,102
Income taxes	-	-	-	1,450,830,928
Severance taxes	-	-	-	341,586,397
License fees	-	-	-	53,338,966
Investment loss	-	-	-	(3,230,452)
Rents and royalties	-	-	-	507,182,099
Miscellaneous receipts	-	-	-	99,230,373
Reversions	4,563,693	-	-	366,208,179
Total revenues	<u>4,563,693</u>	<u>-</u>	<u>-</u>	<u>5,401,963,592</u>
<b>Expenditures</b>				
Appropriations				
Legislative	-	-	-	28,826,400
Judicial	-	-	-	271,439,407
General control	-	1,282,122	-	127,675,322
Commerce and industry	-	-	-	58,549,400
Agriculture, energy and natural resources	7,500,000	-	-	72,776,000
Health, hospitals and human services	-	-	-	1,655,386,700
Public safety	5,475,000	-	-	433,893,600
Other education	-	-	-	112,447,000
Higher education	-	-	-	787,739,700
Public school support	-	-	-	2,600,676,994
Total expenditures	<u>12,975,000</u>	<u>1,282,122</u>	<u>-</u>	<u>6,149,410,523</u>
Deficiency of revenues over expenditures	<u>(8,411,307)</u>	<u>(1,282,122)</u>	<u>-</u>	<u>(747,446,931)</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in, net	-	321,800,417	-	1,059,553,919
Total other financing sources (uses)	<u>-</u>	<u>321,800,417</u>	<u>-</u>	<u>1,059,553,919</u>
Net change in fund balance	(8,411,307)	320,518,295	-	312,106,988
Fund balances - beginning of year	34,371,919	2,000,000	-	37,371,919
Fund balances - end of year	<u>\$ 25,960,612</u>	<u>\$ 322,518,295</u>	<u>\$ -</u>	<u>\$ 349,478,907</u>
SHARE system fund numbers	85400	85200	84300	

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

## Notes to the Financial Statements

**State of New Mexico**  
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**1) Summary of Significant Accounting Policies**

A. Reporting Entity

The accompanying financial statements report eight statutorily and administratively created funds administered by the Department of Finance and Administration of the State of New Mexico. The funds are referred to as “Component Appropriation Funds” (the “Funds”). Together with many other statutorily and administratively created funds, they comprise the General Fund of the State of New Mexico, which is presented in the State of New Mexico’s Comprehensive Annual Financial Report.

The Funds do not constitute a primary government, component unit, or any other type of reporting entity as defined by generally accepted accounting principles.

Taken together, the Funds present the primary revenue and financing of the activities of the State of New Mexico. As such, the Legislature, state officials and the citizens of the State of New Mexico, as well as other groups such as bond issuers and rating services, have an interest in the operations of the Funds. The accompanying financial statements are presented to meet those needs. A ninth fund, the Tobacco Settlement Permanent Fund, which is managed and reported by the N.M. State Investment Council (SIC) is considered a reserve fund of the Component Appropriations Funds.

The following is a description of the eight statutorily and administratively created funds.

**Statutorily Created Funds**

*1. Common School Current Fund – SHARE Fund 71600*

The *Common School Current Fund* (also known as the *Common School Income Fund*) was created by Section 19-1-17, NMSA 1978. This statute requires that the fund be credited with its respective proportion of money from the *State Land Income Fund* and the *State Permanent Fund*. Section 22-8-32, NMSA 1978, requires that at the end of each month, the state treasurer transfer out the cash balance in this fund to the *Current School Fund*. Transfers will be presented as expenditures in these financial statements.

*2. Current School Fund – SHARE Fund 71700*

The *Current School Fund* was created by Section 22-8-32, NMSA 1978. This statute requires the state treasurer to deposit into this fund: 1) all fines and forfeitures collected under general laws; 2) the net proceeds of property that may come to the state by escheat (however, Section 7-8A-13, NMSA 1978, requires all funds received under the Unclaimed Property Act to be deposited in the tax administration suspense

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fund for distribution to the *General Fund*); and 3) all other revenue required by law to be credited to the fund. In addition, as noted above, the statute requires that each month the cash balance in the *Common School Current Fund* be transferred into this fund. Transfers will be presented as expenditures in these financial statements.

In addition to the above, Section 22-8-32 requires any unencumbered balance in this fund to be transferred out to the *Public School Fund*—a statutorily created fund administered by both the Public Education Department and the Component Appropriation Funds.

3. *State Support Reserve Fund – SHARE Fund 85700*

The *State Support Reserve Fund* was created by Section 22-8-31, NMSA 1978. This statute requires the following: The *State Support Reserve Fund* shall be used only to augment the appropriations for the state equalization guarantee distribution in order to ensure, to the extent of the amount undistributed in the fund, that the maximum figures for such distribution established by law shall not be reduced. The fund balance at June 30, 2017, was \$1,000,000 and is restricted based on the statute that created the fund.

**Administratively Created Funds**

1. *Appropriation Account Fund – SHARE Fund 85300*

The *Appropriation Account Fund* is an administratively created fund the *Component Appropriation Funds* uses to account for the financial activity of the statutorily created *General Fund* and for portions of the financial activity of the statutorily created *Public School Fund* of the State of New Mexico.

State statute, Section 6-4-2, NMSA 1978, creates the *General Fund* and requires the state treasurer to credit all revenues, not otherwise allocated, to the fund. In addition, the statute requires that expenditures from the fund be made only in accordance with appropriations authorized by the Legislature. Those appropriations result in allotments of cash from the *General Fund*. The allotments are presented as expenditures in the accompanying financial statements.

Section 22-8-14, NMSA 1978, creates the *Public School Fund*. The *Component Appropriation Funds* administers three financial activities of that fund; all other activities of the fund are administered by the Public Education Department.

One of those activities administered by the *Component Appropriation Funds* is the transfer from the *Current School Fund* to the *Public School Fund* required by Section 22-8-32, NMSA 1978. The *Component Appropriation Funds* administers the other



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two activities through its *Federal Mineral Leasing Fund* (see item 2 below). Those activities include receiving receipts under the Federal Minerals Land Act, 30 USC 181 (the General Appropriation Act defines *General Fund* to include Federal Mineral Leasing Act receipts) and allotting cash, based on legislative appropriations, from the *Public School Fund* to the *Instructional Materials Fund* and to the Bureau of Mines and Mineral Resources of the New Mexico Institute of Mining and Technology.

The transfer described in the previous paragraph reduces (offsets) the appropriation and related cash allotments that have been made from the *General Fund* to the portion of the *Public School Fund* administered by the Public Education Department. The General Appropriations Act requires that the appropriation from the *General Fund* to the portion of the *Public School Fund* administered by the Public Education Department be reduced by the amounts transferred to the *Public School Fund* from the *Current School Fund*. Transfers will be presented as expenditures in these financial statements.

For the year ended June 30, 2017, the Funds changed the estimate for accounting for the due from taxpayers and unearned revenues. The change is being applied prospectively, beginning July 1, 2016. The effect of this change in the current fiscal year over the prior fiscal year is an increase of approximately \$11.3 million in due from taxpayers and unearned revenue.

2. *Federal Mineral Leasing Fund – SHARE Fund 85100*

As noted above, the *Component Appropriation Funds* administers two other activities of the *Public School Fund* through its administratively created *Federal Mineral Leasing Fund*. Those activities include receiving receipts under the Federal Minerals Land Act, 30 USC 181, and allotting cash—based on legislative appropriation—from the portion of the *Public School Fund* administered by the *Component Appropriation Funds* to the *Instructional Materials Fund* and to the Bureau of Mines and Mineral Resources of the New Mexico Institute of Mining and Technology.

Like the transfer in from the *Current School Fund*, the receipts from the Federal Minerals Land Act, 30 USC 181 reduce (offset) the appropriation and related cash allotments that have been made from the *General Fund* to fund a portion of the *Public School Fund* administered by the Public Education Department. As noted above, the General Appropriations Act requires that the appropriation from the *General Fund* to the portion of the *Public School Fund* administered by the Public Education Department be reduced by the amount of Federal Minerals Land Act receipts. Transfers will be presented as expenditures in these financial statements.

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The General Appropriations Act is consistent with Section 22-8-34, NMSA 1978, in that Section 22-8-34 requires the state treasurer to deposit all money received under the Federal Mineral Lands Leasing Act to the *Public School Fund*, except for the following: 1) that portion appropriated to the *Instructional Materials Fund* and to the Bureau of Mines and Mineral Resources of the New Mexico Institute of Mining and Technology; and 2) the remainder of any prepayments after deducting the amount that the state would have received as its share of royalties during the fiscal year. (The statute requires that the remainder be distributed to the *Common School Permanent Fund*.)

3. *Appropriation Contingency Reserve Fund – SHARE Fund 85400*

Section 6-4-2.3, NMSA 1978, creates the appropriation contingency reserve within the *General Fund*. To account for the reserve, the Component Appropriation Funds has established the *Appropriation Contingency Reserve Fund*. Section 6-4-2.3 includes the following requirements: The appropriation contingency reserve may be expended only upon specific authorization by the legislature or as provided in Sections 6-7-1 through 6-7-3 NMSA 1978 in the event there is no surplus of unappropriated money in the *General Fund*. The fund balance at June 30, 2017, was \$25,960,612 and was committed based on the statute that created the fund.

4. *General Operating Reserve Fund – SHARE Fund 85200*

Section 6-4-2.1, NMSA 1978, creates the General Operating Reserve Fund within the *General Fund*. To account for the reserve, the *Component Appropriation Funds* has established the *General Operating Reserve Fund*. Section 6-4-4, NMSA 1978, requires that excess revenue over appropriations (expenditures/expenses) in the *General Fund* be transferred to the *General Operating Reserve Fund* provided that 1) if the sum of the excess revenue plus the balance in the operating reserve prior to the transfer is greater than eight percent of the aggregate recurring appropriations from the *General Fund* for the previous fiscal year, then an amount equal to the smaller of either the amount of the excess revenue or the difference between the sum and eight percent of the aggregate recurring appropriation from the *General Fund* for the previous fiscal year; and 2) that if the total of the amount transferred to the *Tax Stabilization Reserve Fund* plus the balance in that reserve prior to the transfer is greater than six percent of the aggregate recurring appropriations from the *General Fund* for the previous fiscal year, then an amount equal to the smaller of either the amount transferred or the difference between the total and six percent of the aggregate recurring appropriation from the *General Fund* for the previous fiscal year is appropriated to the *Taxpayer Dividend Fund*. Transfers will be presented as expenditures in these financial statements.

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The *General Operating Reserve Fund* may be expended only upon specific authorization by the legislature and only in the event *General Fund* revenues and fund balances, including all other transfers to the *General Fund* authorized by law, are insufficient to meet the level of appropriations authorized. The fund balance at June 30, 2017, was \$322,518,295 and was committed based on the statute that created the fund.

5. *Tax Stabilization Reserve Fund – SHARE Fund 84300*

Section 6-4-2.2, NMSA 1978, creates the tax stabilization reserve within the *General Fund*. To account for the reserve, the *Component Appropriation Funds* has established the *Tax Stabilization Reserve Fund*. The balance of the tax stabilization reserve consists of those funds directed to it by law (Section 6-4-4) and such other funds as the legislature may appropriate from time to time to the reserve. Except as otherwise provided in Subsection D of Section 6-4-2.2, NMSA 1978, any balance in the *Tax Stabilization Reserve Fund* may be appropriated only by a two-thirds majority vote of both houses of the legislature following receipt by the legislature of a declaration of the governor that such an appropriation is necessary for the public peace, health and safety. However, subsection D allows the legislature to appropriate balances in the fund without any restrictions, in the event that resources are not sufficient to meet authorized appropriations.

B. Basis of Accounting and Presentation

The financial statements of the Funds have been prepared in accordance with accounting principles generally accepted in the United States of America as applied to governmental units and funds. The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting.

*Fund Financial Statements*—Each of the Funds are reported as Governmental Funds. Accordingly, they are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. For derived tax revenues, related assets are recognized when the exchange transaction occurs or when the resources are received, whichever occurs first. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Funds consider tax revenues to be available if they are collected within 60 days after the end of the fiscal year. Unearned revenues are reported when assets, such as taxes are obtained prior to revenue being recognized.

Escheats are not considered susceptible to accrual and are therefore recognized when received. Reversions are recognized if collected within 90 days of the end of the current fiscal period and all other revenues are considered to be available if collected prior to

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completion of the Funds' financial statements, typically by November 15<sup>th</sup> following the end of the fiscal year. Appropriations generally are recorded when a liability is incurred. Debt service expenditures are recorded only when payment is due.

C. Assets, Deferred Outflow of Resources, Liabilities, and Deferred Inflow of Resources

1. *Due from Other State Entities*—Section 6-4-2, NMSA 1978, requires all revenues—not otherwise allocated by law—to be credited to the Component Appropriation Funds. In addition, Section 6-5-10, NMSA 1978, requires all unassigned fund balances in reverting state agency funds to be reverted to the Component Appropriation Funds. Various state agencies collect revenues on behalf of the Component Appropriation Funds. In addition, most state agencies administer funds that revert balances to the Funds.

