



State of New Mexico
Colfax County
Annual Financial Report
For the Year Ended June 30, 2014



Eagle Nest Lake State Park- Photo Courtesy of www.co.colfax.nm.us



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INTRODUCTORY SECTION

STATE OF NEW MEXICO

Colfax County
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June 30, 2014

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STATE OF NEW MEXICO

Colfax County

Official Roster

June 30, 2014

<u>Name</u>	<u>Elected Officials</u>	<u>Title</u>
Jim Maldonado		County Commissioner - Chairman
William E. Sauble		County Commissioner – Vice Chairman
James L. Newton		County Commissioner
Freda Baca		County Clerk
Kathy Trujillo		County Treasurer
Linda Gallegos		County Assessor
Patrick Casias		County Sheriff
Roy Ackerman		County Probate Judge

Administrative Officials

Patricia Gonzales	County Manager
Cheryl Navarette	Assistant County Manager
Lydia Garcia	Deputy County Treasurer

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FINANCIAL SECTION



Accounting & Consulting Group, LLP
Certified Public Accountants

INDEPENDENT AUDITORS' REPORT

Hector H. Balderas
New Mexico State Auditor
The U.S. Office of Management and Budget and
The Colfax County Commissioners
Colfax County
Raton, New Mexico

Report on Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, the aggregate remaining fund information, and the budgetary comparison for the general fund of Colfax County (the "County"), as of and for the year ended June 30, 2014, and the related notes to the financial statements which collectively comprise the County's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the County's nonmajor governmental funds and the budgetary comparisons for the major capital projects fund, major permanent fund, and all nonmajor funds presented as supplementary information, as defined by the Governmental Accounting Standards Board, in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2014 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.

Auditors' 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.

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 County'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 County'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 Colfax County, as of June 30, 2014, and the respective changes in financial position thereof and the respective budgetary comparison for the general fund 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 of the County, as of June 30, 2014, and the respective changes in financial position thereof and the respective budgetary comparisons for the major capital projects fund, major permanent fund, and 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* on pages 12 through 18 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the County's financial statements, the combining and individual fund financial statements, and the budgetary comparisons. The Schedule of Expenditures of Federal Awards as required by the Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations and Supporting Schedules I through IV required by 2.2.2 NMAC* are presented for the purposes of additional analysis and are not a required part of the basic financial statements.

The *Schedule of Expenditures of Federal Awards and Supporting Schedules I through IV required by 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 the auditing standards generally accepted in the United States of America. In our opinion, the *Schedule of Expenditures of Federal Awards and Supporting Schedules I through IV required by 2.2.2 NMAC* are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The *introductory section* 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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 12, 2014 on our consideration of the County'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 County's internal control over financial reporting and compliance.

Accounting & Consulting Group, LLP

Accounting & Consulting Group, LLP
Albuquerque, New Mexico
November 12, 2014

STATE OF NEW MEXICO
Colfax County
Management's Discussion and Analysis
June 30, 2014

As management of Colfax County (the County), we offer readers of the Colfax County financial statements this narrative overview and analysis of the financial activities of Colfax County for the fiscal year ended June 30, 2014. We encourage readers to consider the information presented here in conjunction with the financial statements of Colfax County and additional information provided.

Financial Highlights

- The assets of Colfax County exceeded its liabilities at the close of the most recent fiscal year by \$32,880,099, (*net position*). Of this amount, \$4,484,119 (*unrestricted net position*) may be used to meet the County's ongoing obligations to citizens and creditors.
- Change in net position for the year end was \$621,454. The increase is primarily due to an increase in property tax revenue and grant revenues.
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$2,968,120 or 30 percent of total general fund expenditures.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to Colfax County's basic financial statements. Colfax County's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of Colfax County's finances, in a manner similar to a private-sector business.

The *Statement of Net Position* presents information on all of Colfax County's assets and liabilities, with the difference between the two reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of Colfax County is improving or deteriorating.

The *Statement of Activities* presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of Colfax County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs. The governmental activities of Colfax County include general government, public safety, public works, culture and recreation, and health and welfare.

The government-wide financial statements can be found at Exhibits A-1 and A-2 of this report.

Fund financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Colfax County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Colfax County can be divided into two categories: governmental funds and fiduciary funds.

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Colfax County
Management's Discussion and Analysis
June 30, 2014

Governmental Funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

Colfax County maintains thirty-two individual governmental funds. Information is presented separately in the governmental fund balance sheet and statement of revenues, expenditures, and changes in fund balances for the General Fund, the Angel Fire Airport Improvement Capital Projects Fund, and the Health Care Permanent Fund, all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* elsewhere in this report.

Colfax County adopts an annual appropriated budget for its General Fund and all other funds. A budgetary comparison statement has been provided for the General Fund, the Angel Fire Airport Improvement Capital Projects Fund, and the Health Care Permanent Fund to demonstrate compliance with this budget. In addition, the individual financial statements of the non-major governmental funds include budgetary comparison data.

The basic governmental fund financial statements can be found at Exhibits B-1 and B-2 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support Colfax County's own programs.

Colfax County fiduciary funds account for the collection of property taxes and special fees and their remittance to other governmental agencies.

The basic fiduciary fund financial statements can be found at Exhibit D-1 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 34-56 of this report.

Other information. The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the notes to the financial statements. Combining and individual fund statements and schedules can be found on pages 64-112 of this report.

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Colfax County
Management's Discussion and Analysis
June 30, 2014

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of Colfax County, assets exceeded liabilities by \$32,880,099 and \$23,482,050 at the close of the fiscal years ended June 30, 2014 and June 30, 2013, respectively. The County's revenues exceeded expenditures during the year in the amount of \$621,454. This is primarily due to an increase in the property taxes received as well as new grants received in the current year.

