



STATE OF NEW MEXICO
NEW MEXICO REGULATION AND LICENSING DEPARTMENT
FINANCIAL STATEMENTS AND SUPPLEMENTARY INFORMATION
JUNE 30, 2015

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
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STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
OFFICIAL ROSTER
As of June 30, 2015

<u>Name</u>	<u>Title</u>
Mike Unthank	Superintendent
Alexis Lotero	Administrative Services Division Director and Chief Financial Officer
David Martinez	Chief Information Officer
Enrique Knell	Director, Boards and Commissions Division
Pat McMurray	Director, Construction Industries Division and Manufactured Housing Division
Alan Wilson	Director, Securities Division
Cynthia Richards	Director, Financial Institutions Division
Mary Kay Root	Director, Alcohol and Gaming Division

Independent Auditor's Report

Mr. Mike Unthank, Superintendent
State of New Mexico
Regulation and Licensing Department

&

Mr. Tim Keller
New Mexico State Auditor
Santa Fe, New Mexico

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, the aggregate remaining fund information, and the budgetary comparisons for the general fund and major special revenue funds of the State of New Mexico Regulation and Licensing Department (Department), as of and for the year ended June 30, 2015 and the related notes to the financial statements, which collectively comprise the Department's basic financial statements as listed in the table of contents. We have also audited the financial statements of each of the Department's nonmajor governmental funds, fiduciary funds and the budgetary comparisons for all the nonmajor funds presented as supplementary information, as defined by the Government Accounting Standards Board, in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2015, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Mr. Mike Unthank, Superintendent
State of New Mexico
Regulation and Licensing Department
&
Mr. Tim Keller
New Mexico State Auditor
Santa Fe, New Mexico

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 governmental activities, each major fund and the aggregate remaining fund information of the Department as of June 30, 2015, and the respective changes in financial position and the respective budgetary comparisons for the general fund and major special revenue funds for the year then ended in accordance with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund and fiduciary fund of the Department as of June 30, 2015, and the respective changes in financial position and the respective budgetary comparisons for all nonmajor funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis identified in the table of contents 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

Mr. Mike Unthank, Superintendent
State of New Mexico
Regulation and Licensing Department
&
Mr. Tim Keller
New Mexico State Auditor
Santa Fe, New Mexico

certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the Department's financial statements, the combining and individual fund financial statements, and the budgetary comparisons. The "other supplementary information" as identified in the table of contents and required by Section 2.2.2 NMAC is presented is for purposes of additional analysis and is not a required part of the basic financial statements.

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

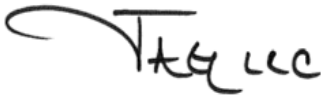
The Schedule of Vendor Information for Purchases Exceeding \$60,000 listed as "other information" in the table of contents and required by Section 2.2.2 NMAC has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Mr. Mike Unthank, Superintendent
State of New Mexico
Regulation and Licensing Department
&

Mr. Tim Keller
New Mexico State Auditor
Santa Fe, New Mexico

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 25, 2015 on our consideration of the Department'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 Department's internal control over financial reporting and compliance.

A handwritten signature in black ink, appearing to read "JAG LLC". The signature is stylized with a large, sweeping initial letter.

Jaramillo Accounting Group LLC (JAG)
Albuquerque, New Mexico
November 25, 2015

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2015

The Regulation and Licensing Department's discussion and analysis provides an overview of the financial activities for the fiscal year ended June 30, 2015. Since this information is designed to focus on the current year's activities, resulting changes, and currently known facts, it should be read in conjunction with the financial statements.

USING THE FINANCIAL STATEMENTS

The financial statements consist of three sections. The first section is the Introductory Section. The second is the Financial Section, which includes the management's discussion and analysis (this section), the basic financial statements, Individual Fund Statements, and the Supplementary Information. The third section is the Other Information section which consists of the schedule of vendor information for purchases exceeding \$60,000. The fourth section is the Compliance section which consists of the report on internal controls and schedules of prior and current year findings.

The basic financial statements include a series of financial statements. The Statement of Net Position and the Statement of Activities provide information about the activities of the Department as a whole and present a longer-term view of the Department's finances. The fund financial statements follow. For governmental activities, these statements tell how these services were financed for the reporting period. Fund financial statements report the Department's operations in more detail than the government-wide statements by providing information about the Department's most significant funds, which are the General Fund, Board of Dental Health Care Fund, Board of Pharmacy Fund, Real Estate Commission Fund and Mortgage Regulatory Bureau Fund.

The Statement of Net Position and the Statement of Activities

One of the most important questions asked about the Regulation and Licensing Department's finances is, "Is the Department as a whole better or worse off as a result of the year's activities?" The Statement of Net Position and the Statement of Activities report information about the Department as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using accrual basis of accounting, which is similar to the accounting method used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the Department's net position and changes in them. The net position, which is the difference between assets and liabilities, can be used as a one way to measure the Department's financial health or financial position. Over time, increases or decreases in the Department's net position are one indicator of whether its financial health is improving or deteriorating. Other nonfinancial factors must also be considered, such as changes in the revenue projections of the State in general and the size of the licensing pools, to assess the overall health of the Department. In the Statement of Net Position and the Statement of Activities, the Department presents Governmental activities. All of the Department's activities are reported here. Appropriations from the State General Fund and licensing fees finance most of the Department's activities.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2015

As disclosed in Note II, the State of New Mexico implemented GASB 68. Accounting and Financial Reporting for Pensions only in the Statewide Comprehensive Annual Financial Report (CAFR) and did not impact the Department's financial statements.

Fund Financial Statements

The fund financial statements provide detailed information about the Department's General Fund, Mortgage Regulatory Fund, Board of Dental Health Care Fund, Board of Pharmacy Fund, and Real Estate Commission Fund, and a summary of all the non-major funds. The Department's funds are reported using an accounting method called modified accrual accounting. This method measures cash and all other financial assets that can be readily converted to cash. The fund statements provide a detailed view of the Department's operations and the services it provides. Governmental fund information is an indicator of whether there are more or fewer financial resources that can be spent in the future to finance the Department's programs.

The Department as Fiduciary

The Department is the fiduciary over assets which are collected on behalf of the State General Fund. The Department's fiduciary activities are reported in separate Statement of Changes in Assets and Liabilities. We exclude these activities from the Department's other financial statements because the Department cannot use these assets to finance its operations.

THE DEPARTMENT AS A WHOLE

The Department's net position increased by \$3,489,894 from \$22,896,100 to \$26,385,994. Our analysis below focuses on the net position and changes in net position of the Department's governmental activities.

Statement of Net Position

	<u>June 30, 2015</u>	<u>June 30, 2014</u>
Assets		
Current and other assets	\$ 34,147,009	32,370,616
Capital assets	1,838,358	1,233,535
Total assets	<u>35,985,367</u>	<u>33,604,151</u>
Liabilities		
Current liabilities	9,489,810	10,245,413
Long-term liabilities	109,563	462,638
Total liabilities	<u>9,599,373</u>	<u>10,708,051</u>
Net position		
Net investment in capital assets	1,838,358	1,233,535
Restricted	25,224,230	21,987,956
Unrestricted (deficit)	(676,594)	(325,391)
Total net position	<u>\$26,385,994</u>	<u>22,896,100</u>

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2015

The Department realized a 15% increase in net position over fiscal year 2014. The increase was due mainly to increase in the Interest in State Treasurer General Fund Investment Pool and an increase in capital assets. Notable decreases in liabilities include unearned revenue on license fees and the reversion payable to the State General Fund.

Statement of Activities

	For the year ended <u>June 30, 2015</u>	For the year ended <u>June 30, 2014</u>
Government Activities		
Operating grants and charges for services	\$ 11,996,363	11,360,580
State General Fund appropriation	13,489,200	13,145,200
Special appropriation	186,200	-
Net transfers in	668,800	486,475
Reversions	(563,115)	(176,270)
Other	(35,704)	9,541
Total revenue	<u>25,741,744</u>	<u>24,825,526</u>
Program expense	<u>22,251,850</u>	<u>20,425,747</u>
Change in net position	3,489,894	4,399,779
Net position, beginning of year	22,896,100	17,040,221
Restatement	-	1,456,100
Net position, as restated, beginning of year	<u>22,896,100</u>	<u>18,496,321</u>
Net position, end of year	<u>\$ 26,385,994</u>	<u>22,896,100</u>

The Department's total revenues increased 4% or \$916,218. The increase in revenues is mostly due to the increase in charges for services. The total program expense increased by \$1,826,103 or about 9%. The Department continues to identify ways to reduce expenses.

THE DEPARTMENT'S FUNDS

Budgetary Highlights

Over the course of the year, the Regulation and Licensing Department adjusted the budget in accordance with the General Appropriation Act. Budget adjustments allowed fall into two categories: transfers between categories and budget increases of up to 5% in the special revenue funds. The Department's General Fund appropriation increased by 2.6% per the 52nd Legislature, 1st Session, Laws 2014, Chapter 63, Section 4.

STATE OF NEW MEXICO
 REGULATION AND LICENSING DEPARTMENT
 MANAGEMENT'S DISCUSSION AND ANALYSIS
 For the Year Ended June 30, 2015

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal year 2015, the Department had \$1,838,358 invested in capital assets, net of accumulated depreciation, including vehicles, data processing equipment and system software licenses. This amount represents a net increase of \$604,823 or 49.03% over last year. This year's additions includes five vehicles, a postage machine, and additions to the Accela automation platform software license.

Long-Term Liabilities

The Department's obligations include accrued vacation pay and sick leave. The liability decreased from \$462,638 in FY 2014 to \$109,563 in FY 2015, or a 76% reduction from last year.

CURRENTLY KNOWN FACTS THAT ARE EXPECTED TO HAVE A MATERIAL EFFECT ON FINANCIAL POSITION (NET POSITION) OR RESULTS OF OPERATIONS (REVENUES, EXPENSES, AND OTHER CHANGES IN NET POSITION)

52nd Legislature, 1st Special Session, Laws 2015, Chapter 3, Senate Bill 1, Sections 68, 69, 70 and 71 appropriated from the Mortgage Regulatory Fund \$2,900,000 and Sections 78, 79 and 80 appropriated from the Securities Enforcement and Investor Education Fund \$2,000,000 to be used for infrastructure improvements projects of other State Agencies as follows:

<u>Business Unit</u>	<u>State Agency</u>	<u>Amount</u>	<u>Date of Transfer</u>
35000	General Services Department	\$ 1,500,000	September 1, 2015
21800	Administrative Office of the Courts	1,000,000	September 1, 2015
41900	Economic Development Department	400,000	September 1, 2015
	Department of Homeland Security and		
79500	Emergency Management	500,000	September 1, 2015
24400	Bernalillo County Metropolitan Court	500,000	September 1, 2015
36100	Department of Information Technology	1,000,000	September 1, 2015
		<u>\$ 4,900,000</u>	

CONTACTING THE DEPARTMENT'S FINANCIAL MANAGEMENT

The Department's financial statements are designed to provide users with a general overview of the Department's finances and to show the Department's accountability for the money it receives.

If you have questions about this report or need additional financial information, contact the Department's Chief Financial Officer at (505) 476-4526 or the Administrative Services Division Director at (505) 476-4928 or at the Department's Administrative Services Division office located in the Toney Anaya Building, 2550 Cerrillos Road, Santa Fe, NM 87505.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF NET POSITION
June 30, 2015

	<u>Governmental Activities</u>
ASSETS	
Current Assets	
Interest in State Treasurer General Fund Investment Pool	\$ 34,077,912
Prepaid postage	45,512
Due from other state agencies	1,267
Due from federal government	22,318
Total current assets	<u>34,147,009</u>
Capital assets	
Capital assets	2,556,115
Accumulated depreciation	(717,757)
Total noncurrent assets	<u>1,838,358</u>
Total assets	<u>35,985,367</u>
LIABILITIES AND NET POSITION	
Current Liabilities	
Accounts payable	1,370,983
Accrued payroll	481,989
Due to federal government	240
Due to other state agencies	250
Due to local governments	11,321
Due to State General Fund	219,812
Unearned revenue	6,737,403
Current portion of compensated absences	667,812
Total current liabilities	<u>9,489,810</u>
Long-term liabilities	
Non-current portion of compensated absences	109,563
Total long-term liabilities	<u>109,563</u>
Total liabilities	<u>9,599,373</u>
Net position	
Net investment in capital assets	1,838,358
Restricted	25,224,230
Unrestricted (deficit)	(676,594)
Total net position	<u>\$ 26,385,994</u>

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF ACTIVITIES
Year Ended June 30, 2015

		<u>Program Revenues</u>		<u>Net (Expense) Revenue and Changes in Net Position</u>
	Expenses	Charges for Services	Operating Grants	<u>Governmental Activities</u>
Governmental Activities				
Construction Industries	\$ 9,096,224	253,834	-	(8,842,390)
Financial Institutions and Securities	2,691,591	1,424	-	(2,690,167)
Alcohol and Gaming	934,402	447	10,544	(923,411)
Mortgage Regulatory	492,804	1,853,634	-	1,360,830
Securities Enforcement and Investors Education	644,237	716,745	-	72,508
Boards and Commissions	6,028,985	9,115,417	41,504	3,127,936
Program Support	2,363,607	2,814	-	(2,360,793)
Total governmental activities	<u>\$ 22,251,850</u>	<u>11,944,315</u>	<u>52,048</u>	<u>(10,255,487)</u>
General Revenues				
Transfer - State General Fund appropriation				13,489,200
Special appropriation				186,200
Transfers in - other state agencies				668,800
Reversions to State General Fund				(563,115)
Building improvements transferred to NM General Services Department				(45,928)
Loss on the disposal of assets				(2,574)
Interest and investment earnings				12,798
Total general revenues				<u>13,745,381</u>
Changes in net position				3,489,894
Net position, beginning				<u>22,896,100</u>
Net position, ending				<u>\$ 26,385,994</u>

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2015

	43300 General Fund	10660 Mortgage Regulatory Fund	44700 Board of Dental Health Care
ASSETS			
Interest in State Treasurer General Fund Investment Pool	\$ 1,839,572	5,548,424	1,500,606
Accounts receivable	-	-	-
Prepaid postage	14,822	694	378
Due from other funds	-	-	-
Due from other state agencies	-	394	-
Due from federal government	-	-	-
Inventories	-	-	-
Total assets	<u>\$ 1,854,394</u>	<u>5,549,512</u>	<u>1,500,984</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable	\$ 1,073,350	6,709	7,753
Accrued payroll	361,206	10,856	6,407
Unearned revenues	-	-	921,792
Due to State General Fund	218,621	-	-
Due to other state agencies	195	-	-
Due to local governments	-	-	-
Due to other funds	-	-	-
Due to federal government	-	-	-
Total liabilities	<u>1,653,372</u>	<u>17,565</u>	<u>935,952</u>
Fund Balances			
Nonspendable:			
Prepaid postage	14,822	694	378
Restricted	-	5,531,253	564,654
Committed	186,200	-	-
Unassigned	-	-	-
Total fund balances	<u>201,022</u>	<u>5,531,947</u>	<u>565,032</u>
Total liabilities and fund balances	<u>\$ 1,854,394</u>	<u>5,549,512</u>	<u>1,500,984</u>

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2015

	46400	46700		Total
	Board of	Real	Non-Major	Governmental
	Pharmacy	Estate	Funds	Funds
	Commission			
ASSETS				
Interest in State Treasurer General Fund Investment Pool	\$ 3,331,627	1,757,836	20,099,847	34,077,912
Accounts receivable	-	-	-	-
Prepaid postage	3,095	1,746	24,777	45,512
Due from other funds	-	-	-	-
Due from other state agencies	-	-	873	1,267
Due from federal government	22,318	-	-	22,318
Inventories	-	-	-	-
Total assets	\$ 3,357,040	1,759,582	20,125,497	34,147,009
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 55,758	5,481	221,932	1,370,983
Accrued payroll	29,650	12,645	61,225	481,989
Unearned revenues	1,644,980	1,076,466	3,094,165	6,737,403
Due to State General Fund	-	-	1,191	219,812
Due to other state agencies	-	-	55	250
Due to local governments	-	-	11,321	11,321
Due to other funds	-	-	-	-
Due to federal government	-	-	240	240
Total liabilities	1,730,388	1,094,592	3,390,129	8,821,998
Fund Balances				
Nonspendable:				
Prepaid postage	3,095	1,746	24,777	45,512
Restricted	1,623,557	663,244	16,811,372	25,194,080
Committed	-	-	-	186,200
Unassigned	-	-	(100,781)	(100,781)
Total fund balances	1,626,652	664,990	16,735,368	25,325,011
Total liabilities and fund balances	\$ 3,357,040	1,759,582	20,125,497	34,147,009

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
WITH THE STATEMENT OF NET POSITION
June 30, 2015

Amounts reported for governmental activities in the
Statement of Net Position is different because

Total fund balance - governmental funds	\$	25,325,011
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Capital assets used in governmental activities are not financial
resources and therefore are not reported as assets in
governmental funds.

The cost of capital assets	\$	2,556,115
Accumulated depreciation		<u>(717,757)</u>

Cost of capital assets less accumulated depreciation		1,838,358
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Long-term liabilities are not due and payable in
the current period and therefore are not reported as liabilities
in the funds. Long-term liabilities at year-end consist of

Compensated absences		<u>(777,375)</u>
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Total net position - governmental activities	\$	<u><u>26,385,994</u></u>
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See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
Year Ended June 30, 2015

	43300	10660	44700
	General Fund	Mortgage Regulatory Fund	Board of Dental Health Care
Revenues			
License fees	\$ 115,850	1,586,900	423,192
Services	80,000	-	2,831
Printing and reproduction	-	-	8,786
Publications	951	-	-
Federal sources	10,544	-	-
Interest on investments	-	4,263	-
Other revenues	61,718	266,734	17,790
Total revenues	<u>269,063</u>	<u>1,857,897</u>	<u>452,599</u>
Expenditures			
Current			
Personal services and employee benefits	12,007,432	446,878	233,290
Contractual services	524,558	-	50
In-state travel	97,689	2,488	13,821
Maintenance and repairs	110,989	-	568
Supplies and materials	368,277	11,410	3,611
Operating costs	1,555,397	24,092	18,994
Other costs	75,976	412	11,911
Out-of-state travel	17,832	7,524	1,348
Capital outlay	945,030	-	-
Total expenditures	<u>15,703,180</u>	<u>492,804</u>	<u>283,593</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(15,434,117)</u>	<u>1,365,093</u>	<u>169,006</u>
Other financing sources (uses)			
Transfers in-interagency	643,800	-	-
Transfers out-interagency	-	-	-
Transfers in-interfund	1,562,603	-	-
Transfers out-interfund	-	(44,822)	(72,790)
State General Fund appropriation	13,460,500	-	-
Special appropriation	186,200	-	-
Reversions to State General Fund	(563,115)	-	-
Total financing sources (uses)	<u>15,289,988</u>	<u>(44,822)</u>	<u>(72,790)</u>
Net change in fund balances	<u>(144,129)</u>	<u>1,320,271</u>	<u>96,216</u>
Fund balances, beginning of year	<u>345,151</u>	<u>4,211,676</u>	<u>468,816</u>
Fund balances - ending	<u>\$ 201,022</u>	<u>5,531,947</u>	<u>565,032</u>

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
Year Ended June 30, 2015

	46400	46700		
	Board of	Real	Non-Major	Total
	Pharmacy	Estate	Funds	
		Commission		
Revenues				
License fees	\$ 1,738,851	922,782	5,631,337	10,418,912
Services	24,114	12,055	485,212	604,212
Printing and reproduction	12,995	33,692	54,158	109,631
Publications	-	9,130	2,300	12,381
Federal sources	22,318	-	19,186	52,048
Interest on investments	-	-	8,535	12,798
Other revenues	16,896	65,000	371,041	799,179
Total revenues	1,815,174	1,042,659	6,571,769	12,009,161
Expenditures				
Current				
Personal services and employee benefits	1,210,712	530,156	2,989,574	17,418,042
Contractual services	53,092	147	182,143	759,990
In-state travel	16,912	10,867	114,625	256,402
Maintenance and repairs	674	1,524	3,416	117,171
Supplies and materials	13,385	6,573	72,576	475,832
Operating costs	211,841	100,231	739,017	2,649,572
Other costs	57,991	8,201	54,987	209,478
Out-of-state travel	3,350	-	7,635	37,689
Capital outlay	-	-	-	945,030
Total expenditures	1,567,957	657,699	4,163,973	22,869,206
Excess (deficiency) of				
revenues over (under) expenditures	247,217	384,960	2,407,796	(10,860,045)
Other financing sources (uses)				
Transfers in-interagency	-	-	25,000	668,800
Transfers out-interagency	-	-	-	-
Transfers in-interfund	-	-	-	1,562,603
Transfers out-interfund	(212,651)	(132,651)	(1,099,689)	(1,562,603)
State General Fund appropriation	-	-	28,700	13,489,200
Special appropriation	-	-	-	186,200
Reversions to State General Fund	-	-	-	(563,115)
Total financing sources (uses)	(212,651)	(132,651)	(1,045,989)	13,781,085
Net change in fund balances	34,566	252,309	1,361,807	2,921,040
Fund balances, beginning of year	1,592,086	412,681	15,373,561	22,403,971
Fund balances - ending	\$ 1,626,652	664,990	16,735,368	25,325,011

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT
OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES WITH
THE STATEMENT OF ACTIVITIES
Year Ended June 30, 2015

Total net change in fund balances - governmental funds \$ 2,921,040

Amounts reported for governmental activities in the statement of activities are different because

Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities these costs are shown in the statement of net assets and allocated over their estimated useful lives as annual depreciation expenses in the Statement of Activities.

Capital outlay additions	\$	945,030	
Transfer of building improvements to GSD		<u>(45,928)</u>	
Net capital outlay		899,102	
Depreciation expense		(291,705)	
Loss on disposal of assets		<u>(2,574)</u>	
 Net Change in Capital Assets			 604,823

Accrued compensated absences are recorded as liabilities in the long-term debt group of accounts in the governmental funds. However, for government activities, these costs are shown in the Statement of Net Position and the changes in the liability are recorded as a reduction or increase in the current personal services category.