The amounts due from other state entities reported in the accompanying financial statements are amounts due to the Funds under the authority of the two statutes cited above. The amount due from taxpayers has been reduced by \$78.8 million, which represents the estimated amount of personal income tax refunds in excess of final personal income tax settlements, at June 30, 2017. The estimate is based on a ten-year average of final settlement payments and refunds. Fiscal year 2017 is the sixth year the estimate was based on a ten-year average. The estimate for fiscal year 2007 was based on a three-year average, and the estimates for fiscal years 2008 and 2009 were based on the estimate for 2007.

2. *Due to Local Governments*—The amounts due to local governments reported in the accompanying financial statements are 1/12 of the annual appropriation amounts due to local governments. This is a timing difference and the amounts due to local governments are paid within 30 days of the fiscal year-end.
3. *Due from Taxpayers and Unearned Revenues*—GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities* (GASB 65) states that when an asset is recorded in Governmental Fund financial statements but the revenue is not available, the government should report a deferred inflow of resources until such time as the revenue becomes available. Amounts due from taxpayers recorded as unearned revenues are earned during fiscal year 2017, but are not readily available until more than 60 days after the fiscal year-end, resulting in the reclassification to deferred outflow of resources (due to taxpayers) and unearned revenue (deferred inflow of resources).
4. *Use of Resources*—When both restricted and unrestricted resources are available for use, it is the Component Appropriation Funds' policy to use restricted resources first and then unrestricted resources as they are needed.
5. *Interfund Activity*—The effect of interfund activity between these eight statutorily and administratively created funds has been eliminated from the memorandum totals in

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the accompanying financial statements. This interfund activity included the receivables and payables listed in the table below.

Due from Other Funds		Due to Other Funds		
Name	SHARE System Fund Number	Name	SHARE System Fund Number	Amount
Appropriations Accounts Fund	85300	Current School	71700	\$ 45,191,232
General Operating Reserve	85200	Appropriations Accounts Fund	85300	321,800,417
Current School Fund	71700	Common School Fund	71600	45,191,232
				<u>\$ 412,182,881</u>

**D. Revenues, Appropriations and Expenditures**

1. *Reversions*—Once an appropriation lapses, the unspent cash balance is usually required by law to be returned to the fund from where the appropriation allotment originated (that is, from where the cash related to the appropriation originated). In the accompanying financial statements, the cash returned to the Funds is treated as general revenue and presented as “reversions.”
2. *Revenues*—The Component Appropriation Funds account for all financial resources of the state except those required to be accounted for by a fund within another state entity. Sources of revenues are collected by various agencies of the state and held within an agency fund to be transferred to one of the Component Appropriation Funds for revenue recognition. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period.
3. *Expenditures*—Appropriations represent legislatively approved transfers of budgeted funds to state entities for the necessities of operations.

**E. Fund Balances**

In accordance with Governmental Accounting Standards Board (GASB) Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, fund balance classifications are based primarily upon the extent to which a government is bound to follow constraints on resources in governmental funds in the following categories: nonspendable, restricted, committed, assigned, and unassigned.

Committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the government’s highest level of decision-making authority.

Restricted fund balance represents those portions of fund balance where constraints are placed on resources, either externally or by law through constitutional provisions or

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enabling legislation. Unassigned fund balance is the residual amount after all classifications were considered.

The accompanying financial statements report restricted fund balance in the State Support Reserve Fund because the balance is legally restricted for specific purposes.

**F. Budgets**

Annually, the Governor is required to submit a balanced budget by fund, function and activity to the Legislature. The Legislature authorizes expenditures in the annual Appropriations Act by source, which is signed into law by the Governor. Annual appropriations lapse at fiscal year-end. In the event actual revenues are insufficient to cover budgeted expenditures, the Governor must order budget reductions or call a special session of the Legislature to address the budget issues. Adjustments to the budget may also be made throughout the year for changes in departmental or fund revenues so that departments and funds will not end the fiscal year in a deficit position. Expenditures are controlled at the program appropriation unit level. The budget is adopted on a budgetary basis that is not consistent with GAAP. The appropriations of the Component Appropriation Funds by law must equal the individual amounts appropriated in the various Appropriation Acts.

**G. Change in Accounting Policy and Presentation**

1. *Amounts Reverted to the Funds*—Section 6-5-10 NMSA 1978 requires that all unreserved undesignated fund balances in reverting funds and accounts as of June 30 shall revert by September 30 to the Appropriation Account Fund. Historically, the Department of Finance and Administration’s (DFA) Year-End Deadlines policy (commonly referred to as ‘closing instructions’) required state agencies to record a “Due to other State Entity” liability account (232900) for reversions not settled by June 30 of each fiscal year-end. The historical policy required state agencies to execute a transfer in the subsequent fiscal year to relieve the amount “Due to other State Entities” and increase the Appropriation Account Fund “Investment in State General Fund Investment Pool.” Pursuant to DFA’s Addenda to Accounting Policy Statement Four – Custodial Funds dated July 14, 2017, DFA adopted a change of accounting policy applicable to all state agencies in fiscal year 2017 for amounts reverted to the Appropriation Account Fund. Under the new policy, DFA requires state agency reversions to the Appropriation Account Fund to be accounted for as both a reversion and a reduction in the reverting agency’s “Investment in State General Fund Investment Pool” as of June 30, using the State’s adjustment period, if the entry was processed by September 30, 2017. In accordance with the new policy, no “Due from other State Entity” receivable is reported in the Appropriation Account Fund financial statements as of June 30, 2017, because the Appropriation Account Fund “Investment in State General Fund Investment Pool” balance has been increased by the amount reverted to the Appropriation Account Fund.

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2. *Departure of Tobacco Settlement Permanent Fund*—Management of the Funds’ has elected to report this fund in the State of New Mexico State Investment Council’s (SIC) financial statements. SIC is assigned investment and management responsibilities for this fund.

H. Recently Issued Accounting Standards

***GASB Statement No. 81, Irrevocable Split-Interest Agreements***

The objective of this Statement is to improve accounting and financial reporting for irrevocable split-interest agreements by providing recognition and measurement guidance for situations in which a government is a beneficiary of the agreement. The requirements of this Statement are effective for periods beginning after December 15, 2016. Earlier application is encouraged. The Component Appropriation Funds have not completed the process of evaluating the impact of GASB 81 on its financial statements.

***GASB Statement No. 82, Pension Issues—an amendment of GASB Statements No. 67, No. 68, and No. 73***

The objective of this Statement is to address certain issues that have been raised with respect to Statements No. 67, *Financial Reporting for Pension Plans*, No. 68, *Accounting and Financial Reporting for Pensions*, and No. 73, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*. Specifically, this Statement addresses issues regarding (1) the presentation of payroll-related measures in required supplementary information, (2) the selection of assumptions and the treatment of deviations from the guidance in an Actuarial Standard of Practice for financial reporting purposes, and (3) the classification of payments made by employers to satisfy employee (plan member) contribution requirements. The requirements of this Statement are effective for reporting periods beginning after June 15, 2016, except for the requirements of paragraph 7 in a circumstance in which an employer’s pension liability is measured as of a date other than the employer’s most recent fiscal year-end. In that circumstance, the requirements of paragraph 7 are effective for that employer in the first reporting period in which the measurement date of the pension liability is on or after June 15, 2017. Earlier application is encouraged. The Component Appropriation Funds have not completed the process of evaluating the impact of GASB 82 on its financial statements.

***GASB Statement No. 83, Certain Asset Retirement Obligations***

This Statement addresses accounting and financial reporting for certain asset retirement obligations (AROs). An ARO is a legally enforceable liability associated with the retirement of a tangible capital asset. A government that has legal obligations to perform future asset retirement activities related to its tangible capital assets should recognize a liability based on the guidance in this Statement. The requirements of this Statement are effective for reporting periods beginning after June 15, 2018. Earlier application is

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encouraged. The Component Appropriation Funds have not completed the process of evaluating the impact of GASB 83 on its financial statements.

**GASB Statement No. 84, Fiduciary Activities**

The objective of this Statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. This statement is not applicable to the Funds' reporting.

**GASB Statement No. 85, Omnibus 2017**

The objective of this Statement is to address practice issues that have been identified during implementation and application of certain GASB Statements. This Statement addresses a variety of topics including issues related to blending component units, goodwill, fair value measurement and application, and postemployment benefits (pensions and other postemployment benefits [OPEB]). The provisions of this Statement are effective for periods beginning after June 15, 2017. Earlier application is encouraged. The Component Appropriation Funds have not completed the process of evaluating the impact of GASB 85 on its financial statements.

**GASB Statement No. 86, Certain Debt Extinguishment Issues**

The primary objective of this Statement is to improve consistency in accounting and financial reporting for in-substance defeasance of debt by providing guidance for transactions in which cash and other monetary assets acquired with only existing resources—resources other than the proceeds of refunding debt—are placed in an irrevocable trust for the sole purpose of extinguishing debt. This Statement also improves accounting and financial reporting for prepaid insurance on debt that is extinguished and notes to financial statements for debt that is defeased in substance. The provisions for this Statement are effective for reporting periods beginning after June 15, 2017. Earlier application is encouraged. The Component Appropriation Funds have not completed the process of evaluating the impact of GASB 86 on its financial statements.

**GASB Statement No. 87, Leases**

The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This statement is not applicable to the Funds' reporting.



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**2) Investment in State General Fund Investment Pool**

State law (Section 8-6-3 NMSA 1978) requires investments of the Funds be managed by the New Mexico State Treasurer’s Office. The investments managed by the State Treasurer’s Office consist of an interest in the State General Fund Investment Pool managed by the New Mexico State Treasurer’s Office, which is accounted for as cash and cash equivalents. See the New Mexico State Treasurer’s Office audited financial statements via the NM Office of the State Auditor’s website for further information.

As of June 30, 2017, the Funds had the following investments:

Description	Maturities	Fair Value
New Mexico State Treasurer's Office General Fund Investment Pool	1 day to 5 years	\$ <u>27,678,490</u>

Interest Rate Risk

The New Mexico State Treasurer’s Office has an investment policy that limits investment maturities to five years or less on allowable investments. This policy is a means of managing exposure to fair value losses arising from increasing interest rates. This policy is reviewed and approved annually by the New Mexico State Board of Finance.

Credit Risk

The New Mexico State Treasurer pools are not rated. For additional GASB Statement No. 40, *Deposit and Investment Risk Disclosures-An Amendment of GASB Statement No. 3*, disclosure information regarding cash held by the New Mexico State Treasurer, the reader should refer to the separate audit reports for the New Mexico State Treasurer’s Office for the fiscal year ended June 30, 2017. The Funds do not have an investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

**3) Advance from the State General Fund Investment Pool**

The Appropriation Account Fund disburses allotted appropriations to various entities based on New Mexico Legislative Appropriation Acts, in anticipation of the collection of tax revenues, fees and other sources. The State General Fund Investment Pool makes advances to the Appropriation Account Fund to the extent that such sources have not yet been collected. Advances from the State General Fund Investment Pool totaling \$151,649,338 at June 30, 2017, will be repaid as amounts due from other state entities are collected.

**State of New Mexico**  
**Component Appropriation Funds**  
**Notes to the Financial Statements**  
**June 30, 2017**

**4) Due from Other State Entities**

Various state agencies, mainly New Mexico Taxation and Revenue Department, collect revenues on behalf of the Funds. Resulting aggregate amounts due from state entities are composed of the following at June 30, 2017:

SHARE System Fund Number	Source	Amount
83200	Withholding Taxes	\$ 172,062,376
83200	Gross Receipt Tax	126,636,940
64200	Personal Income Tax	(56,850,620) *
11820	Superintendent of Insurance	55,032,992
83300	Severance - School Tax	51,996,200
60100	Land Grant Permanent Fund	45,191,232
27900	Taxation and Revenue Department- Corporate Income Taxe	29,426,192
60200	Severance Tax Permanent Fund Income	16,703,527
02000	State Treasurer's Office- Tribal Revenue Sharing	15,420,232
57800	Public Regulation Commission- Fire Protection Fund	18,665,159
82800	Luxury Tax	7,758,236
82800	Gaming Tax	6,566,187
83200	Compensating Tax	5,021,923
73600	DFA Law Enforcement Protection	4,632,078
83300	Severance - Conservation Resource	2,602,084
Various	Other	2,753,602
		<u>\$ 503,618,340</u>

\*The negative receivable balance represents unidentified deposits that are remitted to the Funds as required by State statute(s).