A large portion of the County's net position (68 percent) reflects its investment in capital assets (e.g., land, buildings, other improvements, infrastructure and furniture and equipment) less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

A portion (\$5,927,404) of Colfax County's net position represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net position* (\$4,484,119) may be used to meet the government's ongoing obligations to citizens and creditors.

Colfax County is able to report positive balances in all three categories (Net investment in capital assets, Restricted, and Unrestricted) of net position, for the government as a whole as of June 30, 2014.

**Colfax County Net Position
June 30, 2014**

	<u>Governmental Activities</u>	
	<u>2014</u>	<u>2013</u>
Current and other assets	\$ 10,995,856	\$ 11,359,866
Capital assets	<u>27,120,525</u>	<u>17,719,898</u>
Total assets	<u>\$ 38,116,381</u>	<u>\$ 29,079,764</u>
Current Liabilities	619,533	1,089,865
Non-current liabilities	<u>4,616,749</u>	<u>4,507,849</u>
Total liabilities	<u>5,236,282</u>	<u>5,597,714</u>
Net position:		
Net investment in capital assets	22,468,576	13,249,748
Restricted for:		
Debt service	46,165	26,419
Capital projects	841,183	927,260
Other purposes - special revenue	3,312,919	3,259,318
Permanent health care	1,727,137	1,726,736
Unrestricted	<u>4,484,119</u>	<u>4,292,569</u>
Total net position	<u>32,880,099</u>	<u>23,482,050</u>
Total liabilities and net position	<u>\$ 38,116,381</u>	<u>\$ 29,079,764</u>

STATE OF NEW MEXICO
Colfax County
Management's Discussion and Analysis
June 30, 2014

Changes in Net Position

The County's total revenues of \$11,053,046 and program expenses of \$10,431,592 resulted in a change in net position of \$421,454. The County incurred an increase in capital outlay expenditures over the prior year. The County also maintained favorable budget to actual expenditure variances.

This section contains a condensed comparison of revenues and expenditures and explanations for significant differences. The table shows the summarized revenues and expenditures for the years ended June 30, 2014 and June 30, 2013.

Colfax County's Change in Net Position
June 30, 2014

	<u>Governmental Activities</u>	
	<u>2014</u>	<u>2013</u>
Program revenues:		
Charges for service	\$ 536,650	\$ 553,200
Operating grants and contributions	1,509,615	1,970,542
Capital grants and contributions	1,579,636	358,306
General revenues:		
Taxes		
Property, levied for general purposes	5,203,251	5,146,719
Gross receipts	984,745	1,088,827
Gasoline and motor vehicle	1,020,435	970,089
Payment in lieu of taxes	158,022	139,492
Investment Income	52,503	54,231
(Loss) on sale of assets	(14,860)	-
Miscellaneous Income	23,049	15,557
	<hr/>	<hr/>
Total revenues	11,053,046	10,332,411
	<hr/>	<hr/>
Program expenses:		
General Government	4,022,997	4,028,627
Public Safety	3,179,960	2,793,652
Public Works	2,082,513	1,680,721
Culture and Recreation	201,495	196,057
Health and Welfare	719,083	590,093
Interest on Long Term Debt	225,544	263,423
	<hr/>	<hr/>
Total expenses	10,431,592	9,552,573
	<hr/>	<hr/>
Change in net position	\$ 621,454	\$ 779,838
	<hr/> <hr/>	<hr/> <hr/>

STATE OF NEW MEXICO
Colfax County
Management's Discussion and Analysis
June 30, 2014

Financial Analysis of the Government's Funds

As noted earlier, Colfax County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The focus of Colfax County's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing Colfax County's financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, Colfax County's governmental funds reported combined ending fund balances of \$10,059,337, an increase of \$284,251 in comparison with the prior year. Approximately 30 percent of this total amount, \$2,968,120, constitutes *unassigned fund balance*, which is available for spending at the government's discretion, while approximately 69 percent of this total amount, \$6,941,005 is *restricted* or committed for specific purposes, and about one percent of this total amount, \$150,212, is *nonspendable for prepaid expenses and inventory*.

The General Fund is the chief operating fund of Colfax County. At the end of the current fiscal year, *unassigned* fund balance of the General Fund was \$2,970,030, while total fund balance was \$4,284,919. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 60 percent of total General Fund expenditures, while total fund balance represents 86 percent of that same amount. Fund balance of Colfax County's General Fund increased by \$416,069 during the current fiscal year. The increase is due to an increase in property tax revenues collected in the current year.

The FAA Angel Fire Airport Improvement Capital Projects Fund has total fund balance of \$0.

The Health Care Permanent Fund has a total fund balance of \$1,727,137. 100 percent is *restricted* for a permanent endowment. The net increase in fund balance during the current year in the Health Care Permanent Fund was \$401. This increase is due to an investment gain in the current year.

Budgetary Highlights

County budgets reflect the same pattern as seen in the revenue and expenditures of the County. The State of New Mexico budget process is defined under state law and regulation. To enhance the process of developing a budget at the county level, Colfax County utilizes goals and objectives defined by the County Commissioners, community input meetings, long term plans and input from various staff groups to develop the County budget. County priorities are well defined through this process.

GASB Statement No. 34 does not require a statement presenting the overall result of the budget for each year; however, all major budgetary funds are required to be reported as a separate statement.

The total variation in expenditures from the original and final budgets in the General Fund was \$0.

The following table examines the summary budget performance of the major and aggregate non-major funds for the fiscal year ending June 30, 2014. Detail budget performance is reported in the budgetary comparison statements for each major fund and the statements of revenues and expenditures budget and actual for the non-major funds.