Change in accrued compensated absences		<u>(35,969)</u>	
 Changes in net position of governmental activities			 <u>\$ 3,489,894</u>

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND - 43300
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
State General Fund appropriation	\$ 13,659,300	13,659,300	13,460,500	(198,800)
Special Appropriation	186,200	186,200	186,200	-
Federal funds	250,000	483,000	10,544	(472,456)
Other licenses and permits	-	-	163,893	163,893
Other revenue	-	-	94,626	94,626
Other financing sources	2,147,600	2,297,600	2,206,403	(91,197)
Reversion to State General Fund	-	-	(563,115)	(563,115)
Total revenues	16,243,100	16,626,100	15,559,051	(1,067,049)
Expenditures				
Personnel services and employee benefits	13,353,100	12,447,310	12,011,904	435,406
Contractual services	808,900	1,559,009	499,741	1,059,268
Other	2,081,100	2,619,781	3,191,535	(571,754)
Total expenditures	16,243,100	16,626,100	15,703,180	922,920
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	-	-	\$ (144,129)	\$ (144,129)
Cash balance carryforward	-	-		
Total	\$ -	-		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
MORTGAGE REGULATORY FUND - 10660
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Trade and professions licenses	\$ 418,500	418,500	1,586,900	1,168,400
Other registration fees	100,000	100,000	-	(100,000)
Other exam fees	150,000	150,000	-	(150,000)
Interest on investments	-	-	4,263	4,263
Other revenue	-	-	266,734	266,734
Total revenues	668,500	668,500	1,857,897	1,189,397
Expenditures				
Personnel services and employee benefits	511,000	511,000	446,878	64,122
Contractual services	15,000	15,000	-	15,000
Other	99,500	99,500	45,926	53,574
Other financing uses	56,900	56,900	44,822	12,078
Total expenditures	682,400	682,400	537,626	144,774
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	(13,900)	(13,900)	1,320,271	1,334,171
Cash balance carryforward	13,900	13,900		
Total	\$ -	-		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
BOARD OF DENTAL HEALTH CARE - 44700
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Trades and professions licenses	\$ 130,000	130,000	423,192	293,192
Registration for trades and professions licenses	274,300	274,300	-	(274,300)
Other current services	-	-	11,617	11,617
Trades and professions examination fees	1,700	1,700	-	(1,700)
Miscellaneous revenue	-	-	17,790	17,790
Total revenues	406,000	406,000	452,599	46,599
Expenditures				
Personnel services and employee benefits	235,500	239,000	233,290	5,710
Contractual services	10,000	6,500	50	6,450
Other	74,800	74,800	50,253	24,547
Other financing uses	91,900	91,900	72,790	19,110
Total expenditures	412,200	412,200	356,383	55,817
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	(6,200)	(6,200)	\$ 96,216	102,416
Cash balance carryforward	6,200	6,200		
Total	\$ -	-		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
BOARD OF PHARMACY - 46400
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Trades and professions licenses	\$ 300,000	300,000	-	(300,000)
Registration for trades and professions licenses	1,475,000	1,475,000	1,738,851	263,851
Trades and professions examination fees	300	300	-	(300)
Other current services	27,000	27,000	37,109	10,109
Other publications	-	-	-	-
Court fines and forfeitures	10,000	10,000	-	(10,000)
Other penalties	10,000	10,000	-	(10,000)
Federal grants	-	399,921	22,318	(377,603)
Miscellaneous revenue	-	-	16,896	16,896
Total revenues	1,822,300	2,222,221	1,815,174	(407,047)
Expenditures				
Personnel Services and employee benefits	1,377,500	1,377,500	1,210,712	166,788
Contractual services	68,700	452,180	53,092	399,088
Other	333,600	350,041	304,153	45,888
Other financing uses	260,600	260,600	212,651	47,949
Total expenditures	2,040,400	2,440,321	1,780,608	659,713
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	(218,100)	(218,100)	\$ 34,566	252,666
Cash balance carryforward	218,100	218,100		
Total	\$ -	-		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
REAL ESTATE COMMISSION - 46700
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Trades and professions licenses	\$ 130,000	130,000	922,782	792,782
Registration for trades and professions licenses	620,300	620,300	-	(620,300)
Other registration fees	39,600	39,600	12,055	(27,545)
Trades and professions examination fees	4,000	4,000	-	(4,000)
Other current services	4,400	4,400	-	(4,400)
Manuals and codes	15,100	15,100	9,130	(5,970)
Other publications	1,800	1,800	33,692	31,892
Other penalties	90,000	90,000	-	(90,000)
Miscellaneous revenue	4,000	4,000	65,000	61,000
Total revenues	909,200	909,200	1,042,659	133,459
Expenditures				
Personnel services and employee benefits	595,600	595,600	530,156	65,444
Contractual services	8,000	8,000	147	7,853
Other	139,800	139,800	127,396	12,404
Other financing uses	165,800	165,800	132,651	33,149
Total expenditures	909,200	909,200	790,350	118,850
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	-	-	\$ 252,309	252,309
Cash balance carryforward	-	-		
Total	\$ -	-		

See Notes to Financial Statements.

STATE OF NEW MEXICO
 REGULATION AND LICENSING DEPARTMENT
 STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - AGENCY FUNDS
 June 30, 2015

	<u>Agency Funds</u>
ASSETS	
Interest in State Treasurer General Fund Investment Pool	\$ 1,608,704
Due from State General Fund	350
Due from Other State Agencies	<u>30,000</u>
Total Assets	<u><u>\$ 1,639,054</u></u>
LIABILITIES	
Due to State Treasurer General Fund Investment Pool	\$ 350
Accounts Payable	1,494
Other Liabilities	517,659
Due to State General Fund	<u>1,119,551</u>
Total Liabilities	<u><u>\$ 1,639,054</u></u>

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2015

NOTE 1. ORGANIZATION AND FUNCTION

The State of New Mexico and Licensing Department (Department) was created July 1, 1983, by the Regulation and Licensing Department Act (Laws of 1983, Chapter 297, Section 19 through 29). The Act provided that the administration of professional and occupational licensing functions of the executive branch of state government may be consolidated under the supervision of the Department upon executive order issued by the Governor. This consolidation was completed during the fiscal year ended June 30, 1987.

The mission of the Department is to enforce applicable laws, rules, regulation and codes and administer them in a manner that affects a balanced approach to public safety, financial welfare and the development of the regulated industries. The Department consists of the Office of the Superintendent and six divisions: the Administrative Services Division, the Construction Industries Division, the Manufactured Housing Division, the Financial Institutions Division, the Securities Division and the Alcohol and Gaming Division.

The Administrative Services Division (ASD) provides the Department with fiscal personnel, management information systems, and other support services and acts as liaison with the Department of Finance and Administration, General Services Department, State Personnel, State Auditor, State Treasurer, Records and Archives and other general control agencies to ensure compliance with state laws and regulation.

The Regulation and Licensing Act (Laws of 1983, Chapter 297, Section 30) provides for the administration of professional and occupational licensing functions of the executive branch of state government under the supervision of the Regulation and Licensing Department upon executive and financial services to 48 boards and commissions. Each of the boards and commissions has Department employees assigned as staff which are responsible for licensing of individuals and for maintaining licensing files containing historical, continuing education and disciplinary information on each licensee, thereby providing daily accessibility to the public, licensees, legislators and board members. Additionally, the staff is responsible for the daily execution of board operations, including all licensing and examination functions, preparing minutes of board meetings, responding to inquiries, taking actions as required by the boards they serve, and coordinating actions with appropriate officials and agencies.

Complaints received are reviewed by the boards, referred for investigation, when appropriate, and returned to the specific licensing boards for a determination of disciplinary action. Inspections are performed on sites or person who distribute, manufacture, or sell prescription drugs, cosmetology establishments, barber establishments, funeral homes and real estate offices in order to ensure compliance with statutes, regulations and minimum standards of sanitation, where applicable.

The Construction Industries Division (CID) administers examinations, licensing, certification, regulation, inspection, and supervision of individuals and businesses in the contracting and construction industries. The Division is required by law to "promote the general welfare of the people of New Mexico by providing for the protection of life and property by adopting and

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2015

NOTE 1. ORGANIZATION AND FUNCTION (CONTINUED)

enforcing codes and standards for construction, alteration, installation, connection, demolition and repair work" pursuant to NMSA 1978 Compilation (1989 amendment). Section 60-13-1.1. CID also administers the Employee Leasing, Carnival Ride Insurance and Hoisting Operators Safety Acts pursuant to NMSA 1978, Sections 60-13A, 57-25 and 60-15, respectively.

The Manufactured Housing Division (MHD) supervises and regulates the manufactured housing industry within the state, with the exception of manufactured units used for commercial purposes that are regulated by the Construction Industries Division. The Manufactured Housing Act (NMSA 1978, 1983 Supplement, Section 60-14-20 Through 60-14-20) provides that its purpose is "to insure the purchasers and users of manufactured homes and essential conditions of health and safety which are their right and to provide that the business practices of the industry are fair and orderly among the members of the industry with due regard to the ultimate consumers in this important area of human shelter".

The Financial Institutions Division (FID) is responsible for administering the statutory requirements of the Banking Act, the Trust Company Act, Collection Agency Regulatory Act, the endowed Care Cemetery Act, the New Mexico Small Loan Act, the Mortgage Loan Company and Broker Act, the Credit Union Regulatory Act, the Motor Vehicle Sales Finance Company Act, the Escrow Company Act, the Negotiable Check, Drafts and Money Order Act, the Retail Installment Sales Act, and the Savings and Loan Act. Additionally, the Director, by statute, is an ex officio voting member of the New Mexico Mortgage Finance Authority. The Division provides general supervision of all state-chartered financial institutions and regulated industries, with a primary focus to ensure the existence of safe and sound financial practices within the regulated entities.

The Securities Division is responsible for administering the New Mexico Securities Act of 1986 and the Model State Commodity Code. Pursuant to those laws the Division registers securities offerings, licenses securities sales representatives, broker-dealers, investment advisers and investment adviser representatives, and takes administrative civil enforcement action when necessary. The Division also administers the Securities Enforcement and Investor Education Fund, which is funded by administrative assessments levied against companies or individuals found to have violated the Securities Act.

The Alcohol and Gaming Division is the licensing and regulatory authority for the Liquor Control Act. The Division licenses and regulates the sales, services and public consumption of alcoholic beverages so as to protect the public health, safety and morals of each community. The Division is also charged with the ultimate disposition of any administrative charges filed against a licensee by the New Mexico Department of Public Safety Special Investigations Division. The Division is funded by an appropriation from the State General Fund. All fees from licenses, citations, and other administrative charges are transferred to the State General Fund.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2015

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity.

In evaluating how to define the government, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in accounting principles generally accepted in the United States of America (GAAP).

Based on this criteria, the Department does not have any component units.

Basic Financial Statements

The accounting policies of the Department conform to accounting principles generally accepted in the United States of America as applicable to governmental entities.

The basic financial statements include both government-wide (based on the Department as a whole) and fund financial statements. Both the government-wide and fund financial statements (within the basic financial statements) categorize primary activities as either governmental or business type. The Department only has governmental activities. In the government-wide Statement of Net Position, the governmental activities are presented on a consolidated basis and are reflected on the full accrual, economic resource basis, measurement focus, which incorporates long-term obligations. Interfund balances and activity has been eliminated in the government-wide statements. A deficit (negative) balance in unrestricted net position would indicate that obligations incurred in the current and prior periods exceed the value of assets currently available, and that the assets of future periods will be required to meet the established obligations.

The government-wide Statement of Activities reflects both the gross and net cost per functional category, which are otherwise being supported by general government revenues. The Statement of Activities reduces gross expenses (including depreciation expense on capital assets) by related program revenues, operating and capital grants. The program revenues must be directly associated with the function and consist primarily of fees and operating grants.

The net cost by function is normally covered by general revenue. Historically, the previous model did not summarize or present net cost by function or activity. The Department does not employ indirect cost allocation in the financial statements.

As to fund financial statements, emphasis is on the major funds of the governmental category. Nonmajor funds are summarized into a single column.

The governmental funds in the fund financial statements are presented on a current financial resource measurement focus and accrual basis of accounting.

The Department's only fiduciary funds are agency funds. Since by definition these assets are being held for the benefit of a third party and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2015

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Presentation – Fund Financial Statements

The accounts of the Department are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures. Government resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped in the financial statements into three generic fund types and two broad fund categories as follows:

Governmental Funds

Governmental funds are those through which general governmental functions of the Department are financed. The acquisition, use and balances of the Department's expendable financial resources and the related liabilities are accounted for through governmental fund types:

General Fund (SHARE Fund 43300) – The general fund is the general operating fund of the Department. This fund is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds.–Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The Department has two types of special revenue funds. One type is the special revenue funds used to account for specific revenue sources that are restricted for the activities of Boards and Commissions that the Department has oversight authority over. The revenues collected through permits, licenses, and other registration and exam fees by the individual boards and commissions are to be used to fund the activities of each respective board or commission. In addition to the individual boards and commissions, there are special revenue funds that have been established for restricted funds administered by the Department's other divisions. The purpose and statutes that established these funds along with the restricted revenue sources are identified in the Special Revenue Fund Descriptions section.

Fiduciary Funds.–Fiduciary funds are used to account for assets held by the Department as an agent for other government and/or other funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The funds serve as suspense accounts for the deposit of receipts of the Alcohol and Gaming Division, Construction Industries Division, Financial Institutions Division, Securities Division, and Manufactured Housing Division. At the close of each month, money received is transferred from the suspense accounts to other state funds.

Major Funds

The Department reports the following major governmental funds:

General Fund (SHARE Fund Number 43300) – The General Fund is used to account for the activities of the Department's divisions that are not funded by restricted resources. The divisions, are supported primarily by a New Mexico State General Fund appropriation.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2015

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Mortgage Regulatory Fund (SHARE Fund 10660). To account for application, licensing, renewal, examination, investigation and any other fees received that are associated with the costs of administering the New Mexico Mortgage Loan Originator Licensing Act, fees specified in Subsection E of Section 58-21 NMSA 1978, and any money that is appropriated or donated or that otherwise accrues to the fund. Income from the investment of the fund shall be credited to the fund. The Fund is created as a non-reverting fund in the state treasury and shall be administered by the financial institutions in accordance with the provisions of Section 9-16-15 NMSA 1978.

Board of Dental Health Care Fund (SHARE Fund 44700). The Board of Dental Health Care is authorized under Section 61-5A-2 to account for the application and to issue licenses to qualified dentists and owners of dental practices; to certify qualified dental assistants, expanded-function dental auxiliaries and community dental health coordinators; issue licenses to dental hygienists through the dental hygienists committee, discipline incompetent or unprofessional dentists, dental assistants, owners of dental practices and, through the dental hygienists committee, dental hygienists; and aid in the rehabilitation of impaired dentists and dental hygienists for the purpose of protecting the public. Fees are specified under Section 61-5A-20 NMSA 1978.

Board of Pharmacy Fund (SHARE Fund 46400). The Board of Pharmacy is authorized under 61-11-6(A)(1) NMSA 1978 to adopt, regularly review and revise rules and regulations necessary to carry out the provisions of the Pharmacy Act, 61-11-1, 61-11-2, 61-11-4 to 61-11-28 NMSA 1978. Section 61-11-6(A)(3) directs the board to provide for the issuance and renewal of licenses for pharmacists. Sections 61-11-6(A)(12), (13) and (14) NMSA 1978 authorize the board to employ and define the duties of an executive officer, inspectors, and qualified employees. Fees are specified under Section 61-11-12 NMSA 1978.

Real Estate Commission Fund (SHARE Fund 46700). The New Mexico Real Estate Commission is authorized under 61-29, NMSA 1978 to account for the issuance, renewal, and transfer of real estate broker's licenses, Establishment and enforcement of real estate broker pre-licensing and continuing education requirements, certification of providers of real estate broker education, investigation and adjudication of consumer and real estate broker complaints about potential and actual violations of the Real Estate License Law and Commission Rules, and education of consumers and real estate brokers about the Real Estate License Law and Commission Rules. Fees are specified under Section 61-29-8 NMSA 1978.

Basis of Accounting

Basis of accounting refers to the point at which revenues, expenditures, transfers and the related assets and liabilities are recognized in the accounts and reported in the financial statements. Basis accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2015

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The government-wide financial statements are presented on an accrual basis of accounting. The governmental funds in the fund financial statements are presented on a modified accrual basis. The fiduciary funds are presented using the economic resources measurement focus and the accrual basis of accounting.

The government-wide financial statements are prepared using the economic resources measurement focus and accrual basis of accounting.

The governmental funds are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (when they become both measurable and available). "Measurable" means the amount of the transaction can be determined. "Available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period (60 days). Expenditures are recorded when the related fund liability is incurred.

In applying the "susceptible to accrual" concept to intergovernmental revenues, the provider should recognize liabilities and expenses and the recipient should recognize receivables and revenues when the applicable eligibility requirements including time requirements, are met. Resources transmitted before the eligibility requirements are met, under most circumstances, should be reported as advances by the provider and unearned revenues by the recipient.

Budgets, Budgetary Accounting and Reverting Funds.

The Department prepares budgets for its governmental funds, which are subject to approval by the New Mexico Department of Finance and Administration (DFA), based upon the appropriations made by the State Legislature. Budgets are controlled at the appropriation unit level (personal services, employee benefits, etc.), and amendments affecting a category are approved by DFA and the Legislative Finance Committee (LFC). Expenditures may not exceed appropriations at this level.

The Department's budget is appropriated by program code. Each program code includes the operations of the Department's divisions accounted for in the General Fund and, in some cases, related special revenue funds. The budgetary presentations in the accompanying financial statements are presented by fund and by program code in order to provide information that demonstrates accountability at the program code level. The structure of this presentation is as follows:

Program Code P599-Construction Industries and Manufactured Housing. This program includes the Construction Industries and Manufactured Housing Division's activities accounted for in the Department's General Fund (SHARE Fund 43300) along with the Carnival Ride Insurance Bureau Fund (SHARE Fund 64300), Hoisting and Safety Act Fund (SHARE Fund 21100), Construction Publication Fund (SHARE Fund 37300) and the Federal Manufactured Housing Fund (SHARE Fund 47200). The Department allocates the budget under this program code to the various funds. Only the General Fund (SHARE Fund 43300)

STATE OF NEW MEXICO
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For the Year Ended June 30, 2015

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

is allocated State General Fund appropriations and thus is reverting. The remaining funds are special revenue funds with restricted resources and are thus non reverting funds.

Program Code P600-Financial Institutions and Securities Enforcement. This program includes the Financial Institutions and Securities Enforcement Division's activities accounted for in the General Fund (SHARE Fund 43300) along with the Mortgage Regulatory Fund (SHARE Fund 10660), FID Settlement Proceeds (SHARE Fund 11550) and the Securities Enforcement and Education Fund (SHARE Fund 04400). The Department allocates the budget under this program code to the various funds. Only the General Fund (SHARE Fund 43300) is allocated State General Fund appropriations and thus is reverting. The remaining funds are special revenue funds with restricted resources and are thus non reverting funds. The only activity in the FID Settlement Proceeds (SHARE Fund 11550) is the transfer of funds to the General Fund (SHARE Fund 43300). Since this activity is within the program code, it is not subject to separate budget and therefore is not presented in the budget comparison schedules in the financial statements.

Program Code P601-Alcohol and Gaming. This program includes only the activities of the Alcohol and Gaming Division accounted for in the General Fund (SHARE Fund 43300). Unexpended balances in these program are subject to reversion to the State General Fund.

Program Code P602-Program Support. This program includes the activities of the Office of the Superintendent, Administrative Services Division and Information Technology accounted for in the General Fund (SHARE Fund 43300). Unexpended balances in these program are subject to reversion to the State General Fund.

Boards and Commissions. The remaining special revenue funds, used primarily to account for the Boards and Commissions, have individual budgets. With the exception of the Animal Shelter Services (SHARE Fund 20120) which receives a State General Fund appropriation, none of these funds are subject to reversions.

Basis of Presentation–Fund Accounting

The unexpended balances of the State General Fund appropriation to the Department are to be reverted to the State General Fund at the end of each fiscal year. The Department also receives funding from various special and supplemental appropriations. The language of a particular appropriation determines when it lapses and whether or not unexpended balances revert to the State General Fund.

The Department follows these procedures in establishing the budgetary data reflected in the financial statements:

1. The Department submits a proposed budget to the New Mexico state legislature for the fiscal year commencing the following July 1. The state legislature must approve the budget prior to the legal enactment.

STATE OF NEW MEXICO
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For the Year Ended June 30, 2015

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2. The expenditures and encumbrances of each appropriation unit may not legally exceed the budget for that category. Budgets are controlled at the “appropriation unit” level within activities (personal services and benefits, contractual services, etc.).
3. New Mexico Department of Finance and Administration State Budget Division in the form of a budget adjustment request.
4. Beginning in FY 2006, the annual budget, per the General Appropriations Act, Laws of 2006, Chapter 109, Section 3, Subsections N and O, was adopted on a modified accrual basis of accounting except for accounts payable accrued at the end of the fiscal year that do not get paid by the statutory deadline (Section 6-10-4 NMSA 1978) must be paid out of the next year’s budget. The modified accrual basis of accounting is consistent with generally accepted accounting principles (GAAP). Budgeted revenues may be less than budgeted expenditures as the ending fund balance may, in certain instances, be rebudgeted for expenditures in the next fiscal year. Budgetary comparisons presented in the financial statements are on a modified accrual basis of accounting.
5. The Department has been designated as a “reverting agency” by the New Mexico state legislature and, therefore, pursuant to the Laws of 2004, Chapter 114, Section 2(E), “unencumbered balances in agency accounts remaining at the end of the fiscal year 2015 shall revert to the State General Fund by September 30, 2015, unless otherwise indicated in the General Appropriations Act of 2004 or otherwise provided by law” to the extent noted above.
6. The budget for the General Fund and Special Revenue Funds are adopted on the modified accrual basis of accounting except for accounts payable accrued at the end of fiscal year that do not get paid by statutory deadline (Section 6-10-4 NMSA 1978), that must be paid out of next year’s budget. A reconciliation of budgetary basis to GAAP basis will be necessary if all accounts payable at the end of the fiscal year are not paid by the statutory deadline.

Financial Statement Amounts

1. Prepaid Postage

Prepaid balances are for payments made by the Department in the current year to provide postage for use in the subsequent fiscal year, and the reserve for prepayment has been recognized to signify that a portion of fund balance is not available for other subsequent expenditures.

2. Receivables

No allowance for doubtful accounts has been recorded as management estimates that all amounts are collectible.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2015

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3. Interfund Receivables and Payables

Short-term amounts owed between funds are classified as "Due from/to other funds". These are eliminated in the government-wide financial statements.

4. Other Financing Sources

The amounts recorded as "other financing sources" are overhead costs charged to various board and commissions. The costs are recorded as expenditures under other financing uses category. The revenue and costs are eliminated on the Statement of Activities.