**5) Transfers**

For fiscal year 2017, the Second Session of the 53<sup>rd</sup> Legislature, authorized the following:

- ◆ Laws of 2016, Chapter 12, Section 2(A) and 2(C), transfers \$54 million from various funds or accounts to the Appropriations Account Fund to meet fiscal year 2017 obligations.
- ◆ Laws of 2016, Chapter 12, Section 2(F), 2(G), and 2(H) authorizes the transfer of \$13 million related to unexpended supplemental severance tax bond proceeds.

**State of New Mexico**  
**Component Appropriation Funds**  
**Notes to the Financial Statements**  
**June 30, 2017**

During the same Legislature's second special session, authority was provided for the following:

- ◆ Laws of 2016, Chapter 4, Section 3(A) transfers \$61.4 million to the Appropriation Account Fund to meet fiscal year 2017 obligations.
- ◆ Laws of 2016, Chapter 4, Section 3(B) transfers \$16.1 million to the Appropriation Account Fund from unused funds of the Public Education Department, a state entity.
- ◆ Laws of 2016, Chapter 4, Section 3(C) transfers \$15.5 million from the Public Project Revolving Fund to the Appropriation Account Fund during fiscal year 2017.
- ◆ Laws of 2016, Chapter 5, Section 7 transfers of \$28.3 million related to an issuance of severance tax bonds.

During the 1<sup>st</sup> Session of the 54<sup>th</sup> Legislature, authorized the following:

- ◆ Laws of 2017, Chapter 2 transfers \$47.2 million to the Appropriation Account Fund from various funds or accounts for general fund appropriation reductions.

During the same Legislature's first special session, authority was provided for the following:

- ◆ Laws of 2017, 1<sup>st</sup> Special Session, Chapter 1, Sections 1, 3-C-1, 3-C-6, 3-C-7, and 3-C-9 the transfer of \$82.1 million primarily due to a \$81.4 million issuance of severance tax bonds.

For detailed information, see the Schedule of Transfers In/(Out) in the other supplementary information section.

**6) State General Fund Investment Pool Reconciliation**

The state maintains a short-term investment "pool," the State General Fund Investment Pool (SGFIP). The investment pool is managed by the New Mexico State Treasurer's Office (STO).

For cash management and investment purposes, funds of various state agencies are deposited in the SGFIP, which is managed by STO. The SGFIP is not a part of the accompanying financial statements, but is reported as a fiduciary fund in the financial statements of STO. Claims on the SGFIP are reported as assets by the various agencies investing in the SGFIP. By statute, the DFA is responsible for reconciling the SGFIP balances. As of June 30, 2017, the Component Appropriations Funds report an aggregate investment of \$27,678,490 in the SGFIP (see Note 2).

**State of New Mexico**  
**Component Appropriation Funds**  
**Notes to the Financial Statements**  
**June 30, 2017**

The state controller indicated on August 11, 2017, that resources held in the pool were equivalent to the corresponding business unit claims on those resources and that all claims as recorded in SHARE shall be honored at face value.

**7) Financial Reporting and Disclosure for Multiple-Employer Cost Sharing Pension Plans by Employees**

Compliant with the requirements of Government Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions*, the State of New Mexico implemented the standard for the fiscal year ending June 30, 2016.

The Component Appropriations Funds, as part of the primary government of the State of New Mexico, is a contributing employer to a cost-sharing multiple employer defined benefit pension plan administered by the Public Employees Retirement Association (PERA). Disclosure requirements for Governmental Funds apply to the primary government as a whole, and as such, this information will be presented in the Comprehensive Annual Finance Report (CAFR) of the State of New Mexico. As of June 30, 2017, the States Funded Divisions' net pension liability is \$3.2 billion, and the States' total net pension liability is \$6.2 billion.

Other Supplementary Information (Unaudited)

**State of New Mexico**  
**Component Appropriation Funds**  
**Schedule of Statutorily and Administratively Created Funds (including the Unaudited**  
**Tobacco Settlement Permanent Fund) — Balance Sheets**  
**For the Year Ended June 30, 2017**

	Statutorily Created Funds			Administratively Created Funds		
	Common School Current	Current School	State Support Reserve	Appropriation Account	Federal Mineral Leasing	Appropriation Contingency Reserve
<b>Assets</b>						
Investment in State General Fund Investment Pool (Note 2)	\$ -	\$ -	\$ 1,000,000	\$ -	\$ -	\$ 25,960,612
Investments, state investment council (Note 2)	-	-	-	-	-	-
Due from other state general fund accounts	-	45,191,232	-	45,191,232	-	-
Due from other state entities (Note 4)	45,191,232	-	-	458,427,108	-	-
Due from beneficiaries	-	-	-	15,500,000	-	-
Due from taxpayers	-	-	-	64,248,847	-	-
Total assets	<u>\$ 45,191,232</u>	<u>\$ 45,191,232</u>	<u>\$ 1,000,000</u>	<u>\$ 583,367,187</u>	<u>\$ -</u>	<u>\$ 25,960,612</u>
<b>Liabilities</b>						
Advance from State General Fund Investment Pool (Note 3)	\$ -	\$ -	\$ -	\$ 151,649,338	\$ -	\$ -
Due to other state entities	-	-	-	400,000	-	-
Due to other state general fund accounts	45,191,232	45,191,232	-	321,800,417	-	-
Due to local governments	-	-	-	19,805,553	-	-
Due to taxpayer	-	-	-	25,463,032	-	-
Total liabilities	<u>45,191,232</u>	<u>45,191,232</u>	<u>-</u>	<u>519,118,340</u>	<u>-</u>	<u>-</u>
<b>Deferred Inflow of Resources</b>						
Unavailable revenue - taxes	-	-	-	64,248,847	-	-
Total deferred inflow of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>64,248,847</u>	<u>-</u>	<u>-</u>
<b>Fund Balances</b>						
Committed	-	-	-	-	-	25,960,612
Restricted	-	-	1,000,000	-	-	-
Total fund balances	<u>-</u>	<u>-</u>	<u>1,000,000</u>	<u>-</u>	<u>-</u>	<u>25,960,612</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 45,191,232</u>	<u>\$ 45,191,232</u>	<u>\$ 1,000,000</u>	<u>\$ 583,367,187</u>	<u>\$ -</u>	<u>\$ 25,960,612</u>
SHARE system fund number	71600	71700	85700	85300	85100	85400

**State of New Mexico**  
**Component Appropriation Funds**  
**Schedule of Statutorily and Administratively Created Funds (including the Unaudited Tobacco Settlement Permanent Fund) — Balance Sheets — continued**  
**For the Year Ended June 30, 2017**

	Administratively Created Funds		UNAUDITED Presented in SIC* Financial Statements		Total June 30, 2017 (Memorandum Only)
	General Operating Reserve	Tax Stabilization Reserve	Tobacco Settlement Permanent	Eliminations	
<b>Assets</b>					
Investment in State General Fund Investment Pool (Note 2)	\$ 717,878	\$ -	\$ -	\$ -	\$ 27,678,490
Investments, state investment council (Note 2)	-	-	146,818,642	-	146,818,642
Due from other state general fund accounts	321,800,417	-	-	(412,182,881)	-
Due from other state entities (Note 4)	-	-	-	-	503,618,340
Due from beneficiaries	-	-	-	-	15,500,000
Due from taxpayers	-	-	-	-	64,248,847
Total assets	<u>\$ 322,518,295</u>	<u>\$ -</u>	<u>\$ 146,818,642</u>	<u>\$ (412,182,881)</u>	<u>\$ 757,864,319</u>
<b>Liabilities</b>					
Advance from State General Fund Investment Pool (Note 3)	\$ -	\$ -	\$ -	\$ -	\$ 151,649,338
Due to other state entities	-	-	-	-	400,000
Due to other state general fund accounts	-	-	-	(412,182,881)	-
Due to local governments	-	-	-	-	19,805,553
Due to taxpayers	-	-	-	-	25,463,032
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>(412,182,881)</u>	<u>197,317,923</u>
<b>Deferred Inflow of Resources</b>					
Unavailable revenue - taxes	-	-	-	-	64,248,847
Total deferred inflow of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>64,248,847</u>
<b>Fund Balances</b>					
Committed	322,518,295	-	-	-	348,478,907
Restricted	-	-	146,818,642	-	147,818,642
Total fund balances	<u>322,518,295</u>	<u>-</u>	<u>146,818,642</u>	<u>-</u>	<u>496,297,549</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 322,518,295</u>	<u>\$ -</u>	<u>\$ 146,818,642</u>	<u>\$ (412,182,881)</u>	<u>\$ 757,864,319</u>
SHARE system fund number	85200	84300	95200		

\*NM State Investment Council (SIC)

**State of New Mexico**  
**Component Appropriation Funds**  
**Schedule of Statutorily and Administratively Created Funds (including the Unaudited Tobacco Settlement Permanent Fund) — Revenues, Expenditures and Changes in Fund Balances**  
**For the Year Ended June 30, 2017**

	Statutorily Created Funds			Administratively Created Funds	
	Common School Current	School	State Support Reserve	Appropriation Account	Federal Mineral Leasing
<b>Revenues</b>					
General and selective taxes	\$ -	\$ -	\$ -	\$ 2,586,817,102	\$ -
Income taxes	-	-	-	1,450,830,928	-
Severance taxes	-	-	-	341,586,397	-
License fees	-	-	-	53,338,966	-
Investment loss	-	-	-	(3,230,452)	-
Net increase in the fair value of investments	-	-	-	-	-
Rents and royalties	-	71,489,681	-	-	435,692,418
Miscellaneous receipts	-	4,240,673	-	94,989,700	-
Reversions	-	-	-	341,199,992	20,444,494
	-	75,730,354	-	4,865,532,633	456,136,912
<b>Expenditures</b>					
Appropriations					
Legislative	-	-	-	28,826,400	-
Judicial	-	-	-	271,439,407	-
General control	-	-	-	126,393,200	-
Commerce and industry	-	-	-	58,549,400	-
Natural resources	-	-	-	65,276,000	-
Health, hospitals and human services	-	-	-	1,655,386,700	-
Public safety	-	-	-	428,418,600	-
Other education	-	-	-	112,447,000	-
Higher education	-	-	-	787,639,700	100,000
Public school support	-	617,283,418	-	1,527,356,664	456,036,912
Total expenditures	-	617,283,418	-	5,061,733,071	456,136,912
Deficiency of revenues over expenditures	-	(541,553,064)	-	(196,200,438)	-
<b>Other Financing Sources (Uses)</b>					
Transfers in, net	-	541,553,064	-	196,200,438	-
Total other financing sources (uses)	-	541,553,064	-	196,200,438	-
Net change in fund balance	-	-	-	-	-
Fund balances - beginning of year	-	-	1,000,000	-	-
Fund balances - end of year	\$ -	\$ -	\$ 1,000,000	\$ -	\$ -
SHARE system fund numbers	71600	71700	85700	85300	85100



**State of New Mexico**  
**Component Appropriation Funds**  
**Schedule of Statutorily and Administratively Created Funds (including the Unaudited Tobacco Settlement Permanent Fund) — Revenues, Expenditures and Changes in Fund Balances — continued**  
**For the Year Ended June 30, 2017**

	Administratively Created Funds			UNAUDITED Presented in SIC* Financial Statements	Total June 30, 2017 (Memorandum Only)
	Appropriation Contingency Reserve	General Operating Reserve	Tax Stabilization Reserve	Tobacco Settlement Permanent	
<b>Revenues</b>					
General and selective taxes	\$ -	\$ -	\$ -	\$ -	\$ 2,586,817,102
Income taxes	-	-	-	-	1,450,830,928
Severance taxes	-	-	-	-	341,586,397
License fees	-	-	-	-	53,338,966
Investment loss	-	-	-	-	(3,230,452)
Net increase in the fair value of investments	-	-	-	19,189,757	19,189,757
Rents and royalties	-	-	-	-	507,182,099
Miscellaneous receipts	-	-	-	54,251,491	153,481,864
Reversions	4,563,693	-	-	20,039	366,228,218
Total revenues	4,563,693	-	-	73,461,287	5,475,424,879
<b>Expenditures</b>					
Appropriations					
Legislative	-	-	-	-	28,826,400
Judicial	-	-	-	-	271,439,407
General control	-	1,282,122	-	-	127,675,322
Commerce and industry	-	-	-	37,000,000	95,549,400
Natural resources	7,500,000	-	-	-	72,776,000
Health, hospitals and human services	-	-	-	-	1,655,386,700
Public safety	5,475,000	-	-	-	433,893,600
Other education	-	-	-	-	112,447,000
Higher education	-	-	-	-	787,739,700
Public school support	-	-	-	-	2,600,676,994
Total expenditures	12,975,000	1,282,122	-	37,000,000	6,186,410,523
Deficiency of revenues over expenditures	(8,411,307)	(1,282,122)	-	36,461,287	(710,985,644)
<b>Other Financing Sources (Uses)</b>					
Transfers in, net	-	321,800,417	-	-	1,059,553,919
Total other financing sources (uses)	-	321,800,417	-	-	1,059,553,919
Net change in fund balance	(8,411,307)	320,518,295	-	36,461,287	348,568,275
Fund balances - beginning of year	34,371,919	2,000,000	-	110,357,355	147,729,274
Fund balances - end of year	\$ 25,960,612	\$ 322,518,295	\$ -	\$ 146,818,642	\$ 496,297,549
SHARE system fund numbers	85400	85200	84300		