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Fund Expenditure Budget Performance

	<u>Final Budget</u>	<u>Actual on Cash (Budgetary) Basis</u>	<u>Favorable (Unfavorable) Variance</u>
General Fund	\$ 5,170,355	\$ 4,974,383	\$ 195,972
FAA Angel Fire Airport Improvement Capital Projects Fund	1,367,351	1,338,285	29,066
Health Care Permanent Fund	-	-	-
Other Governmental Funds	<u>6,838,823</u>	<u>5,494,665</u>	<u>1,344,158</u>
 Total for Governmental Funds	 <u>\$ 13,376,529</u>	 <u>\$ 11,807,333</u>	 <u>\$ 1,569,196</u>

The County amends its budget during the year in response to unexpected changes in its operating environment. The original and final budgets are reported and can be examined in the budgetary comparison statements for each major fund and the statements of revenues and expenditures budget and actual for the non-major funds. The County was very disciplined this year with regards to spending and this was the reason for the favorable variances.

Capital Asset and Debt Administration

Capital Assets

Colfax County's investment in capital assets for its governmental activities as of June 30, 2014, amounts to \$27,120,525 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, improvements, buildings, infrastructure, machinery and equipment, and vehicles. The table below shows the summarized capital assets of Colfax County as of June 30, 2014 and June 30, 2013.

**Colfax County's Capital Assets, Net of Depreciation
June 30, 2014**

	<u>Governmental Activities</u>	
	<u>2014</u>	<u>2013</u>
Land	\$ 1,519,275	\$ 1,519,275
Constuction in progress	2,516,156	770,578
Improvements	1,580,737	1,580,737
Buildings	14,089,715	13,987,139
Infrastructure	26,247,138	8,211,722
Machinery and equipment	510,179	481,014
Vehicles	<u>7,033,399</u>	<u>7,014,334</u>
 Total capital assets	 <u>53,496,599</u>	 <u>33,564,799</u>
 Less: accumulated depreciation	 <u>(26,376,074)</u>	 <u>(15,844,901)</u>
 Total capital assets, net of accumulated depreciation	 <u>\$ 27,120,525</u>	 <u>\$ 17,719,898</u>

The County recognized \$1,807,242 in depreciation expense during the year. Additional information on Colfax County's capital assets can be found in note 6 of the financial statements.

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The County has several commitments to construction companies at June 30, 2014. Additional information on Colfax County's commitments can be found in note 15 of the financial statements.

Long-term debt

At June 30, 2014, Colfax County had loans outstanding of \$1,192,085, secured by pledged recurring fire fund appropriations and total gross receipt revenue bonds outstanding of \$3,385,000, secured by pledged gross receipts taxes.

**Colfax County's Outstanding Debt
 June 30, 2014**

	<u>Governmental Activities</u>	
	2014	2013
NMFA Loans	\$ 1,192,085	\$ 965,150
Revenue Bonds	3,385,000	3,505,000
Compensated Absences	415,252	393,358
Total outstanding debt	\$ 4,992,337	\$ 4,863,508

The County made principal payments towards loans in the amount of \$80,370 for the year ended June 30, 2014. The County reduced bonds payable by their principal payment of \$137,889. Additional information on Colfax County's long-term debt can be found in note 7 of the financial statements.

Economic Factor and Next Year's Budgets and Rates

- Inflationary trends in the region compare favorably to national indices.

This factor was considered in preparing Colfax County's budget for the 2014 fiscal year.

During the current fiscal year, fund balance in the General Fund increased to \$4,284,919, up \$416,069 from the previous year. It is intended that the use of this available fund balance will avoid the need to raise taxes or charges during the 2015 fiscal year.

Request for Information

This financial report is designed to provide a general overview of Colfax County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the County Manager, Colfax County, PO Box 1498, Raton, NM 87740.

**BASIC
FINANCIAL STATEMENTS**

STATE OF NEW MEXICO

Exhibit A-1

Colfax County
Statement of Net Position
June 30, 2014

	Governmental Activities
Assets	
Current assets	
Cash and cash equivalents	\$ 3,449,032
Investments	3,750,000
Receivables:	
Property taxes	736,416
Other taxes	235,907
Other receivables, net of allowance	277,338
Inventory	66,538
Prepaid expenses	83,674
Total current assets	<u>8,598,905</u>
Noncurrent assets	
Restricted cash and cash equivalents	2,257,457
Bond discount, net of accumulated amortization of \$44,456	139,494
Capital assets	53,496,599
Less: accumulated depreciation	<u>(26,376,074)</u>
Total noncurrent assets	<u>29,517,476</u>
Total assets	<u>\$ 38,116,381</u>
Liabilities	
Current liabilities	
Accounts payable	\$ 175,398
Accrued interest	68,547
Current portion of accrued compensated absences	137,889
Current portion of long-term debt	<u>237,699</u>
Total current liabilities	<u>619,533</u>
Noncurrent liabilities	
Noncurrent portion of accrued compensated absences	277,363
Loans payable	1,084,386
Bonds payable	<u>3,255,000</u>
Total noncurrent liabilities	<u>4,616,749</u>
Total liabilities	<u>5,236,282</u>
Net Position	
Net investment in capital assets	22,468,576
Restricted for:	
Debt service	46,165
Capital projects	841,183
Other purposes - special revenue	3,312,919
Permanent health care	1,727,137
Unrestricted	<u>4,484,119</u>
Total net position	<u>32,880,099</u>
Total liabilities and net position	<u>\$ 38,116,381</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Colfax County
Statement of Activities
For the Year Ended June 30, 2014

Exhibit A-2

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Primary Government					
General government	\$ 4,022,997	\$ 129,581	\$ 33,705	\$ -	\$ (3,859,711)
Public safety	3,179,960	70,806	1,293,013	-	(1,816,141)
Public works	2,082,513	336,258	36,539	1,579,636	(130,080)
Culture and recreation	201,495	5	-	-	(201,490)
Health and welfare	719,083	-	146,358	-	(572,725)
Interest on long-term debt	225,544	-	-	-	(225,544)
<i>Total governmental activities</i>	<u>\$ 10,431,592</u>	<u>\$ 536,650</u>	<u>\$ 1,509,615</u>	<u>\$ 1,579,636</u>	(6,805,691)