5. Capital Assets

Property, plant and equipment assets purchased or acquired at a value of \$5,000 or greater per Section 12-6-10 NMSA 1978 are capitalized. Capital assets capitalized include computer software license rights purchased. All capital assets are valued at historical cost or estimated historical cost if actual history is not available. Donated assets, or those contributed by other governmental entities, are valued at their estimated fair market value on the date donated. Other costs incurred for repairs and maintenance are expensed as incurred.

Depreciation on all assets is provided on the straight-line basis over estimated useful lives with no salvage value. The Department estimates the useful lives of capital assets as follows:

Data processing equipment	5 -7years
Software License Rights	5-10 years
Automotive	5 years

6. Accrued Compensated Absences

Qualified employees are entitled to accumulate annual leave at various rates depending upon their length of service. A maximum of thirty (30) working days (240 hours) of such accumulated annual leave may be carried forward into the beginning of a calendar leave year and any excess is lost. When employees terminate, they are compensated for accumulated unpaid annual leave as of the date of termination, up to a maximum of thirty days. Qualified employees are entitled to accumulate sick leave at 3.69 hours per pay period. There is no limit to the amount of sick leave that an employee may accumulate. The Department's policy is to permit employees to accumulate earned but unused vacation and sick pay benefits. Qualified employees accumulate maximum annual leave as follows:

Years of Service	Hours Earned Per Pay Period	Days of Maximum Accrual
Up to 3 years	3.08	30
Over 3 – 7 years	3.69	30
Over 7 – 11 years	4.61	30
Over 11-15 years	5.54	30
Over 15 years	6.15	30

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2015

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Sick leave is not paid when employees terminate or retire, except in two instances. The 1983 State Legislature approved, and the New Mexico State Personnel Board Rules permit, payment at (50%) of an employee's hourly wage of accrued sick leave in excess of 600 hours as follows: (1) twice a year for current employees (an employee cannot be paid twice within the same year), for a maximum of 120 hours and (2) to retiring employees, for a maximum of 400 hours.

The Department recognizes the liabilities for compensated absences meeting the requirements of accrual as of year-end. The compensated absences payable has been valued using current pay levels. All compensated absences are considered to be paid out of subsequent year resources.

7. Fund Balance Classifications.

In the governmental fund financial statements, fund balances are classified as nonspendable, restricted, or unrestricted (committed, assigned, or unassigned). Restricted represents those portions of fund balance where constraints placed on the resources are either externally imposed or imposed by law through constitutional provisions or enabling legislation. Committed fund balance represents amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Legislative and Executive branches of the State. Assigned fund balance is constrained by the Legislature's and Executive Branch's intent to be used for specific purposes or in some cases by legislation.

The Department's fund balances represent: 1) Restricted Purposes, which include balances that are legally restricted for specific purposes due to constraints that are externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; 2) Committed Purposes, which include balances that can only be used for specific purposes pursuant to constraints imposed by formal action of the Legislative and Executive branches; 3) Assigned Purposes, which includes balances that are constrained by the government's intent to be used for specific purposes, but are neither restricted or committed.

A summary of the nature and purpose of these reserves by fund type at year end, follows:

Nonspendable - Postage. This reserve was created for prepaid postage on hand at year end. At year end, postage remaining in the meter is recorded as a prepaid asset with an offsetting reserve of fund balance in the Governmental Fund Statement.

Reservations and Designations

Restricted. This reserve consists of liquid assets (generated from revenues and not bond proceeds), which have third-party (statutory or granting agency) limitation on their use.

Committed – Committed for Multi-Year Appropriations. This reserve was created for multiyear appropriations for which the Department has received funds for projects which extend into future years. .

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2015

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

When expenditures are incurred for purposes for which both restricted and unrestricted fund balances are available, restricted fund balance must be spent first. When expenditures are incurred for purposes for which amounts in any of unrestricted fund balance classifications can be used, committed amounts should be reduced first, followed by assigned amounts and then unassigned amounts.

8. Net Position.

The government-wide financial statements utilize a net position presentation. Net position is categorized as net investment in capital assets, restricted and unrestricted. Net investment in Capital Assets is intended to reflect the portion of net position which is associated with non-liquid, capital assets less outstanding capital asset related debt.

9. Revenues.

Revenues are recognized as follows:

1. Special and capital outlay appropriations require project and draw down approval from the New Mexico Department of Finance and Administration (DFA) Board of Finance. The Department considers this part of the eligibility requirements and does not recognize the revenues and receivables until the approval is obtained.
2. Federal and other grants revenues are recognized when the applicable eligibility criteria, including time requirements, are met and the resources are available. Resources received for which applicable eligibility criteria have not been met are reflected as unearned revenues in the accompanying financial statements.
3. Revenues from grants that are restricted for specific uses are recognized as revenues and as receivables when the related costs are incurred. Contributions and other monies held by other state and local agencies are recorded, as a receivable at the time the money is made available to the specific fund. All other revenues are recognized when they are received and are not susceptible to accrual.

10. Unearned Revenue.

Amounts received prior to the time they are considered available to pay current liabilities are recorded as unearned revenue and recognized as revenue using the modified accrual basis of accounting. Such revenue sources include collections received by various boards for licenses and permits prior to their effective license period as of the end of the fiscal year. Boards issue licenses and permits with a one year to three year renewal period (depending on applicable state statute). License and permit revenue is recognized ratably over the license period. License revenue received prior to year-end but not recognized during the year is "unearned" at year-end.

11. Interfund Transactions.

Quasi-external transactions are accounted for as revenues and expenditures. Transactions that constitute reimbursements to a fund for expenditures are shown in the reimbursing fund as reductions of expenditures and in the fund that is reimbursed as additions. All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2015

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers.

The administrative costs charged to the Boards and recorded as revenue by the General Fund have been eliminated in the government-wide statements.

12. Use of Estimates.

In preparing financial statements in conformity with accounting principles generally accepted in the United States of America, management makes estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements, as well as the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 3. INTEREST IN THE STATE TREASURER GENERAL FUND INVESTMENT POOL

The State General Fund Investment Pool (SGFIP) is the State of New Mexico's main operating account. State revenues such as income taxes, sales taxes, rents and royalties, and other recurring revenues are credited to the General Fund Investment Pool. The fund also comprises numerous State agency accounts whose assets, by statute (Section 8-6-3 NMSA 1978), must be held at the State Treasury. Reconciliation of the SGFIP is the responsibility of the Department Finance and Administration (DFA).

DFA has indicated that for the period July 1, 2006 through January of 2013 the General Fund Investment Pool was not reconciled at the business unit/fund level (Historical Cash Reconciliation Project). Essentially, independent third-party verification/confirmation of the Department's balances at the business unit/fund level is not possible for this time period.

On September 18, 2015, the State Controller issued a memo on the Historical Cash Reconciliation Project and noted that it was not successful due to incomplete data sets and that the absence of all required data suggests that future efforts would be equally inconclusive and therefore not meriting the additional energy. Additionally, the State Controller noted that the *"entirety of any adjustment will be applied against the allowance established in the General Operating Reserve Fund. No portion of the adjustment shall be allocated to any specific business unit that participates in the SGFIP."*

The management of the Department believes it had during this time period and currently has adequate controls in place (see Note 16) to ensure that these balances are materially accurate.

State law (Section 8-6-3 NMSA 1978) requires the Department's cash be managed by the New Mexico State Treasurer's Office. Accordingly, the investments of the Department consist of an interest in the General Fund Investment Pool managed by the New Mexico State Treasurer's Office.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2015

NOTE 3. INTEREST IN THE STATE TREASURER GENERAL FUND INVESTMENT POOL (CONTINUED)

Investment balances at year end, consisted of the following:

Deposits with State Treasurer-governmental activities	\$	34,077,912
Deposits with State Treasurer-fiduciary balances		<u>1,608,704</u>
Total balance	\$	<u><u>35,686,616</u></u>

All funds deposited by to the Department are held by the New Mexico State Treasurer. Deposits are non-interest bearing, with exceptions noted on the schedule of cash accounts. Money deposited by the Department with the State Treasurer is pooled and invested by the State Treasurer. The State Treasurer deposits public monies with New Mexico financial institutions in denominations which generally are in excess of the \$250,000 in insurance coverage provided by federal agencies. Accordingly, the State Treasurer requires that depository financial institutions provide additional collateral for such investments. The collateral generally is in the form of marketable debt securities and is required in amounts ranging from 50% to 102% of the par value of the investment dependent upon the institutions operating results and capital. Collateral for the fiscal account is required in amounts equal to 50% of the average investment balance.

Separate financial statements of the State Treasurer indicate collateral categories of risk and market value of purchased investments. All collateral is held in third-party safekeeping. A supplemental schedule of cash that the Department held as of June 30, 2015, is presented in the financial statements as other supplementary information.

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 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 40 disclosure information regarding cash held by the New Mexico State Treasurer, the reader should see the separate audit report for the New Mexico State Treasurer’s Office for the fiscal year ended June 30, 2015.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2015

NOTE 4. DUE FROM AND DUE TO OTHER STATE AGENCIES

Transactions that occur among state agencies under legislative mandate, exchange transactions and other situations are accounted for in the financial statements which make up the due from other state agencies. Due from and Due to other state agencies balances at June 30, 2015 consist of the following:

			<u>Due From:</u>	
<u>Business</u>	<u>Unit</u>	<u>Fund</u>	<u>Purpose</u>	<u>Amount</u>
<u>Number</u>	<u>Number</u>			
39400	04400		Year-end interest accrual	\$ 213
39400	10660		Year-end interest accrual	394
39400	20110		Year-end interest accrual	16
39400	20120		Year-end interest accrual	14
39400	21100		Year-end interest accrual	13
39400	29700		Year-end interest accrual	16
39400	44400		Year-end interest accrual	85
39400	44500		Year-end interest accrual	6
39400	45500		Year-end interest accrual	80
39400	45600		Year-end interest accrual	26
39400	45900		Year-end interest accrual	7
39400	46500		Year-end interest accrual	46
39400	46600		Year-end interest accrual	66
39400	46900		Year-end interest accrual	56
39400	47100		Year-end interest accrual	29
39400	47300		Year-end interest accrual	51
39400	47500		Year-end interest accrual	9
66500	43900		License and other fees	90
44900	43900		License and other fees	50
			Total Governmental Funds	<u>1,267</u>
34100	43500		Amount transferred in excess of balance	350
46500	80800		Software access fees	30,000
			Total Agency Funds	<u>30,000</u>
			Total All Funds	<u>\$ 31,267</u>

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2015

NOTE 4. DUE FROM AND DUE TO OTHER STATE AGENCIES (CONTINUED)

		<u>Due To:</u>		
Business Unit Number	Fund Number	Purpose	Amount	
36900	43300	Publish notices	\$ 195	
79000	47500	Background checks	55	
		Total Governmental Funds	<u>250</u>	
34100	43600	Funds collected and due at year end	36,952	
34100	43700	Funds collected and due at year end	1,052,599	
34100	80800	Funds collected and due at year end	30,000	
		Total Agency Funds	<u>1,119,551</u>	
		Total All Funds	<u>\$ 1,156,503</u>	

NOTE 5. DUE TO AND DUE FROM OTHER FUNDS

Due to and due from other funds represent interfund receivables and payables arising from interdepartmental transactions related to administrative costs allocated and are expected to be repaid within one year. These amounts have been eliminated on the government-wide statements. There were no interfund due to or from balances at June 30, 2015.

NOTE 6. CAPITAL ASSETS

The capital asset activity for the year ended June 30, 2015 is as follows:

	<u>June 30, 2014</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 2015</u>
Governmental Activities				
Depreciable Assets				
System Software License	\$ 692,806	621,406	-	1,314,212
Data Processing equipment	960,683	140,326	(184,132)	916,877
Automotive	284,036	137,370	(96,380)	325,026
Totals at historical cost	<u>1,937,525</u>	<u>899,102</u>	<u>(280,512)</u>	<u>2,556,115</u>
Accumulated depreciation				
System Software License	-	(138,561)	-	(138,561)
Data Processing equipment	(527,789)	(127,983)	181,558	(474,214)
Automotive	(176,201)	(25,161)	96,380	(104,982)
Total accumulated depreciation	<u>(703,990)</u>	<u>(291,705)</u>	<u>277,938</u>	<u>(717,757)</u>
Capital assets, net	<u>\$ 1,233,535</u>	<u>607,397</u>	<u>(2,574)</u>	<u>1,838,358</u>

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2015

NOTE 6. CAPITAL ASSETS (CONTINUED)

The Department does not have any debt related to capital assets as of June 30, 2015.

Depreciation expense for the Department amounted to \$291,705 and is all related to the General Government function in the government wide statement of activities.

NOTE 7. COMPENSATED ABSENCES

	<u>June 30,</u> <u>2014</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30,</u> <u>2015</u>	<u>Amount</u> <u>due</u> <u>within one</u> <u>year</u>
Compensated Absences	\$ 741,406	1,254,251	(1,118,282)	777,375	667,812

Management estimates that \$667,812 in compensated absences is due within one year. Most of the compensated absences balances have been paid by the General Fund in prior years. The amount of compensated absences is calculated by multiplying the vested hours by the pay rate at year-end plus applicable payroll taxes.

NOTE 8. DUE TO STATE GENERAL FUND

Unexpended cash balances of the Department's General Fund are subject to reversion to the State's General Fund unless they are multi-year appropriations or the appropriation periods are specifically extended by act of the Legislature. Stale dated checks are also due to be returned to the State General Fund.

The table below summarizes the reversions and stale dated check amounts along with the balance due to the State General Fund at year-end.

<u>SHARE</u> <u>Fund</u>	<u>Purpose</u>	<u>Stale</u> <u>Dated</u> <u>Warrants</u>	<u>Prior</u> <u>Year</u> <u>Reversion</u>	<u>Current</u> <u>Year</u> <u>Reversion</u>	<u>Amount</u> <u>transferred</u> <u>in FY 2015</u>	<u>Balance</u> <u>Due</u>
43300	2015 Reversion	\$ 654	-	563,115	(345,148)	218,621
53500	Stale Dated Warrants	289	-	-	-	289
89000	Stale Dated Warrants	902	-	-	-	902
	Total	<u>\$ 1,845</u>	<u>-</u>	<u>563,115</u>	<u>(345,148)</u>	<u>219,812</u>

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2015

NOTE 9. INTER-FUND TRANSFERS

Operating transfers are for the allocation of administrative costs and consist of the following:

Fund Name	SHARE Fund No.	Transfers	
		In	Out
Sec. Education & Training	04400	\$ -	54,729
Mortgage Regulatory Fund	10660	-	44,822
FID Settlement Fund	11550	-	152,870
Sign Language Interpretation Practice	20110	-	13,532
Animal Shelter Services	20120	-	10,961
General Fund	43300	1,562,603	-
Barber and Cosmetology	43900	-	220,903
Athletic Commission	44100	-	21,014
Massage Therapy	44200	-	49,478
Counselor/Therapy Board	44400	-	78,384
Board of Chiropractors	44600	-	21,331
Board of Dental Health Care	44700	-	72,790
Nutrition and Dietetics	44800	-	6,001
Board of Nursing Home Administration	44900	-	5,160
Occupational Therapy	45000	-	18,083
Board of Optometry	45100	-	10,818
Board of Osteopathic Examiners	45200	-	18,556
Board of Podiatry	45300	-	5,078
Board of Psychology	45400	-	27,212
Physical Therapy Board	45500	-	28,415
Thanatopractice	45600	-	19,844
Board of Interior Design	45700	-	2,062
Private Investigators	45900	-	82,525
Landscape Architects Board	46000	-	3,466
Pharmacy Board	46400	-	212,651
Real Estate Appraisers Board	46500	-	39,655
Accountancy Board	46600	-	63,850
Real Estate Commission	46700	-	132,651
Social Workers Board	46900	-	57,146
Acupuncture Board	47100	-	29,111
HUD MHD Housing	47200	-	13,606
Speech and Language Pathology	47300	-	27,525
Respiratory Care Advisory Board	47400	-	14,815
Athletic Trainers Board	47500	-	3,559
Total		<u>\$ 1,562,603</u>	<u>1,562,603</u>

STATE OF NEW MEXICO
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NOTE 10. TRANSFERS FROM OTHER STATE AGENCIES

Transfers from other state agencies for the year ended June 30, 2015 are routine in nature and are consistent with the activities of the fund making the transfer.

<u>From</u> <u>Business</u> <u>Unit</u>	<u>Into SHARE</u> <u>Fund 43300</u>	<u>Into</u> <u>SHARE</u> <u>Fund 20110</u>	<u>Total</u>	<u>Purpose</u>
34100	150,000	-	150,000	Salary upgrade
44900	30,000	-	30,000	For administrative and licensing support
34100	198,800	-	198,800	Compensation package - 1%
44600	15,000	-	15,000	For administrative and licensing support
94000	250,000	-	250,000	For permit issuance
43700	-	25,000	25,000	For administrative and licensing support
	<u>\$ 643,800</u>	<u>25,000</u>	<u>668,800</u>	

NOTE 11. RETIREMENT PLAN – PUBLIC EMPLOYEES RETIREMENT ASSOCIATION

Compliant with the requirements of Government Accounting Standards Board Statement No.68, *Accounting and Financial Reporting for Pensions*, the State of New Mexico has implemented the standard for the fiscal year ending June 30, 2015.

The Department, 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 Component Appropriation Funds Annual Financial Report (General Fund) and the Comprehensive Annual Financial Report (CAFR) of the State of New Mexico.

Information concerning the net pension liability, pension expense, and pension-related deferred inflows and outflows of resources of the primary government will be contained in the General Fund and the CAFR and will be available, when issued, from the Office of State Controller, Room 166, Bataan Memorial Building, 407 Galisteo Street, Santa Fe, New Mexico, 87501.

NOTE 12. POST-EMPLOYMENT BENEFITS-STATE RETIREE HEALTH CARE PLAN

Plan Description. The Department contributes to the New Mexico Retiree Health Care Fund, a cost-sharing multiple-employer defined benefit postemployment healthcare plan administered by the New Mexico Retiree Health Care Authority (RHCA). The RHCA provides health care insurance and prescription drug benefits to retired employees of participating New Mexico government agencies, their spouses, dependents, and surviving spouses and dependents. The RHCA Board was established by the Retiree Health Care Act (Chapter 10, Article 7C, NMSA

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NOTE 12. POST-EMPLOYMENT BENEFITS-STATE RETIREE HEALTH CARE PLAN
(CONTINUED)

1978). The Board is responsible for establishing and amending benefit provisions of the healthcare plan and is also authorized to designate optional and/or voluntary benefits like dental, vision, supplemental life insurance, and long-term care policies.

Eligible retirees are: 1) retirees who make contributions to the fund for at least five years prior to retirement and whose eligible employer during that period of time made contributions as a participant in the RHCA plan on the person's behalf unless that person retires before the employer's RHCA effective date, in which the event the time period required for employee and employer contributions shall become the period of time between the employer's effective date and the date of retirement; 2) retirees defined by the Act who retired prior to July 1, 1990; 3) former legislators who served at least two years; and 4) former governing authority members who served at least four years.

The RHCA issues a publicly available stand-alone financial report that includes financial statements and required supplementary information for the postemployment healthcare plan. That report and further information can be obtained by writing to the Retiree Health Care Authority at 4308 Carlisle N.E., Suite 104, Albuquerque, NM 87107.

Funding Policy. The Retiree Health Care Act (Section 10-7C-13 NMSA 1978) authorizes the RHCA Board to establish the monthly premium contributions that retirees are required to pay for healthcare benefits. Each participating retiree pays a monthly premium according to a service based subsidy rate schedule for the medical plus basic life plan plus an additional participation fee of five dollars if the eligible participant retired prior to the employer's RHCA effective date or is a former legislator or former governing authority member. Former legislators and governing authority members are required to pay 100% of the insurance premium to cover their claims and the administrative expenses of the plan. The monthly premium rate schedule can be obtained from the RHCA or viewed on their website at www.nmrhca.state.nm.us.

The employer, employee and retiree contributions are required to be remitted to the RHCA on a monthly basis. The statutory requirements for the employer and employee contributions can be changed by the New Mexico State Legislature. Employers that choose to become participating employers after January 1, 1998, are required to make contributions to the RHCA fund in the amount determined to be appropriate by the board.

The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. For employees that were members of an enhanced retirement plan (state police and adult correctional officer member coverage plan 1; municipal police member coverage plans 3, 4 or 5; municipal fire member coverage plan 3, 4 or 5; municipal detention officer member coverage plan 1; and members pursuant to the Judicial Retirement Act) during the fiscal year ended June 30, 2015, the statutes required each participating employer to contribute 2.5% of each participating employee's annual salary; and each participating employee was required to contribute 1.25% of their salary. For employees that were not members of an enhanced retirement plan during the fiscal year ended June 30, 2015, the statute required each participating employer to contribute

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**NOTE 12. POST-EMPLOYMENT BENEFITS-STATE RETIREE HEALTH CARE PLAN
(CONTINUED)**

2.0% of each participating employee's annual salary; each participating employee was required to contribute 1.0% of their salary. In addition, pursuant to Section 10-7C-15(G) NMSA 1978, at the first session of the Legislature following July 1, 2013, the legislature shall review and adjust the distributions pursuant to Section 7-1-6.1 NMSA 1978 and the employer and employee contributions to the authority in order to ensure the actuarial soundness of the benefits provided under the Retiree Health Care Act.

The Department's contributions to the RHCA for the years ended June 30, 2015, 2014 and 2013 were \$236,410, \$216,256, and \$218,280, respectively, which equal the required contributions for each year.

NOTE 13. INSURANCE COVERAGE

The Department obtains coverage through the Risk Management Division of the State of New Mexico General Services Department. This coverage includes liability and civil rights, property, vehicle, employer bond, workers' compensation, group insurance and state unemployment. These coverages are designed to satisfy the requirements of the State Tort Claims Act. All Department employees are covered by a blanket fidelity bond with a \$5,000,000 coverage limit with a \$1,000 deductible per occurrence by the State of New Mexico.

The Department is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters for which the agency carries insurance (workers' compensation, unemployment compensation, employee liability, and transportation property) with the State of New Mexico Risk Management Division (RMD) of the General Services Department.

Risk Management

The Department, as a state agency defined in the New Mexico Tort Claims Act, is insured through the Risk Management Division of the state of New Mexico. The Department pays annual premiums to the Risk Management Division for coverage provided in the following areas:

1. Liability and civil rights protection for claims made by others against the state of New Mexico.
2. Coverage to protect the state of New Mexico's property and assets.
3. Fringe benefit coverage's for state of New Mexico employees.