\*NM State Investment Council (SIC)

**State of New Mexico**  
**Component Appropriation Funds**  
**Schedule of Revenues by Source**  
**For the Year Ended June 30, 2017**

	General and Selective Taxes	Income Taxes	Severance Taxes	License Fees
Motor vehicle miscellaneous fees	\$ -	\$ -	\$ -	\$ -
Notary public fees	-	-	-	-
Public defender reimbursements	-	-	-	-
Legislative receipts	-	-	-	-
Media lease payments	-	-	-	-
District judges' receipts	-	-	-	-
Fines and forfeitures	-	-	-	-
Supreme court fees	-	-	-	-
Public utilities	-	-	-	11,019,874
Financial institution fees	-	-	-	3,480,473
Manufacturing housing receipts	-	-	-	418,634
Construction industry receipts	-	-	-	4,700,068
Security receipts	-	-	-	22,398,675
Gaming receipts	-	-	-	576,876
Corporate filing	-	-	-	3,437,069
Alcohol receipts	-	-	-	4,186,494
Corporate special	-	-	-	2,984,242
Pipeline fees	-	-	-	136,561
Birth and death certificates	-	-	-	-
Workers' compensation fees	-	-	-	-
Environment department filing fees	-	-	-	-
Land office income	-	-	-	-
Insurance	227,464,417	-	-	-
Gross receipts tax	2,013,548,403	-	-	-
Compensating tax	48,529,111	-	-	-
Tobacco (Luxury) tax	77,886,551	-	-	-
Alcoholic beverage tax	7,375,602	-	-	-
Private car	663,365	-	-	-
Motor vehicle excise tax	145,238,137	-	-	-
Gaming tax	59,522,530	-	-	-
Leased vehicles surcharge	5,489,305	-	-	-
Gasoline tax	(380,005)	-	-	-
Telecommunications relay surcharge	58,630	-	-	-
Net personal income taxes	-	1,377,040,211	-	-
Net corporate income taxes	-	70,155,693	-	-
Estate taxes	-	20	-	-
Federal mineral leasing	-	3,635,004	-	-
Oil and gas emergency school tax	-	-	304,262,383	-
Oil and gas conservation tax	-	-	17,368,238	-
Resource excise tax	-	-	9,649,184	-
Natural gas processors	-	-	10,306,592	-
State treasurer earnings on state balances	-	-	-	-
Tribal revenue sharing	-	-	-	-
Unclaimed property	-	-	-	-
Boat excise tax	324,638	-	-	-
Racing receipts	1,096,418	-	-	-
Reversions	-	-	-	-
Settlement/miscellaneous	-	-	-	-
Totals	<u>\$ 2,586,817,102</u>	<u>\$ 1,450,830,928</u>	<u>\$ 341,586,397</u>	<u>\$ 53,338,966</u>

**State of New Mexico**  
**Component Appropriation Funds**  
**Schedule of Revenues by Source — continued**  
**For the Year Ended June 30, 2017**

	Investment Income	Rents and Royalties	Miscellaneous Receipts and Reversions	Total
Motor vehicle miscellaneous fees	\$ -	\$ -	\$ 4,270,779	\$ 4,270,779
Notary public fees	-	-	743,180	743,180
Public defender reimbursements	-	-	175,928	175,928
Legislative receipts	-	-	25,842	25,842
Media lease payments	-	-	22,098	22,098
District judges' receipts	-	-	1,095,804	1,095,804
Fines and forfeitures	-	-	4,240,673	4,240,673
Supreme court fees	-	-	1,035	1,035
Public utilities	-	-	-	11,019,874
Financial institution fees	-	-	-	3,480,473
Manufacturing housing receipts	-	-	-	418,634
Construction industry receipts	-	-	-	4,700,068
Security receipts	-	-	-	22,398,675
Gaming receipts	-	-	-	576,876
Corporate filing	-	-	-	3,437,069
Alcohol receipts	-	-	-	4,186,494
Corporate special	-	-	-	2,984,242
Pipeline fees	-	-	-	136,561
Birth and death certificates	-	-	1,184,425	1,184,425
Workers' compensation fees	-	-	7,350	7,350
Environment department filing fees	-	-	747,077	747,077
Land office income	-	71,489,681	-	71,489,681
Insurance	-	-	-	227,464,417
Gross receipts tax	-	-	-	2,013,548,403
Compensating tax	-	-	-	48,529,111
Tobacco (Luxury) tax	-	-	-	77,886,551
Alcoholic beverage tax	-	-	-	7,375,602
Private car	-	-	-	663,365
Motor vehicle excise tax	-	-	-	145,238,137
Gaming tax	-	-	-	59,522,530
Leased vehicles surcharge	-	-	-	5,489,305
Gasoline tax	-	-	-	(380,005)
Telecommunications relay surcharge	-	-	-	58,630
Net personal income taxes	-	-	-	1,377,040,211
Net corporate income taxes	-	-	-	70,155,693
Estate taxes	-	-	-	20
Federal mineral leasing	-	435,692,418	-	439,327,422
Oil and gas emergency school tax	-	-	-	304,262,383
Oil and gas conservation tax	-	-	-	17,368,238
Resource excise tax	-	-	-	9,649,184
Natural gas processors	-	-	-	10,306,592
State treasurer earnings on state balances	(3,230,452)	-	-	(3,230,452)
Tribal revenue sharing	-	-	62,716,546	62,716,546
Unclaimed property	-	-	23,029,516	23,029,516
Boat excise tax	-	-	-	324,638
Racing receipts	-	-	-	1,096,418
Reversions	-	-	366,208,179	366,208,179
Settlement/miscellaneous	-	-	970,120	970,120
Totals	<u>\$ (3,230,452)</u>	<u>\$ 507,182,099</u>	<u>\$ 465,438,552</u>	<u>\$ 5,401,963,592</u>

# State of New Mexico

## Component Appropriation Funds

### Schedule of Appropriations

#### For the Year Ended June 30, 2017

SHARE		Laws of 2016 - 52nd Legislature - Second Session and Second Special Session									
Agency No.	Fund No.	SHARE FUND NAME	Chap 11 / HB2	Chap 6 / SB9	Chap 6 / SB9	Chap 11 / HB2	Other Appropriations		Chap 11 / HB2		Total
			Section 4 Amount	Reductions	Reduction/	Section 5	Chapter, Section	Amount	Section 11	Reduction Amount	
			Includes Vetos	Amount	Reverted	Amount					
11100	12900	Legislative Council Services	\$ -	\$ (175,100)	\$ 175,100	\$ -	Chapter 1, Sec 3 (A), 2nd Session	\$ 6,078,200	\$ (243,100)	\$ 5,835,100	
11200	13000	Legislative Finance Committee	-	(126,800)	-	-	Chapter 1, Sec 4, 2nd Session	4,403,200	(176,100)	4,100,300	
11400	74300	Legislative Council Services/Senate Interim	-	(35,000)	35,000	-	Chapter 1, Sec 8, 2nd Session	1,213,900	(48,600)	1,165,300	
11500	74400	Legislative Council Services/House Interim	-	(33,900)	33,900	-	Chapter 1, Sec 7, 2nd Session	1,178,800	(47,200)	1,131,600	
11700	13100	Legislative Education Study Committee	-	(38,100)	-	-	Chapter 1, Sec 5, 2nd Session	1,324,500	(53,000)	1,233,400	
11900	13200	Legislative Maintenance	4,158,900	(104,000)	-	-	-	-	-	4,054,900	
13100	13300	Legislature	36,900	(41,700)	41,700	-	Chapter 1, Sec 3 (B,C,D) and Sec 6, 2nd Session	1,447,100	(57,800)	1,426,200	
13101	20030	Legislature - Senate	-	-	-	-	-	-	-	-	
13102	20040	Legislature - House	-	-	-	-	-	-	-	-	
		Total - Legislative	4,195,800	(554,600)	285,700	-	-	15,645,700	(625,800)	18,946,800	
20500	13400	Supreme Court Law Library	1,554,200	(46,600)	-	-	-	-	-	1,507,600	
21000	13500	Judicial Standards Commission	843,600	(25,300)	-	-	-	-	-	818,300	
21500	13700	Court of Appeals	5,837,000	(175,100)	-	-	-	-	-	5,661,900	
21600	13800	Supreme Court	3,329,200	(99,900)	-	-	-	-	-	3,229,300	
21800	12400	Court Appointed Attorney Fees	5,537,100	-	-	-	-	-	-	5,537,100	
21800	13600	Judge's Pro Tempore	30,300	-	-	-	-	-	-	30,300	
21800	13900	Administrative Office of the Courts	8,000,700	(298,300)	-	-	-	-	-	7,702,400	
21800	44300	AOC - Statewide Drug Court Technology	-	-	-	-	-	-	-	-	
21800	58300	AOC - Judicial Performance Evaluation	297,600	-	-	-	-	-	-	297,600	
21800	68900	AOC - Information System	3,629,500	(108,900)	-	-	-	-	-	3,520,600	
21800	69200	Magistrate Courts	27,268,300	(818,000)	-	-	-	-	-	26,450,300	
21801	01200	Jury and Witness Fee Fund	5,303,300	(276,800)	276,800	-	-	-	-	5,303,300	
21900	14000	Supreme Court Building Commission	959,500	(28,800)	-	-	-	-	-	930,700	
23100	14100	First Judicial District Court	7,025,600	(210,800)	-	-	-	-	-	6,814,800	
23200	14200	Second Judicial District Court	23,019,600	(690,600)	-	-	-	-	-	22,329,000	
23300	14300	Third Judicial District Court	6,585,200	(197,600)	-	-	-	-	-	6,387,600	
23400	14400	Fourth Judicial District Court	2,343,400	(70,300)	-	-	-	-	-	2,273,100	
23500	14500	Fifth Judicial District Court	6,642,100	(199,300)	-	-	-	-	-	6,442,800	
23600	14600	Sixth Judicial District Court	3,286,400	(98,600)	-	-	-	-	-	3,187,800	
23700	14700	Seventh Judicial District Court	2,388,900	(71,700)	-	-	-	-	-	2,317,200	
23800	14800	Eighth Judicial District Court	3,006,400	(90,200)	-	-	-	-	-	2,916,200	
23900	14900	Ninth Judicial District Court	3,424,800	(102,700)	-	-	-	-	-	3,322,100	
24000	15000	Tenth Judicial District Court	927,000	(27,800)	-	-	-	-	-	899,200	
24100	15100	Eleventh Judicial District Court	5,091,800	(79,000)	-	-	-	-	-	5,012,800	
24100	33500	Eleventh Judicial District Court/Drug Court	1,375,200	(115,000)	-	-	-	-	-	1,260,200	
24200	15200	Twelfth Judicial District Court	3,249,300	(97,500)	-	-	-	-	-	3,151,800	
24200	50240	Twelfth Judicial District Court - Mediation	25,000	(800)	-	-	-	-	-	24,200	
24200	92900	Twelfth Judicial District Court - Other Programs	154,700	(4,600)	-	-	-	-	-	150,100	
24300	15300	Thirteenth Judicial District Court	7,119,900	(213,600)	-	-	-	-	-	6,906,300	
24400	15400	Bernalillo County Metropolitan Court	23,562,100	(706,900)	-	-	-	-	-	22,855,200	
25100	15500	First Judicial District Attorney	5,374,400	(161,200)	-	-	-	-	-	5,213,200	
25200	15600	Second Judicial District Attorney	18,382,300	(551,500)	-	-	-	-	-	17,830,800	
25300	15700	Third Judicial District Attorney	4,792,600	(143,800)	-	-	-	-	-	4,648,800	
25400	15800	Fourth Judicial District Attorney	3,125,800	(93,800)	-	-	-	-	-	3,032,000	
25500	15900	Fifth Judicial District Attorney	4,978,600	(149,400)	-	-	-	-	-	4,829,200	
25600	16000	Sixth Judicial District Attorney	2,825,900	(84,800)	-	-	-	-	-	2,741,100	
25700	16100	Seventh Judicial District Attorney	2,484,700	(74,500)	-	-	-	-	-	2,410,200	
25800	16200	Eighth Judicial District Attorney	2,673,400	(80,200)	-	-	-	-	-	2,593,200	
25900	16300	Ninth Judicial District Attorney	2,911,900	(87,400)	-	-	-	-	-	2,824,500	
26000	16400	Tenth Judicial District Attorney	1,239,600	(37,200)	-	-	-	-	-	1,202,400	

**State of New Mexico**  
**Component Appropriation Funds**  
**Schedule of Appropriations — continued**  
**For the Year Ended June 30, 2017**