General Revenues:

Taxes:	
Property taxes - levied for general purposes	5,203,251
Gross receipts	984,745
Gasoline and motor vehicle	1,020,435
Payment in lieu of taxes	158,022
Investment income	52,503
Miscellaneous income	23,049
(Loss) on disposal of asset	(14,860)
Total general revenues	<u>7,427,145</u>
Change in net position	<u>621,454</u>
Net position - beginning, as originally stated	23,482,050
Net position - restatement (note 10)	8,776,595
Net position - beginning, as restated	<u>32,258,645</u>
Net position - ending	<u>\$ 32,880,099</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Colfax County
Balance Sheet
Governmental Funds
June 30, 2014

	<u>General Fund</u>	<u>FAA Angel Fire Airport Grant Capital Projects Fund</u>	<u>Health Care Permanent Fund</u>
Assets			
Cash and cash equivalents	\$ 1,179,195	\$ -	\$ 1,727,137
Investments	2,847,095	-	-
Receivables:			
Property taxes	716,188	-	-
Other taxes	22,918	-	-
Other receivables, net of allowance	115,290	-	-
Inventory	-	-	-
Prepaid expenses	69,582	-	-
<i>Total assets</i>	<u>\$ 4,950,268</u>	<u>\$ -</u>	<u>\$ 1,727,137</u>
Liabilities, deferred inflows of resources, and fund balances			
<i>Liabilities</i>			
Accounts payable	\$ 60,797	\$ -	\$ -
<i>Total liabilities</i>	<u>60,797</u>	<u>-</u>	<u>-</u>
<i>Deferred inflows of resources</i>			
Unavailable revenue			
Property taxes	604,552	-	-
<i>Total deferred inflows of resources</i>	<u>604,552</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>			
Nonspendable			
Inventory	-	-	-
Prepaid expenses	69,582	-	-
Spendable			
Restricted for:			
Permanently endowed	-	-	1,727,137
General county operations	-	-	-
Maintenance of roads	-	-	-
Fire departments	-	-	-
Public safety	-	-	-
Healthcare	-	-	-
Debt service expenditures	-	-	-
Committed to:			
Fire departments	-	-	-
County fire marshall office	-	-	-
County inmate donations	-	-	-
County roadwork	-	-	-
WIPP project	-	-	-
Forfeited funds	-	-	-
Solid waste	-	-	-
Community support	-	-	-
Healthcare	-	-	-
Capital improvement projects	-	-	-
Angel Fire airport	-	-	-
Minimum fund balance	1,245,307	-	-
Unassigned	2,970,030	-	-
<i>Total fund balances</i>	<u>4,284,919</u>	<u>-</u>	<u>1,727,137</u>
<i>Total liabilities, deferred inflows of resources, and fund balances</i>	<u>\$ 4,950,268</u>	<u>\$ -</u>	<u>\$ 1,727,137</u>

The accompanying notes are an integral part of these financial statements

Other Governmental Funds	Total
\$ 2,800,157	\$ 5,706,489
902,905	3,750,000
20,228	736,416
212,989	235,907
162,048	277,338
66,538	66,538
14,092	83,674
<u>\$ 4,178,957</u>	<u>\$ 10,856,362</u>
<u>114,601</u>	<u>175,398</u>
114,601	175,398
17,075	621,627
<u>17,075</u>	<u>621,627</u>
66,538	66,538
14,092	83,674
-	1,727,137
634,926	634,926
137,788	137,788
1,010,634	1,010,634
88,191	88,191
261,720	261,720
356,130	356,130
329,852	329,852
7,233	7,233
6,210	6,210
110,274	110,274
20,121	20,121
19,483	19,483
200,479	200,479
60,292	60,292
153,534	153,534
552,455	552,455
19,239	19,239
-	1,245,307
(1,910)	2,968,120
<u>4,047,281</u>	<u>10,059,337</u>
<u>\$ 4,178,957</u>	<u>\$ 10,856,362</u>

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STATE OF NEW MEXICO

Colfax County

Governmental Funds

Reconciliation of the Balance Sheet to the Statement of Net Position

June 30, 2014

Exhibit B-1

Page 2 of 2

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

Fund balances - total governmental funds	\$ 10,059,337
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds	27,120,525
Bond discounts and premiums are not current financial resources and, therefore, are not reported in the funds:	
Bond discount, net of accumulated amortization	139,494
Delinquent property taxes not collected within sixty days after year end are not considered "available" revenues and are considered to be unavailable revenue in the fund financial statements, but are considered revenue in the Statement of Activities	621,627
Interest on long-term debt is not accrued in the fund financial statements unless it is due and payable	
Accrued interest	(68,547)
Some liabilities, including compensated absences, bonds and notes payable, are not due and payable in the current period and, therefore, are not reported in the funds	
Accrued compensated absences	(415,252)
Notes payable	(1,192,085)
Bonds payable	<u>(3,385,000)</u>
Net position - governmental activities	<u>\$ 32,880,099</u>

STATE OF NEW MEXICO
Colfax County
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2014