The Department's exposure is limited to \$1,000 per any first-party incurred property loss, with the exception of theft, which has a \$5,000 deductible. After conferring with legal counsel concerning pending litigation and claims, the Department believes that the outcome of pending litigation should not have a materially adverse effect on the financial position or operations of the Department. In addition, for the years ended June 30, 2015, 2014, and 2013, the Department had no claims for which the Risk Management Division has returned as "not covered" that would become the responsibility of the Department.

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NOTE 14. OPERATING LEASE AGREEMENTS

In 2003, the Department entered into a building lease agreement to provide office space for the Construction Industries Division located in Las Cruces. In 2004, the Department entered into lease agreements to provide office space for the boards and commissions located in Albuquerque. In 2007, the Department entered into a building lease agreement to provide office space for the Securities Division. Rent expense under these building leases totaled \$403,500 for the year ended June 30, 2015. The Department is obligated under these leases as follows:

2016	\$	310,170
2017		340,678
2018		341,271
2019		319,754
2020		328,377
	\$	<u>1,640,250</u>

The Department also leases equipment under operating lease agreements that range in term from 36 to 48 month leases. Rent expense under these equipment leases totaled \$39,703 for the year ended June 30, 2015. The Department is obligated under these leases as follows:

2016	\$	28,939
2017		16,189
2018		6,525
2019		1,698
	\$	<u>53,351</u>

The Department also leases vehicles under operating lease agreements in term for 60 months. Rent expense under these vehicle leases totaled \$97,832 for the year ended June 30, 2015.

The Department is obligated under these leases as follows:

2016	\$	122,928
2017		122,928
2018		122,928
2019		122,928
2020		25,096
	\$	<u>516,808</u>

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NOTE 15. FUND BALANCE

For the General Fund (SHARE Fund 43300), the committed fund balance consists of an unspent special appropriation in the amount of \$186,200 for the purchase of IT items per the Laws 2013, 1st Session, Chapter 227, Section 7, item 12. This appropriation was extended until June 15, 2017 by the Laws of 2015, 1st session, Chapter 101, Section 7, Item 15. None of this special appropriation had been spent or encumbered as of June 30, 2015.

For the special revenue funds, the fund balance is restricted by the enabling legislation. The statutes are listed with the related fund description.

The Private Investigators and Polygraph Board Fund (SHARE Fund 45900) had a deficit fund balance of \$99,937 at June 30, 2015. Effective January 2015, the Private Investigators and Polygraph Board increased all fees for initial licensing and registration and all renewals. This was necessary to provide for adequate funding of the Board's on-going operations and recover the current deficit.

The 2015 Legislature, 1st Special Session, Laws 2015, Chapter 3, Senate Bill 1, Sections 68, 69, 70 and 71 appropriated from the Mortgage Regulatory Fund \$2,900,000 and Sections 78, 79 and 80 appropriated from the Securities Enforcement and Investor Education Fund \$2,000,000 to be used for infrastructure improvements projects of other State Agencies. These funds were transferred out of the Department's funds in fiscal year 2016. The legislature's action would have caused the appropriated amounts to be classified as committed, however, the funds are classified as restricted by the enabling legislation and have been presented as such in the accompanying fund financial statements.

NOTE 16. DEPARTMENT'S CONTROL PROCEDURES RELATED TO STATE GENERAL FUND INVESTMENT POOL (SGFIP) ACTIVITY

The Department conducts various procedures to ensure that its Interest in the State General Fund Investment Pool is reported accurately in SHARE. The Department deposits all monies received to the State General Fund Investment Pool; it does not hold any outside bank accounts that have to be added into SHARE. All vouchers are approved and warrants are issued by DFA. Whereas these areas can create higher risk, the Department has a lower overall potential risk. The Department mitigates the risk in the areas of deposits, disbursements, payroll, budget, allotments, journal entries, and operating transfers by conducting the following:

Deposits

The Administrative Services Division (ASD) of the Department is responsible for receiving, depositing, and recording deposits in SHARE. The Cash Office receives the deposit slips, report of collections, and any back up documentation. When the bank stamped deposit slips are received back from the bank, they are verified for the correct amount. The SHARE report is downloaded daily in the morning and all Department deposits are reconciled to the physical deposit slips and entered into SHARE. On a daily basis, a second individual verifies all information is entered correctly: fund, department, account, bud ref, class, and amount. If any information is incorrect, it is changed in SHARE if the deposit has not been completed, or the Financial Manager or CFO will complete a journal entry to correct the deposit.

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NOTE 16. DEPARTMENT'S CONTROL PROCEDURES RELATED TO STATE GENERAL FUND INVESTMENT POOL (SGFIP) ACTIVITY (CONTINUED)

Disbursements

All vouchers and invoices are submitted to ASD for review and approval. Accounts Payable reviews the vouchers to ensure the proper information has been entered for the payment: amount, fund, department, and account. The voucher is also compared to the purchase order to verify there is a purchase order in place and that the fund, department, and amount match. It is then submitted to the Financial Manager or CFO for an additional review and approval. The voucher packet is then submitted to DFA, where a third review and final approval is completed. DFA issues the warrants and when received by the Department, Accounts Payable verifies the amount and payee match the voucher that was submitted.

Payroll

The Department performs payroll reconciliations for each pay period to verify that each position was paid from the correct department and fund. Each position is reviewed and if the expenditure was paid incorrectly, the Financial Manager or CFO prepares a journal entry to correctly post the transactions. The journal entry is reviewed and approved by an individual who did not prepare the entry.

Budget

The Department performs monthly budget projections for each fund, which includes expenditures, encumbrances (purchase orders), pre-encumbrances (requisitions), projected expenditures, journal entries, and operating transfers. The items that have posted to the GL, such as expenditures, journal entries, and operating transfers are reviewed for validity and to ensure they have been posted to the correct fund. This is an additional level of verification to ensure disbursements are correct. The POs and Requisitions are reviewed, for the third time, to ensure they belong to the fund in which they are reflected in. Initially, the Purchasing Agent reviews all POs and Requisitions and verifies the correct fund, department, and account codes are being used. They are then submitted to the Financial Manager or CFO for final review and approval. The budget projection process not only provides the Department the information necessary to remain within their appropriated budget, but also ensures disbursements, journal entries, and operating transfers are recorded correctly.

Budget Allotments

The Department prepares the budget allotment forms which are submitted to DFA for review, approval, and posting into SHARE. The Department verifies the budget posted is correct from a query run by SHARE.

Journal Entries and Operating Transfers

The journal entries are reviewed and approved by the Financial Manager or CFO, and are not approved by the individual who prepared them. Once posted, they are then again reviewed during the budget projection review. The operating transfers prepared by the Department follow the same process. Copies of any operating transfers prepared by another agency to the Department are requested and reviewed for accuracy.

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NOTE 16. DEPARTMENT'S CONTROL PROCEDURES RELATED TO STATE GENERAL FUND INVESTMENT POOL (SGFIP) ACTIVITY (CONTINUED)

General Fund Sweeps

DFA sweeps monies received by the reverting funds on a monthly basis. The Department has five receipt funds which revert to the General Fund. The trial balance provides the amount of receipts for the month. DFA does not post any entries for the non-reverting funds within the Department for the 30 Boards and Commissions, and 4 other programs.

To summarize, the Department has multiple processes that are performed on a daily, monthly, and annual basis to ensure all balances and activity relating to the Department's Interest in the State General Fund Investment Pool is correct and to mitigate the risk of misstatement in the financial statements.

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NON-MAJOR SPECIAL REVENUE FUND DESCRIPTIONS
For the Year Ended June 30, 2015

Securities Enforcement & Investor Education Fund (SHARE Fund 04400). Established for the education and training of New Mexico residents concerning securities laws and investment issues and to support of Division enforcement activity. To fulfill that mandate, the Division Investor Education Program conducts a coordinated community outreach effort designed to reach as many New Mexicans as possible through a variety of communications channels. The fund was established in accordance with the provisions of Section 58-13C-601 NMSA 1978.

FID Settlement Fund (SHARE Fund 11550). The fund is created as a non-reverting fund under Section 9-16-16 NMSA 1978. The fund consists of money distributed to the financial institutions division pursuant to the consent judgment in litigation between mortgage lenders and various states, including New Mexico, in 2012 and of income from the investment of the fund. Money in the fund is subject to appropriation by the legislature to Financial Institutions Division to support and improve state financial regulation and supervision as provided in the judgment.

Hoisting Operators Fund (SHARE Fund 21100). To account for fees charged by the Department pursuant to the Hoisting Operators Safety Act. The fund is administrated by the Department for the purpose of carrying out the provisions of the Act. The fund was established in accordance with the provisions of Section 60-15-15 NMSA 1978.

Financial Institutions Division (FID) Revolving Fund (SHARE Fund 37200). To account for the code books and publications to financial institutions. Receipts from such sales are used to recover related costs. The fund was established by the Department with the authority of the New Mexico Department of Finance and Administration.

Construction Industries Division (CID) Revolving Fund (SHARE Fund 37300). To account for the sales of code books and publications by the Construction Industries Division of the Department. Collections received from such sales are used to recover related costs incurred. The fund was established by the Department with the authority of the New Mexico Department of Finance and Administration.

HUD Manufactured Housing Fund (SHARE Fund 47200). To account for the revenue and related expenses for inspection service of manufactured housing units shipped into and manufactured in New Mexico. Funding is provided by an agreement with the United States Department of Housing and Urban Development. In addition, inspection services are billed to the manufacturing companies.

Carnival Ride Insurance Fund - (SHARE Fund 64300). To account for the per-ride inspection fees collected under the provisions of the Carnival Ride Insurance Act. Each operator of a carnival ride must pay an inspection fee of \$50.00 per ride. This money is restricted to the purpose of fulfilling the provisions of the Carnival Ride Insurance Act. The fund was established in accordance with provisions of NMSA 1978 Compilation, Section 57-25-3.

American Recovery and Reinvestment Act (ARRA) Fund (SHARE Fund 89000). An administrative fund established by the Department of Finance and Administration and funded by the Federal Government. This is a non-reverting fund.

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REGULATION AND LICENSING DEPARTMENT
NON-MAJOR SPECIAL REVENUE FUND DESCRIPTIONS
For the Year Ended June 30, 2015

Individual Boards and Commissions. Separate SHARE funds have been set up to account for the administration of each individual board and commission established by certain sections of the New Mexico state statutes (as noted in the Funding Authority column below). Each board or commission's revenue is restricted to each board or commission's activity and administration. Any excess funds at the end of the fiscal year do not revert to the State General Fund. The following summarizes the fund, fund name, and statutory authority for the Department's boards and commissions and other special revenue funds that were in existence at June 30, 2015.

SHARE Fund Number	SHARE Fund Name	Funding Authority
04400	Securities Enforcement and Investor Education	58-13B-57
11550	FID Settlement	9-16-16
20110	Sign Language Interpreting Services	61-34-13
20120	Animal Shelter Services	77-1B-4
21100	Hoisting Operators	60-15-1 to 15
29700	Real Estate Recovery	61-29-21
37200	Financial Institutions Revolving Fund	9-16-14
37300	CID Revolving Fund	60-13-8.1
43900	Barbers and Cosmetologists	61-17A-14
44100	Athletic Commission	60-2A-24
44200	Massage Therapist	61-12C-23
44400	Counselors and Therapists	61-9A-25
44500	Real Estate Education and Training	61-29-19.1
44600	Chiropractic Examiners	61-4-7
44700	Dental Health Care	61-5A-26
44800	Nutrition and Dietetics	61-7A-12
44900	Nursing Home Administrators	61-13-12
45000	Occupational Therapy	61-12A-20
45100	Optometry	61-2-7
45200	Osteopathic Examiners	61-10-6
45300	Podiatry	61-8-7
45400	Psychologist Examiners	61-9-5
45500	Physical Therapists	61-1R-4
45600	Thanatopractice	61-32-26
45700	Interior Design	61-24C-16
45900	Private Investigators and Polygraphers	61-27B-30
46000	Landscape Architects	61-24B-14
46500	Real Estate Appraisers	61-30-18
46600	Accountancy	61-28B-6
46700	Real Estate Commission	61-29-4
46900	Social Workers	61-31-16
47100	Acupuncture	61-14A-18
47200	HUD Manufactured Housing	60-14-1
47300	Speech, Language and Audiology	61-14B-24
47400	Respiratory Care Advisory	61-12B-13
47500	Athletic Trainers	61-14D-18
53500	Naprapathy	61-12E-13
64300	Carnival Ride Insurance	57-25-3
87600	Impaired Dentists Hygienists	61-5B-11
89000	ARRA Fund	ARRA Grant

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COMBINING BALANCE SHEET -
ALL NONMAJOR FUNDS
June 30, 2015

	04400 Sec. Enforce. and Investor Education	11550 FID Settlement Fund	20110 Sign Language Interpreting	20120 Animal Shelter Services
ASSETS				
Interest in State Treasurer General Fund Investment Pool	\$ 2,973,374	824,722	204,474	163,005
Accounts receivable	-	-	-	-
Prepaid postage	300	-	4,378	-
Due from other funds	-	-	-	-
Due from other state agencies	213	-	16	14
Due from federal government	-	-	-	-
Inventories	-	-	-	-
Total assets	\$ 2,973,887	824,722	208,868	163,019
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 117,523	-	39	-
Accrued payroll	2,003	-	506	993
Unearned revenues	-	-	2,823	4,219
Due to State General Fund	-	-	-	-
Due to other state agencies	-	-	-	-
Due to local governments	-	-	-	11,321
Due to other funds	-	-	-	-
Due to federal government	-	-	-	-
Total liabilities	119,526	-	3,368	16,533
Fund Balances				
Nonspendable:				
Prepaid postage	300	-	4,378	-
Restricted	2,854,061	824,722	201,122	146,486
Unassigned	-	-	-	-
Total fund balances	2,854,361	824,722	205,500	146,486
Total liabilities and fund balances	\$ 2,973,887	824,722	208,868	163,019

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REGULATION AND LICENSING DEPARTMENT
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June 30, 2015

	21100	29700	37200	37300
	Hoisting Operators	Real Estate Recovery	FID Revolving	CID Revolving
ASSETS				
Interest in State Treasurer General Fund Investment Pool	\$ 186,013	292,592	200	156,542
Accounts receivable	-	-	-	-
Prepaid postage	92	-	-	-
Due from other funds	-	-	-	-
Due from other state agencies	13	16	-	-
Due from federal government	-	-	-	-
Inventories	-	-	-	-
Total assets	\$ 186,118	292,608	200	156,542
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ -	-	-	-
Accrued payroll	-	-	-	-
Unearned revenues	-	-	-	-
Due to State General Fund	-	-	-	-
Due to other state agencies	-	-	-	-
Due to local governments	-	-	-	-
Due to other funds	-	-	-	-
Due to federal government	-	-	-	-
Total liabilities	-	-	-	-
Fund Balances				
Nonspendable:				
Prepaid postage	92	-	-	-
Restricted	186,026	292,608	200	156,542
Unassigned	-	-	-	-
Total fund balances	186,118	292,608	200	156,542
Total liabilities and fund balances	\$ 186,118	292,608	200	156,542

STATE OF NEW MEXICO
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ALL NONMAJOR FUNDS
June 30, 2015

	43900 Board of Cosmetologists and Barbers	44100 Athletic Commission	44200 Massage Therapists	44400 Counselors and Therapists
ASSETS				
Interest in State Treasurer General Fund Investment Pool	\$ 3,178,727	356,778	504,329	1,124,893
Accounts receivable	-	-	-	-
Prepaid postage	403	119	2,245	4,047
Due from other funds	-	-	-	-
Due from other state agencies	140	-	-	85
Due from federal government	-	-	-	-
Inventories	-	-	-	-
Total assets	\$ 3,179,270	356,897	506,574	1,129,025
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 78,175	1,278	52	173
Accrued payroll	9,706	1,981	1,600	5,007
Unearned revenues	416,249	12,550	169,716	273,653
Due to State General Fund	-	-	-	-
Due to other state agencies	-	-	-	-
Due to local governments	-	-	-	-
Due to other funds	-	-	-	-
Due to federal government	-	-	-	-
Total liabilities	504,130	15,809	171,368	278,833
Fund Balances				
Nonspendable:				
Prepaid postage	403	119	2,245	4,047
Restricted	2,674,737	340,969	332,961	846,145
Unassigned	-	-	-	-
Total fund balances	2,675,140	341,088	335,206	850,192
Total liabilities and fund balances	\$ 3,179,270	356,897	506,574	1,129,025

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
COMBINING BALANCE SHEET -
ALL NONMAJOR FUNDS
June 30, 2015

	44500 Real Estate Education and Training	44600 Chiropractic Examiners	44800 Nutrition and Dietetics	44900 Nursing Home Administration
ASSETS				
Interest in State Treasurer General Fund Investment Pool	\$ 85,075	857,733	182,131	169,844
Accounts receivable	-	-	-	-
Prepaid postage	-	1,023	208	29
Due from other funds	-	-	-	-
Due from other state agencies	6	-	-	-
Due from federal government	-	-	-	-
Inventories	-	-	-	-
Total assets	\$ 85,081	858,756	182,339	169,873
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ -	4,059	74	31
Accrued payroll	-	4,085	-	172
Unearned revenues	4,669	144,550	14,160	28,350
Due to State General Fund	-	-	-	-
Due to other state agencies	-	-	-	-
Due to local governments	-	-	-	-
Due to other funds	-	-	-	-
Due to federal government	-	-	-	-
Total liabilities	4,669	152,694	14,234	28,553
Fund Balances				
Nonspendable:				
Prepaid postage	-	1,023	208	29
Restricted	80,412	705,039	167,897	141,291
Unassigned	-	-	-	-
Total fund balances	80,412	706,062	168,105	141,320
Total liabilities and fund balances	\$ 85,081	858,756	182,339	169,873

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
COMBINING BALANCE SHEET -
ALL NONMAJOR FUNDS
June 30, 2015

	45000	45100	45200	45300
	Occupational Therapy	Optometry	Osteopathic Examiners	Podiatry
ASSETS				
Interest in State Treasurer General Fund Investment Pool	\$ 480,251	399,903	698,945	171,139
Accounts receivable	-	-	-	-
Prepaid postage	1,510	102	611	531
Due from other funds	-	-	-	-
Due from other state agencies	-	-	-	-
Due from federal government	-	-	-	-
Inventories	-	-	-	-
Total assets	\$ 481,761	400,005	699,556	171,670
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 7	1,359	1,555	-
Accrued payroll	1,408	920	(131)	593
Unearned revenues	18,282	79,200	122,650	20,049
Due to State General Fund	-	-	-	-
Due to other state agencies	-	-	-	-
Due to local governments	-	-	-	-
Due to other funds	-	-	-	-
Due to federal government	-	-	-	-
Total liabilities	19,697	81,479	124,074	20,642
Fund Balances				
Nonspendable:				
Prepaid postage	1,510	102	611	531
Restricted	460,554	318,424	574,871	150,497
Unassigned	-	-	-	-
Total fund balances	462,064	318,526	575,482	151,028
Total liabilities and fund balances	\$ 481,761	400,005	699,556	171,670

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COMBINING BALANCE SHEET -
ALL NONMAJOR FUNDS
June 30, 2015

	45400	45500	45600	45700
	Psychologist Examiners	Physical Therapist	Thanatopractice	Interior Design
ASSETS				
Interest in State Treasurer General Fund Investment Pool	\$ 731,500	1,115,178	409,291	64,700
Accounts receivable	-	-	-	-
Prepaid postage	54	252	-	297
Due from other funds	-	-	-	-
Due from other state agencies	-	80	26	-
Due from federal government	-	-	-	-
Inventories	-	-	-	-
Total assets	\$ 731,554	1,115,510	409,317	64,997
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 2,273	49	1,965	-
Accrued payroll	3,571	2,151	1,887	167
Unearned revenues	289,626	218,250	55,050	4,299
Due to State General Fund	-	-	-	-
Due to other state agencies	-	-	-	-
Due to local governments	-	-	-	-
Due to other funds	-	-	-	-
Due to federal government	-	-	-	-
Total liabilities	295,470	220,450	58,902	4,466
Fund Balances				
Nonspendable:				
Prepaid postage	54	252	-	297
Restricted	436,030	894,808	350,415	60,234
Unassigned	-	-	-	-
Total fund balances	436,084	895,060	350,415	60,531
Total liabilities and fund balances	\$ 731,554	1,115,510	409,317	64,997

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
COMBINING BALANCE SHEET -
ALL NONMAJOR FUNDS
June 30, 2015

	45900 Private Investigators and Polygraph	46000 Landscape Architects	46500 Estate Appraisers	46600 Accountancy
ASSETS				
Interest in State Treasurer General Fund Investment Pool	\$ 30,484	205,586	604,508	905,282
Accounts receivable	-	-	-	-
Prepaid postage	844	1,154	926	62
Due from other funds	-	-	-	-
Due from other state agencies	7	-	46	66
Due from federal government	-	-	-	-
Inventories	-	-	-	-
Total assets	\$ 31,335	206,740	605,480	905,410
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ -	409	2,123	3,000
Accrued payroll	5,148	224	5,998	5,202
Unearned revenues	126,124	28,299	166,815	168,625
Due to State General Fund	-	-	-	-
Due to other state agencies	-	-	-	-
Due to local governments	-	-	-	-
Due to other funds	-	-	-	-
Due to federal government	-	-	240	-
Total liabilities	131,272	28,932	175,176	176,827
Fund Balances				
Nonspendable:				
Prepaid postage	844	1,154	926	62
Restricted	-	176,654	429,378	728,521
Unassigned	(100,781)	-	-	-
Total fund balances	(99,937)	177,808	430,304	728,583
Total liabilities and fund balances	\$ 31,335	206,740	605,480	905,410

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
COMBINING BALANCE SHEET -
ALL NONMAJOR FUNDS
June 30, 2015