SHARE		Laws of 2016 - 52nd Legislature - Second Session and Second Special Session									
Agency No.	Fund No.	SHARE FUND NAME	Chap 11 / HB2	Chap 6 / SB9	Chap 6 / SB9	Chap 11 / HB2	Other Appropriations		Chap 11 / HB2		Total
			Section 4 Amount	Reductions	Reduction/	Section 5	Chapter, Section	Amount	Section 11	Reduction Amount	
			Includes Vetos	Amount	Reverted	Amount					
26100	16500	Eleventh Judicial District Attorney/Division 1	3,998,700	(120,000)	-	-			-	-	3,878,700
26200	16600	Twelfth Judicial District Attorney	2,990,600	(89,700)	-	-			-	-	2,900,900
26300	16700	Thirteenth Judicial District Attorney	5,024,600	(150,700)	-	-			-	-	4,873,900
26400	16800	Administrative Office of the District Attorneys	2,256,500	(67,700)	-	-			-	-	2,188,800
26500	16900	Eleventh Judicial District Attorney/Division 2	2,217,500	(66,500)	-	-			-	-	2,151,000
28000	17510	Public Defender Department	48,855,600	(1,465,700)	-	-			-	-	47,389,900
		Total - Judicial	275,950,400	(8,278,800)	276,800	-			-	-	267,948,400
30500	17000	Attorney General	8,823,800	(485,300)	-	-			-	-	8,338,500
30500	27800	AG - Medicaid Fraud	677,300	(37,300)	-	-			-	-	640,000
30800	11100	State Auditor's Office	2,847,000	(156,600)	-	-			-	-	2,690,400
33300	17200	Taxation & Revenue Department - Operating	54,255,800	(2,984,100)	-	-			-	-	51,271,700
34000	71820	Administrative Hearing Office	1,593,500	(87,600)	-	-			-	-	1,505,900
34100	00900	DFA - Computer Systems Enhancement Fund	-	-	-	-			-	-	-
34100	01000	Department of Finance and Administration - Operating	19,137,400	(1,040,100)	344,600	-	Chapter 6 / SB 9 Sec 6, 2nd Special Session	1,000,000	-	-	19,441,900
34100	10780	DFA - Juvenile Adjudication	19,100	(1,200)	1,200	-			-	-	19,100
34100	20130	DFA - County Detention Reimbursement Fund	2,581,100	(153,300)	153,300	-			-	-	2,581,100
34100	20900	DFA - Board of Finance Emergency (85200)	-	-	-	-	NMSA 6-4-2.1, 6-1-2, Chapter 11, Sec 4, 2nd Session	1,282,122	-	-	1,282,122
34100	21000	DFA - Emergency Water Supply	113,300	(6,700)	6,700	-			-	-	113,300
34100	61800	DFA - Leasehold Community Assistance	123,300	(7,300)	7,300	-			-	-	123,300
34100	62000	DFA Special Appropriations	-	-	-	-			-	-	-
34100	62400	Civil Legal Services Fund	2,400,000	(132,000)	-	-			-	-	2,268,000
35000	17400	General Services Department	13,269,800	(729,800)	-	-			-	-	12,540,000
35000	41700	General Services Department - State Aircraft Pool	576,000	(31,700)	-	-			-	-	544,300
35400	34700	New Mexico Sentencing Commission	555,100	(30,500)	-	-			-	-	524,600
35600	17600	Governor's Office	3,450,800	(189,800)	-	-			-	-	3,261,000
36000	17700	Lieutenant Governor's Office	563,400	(31,000)	-	-			-	-	532,400
36100	20370	Department of Information Technology	936,900	(51,500)	-	-			-	-	885,400
36900	17900	State Commission of Public Records	2,620,500	(144,100)	-	-			-	-	2,476,400
37000	18000	Secretary of State	7,654,100	(421,000)	-	-			-	-	7,233,100
37800	18100	State Personnel Board	4,162,000	(228,900)	-	-			-	-	3,933,100
37900	84800	Public Employees Labor Relations Board	226,100	(12,400)	-	-			-	-	213,700
39400	18200	State Treasurer's Office	3,628,200	(199,600)	-	-			-	-	3,428,600
		Total - General Control	130,214,500	(7,161,800)	513,100	-		2,282,122	-	-	125,847,922
34101	85300	Cumbres and Toltec Scenic Railroad Commission	118,300	(6,500)	6,500	-			-	-	118,300
41700	48000	NM Border Authority	316,900	(17,400)	-	-			-	-	299,500
41800	18800	Tourism Department	13,561,700	(745,900)	-	-			-	-	12,815,800
41900	18900	Economic Development Department	7,063,100	(498,500)	-	-			-	-	6,564,600
41900	63800	Industrial Development (In-Plant Training)	2,000,000	-	-	-			-	-	2,000,000
42000	20120	Regulation and Licensing Department	27,600	(1,500)	-	-			-	-	26,100
42000	43300	Regulation and Licensing Department	13,034,100	(716,900)	-	-			-	-	12,317,200
43000	55000	Public Regulation Commission Operating	7,054,800	(388,000)	-	-			-	-	6,666,800
46500	53600	Gaming Control Board	5,457,900	(300,200)	-	-			-	-	5,157,700
46900	19200	State Racing Commission	2,097,200	(115,300)	-	-			-	-	1,981,900
49100	74800	Office of Military Base Planning and Support	192,500	(10,600)	-	-			-	-	181,900
49500	87100	New Mexico Space Port Authority	444,000	(24,400)	-	-			-	-	419,600
		Total - Commerce and Industry	51,368,100	(2,825,200)	6,500	-			-	-	48,549,400
50500	19300	Office of Cultural Affairs	29,460,500	(1,620,300)	-	100,000			-	-	27,940,200
50800	39500	New Mexico Livestock Board	903,400	(49,700)	-	-			-	-	853,700
52100	19900	Energy, Mineral and Natural Resource Department	10,657,300	(586,200)	-	-			-	-	10,071,100
52100	20010	EMNRD / State Parks	8,531,400	(469,200)	-	-			-	-	8,062,200
52100	21300	EMNRD - Emergency Fire/ Insect and Disaster	-	-	-	-	Executive Orders	7,500,000	-	-	7,500,000
53800	82900	Intertribal Ceremonial Office	81,600	(4,500)	4,500	-			-	-	81,600
55000	21400	Office of State Engineer	18,907,100	(1,039,900)	-	-			-	-	17,867,200
		Total - Agriculture, Energy and Natural Resources	68,541,300	(3,769,800)	4,500	100,000		7,500,000	-	-	72,376,000

**State of New Mexico**  
**Component Appropriation Funds**  
**Schedule of Appropriations — continued**  
**For the Year Ended June 30, 2017**

SHARE		Laws of 2016 - 52nd Legislature - Second Session and Second Special Session									
Agency No.	Fund No.	SHARE FUND NAME	Chap 11 / HB2	Chap 6 / SB9	Chap 6 / SB9	Chap 11 / HB2	Other Appropriations Chapter, Section	Amount	Chap 11 / HB2	Total	
			Section 4 Amount Includes Vetos	Reductions Amount	Reduction/ Reverted	Section 5 Amount			Section 11 Reduction Amount		
60300	28400	Office of African American Affairs	791,200	(43,500)	-	-		-	-	747,700	
60400	04600	Commission for Deaf and Hard of Hearing	394,900	(21,700)	-	-		-	-	373,200	
60500	06000	Martin Luther King, Jr., Commission	329,300	(18,100)	-	-		-	-	311,200	
60600	04700	Commission for the Blind	2,053,700	(113,000)	-	-		-	-	1,940,700	
60900	04800	New Mexico Office of Indian Affairs	2,669,200	(146,800)	-	-		-	-	2,522,400	
62400	04900	Aging and Long-term Services Dept - Administration	46,993,600	(2,584,600)	-	-		-	-	44,409,000	
63000	05200	Human Services Department - General Operating Fund	107,462,700	(1,543,000)	-	-		-	-	105,919,700	
63000	97500	HSD Income Support - Care & Support	13,297,500	(1,101,800)	-	-		-	-	12,195,700	
63000	97600	HSD Medical Assistance	913,663,900	-	-	-		-	-	913,663,900	
63100	32900	NMDWS Operating Fund	9,499,000	(522,400)	-	-		-	-	8,976,600	
64400	20571	Div. of Vocational Rehab. - Independent Living Services	1,209,400	(66,500)	-	-		-	-	1,142,900	
64400	50000	Division of Vocational Rehabilitation	4,766,900	(262,200)	-	-		-	-	4,504,700	
64500	05800	Governor's Commission on Disability	1,294,600	(71,200)	-	-		-	-	1,223,400	
64700	07900	Developmental Disabilities Planning Council	5,367,600	(295,300)	-	-		-	-	5,072,300	
66500	06101	Department of Health / General Operating	180,200,900	(4,540,500)	-	-		-	-	175,660,400	
66500	20481	DOH - Fort Bayard Medical Center	4,050,000	-	-	-		-	-	4,050,000	
66500	25701	DOH - Trauma System Fund	2,435,400	-	-	-		-	-	2,435,400	
66500	40170	DOH - Developmental Disabilities Waiver	103,359,800	-	-	-		-	-	103,359,800	
66500	75601	DOH - Emergency Medical Services	2,821,900	-	-	-		-	-	2,821,900	
66500	95811	DOH - Birthing Workforce Retention	31,300	-	-	-		-	-	31,300	
66700	06400	Department of Environment	12,697,800	(698,300)	-	-		-	-	11,999,500	
66800	49300	Office of the Natural Resources Trustee	261,900	(14,400)	-	-		-	-	247,500	
67000	06500	Veterans' Service Department	3,238,900	-	-	-		-	-	3,238,900	
69000	06700	Children, Youth and Families Department	173,157,900	-	-	-	Chapter 3 / SB 6, Section 7	1,500,000	-	174,657,900	
69000	20080	Children, Youth and Families Department	13,210,000	-	-	-		-	-	13,210,000	
69000	20090	Children, Youth and Families Department	2,765,000	-	-	-		-	-	2,765,000	
69000	48900	CYFD / Protective Services	22,920,300	-	-	-		-	-	22,920,300	
69000	49100	CYFD / Child Care Payments Fund	29,990,400	-	-	-		-	-	29,990,400	
69000	78000	CYFD / Children's Trust Fund Expendable	221,400	-	-	-		-	-	221,400	
69000	83900	CYFD / Juvenile Community Corrections	2,658,600	-	-	-		-	-	2,658,600	
69000	84100	CYFD / JJDP / Children's Justice	40,000	-	-	-		-	-	40,000	
		Total - Health, Hospitals and Human Services	1,663,855,000	(12,043,300)	-	-		1,500,000	-	1,653,311,700	
70500	07000	Dept of Military Affairs - Adjutant General Emergency	-	-	-	-	Executive Orders	750,000	-	750,000	
70500	93200	Dept of Military Affairs - Service Member Life Ins	1,211,300	(269,000)	-	-		-	-	942,300	
70500	99200	Department of Military Affairs	5,869,100	(120,400)	-	-		-	-	5,748,700	
76000	90500	Parole Board	503,900	(27,700)	-	-		-	-	476,200	
76500	90600	Juvenile Parole Board	14,400	(800)	-	-		-	-	13,600	
77000	90200	Community Corrections Program	6,824,000	(103,500)	-	-		-	-	6,720,500	
77000	90700	Corrections Department	268,115,600	(4,021,800)	-	-		-	-	264,093,800	
77000	91500	Probation & Parole Division	23,209,600	(347,000)	-	-		-	-	22,862,600	
78000	90900	Crime Victims Reparation Commission	2,469,600	(135,800)	-	-		-	-	2,333,800	
79000	12800	Department of Public Safety	120,628,400	-	-	-		-	-	120,628,400	
79500	20050	Homeland Security	2,750,000	(151,300)	-	-		-	-	2,598,700	
79500	20380	Homeland Security - Governor's Disaster Declarations	-	-	-	-	Executive Orders	4,725,000	-	4,725,000	
		Total - Public Safety	431,595,900	(5,177,300)	-	-		5,475,000	-	431,893,600	
92400	05700	Public Education Department	11,709,300	(644,000)	-	-		-	-	11,065,300	
92400	11420	PED / Pre K Plus Fund	23,700,000	-	-	-		-	-	23,700,000	
92400	51300	PED / Pre Kindergarten Fund	21,000,000	-	-	-		-	-	21,000,000	
92400	79000	PED / Special Projects	54,431,700	-	-	-		-	-	54,431,700	
		Total - Other Education	110,841,000	(644,000)	-	-		-	-	110,197,000	

**State of New Mexico**  
**Component Appropriation Funds**  
**Schedule of Appropriations — continued**  
**For the Year Ended June 30, 2017**