	General Fund	FAA Angel Fire Airport Grant Capital Projects Fund	Health Care Permanent Fund
<i>Revenues:</i>			
Taxes:			
Property	\$ 5,128,005	\$ -	\$ -
Gross receipts	-	-	-
Gasoline and motor vehicle	698,637	-	-
Intergovernmental:			
Federal operating grants	-	-	-
Federal capital grants	-	1,338,285	-
State operating grants	24,562	-	-
State capital grants	-	-	-
Payment in lieu of taxes	158,022	-	-
Charges for services	128,405	-	-
Investment income (loss)	36,730	-	401
Miscellaneous	18,066	-	-
<i>Total Revenues</i>	<u>6,192,427</u>	<u>1,338,285</u>	<u>401</u>
<i>Expenditures:</i>			
Current:			
General government	2,853,705	-	-
Public safety	1,792,985	-	-
Public works	22,323	-	-
Culture and recreation	201,495	-	-
Health and welfare	110,718	-	-
Capital outlay	-	1,338,285	-
Debt service:			
Principal	-	-	-
Interest	-	-	-
Issuance costs	-	-	-
<i>Total Expenditures</i>	<u>4,981,226</u>	<u>1,338,285</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>1,211,201</u>	<u>-</u>	<u>401</u>
<i>Other financing sources (uses)</i>			
Proceeds from sale of asset	3,279	-	-
Loan proceeds	-	-	-
Transfers in	994,839	750,000	-
Transfers (out)	(1,793,250)	(750,000)	-
<i>Total other financing sources (uses)</i>	<u>(795,132)</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	416,069	-	401
<i>Fund balance - beginning of year</i>	<u>3,868,850</u>	<u>-</u>	<u>1,726,736</u>
<i>Fund balance - end of year</i>	<u>\$ 4,284,919</u>	<u>\$ -</u>	<u>\$ 1,727,137</u>

The accompanying notes are an integral part of these financial statements

Other Governmental Funds	Total
\$ 148,417	\$ 5,276,422
984,745	984,745
321,798	1,020,435
382,817	382,817
346	1,338,631
1,102,236	1,126,798
241,005	241,005
-	158,022
408,245	536,650
15,372	52,503
4,983	23,049
<u>3,609,964</u>	<u>11,141,077</u>
148,234	3,001,939
1,331,798	3,124,783
1,301,363	1,323,686
-	201,495
608,365	719,083
1,052,717	2,391,002
200,370	200,370
215,579	215,579
2,305	2,305
<u>4,860,731</u>	<u>11,180,242</u>
<u>(1,250,767)</u>	<u>(39,165)</u>
12,832	16,111
307,305	307,305
1,939,815	3,684,654
<u>(1,141,404)</u>	<u>(3,684,654)</u>
<u>1,118,548</u>	<u>323,416</u>
(132,219)	284,251
<u>4,179,500</u>	<u>9,775,086</u>
<u>\$ 4,047,281</u>	<u>\$ 10,059,337</u>

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STATE OF NEW MEXICO

Colfax County

Exhibit B-2

Page 2 of 2

Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2014

Amounts reported for governmental activities in the Statement of Activities
are different because:

Net change in fund balances - total governmental funds	\$	284,251
<p>Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense:</p>		
Capital expenditures		2,391,002
Depreciation expense		(1,810,863)
<p>In the Statement of Activities, only the loss on the sale of assets is reported, whereas in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balance by the cost of assets sold.</p>		
Loss on disposition of assets		(14,860)
Proceeds from sale of assets		(16,111)
<p>Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenue in the funds:</p>		
Change in property taxes		(73,171)
<p>Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds</p>		
Decrease in accrued compensated absences		(21,894)
Decrease in accrued interest payable		(767)
<p>The issuance of long-term debt (e.g. bonds, notes, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities:</p>		
Amortization of bond discount		(9,198)
Loan proceeds		(307,305)
Principal payments on loans payable		80,370
Principal payments on bonds payable		120,000
		120,000
Change in net position of governmental activities	\$	621,454

The accompanying notes are an integral part of these financial statements

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STATE OF NEW MEXICO

Exhibit C-1

Colfax County
General FundStatement of Revenues, Expenditures and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual	Variences
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ 4,905,082	\$ 4,905,082	\$ 5,093,926	\$ 188,844
Gross receipts	-	-	-	-
Gasoline and motor vehicle	731,299	731,299	690,227	(41,072)
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	13,500	13,500	12,509	(991)
State capital grants	-	-	-	-
Payment in lieu of taxes	100,000	100,000	158,022	58,022
Charges for services	109,723	109,723	129,835	20,112
Investment income (loss)	40,000	40,000	36,357	(3,643)
Miscellaneous	8,500	8,500	16,127	7,627
<i>Total revenues</i>	<u>5,908,104</u>	<u>5,908,104</u>	<u>6,137,003</u>	<u>228,899</u>
<i>Expenditures:</i>				
Current:				
General government	2,980,175	2,980,175	2,859,647	120,528
Public safety	1,822,095	1,822,095	1,785,780	36,315
Public works	42,500	42,500	40,453	2,047
Culture and recreation	205,585	205,585	186,763	18,822
Health and welfare	120,000	120,000	101,740	18,260
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>5,170,355</u>	<u>5,170,355</u>	<u>4,974,383</u>	<u>195,972</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>737,749</u>	<u>737,749</u>	<u>1,162,620</u>	<u>424,871</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	97,982	207,982	-	(207,982)
Proceeds from sale of asset	-	-	3,279	3,279
Transfers in	-	-	994,839	994,839
Transfers (out)	(835,731)	(945,731)	(1,793,250)	(847,519)
<i>Total other financing sources (uses)</i>	<u>(737,749)</u>	<u>(737,749)</u>	<u>(795,132)</u>	<u>(57,383)</u>
<i>Net change in fund balances</i>	-	-	367,488	367,488
<i>Fund balance - beginning of year</i>	-	-	3,658,802	3,658,802
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,026,290</u>	<u>\$ 4,026,290</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ 367,488
Adjustments to revenues for property taxes, gasoline and motor vehicle taxes, and state grant revenues				55,424
Adjustments to expenditures for prepaid insurance, utilities, and professional services expenses				(6,843)
Net change in fund balance (GAAP)				<u>\$ 416,069</u>

The accompanying notes are an integral part of these financial statements

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STATE OF NEW MEXICO
Colfax County
Statement of Fiduciary Assets and Liabilities
Agency Funds
June 30, 2014