	46900 Social Workers	47100 Acupuncture	47200 HUD Manufactured Housing	47300 Speech Language and Audio
ASSETS				
Interest in State Treasurer General Fund Investment Pool	\$ 895,182	422,044	420,610	698,396
Accounts receivable	-	-	-	-
Prepaid postage	2,826	885	-	1,110
Due from other funds	-	-	-	-
Due from other state agencies	56	29	-	51
Due from federal government	-	-	-	-
Inventories	-	-	-	-
Total assets	\$ 898,064	422,958	420,610	699,557
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 4,493	2,338	10	78
Accrued payroll	116	1,932	1,900	2,376
Unearned revenues	486,825	6,913	-	199,614
Due to State General Fund	-	-	-	-
Due to other state agencies	-	-	-	-
Due to local governments	-	-	-	-
Due to other funds	-	-	-	-
Due to federal government	-	-	-	-
Total liabilities	491,434	11,183	1,910	202,068
Fund Balances				
Nonspendable:				
Prepaid postage	2,826	885	-	1,110
Restricted	403,804	410,890	418,700	496,379
Unassigned	-	-	-	-
Total fund balances	406,630	411,775	418,700	497,489
Total liabilities and fund balances	\$ 898,064	422,958	420,610	699,557

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
COMBINING BALANCE SHEET -
ALL NONMAJOR FUNDS
June 30, 2015

	47400 Respiratory Care Advisory	47500 Athletic Trainers	53500 Naprathy	64300 Carnival Ride Insurance
ASSETS				
Interest in State Treasurer General Fund Investment Pool	\$ 220,153	117,470	289	167,377
Accounts receivable	-	-	-	-
Prepaid postage	533	113	-	123
Due from other funds	-	-	-	-
Due from other state agencies	-	9	-	-
Due from federal government	-	-	-	-
Inventories	-	-	-	-
Total assets	\$ 220,686	117,592	289	167,500
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 1	868	-	-
Accrued payroll	1,364	346	-	-
Unearned revenues	19,453	1,052	-	12,100
Due to State General Fund	-	-	289	-
Due to other state agencies	-	55	-	-
Due to local governments	-	-	-	-
Due to other funds	-	-	-	-
Due to federal government	-	-	-	-
Total liabilities	20,818	2,321	289	12,100
Fund Balances				
Nonspendable:				
Prepaid postage	533	113	-	123
Restricted	199,335	115,158	-	155,277
Unassigned	-	-	-	-
Total fund balances	199,868	115,271	-	155,400
Total liabilities and fund balances	\$ 220,686	117,592	289	167,500

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
COMBINING BALANCE SHEET -
ALL NONMAJOR FUNDS
June 30, 2015

	87600	89000	Total
	Impaired Dentists	ARRA	Non-major Funds
ASSETS			
Interest in State Treasurer General Fund Investment Pool	\$ 80,225	902	20,099,847
Accounts receivable	-	-	-
Prepaid postage	-	-	24,777
Due from other funds	-	-	-
Due from other state agencies	-	-	873
Due from federal government	-	-	-
Inventories	-	-	-
Total assets	<u>\$ 80,225</u>	<u>902</u>	<u>20,125,497</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable	\$ -	-	221,932
Accrued payroll	-	-	61,225
Unearned revenues	-	-	3,094,165
Due to State General Fund	-	902	1,191
Due to other state agencies	-	-	55
Due to local governments	-	-	11,321
Due to other funds	-	-	-
Due to federal government	-	-	240
Total liabilities	<u>-</u>	<u>902</u>	<u>3,390,129</u>
Fund Balances			
Nonspendable:			
Prepaid postage	-	-	24,777
Restricted	80,225	-	16,811,372
Unassigned	-	-	(100,781)
Total fund balances	<u>80,225</u>	<u>-</u>	<u>16,735,368</u>
Total liabilities and fund balances	<u>\$ 80,225</u>	<u>902</u>	<u>20,125,497</u>

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCES - ALL NONMAJOR FUNDS
Year Ended June 30, 2015

	04400 Sec. Enforce. and Investor Education	11550 FID Settlement Fund	20110 Sign Language Services	20120 Animal Shelter Services
Revenues				
License fees	\$ 704,060	-	6,999	2,118
Services	-	-	-	18
Printing and reproduction	-	-	10	-
Publications	-	-	-	-
Federal sources	-	-	-	-
Interest on investments	2,461	-	196	202
Other revenue	12,685	-	120	100
Total revenues	719,206	-	7,325	2,438
Expenditures				
Current				
Personnel services and employee benefits	142,958	-	54,797	29,186
Contractual services	81,808	-	2,572	-
In-state travel	6,563	-	2,067	190
Maintenance and repairs	-	-	21	-
Supplies and materials	13,193	-	788	379
Operating costs	399,040	-	1,842	71,600
Other costs	12	-	31	-
Out-of-state travel	663	-	-	-
Capital outlay	-	-	-	-
Total expenditures	644,237	-	62,118	101,355
Excess (deficiency) of revenues over (under) expenditures	74,969	-	(54,793)	(98,917)
Other financing sources (uses)				
Transfers in-interagency	-	-	25,000	-
Transfers out-interagency	-	-	-	-
Transfers in-interfund	-	-	-	-
Transfers out-interfund	(54,729)	(152,870)	(13,532)	(10,961)
State General Fund appropriation	-	-	-	28,700
Reversions to State General Fund	-	-	-	-
Total other financing sources (uses)	(54,729)	(152,870)	11,468	17,739
Net change in fund balance	20,240	(152,870)	(43,325)	(81,178)
Fund balances, beginning of year	2,834,121	977,592	248,825	227,664
Fund balances, end of year	\$ 2,854,361	824,722	205,500	146,486

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCES - ALL NONMAJOR FUNDS
Year Ended June 30, 2015

	21100	29700	37200	37300
	Hoisting Operators	Real Estate Recovery	FID Revolving	CID Revolving
Revenues				
License fees	\$ 18,860	-	-	-
Services	-	-	-	-
Printing and reproduction	-	-	-	-
Publications	-	-	-	2,100
Federal sources	-	-	-	-
Interest on investments	147	240	-	-
Other revenue	640	-	-	-
Total revenues	19,647	240	-	2,100
Expenditures				
Current				
Personnel services and employee benefits	-	-	-	-
Contractual services	-	-	-	-
In-state travel	-	-	-	-
Maintenance and repairs	-	-	-	-
Supplies and materials	-	-	-	-
Operating costs	-	-	-	-
Other costs	-	-	-	-
Out-of-state travel	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	19,647	240	-	2,100
Other financing sources (uses)				
Transfers in-interagency	-	-	-	-
Transfers out-interagency	-	-	-	-
Transfers in-interfund	-	-	-	-
Transfers out-interfund	-	-	-	-
State General Fund appropriation	-	-	-	-
Reversions to State General Fund	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	19,647	240	-	2,100
Fund balances, beginning of year	166,471	292,368	200	154,442
Fund balances, end of year	\$ 186,118	292,608	200	156,542

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCES - ALL NONMAJOR FUNDS
Year Ended June 30, 2015

	43900 Board of Cosmetologists and Barbers	44100 Athletic Commission	44200 Massage Therapists	44400 Counselors and Therapists
Revenues				
License fees	\$ 1,214,489	31,338	187,256	410,070
Services	4,250	79,564	22,665	50,663
Printing and reproduction	8,255	-	2,091	6,410
Publications	70	-	-	-
Federal sources	-	-	-	-
Interest on investments	-	-	-	1,019
Other revenue	97,601	373	17,322	15,800
Total revenues	<u>1,324,665</u>	<u>111,275</u>	<u>229,334</u>	<u>483,962</u>
Expenditures				
Current				
Personnel services and employee benefits	537,549	72,680	154,168	244,355
Contractual services	46,998	8,820	-	-
In-state travel	17,706	8,995	2,639	8,823
Maintenance and repairs	-	80	350	400
Supplies and materials	16,129	4,591	1,991	5,261
Operating costs	59,743	3,916	8,550	15,684
Other costs	7,423	19	2,359	4,888
Out-of-state travel	1,904	-	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>687,452</u>	<u>99,101</u>	<u>170,057</u>	<u>279,411</u>
Excess (deficiency) of revenues over (under) expenditures	<u>637,213</u>	<u>12,174</u>	<u>59,277</u>	<u>204,551</u>
Other financing sources (uses)				
Transfers in-interagency	-	-	-	-
Transfers out-interagency	-	-	-	-
Transfers in-interfund	-	-	-	-
Transfers out-interfund	(220,903)	(21,014)	(49,478)	(78,384)
State General Fund appropriation	-	-	-	-
Reversions to State General Fund	-	-	-	-
Total other financing sources (uses)	<u>(220,903)</u>	<u>(21,014)</u>	<u>(49,478)</u>	<u>(78,384)</u>
Net change in fund balance	416,310	(8,840)	9,799	126,167
Fund balances, beginning of year	<u>2,258,830</u>	<u>349,928</u>	<u>325,407</u>	<u>724,025</u>
Fund balances, end of year	<u>\$ 2,675,140</u>	<u>341,088</u>	<u>335,206</u>	<u>850,192</u>

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCES - ALL NONMAJOR FUNDS
Year Ended June 30, 2015

	44500 Real Estate Education and Training	44600 Chiropractic Examiners	44800 Nutrition and Dietetics	44900 Nursing Home Administration
Revenues				
License fees	\$ 3,467	262,925	40,794	48,982
Services	-	6,950	2,980	14,935
Printing and reproduction	-	1,925	65	100
Publications	-	-	-	-
Federal sources	-	-	-	-
Interest on investments	71	-	-	-
Other revenue	3,709	6,898	541	2,850
Total revenues	7,247	278,698	44,380	66,867
Expenditures				
Current				
Personnel services and employee benefits	-	96,395	10,175	14,125
Contractual services	-	-	-	-
In-state travel	-	3,182	1,092	1,146
Maintenance and repairs	-	63	332	18
Supplies and materials	-	596	624	287
Operating costs	-	6,196	1,651	2,352
Other costs	-	4,497	392	493
Out-of-state travel	-	1,573	-	-
Capital outlay	-	-	-	-
Total expenditures	-	112,502	14,266	18,421
Excess (deficiency) of revenues over (under) expenditures	7,247	166,196	30,114	48,446
Other financing sources (uses)				
Transfers in-interagency	-	-	-	-
Transfers out-interagency	-	-	-	-
Transfers in-interfund	-	-	-	-
Transfers out-interfund	-	(21,331)	(6,001)	(5,160)
State General Fund appropriation	-	-	-	-
Reversions to State General Fund	-	-	-	-
Total other financing sources (uses)	-	(21,331)	(6,001)	(5,160)
Net change in fund balance	7,247	144,865	24,113	43,286
Fund balances, beginning of year	73,165	561,197	143,992	98,034
Fund balances, end of year	\$ 80,412	706,062	168,105	141,320

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCES - ALL NONMAJOR FUNDS
Year Ended June 30, 2015

	45000	45100	45200	45300
	Occupational Therapy	Optometry	Osteopathic Examiners	Podiatry
Revenues				
License fees	\$ 76,345	95,850	144,600	49,000
Services	24,685	5,680	3,710	355
Printing and reproduction	2,045	2,615	2,601	840
Publications	-	-	-	-
Federal sources	-	-	-	-
Interest on investments	-	-	-	-
Other revenue	3,160	2,275	4,240	250
Total revenues	106,235	106,420	155,151	50,445
Expenditures				
Current				
Personnel services and employee benefits	52,777	49,445	87,210	21,202
Contractual services	-	6,100	-	-
In-state travel	3,268	4,706	2,262	627
Maintenance and repairs	95	26	49	11
Supplies and materials	754	547	1,482	476
Operating costs	3,773	3,825	4,761	2,354
Other costs	903	1,374	3,119	666
Out-of-state travel	908	-	-	-
Capital outlay	-	-	-	-
Total expenditures	62,478	66,023	98,883	25,336
Excess (deficiency) of revenues over (under) expenditures	43,757	40,397	56,268	25,109
Other financing sources (uses)				
Transfers in-interagency	-	-	-	-
Transfers out-interagency	-	-	-	-
Transfers in-interfund	-	-	-	-
Transfers out-interfund	(18,083)	(10,818)	(18,556)	(5,078)
State General Fund appropriation	-	-	-	-
Reversions to State General Fund	-	-	-	-
Total other financing sources (uses)	(18,083)	(10,818)	(18,556)	(5,078)
Net change in fund balance	25,674	29,579	37,712	20,031
Fund balances, beginning of year	436,390	288,947	537,770	130,997
Fund balances, end of year	\$ 462,064	318,526	575,482	151,028

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCES - ALL NONMAJOR FUNDS
Year Ended June 30, 2015

	45400	45500	45600	45700
	Psychologist Examiners	Physical Therapist	Thanatopractice	Interior Design
Revenues				
License fees	\$ 250,876	195,615	158,552	18,048
Services	16,240	17,945	6,345	515
Printing and reproduction	2,541	8,225	1,480	70
Publications	-	-	-	-
Federal sources	-	-	-	-
Interest on investments	-	886	313	-
Other revenue	4,140	9,535	8,550	400
Total revenues	273,797	232,206	175,240	19,033
Expenditures				
Current				
Personnel services and employee benefits	127,325	80,626	76,045	5,727
Contractual services	-	-	-	-
In-state travel	3,297	2,230	2,683	938
Maintenance and repairs	65	184	47	-
Supplies and materials	967	1,277	1,557	28
Operating costs	5,480	11,920	2,314	4,805
Other costs	4,880	2,155	2,255	209
Out-of-state travel	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	142,014	98,392	84,901	11,707
Excess (deficiency) of revenues over (under) expenditures	131,783	133,814	90,339	7,326
Other financing sources (uses)				
Transfers in-interagency	-	-	-	-
Transfers out-interagency	-	-	-	-
Transfers in-interfund	-	-	-	-
Transfers out-interfund	(27,212)	(28,415)	(19,844)	(2,062)
State General Fund appropriation	-	-	-	-
Reversions to State General Fund	-	-	-	-
Total other financing sources (uses)	(27,212)	(28,415)	(19,844)	(2,062)
Net change in fund balance	104,571	105,399	70,495	5,264
Fund balances, beginning of year	331,513	789,661	279,920	55,267
Fund balances, end of year	\$ 436,084	895,060	350,415	60,531

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCES - ALL NONMAJOR FUNDS
Year Ended June 30, 2015

	45900 Private Investigators and Polygraph	46000 Landscape Architects	46500 Real Estate Appraisers	46600 Accountancy
Revenues				
License fees	\$ 140,558	44,499	112,728	546,221
Services	4,628	610	68,101	10,859
Printing and reproduction	-	-	3,181	1,458
Publications	-	-	-	-
Federal sources	-	-	-	-
Interest on investments	102	-	495	714
Other revenue	4,369	4,238	92,218	37,071
Total revenues	149,657	49,347	276,723	596,323
Expenditures				
Current				
Personnel services and employee benefits	191,514	5,395	205,390	243,013
Contractual services	-	-	1,118	127
In-state travel	1,620	1,610	13,425	5,864
Maintenance and repairs	464	17	99	507
Supplies and materials	5,100	72	2,480	9,257
Operating costs	5,994	8,549	7,352	85,547
Other costs	-	549	3,119	3,556
Out-of-state travel	-	-	-	2,587
Capital outlay	-	-	-	-
Total expenditures	204,692	16,192	232,983	350,458
Excess (deficiency) of revenues over (under) expenditures	(55,035)	33,155	43,740	245,865
Other financing sources (uses)				
Transfers in-interagency	-	-	-	-
Transfers out-interagency	-	-	-	-
Transfers in-interfund	-	-	-	-
Transfers out-interfund	(82,525)	(3,466)	(39,655)	(63,850)
State General Fund appropriation	-	-	-	-
Reversions to State General Fund	-	-	-	-
Total other financing sources (uses)	(82,525)	(3,466)	(39,655)	(63,850)
Net change in fund balance	(137,560)	29,689	4,085	182,015
Fund balances, beginning of year	37,623	148,119	426,219	546,568
Fund balances, end of year	\$ (99,937)	177,808	430,304	728,583

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCES - ALL NONMAJOR FUNDS
Year Ended June 30, 2015

	46900	47100	47200	47300
	Social Workers	Acupuncture	HUD Manufactured Housing	Speech Language and Audio
Revenues				
License fees	\$ 329,281	188,022	-	214,715
Services	2,255	25,926	85,513	7,370
Printing and reproduction	5,932	864	-	3,280
Publications	-	130	-	-
Federal sources	-	-	19,186	-
Interest on investments	641	374	-	571
Other revenue	4,915	4,335	11,350	3,905
Total revenues	343,024	219,651	116,049	229,841
Expenditures				
Current				
Personnel services and employee benefits	166,518	124,325	59,171	79,065
Contractual services	-	23,100	-	-
In-state travel	7,644	5,535	-	3,930
Maintenance and repairs	338	72	-	167
Supplies and materials	2,298	799	-	1,072
Operating costs	7,859	6,410	420	4,069
Other costs	6,269	2,681	-	2,310
Out-of-state travel	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	190,926	162,922	59,591	90,613
Excess (deficiency) of revenues over (under) expenditures	152,098	56,729	56,458	139,228
Other financing sources (uses)				
Transfers in-interagency	-	-	-	-
Transfers out-interagency	-	-	-	-
Transfers in-interfund	-	-	-	-
Transfers out-interfund	(57,146)	(29,111)	(13,606)	(27,525)
State General Fund appropriation	-	-	-	-
Reversions to State General Fund	-	-	-	-
Total other financing sources (uses)	(57,146)	(29,111)	(13,606)	(27,525)
Net change in fund balance	94,952	27,618	42,852	111,703
Fund balances, beginning of year	311,678	384,157	375,848	385,786
Fund balances, end of year	\$ 406,630	411,775	418,700	497,489

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCES - ALL NONMAJOR FUNDS
Year Ended June 30, 2015

	47400 Respiratory Care Advisory	47500 Athletic Trainers	53500 Naprathy	64300 Carnival Ride Insurance
Revenues				
License fees	\$ 85,245	27,849	-	21,975
Services	15,825	4,525	-	-
Printing and reproduction	120	50	-	-
Publications	-	-	-	-
Federal sources	-	-	-	-
Interest on investments	-	103	-	-
Other revenue	966	600	-	-
Total revenues	102,156	33,127	-	21,975
Expenditures				
Current				
Personnel services and employee benefits	45,408	13,030	-	-
Contractual services	-	-	-	-
In-state travel	1,388	1,195	-	-
Maintenance and repairs	-	11	-	-
Supplies and materials	176	395	-	-
Operating costs	1,832	1,179	-	-
Other costs	534	294	-	-
Out-of-state travel	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	49,338	16,104	-	-
Excess (deficiency) of revenues over (under) expenditures	52,818	17,023	-	21,975
Other financing sources (uses)				
Transfers in-interagency	-	-	-	-
Transfers out-interagency	-	-	-	-
Transfers in-interfund	-	-	-	-
Transfers out-interfund	(14,815)	(3,559)	-	-
State General Fund appropriation	-	-	-	-
Reversions to State General Fund	-	-	-	-
Total other financing sources (uses)	(14,815)	(3,559)	-	-
Net change in fund balance	38,003	13,464	-	21,975
Fund balances, beginning of year	161,865	101,807	-	133,425
Fund balances, end of year	\$ 199,868	115,271	-	155,400

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCES - ALL NONMAJOR FUNDS
Year Ended June 30, 2015

	87600	89000	Total Non-major Funds
	Impaired Dentists	ARRA	
Revenues			
License fees	\$ -	-	5,631,337
Services	2,100	-	485,212
Printing and reproduction	-	-	54,158
Publications	-	-	2,300
Federal sources	-	-	19,186
Interest on investments	-	-	8,535
Other revenue	15,885	-	371,041
Total revenues	17,985	-	6,571,769
Expenditures			
Current			
Personnel services and employee benefits	-	-	2,989,574
Contractual services	11,500	-	182,143
In-state travel	-	-	114,625
Maintenance and repairs	-	-	3,416
Supplies and materials	-	-	72,576
Operating costs	-	-	739,017
Other costs	-	-	54,987
Out-of-state travel	-	-	7,635
Capital outlay	-	-	-
Total expenditures	11,500	-	4,163,973
Excess (deficiency) of revenues over (under) expenditures	6,485	-	2,407,796
Other financing sources (uses)			
Transfers in-interagency	-	-	25,000
Transfers out-interagency	-	-	-
Transfers in-interfund	-	-	-
Transfers out-interfund	-	-	(1,099,689)
State General Fund appropriation	-	-	28,700
Reversions to State General Fund	-	-	-
Total other financing sources (uses)	-	-	(1,045,989)
Net change in fund balance	6,485	-	1,361,807
Fund balances, beginning of year	73,740	-	15,373,561
Fund balances, end of year	\$ 80,225	-	16,735,368

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
COMBINED GENERAL FUND BUDGET SCHEDULES BY PROGRAM-
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL -
GENERAL FUND ONLY- CONSTRUCTION INDUSTRIES AND HOUSING (P599)
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
State General Fund appropriation	\$ 8,647,000	8,647,000	8,523,000	(124,000)
Special appropriation	* 186,200	186,200	186,200	-
Federal funds	250,000	330,000	-	(330,000)
Other licenses and permits	-	-	163,880	163,880
Other revenue	-	-	89,954	89,954
Other financing sources	-	150,000	524,000	374,000
State General Fund Reversions	-	-	(183,256)	(183,256)
Total revenues	9,083,200	9,313,200	9,303,778	(9,422)
Expenditures				
Personnel services and employee benefits	7,325,500	6,806,610	6,804,270	2,340
Contractual services	234,100	856,962	178,783	678,179
Contractual services	* 186,200	186,200	-	186,200
Other	1,337,400	1,463,428	2,113,171	(649,743)
Total expenditures	9,083,200	9,313,200	9,096,224	216,976
Excess (deficiency) of revenues over expenditures (beginning cash balance used to balance budget)	-	-	\$ 207,554	207,554
Cash balance carryforward	-	-		
Total	\$ -	-		

* Special appropriation of fund balance under Laws of 2014, Chapter 63, Section 5, Item 38