Laws of 2016 - 52nd Legislature - Second Session and Second Special Session									
Agency No.	SHARE Fund No.	SHARE FUND NAME	Chap 11 / HB2	Chap 6 / SB9	Chap 6 / SB9	Chap 11 / HB2	Other Appropriations Chapter, Section	Chap 11 / HB2	Total
			Section 4 Amount Includes Vetos	Reductions Amount	Reduction/ Reverted	Section 5 Amount		Section 11 Reduction Amount	
34100	10300	San Juan College	24,463,200	(1,223,200)	-	-	-	-	23,240,000
34100	10400	New Mexico Junior College	6,454,100	(322,700)	-	-	-	-	6,131,400
34100	10500	New Mexico State University	202,837,400	(10,141,900)	-	-	-	-	192,695,500
34100	10600	Central New Mexico Community College	56,080,400	(2,804,000)	-	-	-	-	53,276,400
34100	10700	Eastern New Mexico University	45,596,100	(2,279,800)	-	-	-	-	43,316,300
34100	10800	Luna Vocational Technical Institute	8,490,200	(424,500)	-	-	-	-	8,065,700
34100	10900	Santa Fe Community College	14,458,900	(722,900)	-	-	-	-	13,736,000
34100	22200	New Mexico Highlands University	30,921,600	(1,546,100)	-	-	-	-	29,375,500
34100	22300	Mesalands Community College	4,416,800	(220,800)	-	-	-	-	4,196,000
34100	22400	New Mexico Institute of Mining and Technology	37,666,600	(1,883,300)	-	-	-	-	35,783,300
34100	22400	New Mexico Institute of Mining and Technology (851)	100,000	-	-	-	Mineral Leasing Act	-	100,000
34100	22600	New Mexico Military Institute	3,021,800	(151,100)	-	-	-	-	2,870,700
34100	22700	Western New Mexico University	20,159,900	(1,008,000)	-	-	-	-	19,151,900
34100	22800	Northern New Mexico Community College	11,186,600	(559,300)	-	-	-	-	10,627,300
34100	23000	Clovis Community College	9,987,100	(499,400)	-	-	-	-	9,487,700
34100	23100	New Mexico School for the Blind and Visually Impaired	1,541,500	(77,100)	-	-	-	-	1,464,400
34100	23200	New Mexico School for the Deaf	4,290,900	(214,500)	-	-	-	-	4,076,400
34100	23300	University of New Mexico	310,180,300	(15,509,000)	-	-	-	-	294,671,300
95000	21600	HED/Special Programs	24,236,000	(1,333,000)	-	-	-	-	22,903,000
95000	91000	Higher Education Department/Operations	12,384,100	(681,100)	-	367,900	-	-	12,070,900
		Total - Higher Education	828,473,500	(41,601,700)	-	367,900	-	-	787,239,700
92400	63300	PED / Indian Education	1,824,600	-	-	-	-	-	1,824,600
92400	72500	Public School Energy Fund	48,900	-	-	-	-	-	48,900
92400	79000	PED / Standard Based Assessment	6,000,000	-	-	-	-	-	6,000,000
92400	79000	PED / Dual Credit Instructional Materials	1,000,000	-	-	-	-	-	1,000,000
92400	85600	Instructional Material Fund (851)	20,650,000	(20,444,494)	20,444,494	-	Mineral Leasing Act	-	20,650,000
92400	85800	Public School Support	2,618,509,000	(47,355,506)	-	-	-	-	2,571,153,494
		Total - Public School Support	2,648,032,500	(67,800,000)	20,444,494	-	-	-	2,600,676,994
		Total - Component Appropriation Accounts	\$ 6,213,068,000	\$ (149,856,500)	\$ 21,531,094	\$ 467,900	\$ 32,402,822	\$ (625,800)	\$ 6,116,987,516

**State of New Mexico**  
**Component Appropriation Funds**  
**Schedule of Appropriations — continued**  
**For the Year Ended June 30, 2017**

SHARE		Laws of 2017 - 53rd Legislature - First Session and First Special Session				
Agency No.	Fund No.	SHARE FUND NAME	Chap 135 / HB 2 & Chap 2 / HB1		Other Appropriations Chapter, Section	Total Appropriations Fiscal Year 2017
			Section 5 Amount	Section 6 Amount		
11100	12900	Legislative Council Services	\$ 400,000	\$ -		\$ 6,235,100
11200	13000	Legislative Finance Committee	-	-		4,100,300
11400	74300	Legislative Council Services/Senate Interim	-	-		1,165,300
11500	74400	Legislative Council Services/House Interim	-	-		1,131,600
11700	13100	Legislative Education Study Committee	-	-		1,233,400
11900	13200	Legislative Maintenance	-	-		4,054,900
13100	13300	Legislature	-	-	Chapter 4, HB 1, Sec 1B (9) & Section 3	1,944,400
13101	20030	Legislature - Senate	-	-	Chapter 4, HB 1, Sec 1B (1,3,5,7)	3,743,300
13102	20040	Legislature - House	-	-	Chapter 4, HB 1, Sec 1B (2,4,6,8)	3,791,900
		Total - Legislative	400,000	-		9,479,600
20500	13400	Supreme Court Law Library	-	-		1,507,600
21000	13500	Judicial Standards Commission	-	-		818,300
21500	13700	Court of Appeals	-	-		5,661,900
21600	13800	Supreme Court	-	-	Chapter 5, HB 261, Sec 1	80,000
21800	12400	Court Appointed Attorney Fees	-	475,000		6,012,100
21800	13600	Judge's Pro Tempore	-	-		30,300
21800	13900	Administrative Office of the Courts	-	-		7,702,400
21800	44300	AOC - Statewide Drug Court Technology	99,600	-		99,600
21800	58300	AOC - Judicial Performance Evaluation	-	-		297,600
21800	68900	AOC - Information System	-	-		3,520,600
21800	69200	Magistrate Courts	-	1,233,000		27,683,300
21801	01200	Jury and Witness Fee Fund	-	-	Chapter 5, HB 261, Sec 2	1,603,407
21900	14000	Supreme Court Building Commission	-	-		930,700
23100	14100	First Judicial District Court	-	-		6,814,800
23200	14200	Second Judicial District Court	-	-		22,329,000
23300	14300	Third Judicial District Court	-	-		6,387,600
23400	14400	Fourth Judicial District Court	-	-		2,273,100
23500	14500	Fifth Judicial District Court	-	-		6,442,800
23600	14600	Sixth Judicial District Court	-	-		3,187,800
23700	14700	Seventh Judicial District Court	-	-		2,317,200
23800	14800	Eighth Judicial District Court	-	-		2,916,200
23900	14900	Ninth Judicial District Court	-	-		3,322,100
24000	15000	Tenth Judicial District Court	-	-		899,200
24100	15100	Eleventh Judicial District Court	-	-		5,012,800
24100	33500	Eleventh Judicial District Court/Drug Court	-	-		1,260,200
24200	15200	Twelfth Judicial District Court	-	-		3,151,800
24200	50240	Twelfth Judicial District Court - Mediation	-	-		24,200
24200	92900	Twelfth Judicial District Court - Other Programs	-	-		150,100
24300	15300	Thirteenth Judicial District Court	-	-		6,906,300
24400	15400	Bernalillo County Metropolitan Court	-	-		22,855,200
25100	15500	First Judicial District Attorney	-	-		5,213,200
25200	15600	Second Judicial District Attorney	-	-		17,830,800
25300	15700	Third Judicial District Attorney	-	-		4,648,800
25400	15800	Fourth Judicial District Attorney	-	-		3,032,000
25500	15900	Fifth Judicial District Attorney	-	-		4,829,200
25600	16000	Sixth Judicial District Attorney	-	-		2,741,100
25700	16100	Seventh Judicial District Attorney	-	-		2,410,200
25800	16200	Eighth Judicial District Attorney	-	-		2,593,200
25900	16300	Ninth Judicial District Attorney	-	-		2,824,500
26000	16400	Tenth Judicial District Attorney	-	-		1,202,400



# State of New Mexico

## Component Appropriation Funds

### Schedule of Appropriations — continued

#### For the Year Ended June 30, 2017

Laws of 2017 - 53rd Legislature - First Session and First Special Session

Agency No.	SHARE Fund No.	SHARE FUND NAME	Chap 135 / HB 2 & Chap 2 / HB1		Other Appropriations Chapter, Section	Amount	Total Appropriations Fiscal Year 2017
			Section 5 Amount	Section 6 Amount			
26100	16500	Eleventh Judicial District Attorney/Division 1	-	-	-	-	3,878,700
26200	16600	Twelfth Judicial District Attorney	-	-	-	-	2,900,900
26300	16700	Thirteenth Judicial District Attorney	-	-	-	-	4,873,900
26400	16800	Administrative Office of the District Attorneys	-	-	-	-	2,188,800
26500	16900	Eleventh Judicial District Attorney/Division 2	-	-	-	-	2,151,000
28000	17510	Public Defender Department	-	-	-	-	47,389,900
		Total - Judicial	99,600	1,708,000		1,683,407	271,439,407
30500	17000	Attorney General	400,000	-	-	-	8,738,500
30500	27800	AG - Medicaid Fraud	-	-	-	-	640,000
30800	11100	State Auditor's Office	-	-	-	-	2,690,400
33300	17200	Taxation & Revenue Department - Operating	-	-	-	-	51,271,700
34000	71820	Administrative Hearing Office	-	-	-	-	1,505,900
34100	00900	DFA - Computer Systems Enhancement Fund	524,000	-	-	-	524,000
34100	01000	Department of Finance and Administration - Operating	-	-	-	-	19,441,900
34100	10780	DFA - Juvenile Adjudication	-	-	-	-	19,100
34100	20130	DFA - County Detention Reimbursement Fund	-	-	-	-	2,581,100
34100	20900	DFA - Board of Finance Emergency (85200)	-	-	-	-	1,282,122
34100	21000	DFA - Emergency Water Supply	-	-	-	-	113,300
34100	61800	DFA - Leasehold Community Assistance	-	-	-	-	123,300
34100	62000	DFA Special Appropriations	750,000	-	-	-	750,000
34100	62400	Civil Legal Services Fund	-	-	-	-	2,268,000
35000	17400	General Services Department	-	-	-	-	12,540,000
35000	41700	General Services Department - State Aircraft Pool	-	-	-	-	544,300
35400	34700	New Mexico Sentencing Commission	-	-	-	-	524,600
35600	17600	Governor's Office	-	-	-	-	3,261,000
36000	17700	Lieutenant Governor's Office	-	-	-	-	532,400
36100	20370	Department of Information Technology	-	-	-	-	885,400
36900	17900	State Commission of Public Records	-	-	-	-	2,476,400
37000	18000	Secretary of State	-	153,400	-	-	7,386,500
37800	18100	State Personnel Board	-	-	-	-	3,933,100
37900	84800	Public Employees Labor Relations Board	-	-	-	-	213,700
39400	18200	State Treasurer's Office	-	-	-	-	3,428,600
		Total - General Control	1,674,000	153,400		-	127,675,322
34101	85300	Cumbres and Toltec Scenic Railroad Commission	-	-	-	-	118,300
41700	48000	NM Border Authority	-	-	-	-	299,500
41800	18800	Tourism Department	-	-	-	-	12,815,800
41900	18900	Economic Development Department	350,000	-	-	-	6,914,600
41900	63800	Industrial Development (In-Plant Training)	9,650,000	-	-	-	11,650,000
42000	20120	Regulation and Licensing Department	-	-	-	-	26,100
42000	43300	Regulation and Licensing Department	-	-	-	-	12,317,200
43000	55000	Public Regulation Commission Operating	-	-	-	-	6,666,800
46500	53600	Gaming Control Board	-	-	-	-	5,157,700
46900	19200	State Racing Commission	-	-	-	-	1,981,900
49100	74800	Office of Military Base Planning and Support	-	-	-	-	181,900
49500	87100	New Mexico Space Port Authority	-	-	-	-	419,600
		Total - Commerce and Industry	10,000,000	-		-	58,549,400
50500	19300	Office of Cultural Affairs	-	-	-	-	27,940,200
50800	39500	New Mexico Livestock Board	-	-	-	-	853,700
52100	19900	Energy, Mineral and Natural Resource Department	-	-	-	-	10,071,100
52100	20010	EMNRD / State Parks	-	-	-	-	8,062,200
52100	21300	EMNRD - Emergency Fire/ Insect and Disaster	-	-	-	-	7,500,000
53800	82900	Intertribal Ceremonial Office	-	-	-	-	81,600
55000	21400	Office of State Engineer	400,000	-	-	-	18,267,200
		Total - Agriculture, Energy and Natural Resources	400,000	-		-	72,776,000

**State of New Mexico**  
**Component Appropriation Funds**  
**Schedule of Appropriations — continued**  
**For the Year Ended June 30, 2017**