Exhibit D-1

<i>Assets</i>	
Cash and cash equivalents	\$ 466,502
Property taxes receivable	3,277,123
Other taxes receivable	<u>59,211</u>
<i>Total assets</i>	<u><u>\$ 3,802,836</u></u>
<i>Liabilities</i>	
Deposits held for others	\$ 466,502
Due to other taxing entities	<u>3,336,334</u>
<i>Total liabilities</i>	<u><u>\$ 3,802,836</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2014

NOTE 1. Summary of Significant Accounting Policies

Colfax County is a political sub-division of the State of New Mexico established under the provisions of Section 14-14-1 of NMSA, 1978 compilation and regulated by the constitution of the State of New Mexico. The County operates under a Board of County Commissioners-manager form of government and provides the following services as authorized by public law: public safety (sheriff, fire, emergency medical, etc.), roads, health and social services, recreation, sanitation, planning and zoning, property assessment, tax collection and general administrative services.

Colfax County is a body politic and corporate under the name and form of government selected by its qualified electors. The County may:

1. Sue or be sued;
2. Enter into contracts and leases;
3. Acquire and hold property, both real and personal;
4. Have common seal, which may be altered at pleasure;
5. Exercise such other privileges that are incident to corporations of like character or degree that are not inconsistent with the laws of New Mexico.
6. Protect generally the property of its County and its inhabitants;
7. Preserve peace and order within the County; and
8. Establish rates for services provided by the County utilities and revenue-producing projects, including amounts which the governing body determines to be reasonable in the operation of similar facilities.

This summary of significant accounting policies of Colfax County is presented to assist in the understanding of Colfax County's financial statements. The financial statements and notes are the representation of Colfax County's management who is responsible for their integrity and objectivity. The financial statements of Colfax County have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to government entities.

During the year ended June 30, 2014, the County adopted GASB Statement No. 65 ("GASB 65"), Items Previously Reported as Assets and Liabilities. GASB 65 established accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities. The effect of GASB 65 is reflected in the Statement of Activities as restatement in the amount of \$74,864 due to the accounting treatment of the unamortized amount of bond issuance costs at July 1, 2013.

A. Financial Reporting Entity

In evaluating how to define the County, for financial reporting purposes, management has considered all potential component units. The decision to include any potential component units in the financial reporting entity was made by applying the criteria set forth in GASB Statement No. 14, as amended by GASB Statement No. 39 and GASB Statement No. 61. Blended component units, although legally separate entities, are in substance part of the government's operations. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government.

The basic-but not the only-criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the government and/or its citizens.

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2014

NOTE 1. Summary of Significant Accounting Policies (continued)

A. Financial Reporting Entity (continued)

A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities. Finally, the nature and significance of a potential component unit to the primary government could warrant its inclusion within the reporting entity.

Based upon the application of these criteria, the County has no component units, and is not a component unit of another governmental agency.

B. Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenue, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. The County does not have any *business-type activities*.

The Statement of Net Position and the Statement of Activities were prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets and liabilities resulting from non-exchange transactions are recognized in accordance with the requirements of GASB Statement No. 33, *Accounting and Financial Reporting for Non-exchange Transactions*.

In the government-wide Statement of Net Position, the governmental activities column (a) is presented on a consolidated basis by column, (b) and is reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The County's net position are reported in three parts – net investment in capital assets; restricted net position; and unrestricted net position.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

C. Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements of time, reimbursement and contingencies imposed by the provider have been met.

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2014

NOTE 1. Summary of Significant Accounting Policies (continued)

C. Measurement focus, basis of accounting, and financial statement presentation

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within sixty days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, licenses and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period, subject to the availability criterion. Sales and use taxes are classified as derived tax revenues and are recognized as revenue when the underlying exchange takes place and the revenues are measurable and available. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met, subject to the availability criterion. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met and the susceptible to accrual criteria have been met. All other revenue items are considered to be measurable and available only when cash is received by the government.

Program revenues included in the Statement of Activities are derived directly from the program itself or from parties outside the County's taxpayer or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the County's general revenues. Program revenues are categorized as (a) charges for services, which include revenues collected for fees and use of County facilities, etc., (b) program-specific operating grants, which includes revenues received from state and federal sources to be used as specified within each program grant agreement, and (c) program-specific capital grants and contributions, which include revenues from state sources to be used for capital projects. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

The County reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. The County does not currently employ indirect cost allocation systems. Depreciation expense is specifically identified by function and is included in the direct expense of each function. Interest on general long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources as they are needed.

Under the requirements of GASB Statement No. 34, the County is required to present certain of its governmental funds as major based upon certain criteria. The major funds presented in the fund financial statements include the following, which includes funds that were not required to be presented as major but were at the discretion of management:

The *General Fund* is the County's primary operations fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The *FAA Angel Fire Airport Grant Capital Projects Fund* accounts for the acquisition of a capital outlay grant from the FAA for the Angel Fire Airport. (Authorization for the establishment of this fund is by Colfax County Commission)

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2014

NOTE 1. Summary of Significant Accounting Policies (continued)

C. Measurement focus, basis of accounting, and financial statement presentation (continued)

The *Health Care Permanent Fund* accounts for endowment proceeds and earnings on those proceeds to be used for any lawful health care purpose. (Authorization is Colfax County Commission)

Additionally, the County reports the following agency fund:

The *Fiduciary Funds* are purely custodial (assets equal liabilities) and do not involve measurement of results of operations. The County's fiduciary funds are used to account for the collection and payment of property taxes and special fees to other governmental agencies. They also account for collection and disbursement of inmate funds for the Colfax County Detention Center.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

D. Assets, Liabilities, Deferred Inflows of Resources, and Net Position or Fund Equity

Deposits and Investments

The County's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

State statutes authorize the County to invest in Certificates of Deposit, obligations of the U.S. Government, and the State Treasurer's Investment Pool.