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
COMBINED GENERAL FUND BUDGET SCHEDULES BY PROGRAM-
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL -
GENERAL FUND ONLY - FINANCIAL INSTITUTION AND SECURITIES (P600)
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
State General Fund appropriation	\$ 2,558,200	2,558,200	2,519,200	(39,000)
Federal funds	-	-	-	-
Other licenses and permits	-	-	-	-
Other revenue	-	-	1,424	1,424
Other financing sources	350,000	350,000	191,869	(158,131)
State General Fund Reversion	-	-	(19,078)	(19,078)
Total revenues	<u>2,908,200</u>	<u>2,908,200</u>	<u>2,693,415</u>	<u>(214,785)</u>
Expenditures				
Personnel services and employee benefits	2,655,500	2,526,000	2,381,259	144,741
Contractual services	18,400	26,900	17,782	9,118
Other	234,300	355,300	292,550	62,750
Total expenditures	<u>2,908,200</u>	<u>2,908,200</u>	<u>2,691,591</u>	<u>216,609</u>
Excess (deficiency) of revenues over expenditures (beginning cash balance used to balance budget)	-	-	<u>\$ 1,824</u>	<u>1,824</u>
Cash balance carryforward	-	-		
Total	<u>\$ -</u>	<u>-</u>		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
COMBINED GENERAL FUND BUDGET SCHEDULES BY PROGRAM-
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL -
GENERAL FUND ONLY-ALCOHOL AND GAMING (P601)
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
State General Fund appropriation	\$ 930,700	930,700	916,100	(14,600)
Federal funds	-	153,000	10,544	(142,456)
Other licenses and permits	-	-	-	-
Other revenue	-	-	447	447
Other financing sources	-	-	14,600	14,600
State General Fund Reversion	-	-	(6,852)	(6,852)
Total revenues	930,700	1,083,700	934,839	(148,861)
Expenditures				
Personnel services and employee benefits	863,300	759,300	756,859	2,441
Contractual services	22,600	159,600	16,221	143,379
Other	44,800	164,800	161,322	3,478
Total expenditures	930,700	1,083,700	934,402	149,298
Excess (deficiency) of revenues over expenditures (beginning cash balance used to balance budget)	-	-	\$ 437	437
Cash balance carryforward	-	-		
Total	\$ -	-		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
COMBINED GENERAL FUND BUDGET SCHEDULES BY PROGRAM-
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL -
GENERAL FUND ONLY - PROGRAM SUPPORT (P602)
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
State General Fund appropriation	\$ 1,523,400	1,523,400	1,502,200	21,200
Federal revenues	-	-	-	-
Other licenses and permits	-	-	13	13
Other revenues	-	-	2,801	2,801
Other financing sources	1,797,600	1,797,600	1,475,934	(321,666)
Reversions to State General Fund	-	-	(353,929)	(353,929)
Total revenues	3,321,000	3,321,000	2,627,019	(651,581)
Expenditures				
Personnel services and employee benefits	2,508,800	2,355,400	2,069,516	285,884
Contractual services	347,600	329,347	286,955	42,392
Other	464,600	636,253	624,492	11,761
Other financing uses	-	-	-	-
Total expenditures	3,321,000	3,321,000	2,980,963	340,037
Excess (deficiency) of revenues over expenditures (beginning cash balance used to balance budget)	-	-	\$ (353,944)	(311,544)
Cash balance carryforward	-	-	-	-
Total	\$ -	-	-	-

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
SECURITIES ENFORCEMENT AND INVESTOR EDUCATION FUND - 04400
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Interest on investments	\$ 6,000	6,000	2,461	(3,539)
Trades and professions licenses	645,000	645,000	704,060	59,060
Other gifts and grants	-	-	-	-
Other penalty	80,000	80,000	12,685	(67,315)
Miscellaneous revenue	700	700		(700)
Total revenues	731,700	731,700	719,206	(11,794)
Expenditures				
Personnel services and employee benefits	544,300	419,300	142,958	276,342
Contractual services	174,500	174,500	81,808	92,692
Other	196,900	321,900	269,471	52,429
Contractual services	* 150,000	-	-	-
Other	* -	150,000	150,000	-
Other financing uses	69,500	69,500	54,729	14,771
Total expenditures	1,135,200	1,135,200	698,966	436,234
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	(403,500)	(403,500)	\$ 20,240	424,440
Cash balance carryforward	403,500	403,500		
Total	\$ -	-		

* Special appropriation of fund balance under Laws of 2014, Chapter 63, Section 5, Item 38

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
SIGN LANGUAGE SERVICES BOARD - 20110
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
License fees	\$ 9,900	9,900	6,999	(2,901)
Services	-	-	10	10
Interest on investments	-	-	196	196
Other revenue	200	200	120	(80)
Other financing sources	25,000	25,000	25,000	-
Total revenues	35,100	35,100	32,325	(2,775)
Expenditures				
Personnel services and employee benefits	67,600	67,600	54,797	12,803
Contractual services	11,000	11,000	2,572	8,428
Other	33,400	33,400	4,749	28,651
Other financing uses	17,200	17,200	13,532	3,668
Total expenditures	129,200	129,200	75,650	53,550
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	(94,100)	(94,100)	\$ (43,325)	50,775
Cash balance carryforward	94,100	94,100		
Total	\$ -	-		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
ANIMAL SHELTERING SERVICES BOARD - 20120
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Interest on investments	\$ -	-	202	202
License Plates	3,000	3,000	2,118	(882)
Other revenue	-	-	118	118
General Fund Appropriation	28,700	28,700	28,700	-
Reversion to State General Fund	-	-	-	-
Total revenues	31,700	31,700	31,138	(562)
Expenditures				
Personnel services and employee benefits	43,700	43,700	29,186	14,514
Contractual services	23,100	23,100	-	23,100
Other	7,300	7,300	2,169	5,131
Grants to local organizations	* 100,000	100,000	70,000	30,000
Other financing uses	13,900	13,900	10,961	2,939
Total expenditures	188,000	188,000	112,316	75,684
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	(156,300)	(156,300)	\$ (81,178)	75,122
Cash balance carryforward	156,300	156,300		
Total	\$ -	-		

* Special appropriation of fund balance under Laws of 2014, Chapter 63, Section 5, Item 37

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
HOISTING OPERATORS - 21100
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Other Licenses & Permits	\$ -	-	18,860	18,860
Other revenue	-	-	787	787
Total revenues	-	-	19,647	19,647
Expenditures				
Contractual services	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	-	-	\$ 19,647	19,647
Cash balance carryforward	-	-		
Total	\$ -	-		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
REAL ESTATE RECOVERY FUND - 29700
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Other revenue	\$ -	-	240	240
Total revenues	-	-	240	240
Expenditures				
Other	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	-	-	\$ 240	240
Cash balance carryforward	-	-		
Total	\$ -	-		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FID REVOLVING FUND - 37200
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Other revenue	\$ -	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures				
Other	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	-	-	\$ -	-
Cash balance carryforward	-	-		
Total	<u><u>\$ -</u></u>	<u><u>-</u></u>		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
CONSTRUCTION INDUSTRIES REVOLVING FUND - 37300
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Other revenue	\$ 10,500	10,500	2,100	(8,400)
Total revenues	<u>10,500</u>	<u>10,500</u>	<u>2,100</u>	<u>(8,400)</u>
Expenditures				
Other	51,300	51,300	-	51,300
Total expenditures	<u>51,300</u>	<u>51,300</u>	<u>-</u>	<u>51,300</u>
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	(40,800)	(40,800)	<u>\$ 2,100</u>	<u>42,900</u>
Cash balance carryforward	<u>40,800</u>	<u>40,800</u>		
Total	<u>\$ -</u>	<u>-</u>		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
BOARD OF BARBERS AND COSMETOLOGISTS FUND - 43900
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Trades and professions licenses	\$ 181,200	181,200	1,214,489	1,033,289
Registration for trades and professions licenses	670,600	670,600	4,250	(666,350)
Other registration fees	41,600	41,600	8,255	(33,345)
Other current services	11,900	11,900	70	(11,830)
Manuals and codes	-	-	-	-
Other financing sources	-	-	-	-
Other penalties	88,000	88,000	97,601	9,601
Total revenues	993,300	993,300	1,324,665	331,365
Expenditures				
Personnel services and employee benefits	592,700	592,700	537,549	55,151
Contractual services	45,000	55,000	46,998	8,002
Other	83,700	123,700	102,905	20,795
Other financing uses	272,300	272,300	220,903	51,397
Total expenditures	993,700	1,043,700	908,355	135,345
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	(400)	(50,400)	\$ 416,310	466,710
Cash balance carryforward	400	50,400		
Total	\$ -	-		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
ATHLETIC COMMISSION - 44100
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Trade and professions licenses	\$ 13,600	13,600	31,338	17,738
Registration for trades and professions licenses	15,000	15,000	79,564	64,564
Other current services	124,200	124,200	-	(124,200)
Miscellaneous revenue	-	-	373	373
Total revenues	<u>152,800</u>	<u>152,800</u>	<u>111,275</u>	<u>(41,525)</u>
Expenditures				
Personnel services and employee benefits	76,200	76,200	72,680	3,520
Contractual services	15,000	15,000	8,820	6,180
Other	37,300	37,300	17,601	19,699
Other financing uses	26,400	26,400	21,014	5,386
Total expenditures	<u>154,900</u>	<u>154,900</u>	<u>120,115</u>	<u>34,785</u>
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	(2,100)	(2,100)	<u>\$ (8,840)</u>	<u>(6,740)</u>
Cash balance carryforward	<u>2,100</u>	<u>2,100</u>		
Total	<u>\$ -</u>	<u>-</u>		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
MASSAGE THERAPY BOARD - 44200
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Trades and professions licenses	\$ 65,000	65,000	187,256	122,256
Registration for trades and professions licenses	154,000	154,000	22,665	(131,335)
Other current services	3,500	3,500	2,091	(1,409)
Other penalties	12,700	12,700	-	(12,700)
Miscellaneous revenue	-	-	17,322	17,322
Total revenues	<u>235,200</u>	<u>235,200</u>	<u>229,334</u>	<u>(5,866)</u>
Expenditures				
Personnel services and employee benefits	159,100	159,100	154,168	4,932
Contractual services	5,000	5,000	-	5,000
Other	25,900	25,900	15,889	10,011
Other financing uses	61,200	61,200	49,478	11,722
Total expenditures	<u>251,200</u>	<u>251,200</u>	<u>219,535</u>	<u>31,665</u>
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	(16,000)	(16,000)	<u>\$ 9,799</u>	<u>25,799</u>
Cash balance carryforward	<u>16,000</u>	<u>16,000</u>		
Total	<u>\$ -</u>	<u>-</u>		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
COUNSELORS AND THERAPY PRACTICE BOARD - 44400
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Trades and professions licenses	\$ 100,000	100,000	410,070	310,070
Registration for trades and professions licenses	314,000	314,000	50,663	(263,337)
Trades and professions examination fees	9,300	9,300	-	(9,300)
Other current services	8,000	8,000	22,210	14,210
Interest Investments	-	-	1,019	1,019
Other penalties	6,000	6,000	-	(6,000)
Miscellaneous Revenue	-	-	-	-
Total revenues	437,300	437,300	483,962	46,662
Expenditures				
Personnel services and employee benefits	305,600	305,600	244,355	61,245
Contractual services	10,500	10,500	-	10,500
Other	57,800	57,800	35,056	22,744
Other financing uses	97,600	97,600	78,384	19,216
Total expenditures	471,500	471,500	357,795	113,705
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	(34,200)	(34,200)	\$ 126,167	160,367
Cash balance carryforward	34,200	34,200		
Total	\$ -	-		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
REAL ESTATE EDUCATION & TRAINING - 44500
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Registration for trades and professions licenses	\$ -	-	3,467	3,467
Miscellaneous revenue	-	-	3,780	3,780
Total revenues	-	-	<u>7,247</u>	<u>7,247</u>
Expenditures				
Contractual services	-	50,000	-	50,000
Total expenditures	-	<u>50,000</u>	-	<u>50,000</u>
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	-	(50,000)	<u>\$ 7,247</u>	<u>57,247</u>
Cash balance carryforward	-	<u>50,000</u>		
Total	<u>\$ -</u>	<u>-</u>		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
BOARD OF CHIROPRACTIC EXAMINERS - 44600
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Trades and professions licenses	\$ 142,100	142,100	262,925	120,825
Registration for trades and professions licenses	-	-	6,950	6,950
Other current services	-	-	1,925	1,925
Miscellaneous revenue	5,000	5,000	6,898	1,898
Total revenues	<u>147,100</u>	<u>147,100</u>	<u>278,698</u>	<u>131,598</u>
Expenditures				
Personnel services and employee benefits	99,800	102,700	96,395	6,305
Contractual services	4,100	-	-	-
Other	18,800	20,000	16,107	3,893
Other financing uses	26,900	26,900	21,331	5,569
Total expenditures	<u>149,600</u>	<u>149,600</u>	<u>133,833</u>	<u>15,767</u>
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	(2,500)	(2,500)	<u>\$ 144,865</u>	<u>147,365</u>
Cash balance carryforward	<u>2,500</u>	<u>2,500</u>		
Total	<u>\$ -</u>	<u>-</u>		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
NUTRITION AND DIETETICS PRACTICE BOARD - 44800
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Trades and professions licenses	\$ 8,000	8,000	40,794	32,794
Other licenses and permits	-	-	2,980	2,980
Registration for trades and professions licenses	23,800	23,800	-	(23,800)
Other current services	-	-	65	65
Other penalties	400	400	-	(400)
Miscellaneous revenue	-	-	541	541
Total revenues	32,200	32,200	44,380	12,180
Expenditures				
Personnel services and employee benefits	9,900	10,900	10,175	725
Contractual services	1,000	-	-	-
Other	14,100	14,100	4,091	10,009
Other financing uses	7,500	7,500	6,001	1,499
Total expenditures	32,500	32,500	20,267	12,233
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	(300)	(300)	\$ 24,113	24,413
Cash balance carryforward	300	300		
Total	\$ -	-		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
BOARD OF NURSING HOME ADMINISTRATORS - 44900
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Trades and professions licenses	\$ 4,000	4,000	48,982	44,982
Other licenses and permits	-	-	14,935	14,935
Registration for trades and professions licenses	27,700	27,700	-	(27,700)
Other current services	-	-	100	100
Miscellaneous revenue	-	-	2,850	2,850
Total revenues	31,700	31,700	66,867	35,167
Expenditures				
Personnel services and employee benefits	14,600	16,405	14,125	2,280
Contractual	1,000	2,400	-	2,400
Other	10,000	8,400	4,296	4,104
Other financing uses	6,500	6,500	5,160	1,340
Total expenditures	32,100	33,705	23,581	10,124
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	(400)	(2,005)	\$ 43,286	45,291
Cash balance carryforward	400	2,005		
Total	\$ -	-		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
BOARD OF OCCUPATIONAL THERAPY PRACTICE - 45000
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Trades and professions licenses	\$ 14,200	14,200	76,345	62,145
Other licenses and permits	200	200	24,685	24,485
Registration for trades and professions licenses	65,000	65,000	-	(65,000)
Trades and professions examination fees	1,500	1,500	-	(1,500)
Other current services	11,300	11,300	2,045	(9,255)
Other penalties	2,000	2,000	-	(2,000)
Miscellaneous revenue	-	-	3,160	3,160
Total revenues	94,200	94,200	106,235	12,035
Expenditures				
Personnel services and employee benefits	55,400	55,400	52,777	2,623
Contractual services	3,000	3,000	-	3,000
Other	20,200	20,200	9,701	10,499
Other financing uses	22,500	22,500	18,083	4,417
Total expenditures	101,100	101,100	80,561	20,539
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	(6,900)	(6,900)	\$ 25,674	32,574
Cash balance carryforward	6,900	6,900		
Total	\$ -	-		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
OPTOMETRY BOARD - 45100
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Trades and professions licenses	\$ 5,000	5,000	95,850	90,850
Other licenses and permits	-	-	5,680	5,680
Registration for trades and professions licenses	73,000	73,000	-	(73,000)
Trades and professions examination fees	6,500	6,500	-	(6,500)
Other current services	700	700	2,615	1,915
Other penalties	3,000	3,000	-	(3,000)
Miscellaneous revenue	-	-	2,275	2,275
Total revenues	88,200	88,200	106,420	18,220
Expenditures				
Personnel services and employee benefits	51,900	53,900	49,445	4,455
Contractual services	10,600	7,300	6,100	1,200
Other	15,900	17,200	10,478	6,722
Other financing uses	13,700	13,700	10,818	2,882
Total expenditures	92,100	92,100	76,841	15,259
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	(3,900)	(3,900)	\$ 29,579	33,479
Cash balance carryforward	3,900	3,900		
Total	\$ -	-		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
BOARD OF OSTEOPATHIC MEDICAL EXAMINERS - 45200
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Trades and professions licenses	\$ 28,300	28,300	144,600	116,300
Other licenses and permits	-	-	3,710	3,710
Registration for trades and professions licenses	100,000	100,000	-	(100,000)
Other current services	5,300	5,300	2,601	(2,699)
Other penalties	5,900	5,900	-	(5,900)
Miscellaneous revenue	-	-	4,240	4,240
Total revenues	139,500	139,500	155,151	15,651
Expenditures				
Personnel services and employee benefits	93,400	95,400	87,210	8,190
Contractual services	10,000	10,000	-	10,000
Other	32,400	30,400	11,673	18,727
Other financing uses	23,400	23,400	18,556	4,844
Total expenditures	159,200	159,200	117,439	41,761
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	(19,700)	(19,700)	\$ 37,712	57,412
Cash balance carryforward	19,700	19,700		
Total	\$ -	-		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
PODIATRY BOARD - 45300
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Trades and professions licenses	\$ 5,000	5,000	49,000	44,000
Other licenses and permits	-	-	355	355
Registration for trades and professions licenses	33,000	33,000	-	(33,000)
Other registration fees	-	-	-	-
Other current services	700	700	840	140
Other penalties	-	-	-	-
Miscellaneous revenue	-	-	250	250
Total revenues	38,700	38,700	50,445	11,745
Expenditures				
Personnel services and employee benefits	21,400	21,400	21,202	198
Contractual services	1,000	1,000	-	1,000
Other	10,900	10,900	4,134	6,766
Other financing uses	6,400	6,400	5,078	1,322
Total expenditures	39,700	39,700	30,414	9,286
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	(1,000)	(1,000)	\$ 20,031	21,031
Cash balance carryforward	1,000	1,000		
Total	\$ -	-		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
PSYCHOLOGY BOARD - 45400
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Trades and professions licenses	\$ 17,400	17,400	250,876	233,476
Other licenses and permits	-	-	16,240	16,240
Registration for trades and professions licenses	200,000	200,000	-	(200,000)
Other current services	-	-	2,541	2,541
Miscellaneous revenue	-	-	4,140	4,140
Total revenues	217,400	217,400	273,797	56,397
Expenditures				
Personnel services and employee benefits	140,300	133,300	127,325	5,975
Contractual services	13,400	20,400	-	20,400
Other	29,300	29,300	14,689	14,611
Other financing uses	34,400	34,400	27,212	7,188
Total expenditures	217,400	217,400	169,226	48,174
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	-	-	\$ 104,571	104,571
Cash balance carryforward	-	-		
Total	\$ -	-		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
PHYSICAL THERAPY BOARD - 45500
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Trades and professions licenses	\$ 57,100	57,100	195,615	138,515
Other licenses and permits	-	-	17,945	17,945
Registration for trades and professions licenses	100,000	100,000	-	(100,000)
Trades and professions examination fees	9,000	9,000	8,225	(775)
Interest on investments	-	-	886	886
Other penalties	-	-	-	-
Miscellaneous revenue	-	-	9,535	9,535
Total revenues	166,100	166,100	232,206	66,106
Expenditures				
Personnel services and employee benefits	72,600	82,600	80,626	1,974
Contractual services	10,000	-	-	-
Other	50,000	50,000	17,766	32,234
Other financing uses	35,300	35,300	28,415	6,885
Total expenditures	167,900	167,900	126,807	41,093
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	(1,800)	(1,800)	\$ 105,399	107,199
Cash balance carryforward	1,800	1,800		
Total	\$ -	-		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
THANATOPRACTICE BOARD - 45600
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Trades and professions licenses	\$ 26,400	26,400	158,552	132,152
Other licenses and permits	-	-	6,345	6,345
Registration for trades and professions licenses	85,000	85,000	-	(85,000)
Trades and professional examination fees	1,000	1,000		
Other current services	500	500	1,480	980
Other penalties	3,000	3,000	-	(3,000)
Interest on bank deposits	-	-	313	313
Miscellaneous revenue	-	-	8,550	8,550
Total revenues	115,900	115,900	175,240	60,340
Expenditures				
Personnel services and employee benefits	81,000	81,000	76,045	4,955
Contractual services	5,700	5,700	-	5,700
Other	23,300	23,300	8,856	14,444
Other financing uses	25,000	25,000	19,844	5,156
Total expenditures	135,000	135,000	104,745	30,255
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	(19,100)	(19,100)	\$ 70,495	90,595
Cash balance carryforward	19,100	19,100		
Total	\$ -	-		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
INTERIOR DESIGN BOARD - 45700
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Trades and professions licenses	\$ 800	800	18,048	17,248
Other licenses and permits	-	-	585	585
Registration for trades and professions licenses	17,900	17,900	-	(17,900)
Miscellaneous revenue	1,000	1,000	400	(600)
Total revenues	19,700	19,700	19,033	(667)
Expenditures				
Personnel services and employee benefits	7,600	7,600	5,727	1,873
Contractual services	-	-	-	-
Other	9,500	9,500	5,980	3,520
Other financing uses	2,600	2,600	2,062	538
Total expenditures	19,700	19,700	13,769	5,931
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	-	-	<u>\$ 5,264</u>	<u>5,264</u>
Cash balance carryforward	-	-	-	-
Total	\$ -	-	-	-