SHARE		Laws of 2017 - 53rd Legislature - First Session and First Special Session				
Agency No.	Fund No.	SHARE FUND NAME	Chap 135 / HB 2 & Chap 2 / HB1		Other Appropriations Chapter, Section	Total Appropriations Fiscal Year 2017
			Section 5 Amount	Section 6 Amount		
60300	28400	Office of African American Affairs	-	-	-	747,700
60400	04600	Commission for Deaf and Hard of Hearing	-	-	-	373,200
60500	06000	Martin Luther King, Jr., Commission	-	-	-	311,200
60600	04700	Commission for the Blind	-	-	-	1,940,700
60900	04800	New Mexico Office of Indian Affairs	-	-	-	2,522,400
62400	04900	Aging and Long-term Services Dept - Administration	-	-	-	44,409,000
63000	05200	Human Services Department - General Operating Fund	700,000	-	-	106,619,700
63000	97500	HSD Income Support - Care & Support	-	-	-	12,195,700
63000	97600	HSD Medical Assistance	-	-	-	913,663,900
63100	32900	NMDWS Operating Fund	-	-	-	8,976,600
64400	20571	Div. of Vocational Rehab. - Independent Living Services	-	-	-	1,142,900
64400	50000	Division of Vocational Rehabilitation	-	-	-	4,504,700
64500	05800	Governor's Commission on Disability	-	-	-	1,223,400
64700	07900	Developmental Disabilities Planning Council	-	-	-	5,072,300
66500	06101	Department of Health / General Operating	1,000,000	375,000	-	177,035,400
66500	20481	DOH - Fort Bayard Medical Center	-	-	-	4,050,000
66500	25701	DOH - Trauma System Fund	-	-	-	2,435,400
66500	40170	DOH - Developmental Disabilities Waiver	-	-	-	103,359,800
66500	75601	DOH - Emergency Medical Services	-	-	-	2,821,900
66500	95811	DOH - Birthing Workforce Retention	-	-	-	31,300
66700	06400	Department of Environment	-	-	-	11,999,500
66800	49300	Office of the Natural Resources Trustee	-	-	-	247,500
67000	06500	Veterans' Service Department	-	-	-	3,238,900
69000	06700	Children, Youth and Families Department	-	-	-	174,657,900
69000	20080	Children, Youth and Families Department	-	-	-	13,210,000
69000	20090	Children, Youth and Families Department	-	-	-	2,765,000
69000	48900	CYFD / Protective Services	-	-	-	22,920,300
69000	49100	CYFD / Child Care Payments Fund	-	-	-	29,990,400
69000	78000	CYFD / Childrens' Trust Fund Expendable	-	-	-	221,400
69000	83900	CYFD / Juvenile Community Corrections	-	-	-	2,658,600
69000	84100	CYFD / JJDP / Children's Justice	-	-	-	40,000
		Total - Health, Hospitals and Human Services	1,700,000	375,000	-	1,655,386,700
70500	07000	Dept of Military Affairs - Adjutant General Emergency	-	-	-	750,000
70500	93200	Dept of Military Affairs - Service Member Life Ins	-	-	-	942,300
70500	99200	Department of Military Affairs	-	-	-	5,748,700
76000	90500	Parole Board	-	-	-	476,200
76500	90600	Juvenile Parole Board	-	-	-	13,600
77000	90200	Community Corrections Program	-	-	-	6,720,500
77000	90700	Corrections Department	2,000,000	-	-	266,093,800
77000	91500	Probation & Parole Division	-	-	-	22,862,600
78000	90900	Crime Victims Reparation Commission	-	-	-	2,333,800
79000	12800	Department of Public Safety	-	-	-	120,628,400
79500	20050	Homeland Security	-	-	-	2,598,700
79500	20380	Homeland Security - Governor's Disaster Declarations	-	-	-	4,725,000
		Total - Public Safety	2,000,000	-	-	433,893,600
92400	05700	Public Education Department	-	-	-	11,065,300
92400	11420	PED / Pre K Plus Fund	-	-	-	23,700,000
92400	51300	PED / Pre Kindergarten Fund	-	-	-	21,000,000
92400	79000	PED / Special Projects	2,250,000	-	-	56,681,700
		Total - Other Education	2,250,000	-	-	112,447,000

**State of New Mexico**  
**Component Appropriation Funds**  
**Schedule of Appropriations — continued**  
**For the Year Ended June 30, 2017**

SHARE		Laws of 2017 - 53rd Legislature - First Session and First Special Session				Total
Agency No.	Fund No.	SHARE FUND NAME	Chap 135 / HB 2 & Chap 2 / HB1		Other Appropriations Chapter, Section	Total Appropriations Fiscal Year 2017
			Section 5 Amount	Section 6 Amount		
34100	10300	San Juan College	-	-	-	23,240,000
34100	10400	New Mexico Junior College	-	-	-	6,131,400
34100	10500	New Mexico State University	-	-	-	192,695,500
34100	10600	Central New Mexico Community College	-	-	-	53,276,400
34100	10700	Eastern New Mexico University	-	-	-	43,316,300
34100	10800	Luna Vocational Technical Institute	-	-	-	8,065,700
34100	10900	Santa Fe Community College	-	-	-	13,736,000
34100	22200	New Mexico Highlands University	-	-	-	29,375,500
34100	22300	Mesalands Community College	-	-	-	4,196,000
34100	22400	New Mexico Institute of Mining and Technology	-	-	-	35,783,300
34100	22400	New Mexico Institute of Mining and Technology (851)	-	-	-	100,000
34100	22600	New Mexico Military Institute	-	-	-	2,870,700
34100	22700	Western New Mexico University	-	-	-	19,151,900
34100	22800	Northern New Mexico Community College	-	-	-	10,627,300
34100	23000	Clovis Community College	-	-	-	9,487,700
34100	23100	New Mexico School for the Blind and Visually Impaired	-	-	-	1,464,400
34100	23200	New Mexico School for the Deaf	-	-	-	4,076,400
34100	23300	University of New Mexico	-	-	-	294,671,300
95000	21600	HED/Special Programs	500,000	-	-	23,403,000
95000	91000	Higher Education Department/Operations	-	-	-	12,070,900
		Total - Higher Education	<u>500,000</u>	<u>-</u>	<u>-</u>	<u>787,739,700</u>
92400	63300	PED / Indian Education	-	-	-	1,824,600
92400	72500	Public School Energy Fund	-	-	-	48,900
92400	79000	PED / Standard Based Assessment	-	-	-	6,000,000
92400	79000	PED / Dual Credit Instructional Materials	-	-	-	1,000,000
92400	85600	Instructional Material Fund (851)	-	-	-	20,650,000
92400	85800	Public School Support	-	-	-	2,571,153,494
		Total - Public School Support	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,600,676,994</u>
		Total - Component Appropriation Accounts	<u>\$ 19,023,600</u>	<u>\$ 2,236,400</u>	<u>\$ 11,163,007</u>	<u>\$ 6,149,410,523</u>

**State of New Mexico**  
**Component Appropriation Funds**  
**Schedule of Amounts Due From Other State Entities**  
**June 30, 2017**

Share System Fund Number	Description	Amount
83200	Withholding Taxes	\$ 172,062,376
83200	Gross Receipt Tax	126,636,940
83300	Severance - School Tax	51,996,200
83300	Severance - Conservation Resource	2,602,084
83300	Severance Tax - Processors	892,568
83300	Resource Excise - Copper	786,173
83200	Lease Vehicle Surcharge	488,635
83200	Compensating Tax	5,021,923
83100	Worker's Compensation	(60,846) *
82800	Luxury Tax	7,758,236
82800	911 Emergency Surcharge Tax	41
82800	Gaming Tax	6,566,187
82800	Liquor Tax /Alcoholic Beverages	1,355,556
82800	Bingo and Raffle Tax	22,655
82800	Lease Vehicle Surcharge	14,878
82800	Telecommunications Relay Surcharge	4,579
82800	Special Fuel Tax	(3,015) *
82800	Environment Fees	(47,281) *
82800	Gasoline Tax	(156,500) *
82800	Fiduciary Income Taxes	(673,817) *
82500	Weight Distance Tax	(67,586) *
73700	DFA Small Cities	169,822
73600	DFA Law Enforcement Protection	4,632,078
64200	Personal Income Tax	(56,850,620) *
60200	Severance Tax Permanent Fund Income	16,703,527
60100	Land Grant Permanent Fund	45,191,232
57800	Public Regulation Commission- Fire Protection Fund	18,665,159
27900	Taxation and Revenue Department- Corporate Income Taxes	29,426,192
17600	Office of the Governor	27,740
11820	Superintendent of Insurance	55,032,992
02000	State Treasurer's Office- Tribal Revenue Sharing	15,420,232
	Total amounts due from other state entities	<u>\$ 503,618,340</u>

\*The negative receivable balance represents unidentified deposits that are remitted to the Funds as required by State statute(s).

**State of New Mexico**  
**Component Appropriation Funds**  
**Schedule of Amounts Due From Beneficiaries**  
**June 30, 2017**

Share System Fund Number	Description	Amount
N/A	New Mexico Finance Authority	<u>\$ 15,500,000</u>
	Total amounts due from beneficiaries	<u><u>\$ 15,500,000</u></u>

**State of New Mexico**  
**Component Appropriation Funds**  
**Schedule of Amounts Due From Taxpayers**  
**June 30, 2017**

Share System Fund Number	Description	Amount
27900	Corporate Income Tax	\$ 6,118,248
64200	OGP - Withholding Tax	1,476
64200	OGP-Remitter/Owner	3,237,344
64200	PTW-Remitter/Owner	12,102,214
64200	Personal Income Tax	22,617,601
82800	Bingo & Raffle Tax	2,219
82800	Fiduciary Income Tax	(89,935)
82800	Gaming Tax	2,220
82800	Cigarette Tax	8,516
82800	Liquor Excise Tax	2,421
82800	Tobacco Products Tax	10,661
82800	Telecom Relay Service Surcharge	85
83100	Workers' Compensation	17,502
83200	Withholding Taxes	6,310,391
83200	Gross Receipt Tax	15,387,436
83200	Compensating Tax	(1,482,765)
83300	Resource Excise Tax	3,213
	Total amounts due from taxpayers	<u>\$ 64,248,847</u>

**State of New Mexico**  
**Component Appropriation Funds**  
**Schedule of Amounts Due to Other State Entities**  
**June 30, 2017**

Share System Fund Number	Description	Amount
12900	Legislative Council Services	\$ 400,000
	Total amounts due to other state entities	<u>\$ 400,000</u>

**State of New Mexico**  
**Component Appropriation Funds**  
**Schedule of Amounts Due to Local Governments**  
**June 30, 2017**

Share System Fund Number	Description	Amount
83200	Taxation and Revenue Dept. (Unidentified 60 Day Remittances) due to local governments	<u>\$ 19,805,553</u>
	Total amounts due to local governments	<u>\$ 19,805,553</u>



**State of New Mexico**  
**Component Appropriation Funds**  
**Schedule of Amounts Due to Taxpayers**  
**June 30, 2017**

Share System Fund Number	Description	Amount
83300	Taxation and Revenue Department (oil and gas advance payments)	<u>\$ 25,463,032</u>
	Total amounts due to taxpayers	<u><u>\$ 25,463,032</u></u>