Investments for the County are reported at fair value. The State Treasurer's Pool operates in accordance with appropriate state laws and regulations. The reported value of the pool is the same as the fair value of the pool shares.

Receivables and Payables

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting funds and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental funds are netted as part of the reconciliation to the government-wide financial statements.

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible. In the government-wide and governmental fund financial statements, delinquent property taxes are recorded as revenue when levied net of estimated refunds and uncollectable amounts. Property taxes are considered to be 100% collectible.

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2014

NOTE 1. Summary of Significant Accounting Policies (continued)

D. Assets, Liabilities, Deferred Inflows of Resources, and Net Position or Fund Equity (continued)

Property taxes are levied on November 1 based on the assessed value of property as listed on the previous January 1 and are due in two payments by November 10th and April 10th. Property taxes uncollected after November 10th and April 10th are considered delinquent and the County may assess penalties and interest. The taxes attach as an enforceable lien on property thirty (30) days thereafter, at which time they become delinquent.

Inventory

The County's method of accounting for inventory is the consumption method. Under the consumption approach, the government reports inventories they purchase as an asset and defer the recognition of the expenditures until the period in which the inventories actually are consumed. Inventory is valued at cost and consists of supplies and materials. The cost of purchased supplies and materials is recorded as an expenditure at the time individual inventory items are consumed.

Prepaid Expenses

Prepaid expenses include insurance and contract payments to vendors reflects costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide financial statements and the governmental fund financial statements.

Restricted Assets

Restricted assets consist of those funds expendable for debt service purposes but restricted by donors or other outside agencies as to the specific purpose for which they may be expended.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Colfax County was a phase III government for purposes of implementing GASB 34 and therefore was not required to include the historical cost of infrastructure assets retroactive to 1980. Since the implementation of GASB 34, the County includes infrastructure in its capital assets. Information Technology Equipment including software is being capitalized and included in furniture, fixtures and equipment in accordance with NMAC 2.2.20.1.9 C (5). In the current year, the County has chosen to include infrastructure assets retroactively to 1980 resulting in a restatement of \$8,851,459.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. No interest was included as part of the cost of capital assets under construction.

Property, plant, and equipment of the primary government are depreciated using the straight line method over the following estimated useful lives.

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2014

NOTE 1. Summary of Significant Accounting Policies (continued)

D. Assets, Liabilities, Deferred Inflows of Resources, and Net Position or Fund Equity (continued)

<u>Assets</u>	<u>Years</u>
Improvements	40-45
Buildings	40-45
Infrastructure	20-40
Machinery and equipment	5-10
Vehicles	5

Accrued Expenses

Accrued expenses are comprised of the payroll expenditures based on amounts earned by the employees through June 30, 2014, along with applicable PERA, FICA, and Medicare payable.

Deferred Inflows of Resources

In addition to liabilities, the balance sheet reports a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. Revenue must be susceptible to accrual (measurable and available to finance expenditures of the current fiscal period) to be recognized. If assets are recognized in connection with a transaction, but those assets are not yet available to finance expenditures of the current fiscal period, then the assets must be offset by a corresponding liability for deferred inflows of resources. The County has one item, which arises under the modified accrual basis of accounting, that qualifies for reporting in this category. Accordingly, the item, unavailable revenue – property taxes, is reported only in the governmental funds balance sheet. This amount is deferred and recognized as an inflow of resources in the period that the amount becomes available. The County has recorded \$621,627 related to property taxes considered “unavailable.”

Compensated Absences

Qualified employees are entitled to accumulate annual leave according to a graduated annual leave schedule. Depending on the length of service, employees may accrue 12 to 20 days per year. Annual leave may be accumulated from year to year up to a maximum of 30 days. Annual leave balances in excess of 30 days as of December 31 of any calendar year will be lost. The employee or the employee’s estate will be paid for each day of the unused annual leave at the time of the employee’s voluntary or involuntary termination, retirement, death, or total disability up to a maximum of 30 days plus the number of days accrued and unused during the current calendar year.

Qualified employees are entitled to accumulate sick leave at a rate of 12 days per year, and may be accrued up to a maximum of 90 days. Absences in excess of the employee’s accrued sick leave will be charged first against the employee’s accrued annual leave and second to leave of absence without pay. The employee or employee’s estate will be paid for each day of unused sick leave at the time of the employee’s voluntary or involuntary termination, retirement, death, or total disability, up to a maximum of 90 days.

Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. In prior years, substantially all of the related expenditures have been liquidated by the general fund. Amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported in the government-wide statement of net position.

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2014

NOTE 1. Summary of Significant Accounting Policies (continued)

D. Assets, Liabilities, Deferred Inflows of Resources, and Net Position or Fund Equity (continued)

Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method, or the straight-line method if the difference is inconsequential. Bonds payable are reported net of the applicable bond premium or discount. For fund financial reporting, bond premiums and discounts, as well as issuance costs, are recognized in the period the bonds are issued. Bond proceeds are reported as another financing source net of the applicable premium or discount. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

Fund Balance Classification Policies and Procedures

For committed fund balance, the County's highest level of decision-making authority is the County Commission. The formal action that is required to be taken to establish a fund balance commitment is a resolution by the County Commission.

For assigned fund balance, the County Commission or an official or body to which the County Commission delegates the authority is authorized to assign amounts to a specific purpose. The authorization policy is in governmental funds other than the general fund, assigned fund balance represents the amount that is not restricted or committed. This indicates that resources in other governmental funds are, at a minimum, intended to be used for the purpose of that fund.

For the classification of fund balances, the County considers restricted or unrestricted amounts to have been spent when an expenditure is incurred for the purposes for which both restricted and unrestricted fund balance is available. Also for the classification of fund balances, the County considers committed, assigned, or unassigned amounts to have been spent when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

Nonspendable Fund Balance

At June 30, 2014, the nonspendable fund balance is made up of inventory and prepaid insurance expenditures in the amount of \$150,212 that is not in spendable form.