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
PRIVATE INVESTIGATORS AND POLYGRAPHERS BOARD - 45900
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Trades and professions licenses	\$ 68,000	68,000	140,558	72,558
Other licenses and permits	-	-	4,628	4,628
Registration for trades and professions licenses	170,000	170,000	-	(170,000)
Other registration fees	99,000	99,000	-	(99,000)
Other current service	600	600	-	(600)
Interest on investments	-	-	102	102
Other penalties	4,000	4,000	-	(4,000)
Miscellaneous revenue	-	-	4,369	4,369
Total revenues	341,600	341,600	149,657	(191,943)
Expenditures				
Personnel services and employee benefits	219,800	219,800	191,514	28,286
Contractual services	5,000	5,000	-	5,000
Other	39,200	39,200	13,178	26,022
Other financing uses	100,500	100,500	82,525	17,975
Total expenditures	364,500	364,500	287,217	77,283
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	(22,900)	(22,900)	\$ (137,560)	(114,660)
Cash balance carryforward	22,900	22,900		
Total	\$ -	-		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
BOARD OF LANDSCAPE ARCHITECTS - 46000
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Trades and professions licenses	\$ -	-	44,499	44,499
Registration for trades and professions licenses	23,500	23,500	610	(22,890)
Other penalties	-	-	-	-
Other financing sources	-	-	4,238	4,238
Total revenues	23,500	23,500	49,347	25,847
Expenditures				
Personnel services and employee benefits	5,300	5,400	5,395	5
Contractual services	500	-	-	-
Other	13,500	15,080	10,797	4,283
Other financing uses	4,300	4,300	3,466	834
Total expenditures	23,600	24,780	19,658	5,122
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	(100)	(1,280)	\$ 29,689	30,969
Cash balance carryforward	100	1,280		
Total	\$ -	-		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
REAL ESTATE APPRAISERS BOARD - 46500
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Trades and professions licenses	\$ 70,000	70,000	112,728	42,728
Other licenses and permits	-	-	68,101	68,101
Registration for trades and professions licenses	140,000	140,000	-	(140,000)
Other registration fees	-	-	-	-
Other current services	48,000	48,000	3,181	(44,819)
Interest on investments	-	-	495	495
Other penalties	5,000	5,000	-	(5,000)
Miscellaneous revenue	23,000	23,000	92,218	69,218
Total revenues	286,000	286,000	276,723	(9,277)
Expenditures				
Personnel services and employee benefits	212,600	216,600	205,390	11,210
Contractual services	22,500	48,500	1,118	47,382
Other	44,200	44,200	26,475	17,725
Other financing uses	50,000	50,000	39,655	10,345
Total expenditures	329,300	359,300	272,638	86,662
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	(43,300)	(73,300)	\$ 4,085	77,385
Cash balance carryforward	43,300	73,300		
Total	\$ -	-		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
BOARD OF ACCOUNTANCY - 46600
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Trades and professions licenses	\$ 22,200	22,200	546,221	524,021
Other licenses and permits	-	-	10,859	10,859
Registration for trades and professions licenses	443,600	443,600	-	(443,600)
Trades and professions examination fees	-	-	-	-
Other current services	1,000	1,000	1,458	458
Interest on investments	-	-	714	714
Other penalties	25,000	25,000	-	(25,000)
Miscellaneous revenue	5,900	5,900	37,071	31,171
Total revenues	497,700	497,700	596,323	98,623
Expenditures				
Personnel services and employee benefits	283,100	283,100	243,013	40,087
Contractual services	16,600	16,600	127	16,473
Other	125,800	125,800	107,318	18,482
Other financing uses	79,400	79,400	63,850	15,550
Total expenditures	504,900	504,900	414,308	90,592
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	(7,200)	(7,200)	\$ 182,015	189,215
Cash balance carryforward	7,200	7,200		
Total	\$ -	-		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
SOCIAL WORK EXAMINERS BOARD - 46900
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Trades and professions licenses	\$ 55,000	55,000	329,281	274,281
Other licenses and permits	-	-	2,255	2,255
Registration for trades and professions licenses	231,000	231,000	-	(231,000)
Other current services	6,100	6,100	5,932	(168)
Interest on bank deposits	-	-	-	-
Interest on investments	-	-	641	641
Other penalties	4,400	4,400	-	(4,400)
Other Financing Sources	-	-	4,915	4,915
Total revenues	296,500	296,500	343,024	46,524
Expenditures				
Personnel services and employee benefits	199,100	199,100	166,518	32,582
Contractual services	9,000	9,000	-	9,000
Other	38,700	38,700	24,408	14,292
Other financing uses	70,900	70,900	57,146	13,754
Total expenditures	317,700	317,700	248,072	69,628
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	(21,200)	(21,200)	\$ 94,952	116,152
Cash balance carryforward	21,200	21,200		
Total	\$ -	-		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
ACUPUNCTURE BOARD - 47100
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Trades and professions licenses	\$ 17,600	17,600	188,022	170,422
Other licenses and permits	2,300	2,300	25,926	23,626
Registration for trades and professions licenses	160,000	160,000	-	(160,000)
Trades and professions examination fees	16,300	16,300	-	(16,300)
Other current services	3,800	3,800	864	(2,936)
Manuals and codes	-	-	130	130
Other penalties	6,000	6,000	-	(6,000)
Interest on bank deposits	-	-	374	374
Miscellaneous revenue	-	-	4,335	4,335
Total revenues	206,000	206,000	219,651	13,651
Expenditures				
Personnel services and employee benefits	146,300	146,300	124,325	21,975
Contractual services	24,300	24,300	23,100	1,200
Other	21,600	21,600	15,497	6,103
Other financing uses	36,800	36,800	29,111	7,689
Total expenditures	229,000	229,000	192,033	36,967
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	(23,000)	(23,000)	\$ 27,618	50,618
Cash balance carryforward	23,000	23,000		
Total	\$ -	-		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
HUD MANUFACTURED HOUSING - 47200
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Trades and professions licenses	\$ -	-	-	-
Federal Grants	5,900	5,900	19,186	13,286
Other Current Services	81,200	81,200	85,513	4,313
House trailer inspection fees	-	-	11,350	11,350
Total revenues	87,100	87,100	116,049	28,949
Expenditures				
Personnel services and employee benefits	65,500	65,500	59,171	6,329
Contractual services	-	-	-	-
Other financing uses	16,200	16,200	13,606	2,594
Other	5,900	5,900	420	5,480
Total expenditures	87,600	87,600	73,197	14,403
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	(500)	(500)	\$ 42,852	43,352
Cash balance carryforward	500	500		
Total	\$ -	-		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
SPEECH, LANGUAGE PATHOLOGY, AND AUDIOLOGY BOARD - 47300
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Trades and professions licenses	\$ 25,000	25,000	214,715	189,715
Other licenses and permits	-	-	7,370	7,370
Registration for trades and professions licenses	139,500	139,500	-	(139,500)
Trades and professions examination fees	-	-	-	-
Other current services	-	-	3,280	3,280
Interest on investments	-	-	571	571
Other penalties	-	-	-	-
Miscellaneous revenue	-	-	3,905	3,905
Total revenues	164,500	164,500	229,841	65,341
Expenditures				
Personnel services and employee benefits	96,400	96,400	79,065	17,335
Contractual services	7,700	7,700	-	7,700
Other	26,200	26,200	11,548	14,652
Other financing uses	34,200	34,200	27,525	6,675
Total expenditures	164,500	164,500	118,138	46,362
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	-	-	<u>\$ 111,703</u>	<u>111,703</u>
Cash balance carryforward	-	-	-	-
Total	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
RESPIRATORY CARE ADVISORY BOARD - 47400
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Trades and professions licenses	\$ 16,100	16,100	85,245	69,145
Other licenses and permits	-	-	15,825	15,825
Registration for trades and professions licenses	67,700	67,700	-	(67,700)
Other registration fees	-	-	-	-
Other current services	-	-	120	120
Other penalties	-	-	966	966
Total revenues	83,800	83,800	102,156	18,356
Expenditures				
Personnel services and employee benefits	57,100	55,100	45,408	9,692
Contractual services	1,500	1,500	-	1,500
Other	6,900	8,900	3,930	4,970
Other financing uses	18,300	18,300	14,815	3,485
Total expenditures	83,800	83,800	64,153	19,647
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	-	-	\$ 38,003	38,003
Cash balance carryforward	-	-	-	-
Total	\$ -	-	-	-

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
ATHLETIC TRAINER'S BOARD - 47500
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Trades and professions licenses	\$ 6,000	6,000	27,849	21,849
Registration for trades and professions licenses	19,600	19,600	-	(19,600)
Other current services	-	-	4,575	4,575
Other penalties	100	100	600	500
Interest on investments	-	-	103	103
Total revenues	25,700	25,700	33,127	7,427
Expenditures				
Personnel services and employee benefits	14,900	14,900	13,030	1,870
Contractual services	500	500	-	500
Other	5,800	5,800	3,074	2,726
Other financing uses	4,500	4,500	3,559	941
Total expenditures	25,700	25,700	19,663	6,037
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	-	-	\$ 13,464	13,464
Cash balance carryforward	-	-		
Total	\$ -	-		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
NAPRAPATHY BOARD - 53500
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Trades and professions licenses	\$ -	-	-	-
Registration for trades and professions licenses	-	-	-	-
Other current services	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures				
Other financing uses	-	-	-	-
Other	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	-	-	<u>\$ -</u>	<u>-</u>
Cash balance carryforward	<u>-</u>	<u>-</u>		
Total	<u>\$ -</u>	<u>-</u>		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
CARNIVAL RIDE INSURANCE - 64300
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Other licenses and permits	\$ -	-	21,975	21,975
Total revenues	<u>-</u>	<u>-</u>	<u>21,975</u>	<u>21,975</u>
Expenditures				
Other financing uses	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	-	-	<u>\$ 21,975</u>	<u>21,975</u>
Cash balance carryforward	-	-		
Total	<u>\$ -</u>	<u>-</u>		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
IMPAIRED DENTISTS AND DENTAL HYGIENISTS BOARD - 87600
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Other services	\$ -	-	17,985	17,985
Total revenues	<u>-</u>	<u>-</u>	<u>17,985</u>	<u>17,985</u>
Expenditures				
Contractual services	-	11,500	11,500	-
Total expenditures	<u>-</u>	<u>11,500</u>	<u>11,500</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	-	(11,500)	\$ 6,485	17,985
Cash balance carryforward	-	11,500		
Total	<u>\$ -</u>	<u>-</u>		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
ARRA - 89000
Year Ended June 30, 2015

	Original Budget	Revised Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
Revenues				
Federal Grants	\$ -	-	-	-
<u>Total revenues</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures				
Personal services and employee benefits	-	-	-	-
Contractual services	-	-	-	-
Other	-	-	-	-
<u>Total expenditures</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures (prior year cash balance required to balance budget)	-	-	<u>\$ -</u>	<u>-</u>
Cash balance carryforward	<u>-</u>	<u>-</u>		
<u>Total</u>	<u>\$ -</u>	<u>-</u>		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
COMBINING SCHEDULE OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
June 30, 2015

	43500	43600	43700
	FID Receipts	MHD Receipts	CID Receipts
ASSETS			
Interest in State Treasurer General			
Fund Investment Pool	\$ -	54,618	1,554,086
Due from State General Fund	350	-	-
Due from other state agencies	-	-	-
	<hr/>		
Total Assets	\$ 350	54,618	1,554,086
	<hr/> <hr/>		
LIABILITIES			
Due to State Treasurer General			
Fund Investment Pool	\$ 350	-	-
Accounts payable	-	155	1,339
Other liabilities	-	17,511	500,148
Due to State General Fund	-	36,952	1,052,599
	<hr/>		
Total Liabilities	\$ -	54,618	1,554,086
	<hr/> <hr/>		

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
COMBINING SCHEDULE OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
June 30, 2015

	43800	80800	
	SEC	Alcohol and	
	Receipts	Gaming	Total
		Receipts	
ASSETS			
Interest in State Treasurer General			
Fund Investment Pool	\$	-	1,608,704
Due from State General Fund		-	350
Due from other state agencies		30,000	30,000
	\$	30,000	1,639,054
LIABILITIES			
Due to State Treasurer General			
Fund Investment Pool	\$	-	350
Accounts payable		-	1,494
Other liabilities		-	517,659
Due to State General Fund		30,000	1,119,551
	\$	30,000	1,639,054

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
COMBINING SCHEDULE OF CHANGES
IN ASSETS AND LIABILITIES
AGENCY FUNDS
June 30, 2015

	Balance July 1, 2014	Additions	Deletions	Balance June 30, 2015
FID RECEIPTS- 43500				
ASSETS				
Interest in State Treasurer General				
Fund Investment Pool	\$ -	3,433,565	(3,433,565)	-
Due from State General Fund	-	350	-	350
	<hr/>			
Total assets	\$ -	3,433,915	(3,433,565)	-
<hr/>				
LIABILITIES				
Due to State Treasurer General				
Fund Investment Pool	-	350	-	350
Due to State General Fund - reversions	-	3,245,710	(3,245,710)	-
	<hr/>			
Total liabilities	\$ -	3,246,060	(3,245,710)	-
<hr/>				
MHD RECEIPTS- 43600				
ASSETS				
Interest in State Treasurer General				
Fund Investment Pool	\$ 337,559	373,938	(656,879)	54,618
	<hr/>			
Total assets	\$ 337,559	373,938	(656,879)	54,618
<hr/>				
LIABILITIES				
Accounts Payable	\$ 100	1,365	(1,310)	155
Other Liabilities	190,010	55,584	(228,083)	17,511
Due to State General Fund - reversions	147,449	370,905	(481,402)	36,952
	<hr/>			
Total liabilities	\$ 337,559	427,854	(710,795)	54,618
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See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
COMBINING SCHEDULE OF CHANGES
IN ASSETS AND LIABILITIES (CONTINUED)
AGENCY FUNDS
June 30, 2015

	Balance July 1, 2014	Additions	Deletions	Balance June 30, 2015
CID RECEIPTS- 43700				
ASSETS				
Interest in State Treasurer General Fund Investment Pool	\$ 2,632,940	4,402,740	(5,481,594)	1,554,086
Total assets	<u>\$ 2,632,940</u>	<u>4,402,740</u>	<u>(5,481,594)</u>	<u>1,554,086</u>
LIABILITIES				
Accounts Payable	\$ 2,729	27,379	(28,769)	1,339
Other Liabilities	1,721,889	699,193	(1,920,934)	500,148
Due to State General Fund - reversions	908,322	4,891,862	(4,747,585)	1,052,599
Total liabilities	<u>\$ 2,632,940</u>	<u>5,618,434</u>	<u>(6,697,288)</u>	<u>1,554,086</u>
SEC RECEIPTS -43800				
ASSETS				
Interest in State Treasurer General Fund Investment Pool	\$ -	19,870,210	(19,870,210)	-
Total assets	<u>\$ -</u>	<u>19,870,210</u>	<u>(19,870,210)</u>	<u>-</u>
LIABILITIES				
Accounts Payable	\$ -	2,800	(2,800)	-
Due to State General Fund - reversions	-	21,116,285	(21,116,285)	-
Total liabilities	<u>\$ -</u>	<u>21,119,085</u>	<u>(21,119,085)</u>	<u>-</u>

See Notes to Financial Statements.

STATE OF NEW MEXICO
 REGULATION AND LICENSING DEPARTMENT
 COMBINING SCHEDULE OF CHANGES
 IN ASSETS AND LIABILITIES (CONTINUED)
 AGENCY FUNDS
 June 30, 2015

	Balance July 1, 2014	Additions	Deletions	Balance June 30, 2015
ALCOHOL AND GAMING RECEIPTS -80800				
ASSETS				
Interest in State Treasurer General Fund Investment Pool	\$ -	3,614,223	(3,614,223)	-
Due from other State Agencies	-	30,000	-	30,000
Total assets	<u>\$ -</u>	<u>3,614,223</u>	<u>(3,614,223)</u>	<u>-</u>
LIABILITIES				
Due to State General Fund - reversions	\$ -	2,158,464	(2,128,464)	30,000
Total liabilities	<u>\$ -</u>	<u>2,158,464</u>	<u>(2,128,464)</u>	<u>30,000</u>

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
SCHEDULE OF CASH ACCOUNTS
Year Ended June 30, 2015

<u>Name of Fund</u>	<u>Fund Type</u>	<u>SHARE Fund Number</u>	<u>Interest Bearing</u>	<u>Type of Account</u>	<u>Balance at June 30, 2015</u>
General Fund	General	43300	YES	State Treasury	\$ 1,839,572
Special Revenue Fund					
Securities Education	Special Revenue	04400	YES	State Treasury	2,973,374
Mortgage Regulatory	Special Revenue	10660	YES	State Treasury	5,548,424
FID Settlement	Special Revenue	11550	YES	State Treasury	824,722
Sign Language Services	Special Revenue	20110	YES	State Treasury	204,474
Animal Sheltering Services	Special Revenue	20120	YES	State Treasury	163,005
Hoisting Operators	Special Revenue	21100	YES	State Treasury	186,013
Real Estate Recovery	Special Revenue	29700	YES	State Treasury	292,592
FID Revolving Fund	Special Revenue	37200	NO	State Treasury	200
CID Revolving Fund	Special Revenue	37300	NO	State Treasury	156,542
Barber and Cosmetology	Special Revenue	43900	NO	State Treasury	3,178,727
Athletic Commission	Special Revenue	44100	NO	State Treasury	356,778
Massage Therapists	Special Revenue	44200	NO	State Treasury	504,329
Counselors and Therapists	Special Revenue	44400	YES	State Treasury	1,124,893
Real Estate Education and Training	Special Revenue	44500	YES	State Treasury	85,075
Chiropractic Examiners	Special Revenue	44600	NO	State Treasury	857,733
Dental	Special Revenue	44700	NO	State Treasury	1,500,606
Nutrition and Dietetics	Special Revenue	44800	NO	State Treasury	182,131
Nursing Home Administration	Special Revenue	44900	NO	State Treasury	169,844
Occupational Therapy	Special Revenue	45000	NO	State Treasury	480,251
Optometry	Special Revenue	45100	NO	State Treasury	399,903
Osteopathic Examiners	Special Revenue	45200	NO	State Treasury	698,945
Podiatry	Special Revenue	45300	NO	State Treasury	171,139
Psychologist Examiners	Special Revenue	45400	NO	State Treasury	731,500
Physical Therapist	Special Revenue	45500	YES	State Treasury	1,115,178
Thanatopractice	Special Revenue	45600	YES	State Treasury	409,291
Interior Design	Special Revenue	45700	NO	State Treasury	64,700
Private Investigation & Polygraph	Special Revenue	45900	YES	State Treasury	30,484
Landscape Architects	Special Revenue	46000	NO	State Treasury	205,586
Pharmacy	Special Revenue	46400	NO	State Treasury	3,331,627
Real Estate Appraisers	Special Revenue	46500	YES	State Treasury	604,508
Accountancy	Special Revenue	46600	YES	State Treasury	905,282
Real Estate Commission	Special Revenue	46700	NO	State Treasury	1,757,836
Social Workers	Special Revenue	46900	YES	State Treasury	895,182
Acupuncture	Special Revenue	47100	YES	State Treasury	422,044
HUD Manufactured Housing	Special Revenue	47200	NO	State Treasury	420,610
Speech Language & Audio	Special Revenue	47300	YES	State Treasury	698,396
Respiratory Care Advisory	Special Revenue	47400	NO	State Treasury	220,153
Athletic Trainers	Special Revenue	47500	YES	State Treasury	117,470
Naprapathy	Special Revenue	53500	NO	State Treasury	289
Carnival Ride Insurance	Special Revenue	64300	NO	State Treasury	167,377
Impaired Dentists	Special Revenue	87600	NO	State Treasury	80,225
ARRA	Special Revenue	89000	NO	State Treasury	902
Total Special Revenue					<u>32,238,340</u>
Total General Fund and Special Revenue Funds					<u>\$ 34,077,912</u>

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
SCHEDULE OF CASH ACCOUNTS (CONTINUED)
Year Ended June 30, 2015

<u>Name of Fund</u>	<u>Fund Type</u>	<u>SHARE Fund Number</u>	<u>Interest Bearing</u>	<u>Type of Account</u>	<u>Balance at June 30, 2015</u>
Fiduciary Fund					
FID Receipts Fund	Fiduciary	43500	NO	State Treasury	\$ -
MHD Receipts Fund	Fiduciary	43600	NO	State Treasury	54,618
CID Receipts Fund	Fiduciary	43700	NO	State Treasury	1,554,086
SEC Receipts Fund	Fiduciary	43800	NO	State Treasury	-
Alcohol and Gaming Receipts Fund	Fiduciary	80800	NO	State Treasury	-
Total Fiduciary Funds					<u>1,608,704</u>
Total All funds					<u>\$ 35,686,616</u>

See Notes to Financial Statements.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
SCHEDULE OF VENDOR INFORMATION FOR PURCHASES EXCEEDING \$60,000
Year Ended June 30, 2015

<i>RFB#/RFP#</i>	<i>Type of Procurement</i>	<i>Awarded Vendor</i>	<i>\$ Amount of Awarded Contract</i>	<i>\$ Amount of Amended Contract</i>	<i>Name and Physical Address per the procurement documentation, of ALL Vendor(s) that responded</i>	<i>In-State / Out-of-State Vendor (Y or N) (Based on Statutory Definition)</i>	<i>Was the vendor in-state and chose Veteran's preference (Y or N) For federal funds answer N/A</i>	<i>Brief Description of the Scope of Work</i>
Contract # 404201410272	Sole Source 30 Day posting	System Automation	\$ 146,538	n/a	7110 Samuel Morse Drive, Suite 100 Columbia, MD 21406	Y	n/a	My License Maintenance & Support PSC
Contract # 504201410285	Sole Source 30 Day posting	Acella Inc.	584,497	n/a	4375 Solutions Center Chicago Il 60677	Y	n/a	Professional Service
PO# 11202	Lease of building (no bids required)	Seymore Butts LLC	378,595	n/a	10500 Copper Avenue NE Suite T Albuquerque, NM 87123	N	n/a	Building Lease
PO# 11491	Exempt from Procurement Code (Exemption 13-1-98 V)	Kilmer & Kilmer Marshall Duran	240,173	n/a	125 Truman NE Albuquerque, NM 87108	N	n/a	Broadcasting documentaries of fraud cases for education of New Mexico Investors.
Contract # 504201410285	Sole Source 30 Day posting	Acella Inc.	177,643	n/a	4375 Solutions Center Chicago Il 60677	Y	n/a	Software Maintenance & Support
PO# 11022	Exempt from Procurement Code (Exemption 13-1-98 A)	DOIT	151,784	n/a	715 Alta Vista Santa Fe, NM	N	n/a	Encumbrance for Cellphone and Landlines for the Construction Industries & Manufactured Housing Division
PO# 11118	Exempt from Procurement Code (Exemption 13-1-98 A)	DOIT	143,677	n/a	715 Alta Vista Santa Fe, NM	N	n/a	Cellular and Land Lines Telecommunication Services and DOIT Enterprise Services- includes rack fees, mainframe, and e-mail
PO# 11812	Exempt from Procurement Code (Exemption 13-1-98 V)	Kilmer & Kilmer Marshall Duran	109,943	n/a	125 Truman NE Albuquerque, NM 87108	N	n/a	Investor Education Media Purchase - Media buy package
PO# 11245	PO (Designated bank for New Mexico State Agencies)	Wells Fargo Merchant Services	100,244	n/a	P.O. Box 2057 Englewood, CO 80150	Y	n/a	Credit Card E-Commerce Service Fees
PO# 11280	Exempt from Procurement Code (Exemption 13-1-98 A)	DOIT	\$ 87,198	n/a	715 Alta Vista Santa Fe, NM	N	n/a	Landline and Cellular Telecommunication Services
Contract # 10-420-00-06827*	Request for Proposal to provide services sent out to qualified vendors	PSI Services LLC	*	772,011	2950 N Hollywood Way, Suite 200, Burbank, CA 91505	Y	n/a	Receive and screen all license applications and renewals. Processing and issuance of licenses.
Contract # 10-420-00-06421**	Request for Proposal to provide services sent out to qualified vendors	PSI Services LLC	**	\$ 446,336	2950 N Hollywood Way, Suite 200, Burbank, CA 91505	Y	n/a	Conduct competency examination, psychometric review, scoring analyses for each test and application processing for contractor licenses.