**State of New Mexico**  
**Component Appropriation Funds**  
**Schedule of Transfers In/(Out)**  
**June 30, 2017**

Share System Fund Number	Description	Laws	Amount
N/A	New Mexico Finance Authority	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 C	\$ 15,500,000
N/A	New Mexico Finance Authority	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section C	10,000,000
N/A	Public School Insurance	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 6	6,000,000
N/A	Public School Insurance	Laws 2017, 1st Session, Chapter 2 / SB 113, Section 5 H	10,000,000
13300	Legislature	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section 2 A 1	1,000,000
13300	Legislature	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 1	2,000,000
12600	Administrative Office of the Courts	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 2	100,000
51200	Administrative Office of the Courts	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 3	100,000
17000	Office of the Attorney General	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section 2 A 2	1,000,000
17200	Taxation and Revenue Department	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section 2 A 4	9,000,000
83300	Taxation and Revenue Department	Laws 2017, 1st Session, Chapter 2 / SB 113, Section G	2,073,100
99400	Taxation and Revenue Department	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section 2 A 3	2,000,000
56000	Department of Finance and Administration	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section 2 A 5	4,000,000
56000	Department of Finance and Administration	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 4	3,645,000
74500	Department of Finance and Administration	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 5	6,000,000
74700	Department of Finance and Administration	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 44	632,562
00100	Department of Finance and Administration (BOF)	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section H	396
01900	Department of Finance and Administration (BOF)	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section H	3,109,463
10710	Department of Finance and Administration (BOF)	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section H	746,363
10710	Department of Finance and Administration (BOF)	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 45	180,000
10730	Department of Finance and Administration (BOF)	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 45	9,589
10910	Department of Finance and Administration (BOF)	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 45	25,629
11160	Department of Finance and Administration (BOF)	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 45	83,325
11290	Department of Finance and Administration (BOF)	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section F	572,602
11450	Department of Finance and Administration (BOF)	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 45	18,001
11560	Department of Finance and Administration (BOF)	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section F	1,854,644
11910	Department of Finance and Administration (BOF)	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 45	16,890
20620	Department of Finance and Administration (BOF)	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 45	10,733
30100	Department of Finance and Administration (BOF)	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section G	499,550
30890	Department of Finance and Administration (BOF)	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section F	1,472,264
35110	Department of Finance and Administration (BOF)	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 45	1,250
43130	Department of Finance and Administration (BOF)(STB)	Laws 2017, 1st Special Session, Chapter 1 / SB 1, Section 1	81,400,000
40250	Department of Finance and Administration (BOF)(STB)	Laws 2016, 2nd Special Session, Chapter 5 / SB 8, Section 7	28,279,400
50120	Department of Finance and Administration (BOF)	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 45	201,437
50260	Department of Finance and Administration (BOF)	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 45	35,000
60910	Department of Finance and Administration (BOF)	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 45	67,167
65300	Department of Finance and Administration (BOF)	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section G	4,224,819
81500	Department of Finance and Administration (BOF)	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section H	472,350
96850	Department of Finance and Administration (BOF)	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 45	69,560
81000	Retiree Health Care Authority	Laws 2017, 1st Special Session, Chapter 1 / SB 1, Section 3-C-1	16,889
28500	General Services Department	Laws 2017, 1st Session, Chapter 2 / SB 113, Section F	1,649,458
28600	General Services Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 7	2,600,000
28700	General Services Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 48	1,000,000
35300	General Services Department	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section 2 A 6	8,750,000
35600	General Services Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 8	1,000,000
35600	General Services Department	Laws 2017, 1st Session, Chapter 2 / SB 113, Section K	699,300
35700	General Services Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 9	7,500,000
35700	General Services Department	Laws 2017, 1st Session, Chapter 2 / SB 113, Section I	10,000,000
35900	General Services Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 10	3,000,000
36000	General Services Department	Laws 2017, 1st Session, Chapter 2 / SB 113, Section J	189,252
36500	General Services Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 49	500,000
36500	General Services Department	Laws 2017, 1st Session, Chapter 2 / SB 113, Section J	215,729
36500	General Services Department	Laws 2017, 1st Session, Chapter 2 / SB 113, Section J	287,019
41700	General Services Department	Laws 2017, 1st Session, Chapter 2 / SB 113, Section J	808,000
26200	Tourism Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 50	300,000
10660	Regulation and Licensing Department	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section 2 A 7	1,500,000
29700	Regulation and Licensing Department	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section 2 A 13	242,600
37300	Regulation and Licensing Department	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section 2 A 14	105,200
43900	Regulation and Licensing Department	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section 2 A 15	1,448,600
43900	Regulation and Licensing Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 15	935,700
44010	Regulation and Licensing Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 16	249,500
44100	Regulation and Licensing Department	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section 2 A 16	153,400
44100	Regulation and Licensing Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 13	172,700
44200	Regulation and Licensing Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 20	327,100

**State of New Mexico**  
**Component Appropriation Funds**  
**Schedule of Transfers In/(Out) — continued**  
**June 30, 2017**

Share System Fund Number	Description	Laws	Amount
44400	Regulation and Licensing Department	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section 2 A 17	319,400
44400	Regulation and Licensing Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 18	563,200
44600	Regulation and Licensing Department	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section 2 A 18	538,500
44600	Regulation and Licensing Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 17	181,500
44700	Regulation and Licensing Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 34	598,800
44700	Regulation and Licensing Department	Laws 2017, 1st Special Session, Chapter 1 / SB 1, Section 3-C-7	50,000
44800	Regulation and Licensing Department	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section 2 A 19	116,800
44800	Regulation and Licensing Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 22	60,500
44900	Regulation and Licensing Department	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section 2 A 20	102,400
44900	Regulation and Licensing Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 21	56,300
45000	Regulation and Licensing Department	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section 2 A 21	316,600
45000	Regulation and Licensing Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 23	161,500
45100	Regulation and Licensing Department	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section 2 A 22	300,700
45100	Regulation and Licensing Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 24	35,800
45200	Regulation and Licensing Department	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section 2 A 23	526,400
45200	Regulation and Licensing Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 25	57,200
45300	Regulation and Licensing Department	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section 2 A 24	109,200
45400	Regulation and Licensing Department	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section 2 A 34	300,000
45400	Regulation and Licensing Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 27	157,800
45500	Regulation and Licensing Department	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section 2 A 25	635,100
45500	Regulation and Licensing Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 26	329,700
45600	Regulation and Licensing Department	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section 2 A 26	204,900
45600	Regulation and Licensing Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 33	104,100
45700	Regulation and Licensing Department	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section 2 A 27	39,400
45700	Regulation and Licensing Department	Laws 2017, 1st Special Session, Chapter 1 / SB 1, Section 3-C-9	17,500
46000	Regulation and Licensing Department	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section 2 A 28	175,200
46000	Regulation and Licensing Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 19	18,900
46400	Regulation and Licensing Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 35	1,465,900
46400	Regulation and Licensing Department	Laws 2017, 1st Special Session, Chapter 1 / SB 1, Section 3-C-6	91,745
46500	Regulation and Licensing Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 28	417,600
46600	Regulation and Licensing Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 11	648,100
46700	Regulation and Licensing Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 29	621,400
46900	Regulation and Licensing Department	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section 2 A 35	100,000
46900	Regulation and Licensing Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 31	304,000
47100	Regulation and Licensing Department	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section 2 A 33	100,000
47100	Regulation and Licensing Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 12	249,500
47300	Regulation and Licensing Department	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section 2 A 29	251,200
47300	Regulation and Licensing Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 32	283,400
47400	Regulation and Licensing Department	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section 2 A 30	72,200
47400	Regulation and Licensing Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 30	114,500
47500	Regulation and Licensing Department	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section 2 A 31	85,700
47500	Regulation and Licensing Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 14	32,500
87600	Regulation and Licensing Department	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section 2 A 32	65,200
11830	Superintendent of Insurance	Laws 2017, 1st Session, Chapter 2 / SB 113, Section L	1,213,700
11860	Superintendent of Insurance	Laws 2017, 1st Session, Chapter 2 / SB 113, Section N	202,600
11880	Superintendent of Insurance	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section 2 A 8	450,000
11880	Superintendent of Insurance	Laws 2017, 1st Session, Chapter 2 / SB 113, Section M	784,200
07100	New Mexico Medical Board	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 36	500,000
07100	New Mexico Medical Board	Laws 2017, 1st Session, Chapter 2 / SB 113, Section O	703,700
07300	State Board of Licensure for Professional Engineers and Professional Surveyors	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section 2 A 12	1,000,000
07300	State Board of Licensure for Professional Engineers and Professional Surveyors	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 37	2,944,800
39500	Livestock Board	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 38	500,000
39500	Livestock Board	Laws 2017, 1st Session, Chapter 2 / SB 113, Section P	1,000,000
10840	Department of Game and Fish	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 47	300,000
61300	Department of Workforce Solutions	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section 2 A 10	1,000,000
98200	Workers' Compensation Administration	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section 2 A 9	6,500,000
98200	Workers' Compensation Administration	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 46	1,000,000
98200	Workers' Compensation Administration	Laws 2017, 1st Session, Chapter 2 / SB 113, Section Q	1,250,000
25701	Department of Health	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 39	800,000
02600	Environment Department	Laws 2017, 1st Session, Chapter 2 / SB 113, Section U	200,000
06600	Environment Department	Laws 2017, 1st Special Session, Chapter 1 / SB 1, Section 3-C-9	30,000

**State of New Mexico**  
**Component Appropriation Funds**  
**Schedule of Transfers In/(Out) — continued**  
**June 30, 2017**

Share System Fund Number	Description	Laws	Amount
09200	Environment Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 41	3,000,000
33700	Environment Department	Laws 2016, 2nd Session, Chapter 12 / HB 311, Section 2 A 11	1,500,000
33700	Environment Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 40	1,000,000
33700	Environment Department	Laws 2017, 1st Session, Chapter 2 / SB 113, Section B	6,500,000
58400	Environment Department	Laws 2017, 1st Session, Chapter 2 / SB 113, Section X	285,000
59200	Environment Department	Laws 2017, 1st Session, Chapter 2 / SB 113, Section T	400,000
63100	Environment Department	Laws 2017, 1st Session, Chapter 2 / SB 113, Section S	2,635,600
63200	Environment Department	Laws 2017, 1st Special Session, Chapter 1 / SB 1, Section 3-C-9	85,000
95700	Environment Department	Laws 2017, 1st Session, Chapter 2 / SB 113, Section W	383,000
98900	Environment Department	Laws 2017, 1st Session, Chapter 2 / SB 113, Section V	150,000
99000	Environment Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 51	800,000
99000	Environment Department	Laws 2017, 1st Session, Chapter 2 / SB 113, Section R	3,282,700
91100	Children, Youth and Families Department	Laws 2017, 1st Session, Chapter 2 / SB 113, Section E	2,000,000
59400	Department of Public Safety	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 52	1,000,000
59400	Department of Public Safety	Laws 2017, 1st Session, Chapter 2 / SB 113, Section Y	313,000
79000	Public Education Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 B 1	10,000,000
79000	Public Education Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 B 2	3,100,000
79000	Public Education Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 B 3	3,000,000
23900	Higher Education Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 42	5,000,000
34400	Higher Education Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 43	1,100,000
34400	Higher Education Department	Laws 2016, 2nd Special Session, Chapter 4 / SB 2, Section 3 A 43	173,942
47900	Higher Education Department	Laws 2017, 1st Special Session, Chapter 1 / SB 1, Section 3-C-9	299,500
78200	Higher Education Department	Laws 2017, 1st Special Session, Chapter 1 / SB 1, Section 3-C-9	139,900
	Total sweeps to fund (85300)		<u>317,558,528</u>
60200	State Investment Council (STPF)	2017 financial reporting changes	<u>200,442,327</u>
	Total financial changes to (85300)		<u>200,442,327</u>
85300	DFA Appropriation Account	Transfer excess to operating reserve	<u>(321,800,417)</u>
	Total transfers to operating reserve (85300)		<u>(321,800,417)</u>
	Total transfers in (out) fund (85300)		<u>\$ 196,200,438</u>
60100	State Investment Council (LGPF)	2017 financial reporting changes	<u>\$ 541,553,064</u>
	Total transfers in fund (71700)		<u>\$ 541,553,064</u>
85200	DFA Operating Reserve Fund	Transfer from appropriation account	<u>\$ 321,800,417</u>
	Total transfers in fund (85200)		<u>\$ 321,800,417</u>

Independent Auditor’s Report on Internal Control Over  
Financial Reporting and on Compliance and Other Matters  
Based on an Audit of Financial Statements Performed in  
Accordance With *Government Auditing Standards*

Ms. Dorothy “Duffy” Rodriguez, Cabinet Secretary  
State of New Mexico  
Department of Finance and Administration  
and  
Mr. Wayne Johnson  
New Mexico State Auditor

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the statutorily and administratively created funds that comprise the Component Appropriation Funds of the State of New Mexico (the “Component Appropriation Funds”), as defined in the table of contents, as of and for the year ended June 30, 2017, and the related notes to the financial statements, and have issued our report thereon dated November 13, 2017.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Component Appropriation Funds’ internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Component Appropriation Funds’ internal control. Accordingly, we do not express an opinion on the effectiveness of the Component Appropriation Funds’ internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity’s financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Component Appropriation Funds' financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Component Appropriation Funds' internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "REDW LLC". The letters are stylized and cursive.

Albuquerque, New Mexico  
November 13, 2017

**State of New Mexico**  
**Component Appropriation Funds**  
**Schedule of Findings and Responses**  
**For the Year Ended June 30, 2017**

**Section I — Financial Statement Findings**

None

**State of New Mexico**  
**Component Appropriation Funds**  
**Schedule of Prior Year Audit Findings**  
**For the Year Ended June 30, 2017**

<b>Audit Finding</b>	<b>Status</b>
None	NA



**State of New Mexico**  
**Component Appropriation Funds**  
**Exit Conference**  
**For the Year Ended June 30, 2017**

**Exit Conference**

An exit conference was conducted on November 13, 2017, in which the contents of this report were discussed with the following:

**Component Appropriation Funds Management**

Dorothy “Duffy” Rodriguez	DFA Cabinet Secretary
Ron Spilman	State Controller
Steve Gonzales	Deputy Director, Financial Control Division

**REDW<sub>LLC</sub>**

Javier Machuca, CPA, CGFM, CGMA	Senior Manager
Sara Specht, CFE	Senior Associate II

**Financial Statement Preparation**

The State of New Mexico Component Appropriation Funds (Component Appropriation Funds) independent public accountants assisted in the preparation of the financial statements presented in this report; however, the Component Appropriation Funds’ management is responsible for the financial statement and disclosure content. The Component Appropriation Funds’ management has reviewed and approved the financial statements and related notes and they believe that their records adequately support the financial statements.