* Vendor retains 32% of licensing fees and remits 68% to the Department.

** Vendor retains all compensation for administration of the examination process. There are no amounts remitted to the Department.

See notes to Schedule of Vendor Information for Purchases Exceeding \$60,000

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
NOTES TO SCHEDULE OF VENDOR INFORMATION FOR PAYMENTS EXCEEDING \$60,000
For the Year Ended June 30, 2015

This Schedule includes:

Competitive procurements in FY 2015 that result in one or more contracts with a maximum contract price of over \$60,000 or more, excluding gross receipts tax, regardless of whether expenditures under that contract were over \$60,000 in FY2015;

Sole-source procurements in FY 2015 that result in one or more contracts with a maximum contract price of over \$60,000 or more, excluding gross receipts tax, regardless of whether expenditures under that contract were over \$60,000 in FY2015; and

Emergency procurements in FY 2015 that result in one or more contracts with a maximum contract price of over \$60,000 or more, excluding gross receipts tax, regardless of whether expenditures under that contract were over \$60,000 in FY2015.

This Schedule does not include:

Information on a multi-year procurement that occurred in a prior year, even if it resulted in expenditures of \$60,000 or more in FY 2015, unless there was a contract amendment that occurred in the current fiscal year (i) of a contract with a maximum contract price of \$60,000 or more, or (ii) that increased the maximum contract price of an existing contract to equal or exceed \$60,000; and Procurements based on statewide pricing agreements in FY2015.

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

Independent Auditor's Report

Mr. Mike Unthank, Superintendent
State of New Mexico
Regulation and Licensing Department
&
Mr. Tim Keller
New Mexico State Auditor
Santa Fe, New Mexico

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 governmental activities, each major fund, the aggregate remaining fund information, the budgetary comparisons of the general fund and major special revenue funds of the State of New Mexico Regulation and Licensing Department (Department), as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Department's basic financial statements, and the combining and individual funds and related budgetary comparisons of the Department, presented as supplementary information, and have issued our report thereon dated November 25, 2015.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Department's 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 Department's internal control. Accordingly, we do not express an opinion on the effectiveness of the Department's internal control.

Mr. Mike Unthank, Superintendent
State of New Mexico
Regulation and Licensing Department
&
Mr. Time Keller
New Mexico State Auditor
Santa Fe, New Mexico

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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and responses that we considered to be significant deficiencies as items 2006-006, 2012-002, 2015-001, 2015-002, and 2015-003.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Department's financial statements are free of 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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and responses as items 2006-006, 2015-002 and 2015-003.

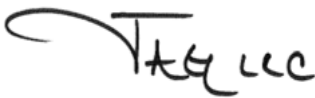
The Department's Responses to Findings

The Department's responses to the findings identified in our audit are described in the accompanying schedule of findings and responses. The Department's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

Mr. Mike Unthank, Superintendent
State of New Mexico
Regulation and Licensing Department
&
Mr. Time Keller
New Mexico State Auditor
Santa Fe, New Mexico

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 Department's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "JAG LLC". The signature is stylized, with a large, sweeping initial "J" that loops back to the right.

Jaramillo Accounting Group LLC (JAG)
Albuquerque, New Mexico
November 25, 2015

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
For The Year Ended June 30, 2015

#	Finding	Status of Prior Year Findings	Material Weakness	Significant Deficiency	Non Compliance
2006-006	Approve, Implement, and Test Disaster Recovery Plan	Repeated and Modified		X	X
2012-002	Prepaid Construction Permits (Other " Liabilities) and Due to State General Fund - Agency Funds [Revenue Recognition/Prepaid Construction Permits and Licensing Fees]	Repeated and Modified		X	
2013-001	Reversion Not Made Timely to State General Fund	Resolved			
2013-002	Controls Over Travel and Per Diem	Resolved			
2013-004	Financial Close And Reporting	Resolved			
2013-010	Recording Receipts On Behalf of Other Entities	Resolved			

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
SCHEDULE OF FINDINGS AND RESPONSES
For The Year Ended June 30, 2015

2006-006 APPROVE, IMPLEMENT AND TEST DISASTER RECOVERY PLAN

Type of Finding: Significant Deficiency / Non Compliance

Statement of Condition

The Department prepared a Disaster Recovery Plan (DR)(Plan) in August 2011. We noted that the Plan has not yet been approved by management and that testing and implementation of an offsite hot-site is not completed.

Through June 30, 2014:

- Prior to 2006 there was no backup process or DR due to physical servers and the drive formatting of those servers.
- Fiscal year (FY) 2007 RLD migrated all servers to a virtual VM ware setup and purchased a storage area network. Backup and recovery were set up at that time.
- In FY 2013 RLD attempted to purchase hardware to set up a DR site in the Toney Anaya building but the purchase was denied by the Department of Information Technology (DoIT).
- In FY 2013 RLD met with DoIT for accommodation of a DR site at the Albuquerque data center in the TIWA building. The TIWA building is to be set up as the Albuquerque data center for the State of New Mexico.
- RLD was given approval in FY 2014 to purchase a full DR site which would mirror the rack and full server/san build at the Simms building in Santa Fe which is the primary data center for the state of New Mexico.
- In June of 2014, RLD was informed by DoIT that they had not received adequate funding to properly upgrade the TIWA building infrastructure and until they did they could not accommodate another agency in the Albuquerque data center.
- RLD then reached out to the New Mexico Aging and Long-Term Services Department (NMALTS) which has a small data center in the Toney Anaya Building. The Hardware that was acquired was all put together and is now set up and awaiting configuration and mirroring of the primary RLD network.
- RLD met with General Service's Department's engineers and were informed there is not adequate power and cooling in the Toney Anaya building to house the DR site. RLD and NMALTS had met with a heating and cooling company out of Albuquerque which said there is adequate power and cooling for the DR site.
- Currently, RLD is in a situation where the DR site hardware and servers are purchased and put together but have no location to configure and mirror the data from the primary data center.

From July 1, 2014 to November 25, 2015:

The Department continued to explore options for implementing its Disaster Recovery Plan that was first created in 2011. The Department has recently entered in an MOU with the Gaming Control Board to utilize the Gaming Control Board's data center as a hot-site for its IT systems. The Department has started the process to move equipment to Albuquerque for the hot-site.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
SCHEDULE OF FINDINGS AND RESPONSES
For The Year Ended June 30, 2015

2006-006 APPROVE, IMPLEMENT AND TEST DISASTER RECOVERY PLAN
(CONTINUED)

Type of Finding: Significant Deficiency / Non Compliance

Criteria

Per State of NM Statewide Guideline “Enterprise IT Security Policy”, S-GUIDE-00.003, “the State of New Mexico shall securely and economically protect its business functions including public access to appropriate information and resources, while maintaining compliance with legal requirements established by existing Federal and State statutes pertaining to confidentiality privacy, accessibility, availability, and integrity. This includes a Disaster Recovery Plan in order to reduce the impact of a major disruption on key business functions and processes.

Effect

The lack of a completed Disaster Recovery Plan and absence of testing may pose questions as to the Department’s ability to respond and recover its critical data and applications in the event of an unforeseen disaster.

Cause

The Department completed the Disaster Recovery Plan in August 2011 and, prior to June 30, 2015, is still working a on a way to implement and test the Plan.

Recommendation

We recommend that the Department’s update and implement the Department’s Disaster Recovery Plan and complete the work necessary to have access to an offsite backup data center that could be used in a disaster.

Responsible Person: Chief Information Officer

Management Response

As of November 25, 2015, the Regulation and Licensing Department is currently in the process of deploying a Disaster Recovery (DR) site in Albuquerque. The DR will be housed at the New Mexico Gaming Control Board’s data center located at 4900 Alameda Boulevard NE, Albuquerque, NM 87113. All hardware has been acquired and configured and the initial snapshot of the network has been taken and deployed to the DR site which is currently in the Toney Anaya Building. The Information Technology Division has put a contract in place with ABBA technologies to assist with the physical move of the Server rack from Santa Fe to Albuquerque. ABBA will then provide the professional services to initiate the data replication and fully test and ensure that the DR site is fully functional. ABBA will also work with the IT staff and train them on how to monitor the DR site and transition to it in the event of a true disaster. The DR site will be fully operational and functional in FY16.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
SCHEDULE OF FINDINGS AND RESPONSES
For The Year Ended June 30, 2015

2012-002 PREPAID CONSTRUCTION PERMITS (OTHER LIABILITIES) and DUE TO
STATE GENERAL FUND – AGENCY FUNDS

Type of Finding: Significant Deficiency

Statement Condition

Agency Funds - Contractors prepay for permits (prepaid construction permits). Cash is offset against the account “Other Liabilities” and then, as permits are issued, the cost of the permit should flow to the liability account “Due to the State General Fund”.

Prior to the end of fiscal year end June 30, 2015, the Department was unable to accurately identify and track the net prepaid construction permit amounts and offsetting usage due to the Department’s software (KIVA) limitations. Once the prepaid construction permit is used, the related cash is then due to the State General Fund. Based on this analysis, during fiscal year 2013 and 2014, the auditors have qualified their independent auditor’s opinion on the Department’s financial statements related to these liabilities in the agency funds.

During and after the year ended June 30, 2015, the Department continued to clean-up the data and transition data from the KIVA software to the new Accela software. On October 27, 2015, the Department successfully transitioned to the new software that allowed the Department the ability to track prepaid construction permits by contractor.

Criteria

Per 2.2.2.10(E) of the NM State Auditor Rule, “The financial statements and notes to the financial statements shall be prepared in accordance with accounting principles generally accepted in the United States of America (GAAP). Governmental accounting principles are identified in the Codification of Governmental Accounting and Financial Reporting Standards (GASB)”. For the agency funds, GAAP requires an accurate accounting and presentation of assets and liabilities by major category.

Effect

At June 30, 2015, the Department’s “Other Liabilities” and “Due to State General Fund” amounts in the agency funds were materially misstated resulting in an adjustment to debit “Other Liabilities” and credit “Due to State General Fund” in the amount of \$ 1,089,450.94 to agree the general ledger to the detailed sub-ledger for “Other Liabilities”.

Cause

The Department’s software system used to track the prepaid construction permits (other liabilities) was deficient in producing the data necessary to properly track the usage of prepaid credit construction permits.

Recommendation

We recommend the Department continue to monitor its new Accela software system for any unexpected results.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
SCHEDULE OF FINDINGS AND RESPONSES
For The Year Ended June 30, 2015

2012-002 PREPAID CONSTRUCTION PERMITS (OTHER LIABILITIES) and DUE TO
STATE GENERAL FUND – AGENCY FUNDS (CONTINUED)

Management Response

Responsible persons: Administrative Services Division (ASD) Director

Timeline of corrective action: Reporting corrected October 27, 2015, monitoring ongoing

Contractors prepay for permits (prepaid construction permits). Cash received to prepay for permits is credited to “Other Liabilities” and then, as permits are issued, the cost of the permit is debited to “Other Liabilities”. The Department’s software system (KIVA) was not able to provide a sub-ledger report of the balances in the prepaid deposits by contractor during FY15.

Subsequent to the year end June 30, 2015, the Department was able to produce the data necessary to properly track the usage of prepaid construction permits which results in the amount of prepaid credits net of permits issued by contractor. During the audit of FY 15 this information was available which resulted in an adjustment to debit “Other Liabilities” and credit “Due to State General Fund” in the amount of \$ 1,089,450.94 to agree the general ledger to the detailed sub-ledger for “Other Liabilities”. Once the CAFR unit posts the AUD entry for FY 15 this amount will be automatically swept to the State General Fund.

The Department’s Accela Automation Platform Software went live October 27, 2015 which replaces the KIVA software system. The Accela software is able to provide the information for prepaid deposits in a usable format to extract a report of balances by contractor and in total. This report will be used as the sub-ledger for “Other Liabilities” which will be reconciled to the general ledger account 292900.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
SCHEDULE OF FINDINGS AND RESPONSES
For The Year Ended June 30, 2015

2015-001 - MONITORING OF LICENSING SERVICES CONTRACT

Type of Finding: Significant Deficiency

Statement of Condition

The Department receives, monthly, a portion of licensing fees collected from a vendor who is contracted to administer licensing services. During our testing, we noted that while the Department does monitor the programmatic aspects of this contract, the financial aspects should be monitored more thoroughly.

ASD should maintain documentation of the financial reports required by the contract (see Criteria). There are required procedures in the contract for an independent auditing firm to verify the vendor activity and financial reports. However, we noted the most recent report received by the Department was for the year ended October 31, 2013 and the agreed-upon-procedures performed do not verify the completeness of the fees being submitted to the Department in addition to the existence of the amounts transferred. Additionally, there were three differences noted in the Agreed-upon-Procedures report (\$5,481, \$124, and \$25). In recent a follow-up conversation by the Department with the contractor, the contractor has represented that the agreed-upon-procedures report for the year ended October 31, 2014 is still several months from completion.

Additionally, the contract was amended during the year and fees for the contract were more than \$60,000 and therefore must be included on the Schedule of Vendor Information for Purchases Exceeding \$60,000, even though there is no direct payment to the vendor (since the vendor collects all the fees and retains their portion of the fees before submitting monies to the Department). Subsequent to discussions with management over this contract, management added the contract to the Schedule.

Criteria

Title 2, Chapter 20 Part 5 Accounting by Governmental Entities Responsibility for Accounting Function requires that the Department ensure that the model accounting practices, established by the division, are followed. The model accounting practices include but are not limited to ensuring that an internal control structure exists at the state agency and is functioning properly and that all transactions are properly classified in the agency's records.

60-13-20 NMSA 1978 B. states "The Division by regulation may provide that fees charged pursuant to Subsection A of this section shall be paid to the agency providing or administering the service if the service is provided pursuant to authority of the Division".

Contract # 10-420-00-06421 with an original term of May 21, 2011 through May 20, 2013 has been extended twice: May 21, 2013 through May 20, 2014 and May 21, 2014 to May 20, 2015. This contract included deliverables the vendor is to provide the Department, including Financial Accounting Reports. This includes a monthly statement of all monies received pursuant to the Agreement fifteen days following month end and, additionally, financial statements of all monies assessed and/or received by contractor pursuant to the contract, prepared by an independent

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
SCHEDULE OF FINDINGS AND RESPONSES
For The Year Ended June 30, 2015

2015-001 - MONITORING OF LICENSING SERVICES CONTRACT (CONTINUED)

professional auditing firm of national reputation that has been pre-approved by the Department). Fees for services performed by the vendor must be charged in accordance with the fee schedules established in the NMAC 14-5-19 Ch 15 Pt 4.

NMAC 2.2.2.10 A (2)(g) requires that the Department prepare a Schedule of Vendor Information for Purchases Exceeding \$60,000. This schedule must include contracts which are amended during the fiscal year to an amount over \$60,000.

Effect

Fee revenue could be over or under stated without strong internal controls and monitoring.

Cause

The Department has not designed and implemented strong fiscal monitoring activities.

Recommendation

We recommend the Department implement monitoring methods and related controls over the related licensing activities and fees collected/submitted. Specifically, maintaining related documentation, ensuring procurement of the contract is followed, reporting the contract on the Schedule of Vendor Information, participating in the design of timely audit procedures of the activities in order to include completeness verification and an element of unpredictability each year. Additionally, we recommend the Department follow up with the vendor on the differences noted in the Agreed-upon-Procedures report (\$5,481, \$124, and \$25) and determine the disposition of the differences.

Management Response

Responsible persons: Construction Industries Division (CID) Financial Manager

Timeline of corrective action: Effective immediately

The ASD Division will reconcile the monthly cash receipts from the vendor to the amounts entered into SHARE. The CID Division will reconcile the daily licenses issued and renewed reported by the vendor compared to licenses in the licensing software that are required to pull permits. It is the Department's goal to verify thru this reconciliation process, that all licenses issued or renewed are included in the revenue remittance reports from the current vendor.

The Department has selected a vendor to be awarded the licensing software contract for phase 2. The funds have been appropriated per Laws 2015, Chapter 101, Section 7, Item 15. The Department expects to move the licensing for CID in-house sometime during fiscal year 2017 when phase 2 goes live. This will eliminate the services the current vendor is providing for the issuance of CID licenses.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
SCHEDULE OF FINDINGS AND RESPONSES
For The Year Ended June 30, 2015

2015-002 – PROCUREMENT VIOLATIONS

Type of Finding: Significant Deficiency / Non Compliance

Statement of Condition

The Department did not complete procurement timely over two separate contracts (for both the Licensing Services contract and Licensing Examination Services contract with the Construction Industries Division (CID)) before the contracts expired. Both of these contracts were awarded under competitive bid originally in 2011 with an original term of two years and two extension years. The contracts were extended twice through May 18, 2015 and May 20, 2015, respectively. The Department additionally obtained a letter from the vendor stating they would continue their services until the *earlier of* 90 days from May 18, 2015 or an approved contract.

The first contract, the Licensing Services contract, requires the vendor to collect all the licensing fees. The vendor then retains 32% (\$772,011 in fiscal year 2015) and sends the remaining 68% to the Department (\$1,640,523). The second contract allows the vendor to retain all the revenue from the Licensing Examination Services contract (\$446,336 in fiscal year 2015).

The services provided under the two separate contracts were combined into one new RFP beginning internally in the Department on February 5, 2015 and posted to State Purchasing's website on May 7, 2015 with a closing date of June 4, 2015 and an expected award date of June 29, 2015. As of the date of the audit report (November 25, 2015), the award was pending final approval and signatures by both the Department, the Department of Information Technology, and the State Purchasing Division of the General Services Department. Services under both the expired Licensing Services Contract and the expired Licensing Examination Services contract were still being provided as of November 25, 2015.

Criteria

Per 13-1-150 NMSA 1978, multi-term services contracts "\$25,000 or more, the term shall not exceed eight years, including all extensions and renewals." According to 13-1-30, the Procurement Code applies to "every expenditure by state agencies...for the procurement of....services...." And although the amounts are collected first in the vendor's bank account and then a portion is submitted to the Department (meaning no purchase order or warrant is necessary), it does not appear that these contracts (over \$60,000 being retained by the vendor) meet the definitions in the Procurement Code 13-1 NMSA 1978 of being exempt, a small purchase, or sole source.

Effect

The Department was operating without final, approved contracts in place for two separate procurements during and after the fiscal year-end.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
SCHEDULE OF FINDINGS AND RESPONSES
For The Year Ended June 30, 2015

2015-002 – PROCUREMENT VIOLATIONS (CONTINUED)

Cause

Due to the complexity of the two contracts noted above and the extended amounts of time required for DoIT, State Purchasing, vendor, and legal reviews and approvals, the Department was unable to complete the new procurement that was designed to replace the two contracts noted above before the contracts expired.

Recommendation

On complicated procurements that require the review and approval of the Department, Department of Information Technology, and State Purchasing, we recommend the Department begin the process as early as possible to ensure enough time has been set aside to cover the logistics of all the back and forth changes between the parties that need to be made to the procurement.

Additionally, we recommend Department management put into place an expected timeline for each expected step in the process. If the procurement process gets slowed down at any point outside the expected timing, Department management should then internally elevate the concerns to their upper management who then can take action to assist in moving the process along.

Management Response

Responsible persons: Administrative Services Division (ASD) Director

Timeline of corrective action: Effective immediately

The Department has implemented a schedule consisting of 90, 60, and 30 day expiration notices of awarded contracts. The Department will be proactive in sending out expiration notices and assuring all newly received contracts are routed in a timelier manner. Internal routing procedures will continue to be enforced to ensure limited time delays within the Department. The Department will also make status request to outside state entities to assure contracts are returned in a timely manner ensuring no lapse in services.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
SCHEDULE OF FINDINGS AND RESPONSES
For The Year Ended June 30, 2015

2015-003 – LEGAL COMPLIANCE WITH BUDGET

Type of Finding: Significant Deficiency / Non Compliance

Statement of Condition

The cost of a software license and the related expenses to modify and place the software into service of \$676,938 was budgeted and subsequently recorded to contractual services. Subsequent to year-end, management determined that the above transaction should have been recorded to capital outlay. Reclassification of the \$676,938 to capital outlay caused Program Code P-599 to be over budget in the “Other” category by \$649,743 (see page 70) and caused SHARE Fund 43300 in the “Other” category over budget for by \$571,754 (see page 18).

Criteria

Per the NM Department of Finance and Administration’s SHARE Account Chart Field “White Paper” published on July 1, 2011, expenditures for”software licenses”....and “implementing the software””with a cost greater than \$5,000 per unit” are to be recorded as capital outlay and grouped with Other Costs.

As a result of the misclassification and subsequent reclassification, the Department incurred expenses over the approved budget. NMSA 1978, Section 6-6-6 restricts all officials and governing authorities from approving claims in excess of the approved budget.

Effect

The reclassification of the capital outlay after year-end resulted in the Department being over budget in the “Other” category in Program Code P-599 by \$649,743 (see page 70) and over budget in SHARE Fund 43300 in the “Other” category by \$571,754 (see page 18) and therefore, Department was not in compliance with NMSA 1978, Section 6-6-6.

Cause

The Department recorded and budgeted the software license and the related expenses to modify and place the software into service to the incorrect general ledger account and the incorrect budget category.

Recommendation

We recommend the Department’s accounting, budget, and purchasing functions review the 2011 SHARE Account Chart Field “White Paper” to ensure proper classifications for the purchase of all goods and services.

Management Response

Responsible persons: Administrative Services Division (ASD) Director

Timeline of corrective action: Effective immediately

The Department concurs with the finding and will be more diligent in identifying any Contractual Services that need to be capitalized and assures they will be taken out of Other Services.

STATE OF NEW MEXICO
REGULATION AND LICENSING DEPARTMENT
EXIT CONFERENCE
For The Year Ended June 30, 2015

An exit conference was held on November 24, 2015. Attending were the following:

Representing the Department:

Robert Unthank	Department Superintendent
Patrick Sandoval	Acting ASD Director
Clayton Peltier	ASD CFO
Anthony Webb	Financial Manager

Representing the Independent Auditor, Jaramillo Accounting Group (JAG):

Audrey Jaramillo	Partner
Scott Eliason	Partner

The financial statements were prepared with the assistance of JAG.