Restricted and Committed Fund Balance

At June 30, 2014, the County has presented restricted fund balance on the governmental funds balance sheet in the amount of \$4,216,526 for various County operations as restricted by enabling legislation. The County has also presented committed fund balance on the governmental funds balance sheet in the amount of \$1,479,172 in order to provide services throughout the County. The details of these fund balance items are located on the governmental funds balance sheet as detailed on pages 22-23.

Minimum Fund Balance Policy

The County's policy for maintaining a minimum amount of fund balance for operations is to minimize any sudden and unplanned discontinuity to programs and operations and for unforeseen contingencies. At a minimum, the budget shall ensure that the County holds cash reserves of 3/12th the General Fund expenditures. The County presented minimum fund balance on the governmental funds balance sheet in the amount of \$1,245,307.

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2014

NOTE 1. Summary of Significant Accounting Policies (continued)

D. Assets, Liabilities, Deferred Inflows of Resources, and Net Position or Fund Equity (continued)

Net Position

Equity is classified as net position and displayed in three components:

- a. Net investment in capital assets: This component consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any related debt attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted Net Position: Consist of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulation of other governments; or (2) law through constitutional provisions or enabling legislation. Descriptions for the related restrictions for net position restricted for “special revenue, debt service, and capital projects” are described on pages 36 and 60-62.
- c. Unrestricted Net Position: All other net position that do not meet the definition of “restricted” or “Net Investment in Capital Assets.”

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates. Significant estimates for the County are management’s estimate of depreciation on assets over their useful lives and the current portion of accrued compensated absences.

NOTE 2. Stewardship, Compliance and Accountability

Budgetary Information

Annual budgets of the County are prepared prior to June 1 and must be approved by resolution of the County Commissioners, and submitted to the Department of Finance and Administration for State approval. Once the budget has been formally approved, any amendments must also be approved by the County Commissioners and the Department of Finance and Administration. A separate budget is prepared for each fund. Line items within each budget may be over-expended; however, it is not legally permissible to over-expend any budget at the fund level.

These budgets are prepared on the non-GAAP cash budgetary basis. Budgetary basis expenditures exclude encumbrances. The budget secures appropriation of funds for only one year. Carryover funds must be re-appropriated in the budget of the subsequent fiscal year.

The budgetary information presented in these financial statements has been amended by County Commissioners in accordance with the above procedures. These amendments resulted in the following changes:

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2014

NOTE 2. Stewardship, Compliance and Accountability (continued)

	Excess (deficiency) of revenues over expenditures	
	Original Budget	Final Budget
Budgeted Funds:		
General Fund	\$ 737,749	\$ 737,749
FAA Angel Fire Airport Grant Capital Projects Fund	\$ -	\$ -
Health Care Permanent Fund	\$ -	\$ 22,000
Other Governmental Funds	\$ (2,699,306)	\$ (2,882,067)

The accompanying Statements of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual presents comparisons of the legally adopted budget with actual data on a budgetary basis.

Since accounting principles applied for purposes of developing data on a budgetary basis differ significantly from those used to present financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP), a reconciliation of resultant basis, perspective, equity and timing differences in the excess (deficiency) of revenues and other sources of financial resources for the year ended June 30, 2014 is presented. Reconciliations between the Non-GAAP budgetary basis amounts and the financial statements on the GAAP basis by fund can be found on each individual budgetary statement.

NOTE 3. Deposits and Investments

State statutes authorize the investment of County funds in a wide variety of instruments including certificates of deposit and other similar obligations, state investment pool, money market accounts, and United States Government obligations. All invested funds of the County properly followed State investment requirements as of June 30, 2014.

Deposits of funds may be made in interest or non-interest bearing checking accounts in one or more banks or savings and loan associations within the geographical boundaries of the County. Deposits may be made to the extent that they are insured by an agency of the United States or collateralized as required by statute. The financial institution must provide pledged collateral for 50% of the deposit amount in excess of the deposit insurance.

The rate of interest in non-demand interest-bearing accounts shall be set by the State Board of Finance, but in no case shall the rate of interest be less than one hundred percent of the asked price on United States treasury bills of the same maturity on the day of deposit.

Excess funds may be temporarily invested in securities which are issued by the State or by the United States government, or by their departments or agencies, and which are either direct obligations of the State or the United States or are backed by the full faith and credit of those governments.

By operation of federal law, beginning January 1, 2013, funds deposited in a noninterest-bearing transaction account (including an Interest on Lawyer Trust Account) no longer will receive unlimited deposit insurance coverage by the FDIC. Beginning January 1, 2013, all of the County's accounts at an insured depository institution, including all noninterest-bearing transaction accounts, will be insured by the FDIC up to the Standard Maximum Deposit Insurance Amount of \$250,000.

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2014

NOTE 3. Deposits and Investments (continued)

Custodial Credit Risk – Deposits

Custodial Credit Risk - Custodial credit risk is the risk that in the event of bank failure, the County's deposits may not be returned to it. The County does not have a deposit policy for custodial credit risk, other than following state statutes as set forth in the Public Money Act (Section 6-10-1 to 6-10-63 NMSA 1978). At June 30, 2014, \$11,711,201 of the County's deposits of \$13,663,905 was exposed to custodial credit risk. \$9,316,765 was uninsured and collateralized by collateral held by the pledging bank's trust department, not in the County's name and \$2,394,436 was uninsured and uncollateralized.

	American Express Bank	BMW Bank	Discover Bank	First National Bank
Amount of Deposits	\$ 250,000	\$ 250,000	\$ 250,000	\$ 7,693,063
FDIC Coverage	<u>(250,000)</u>	<u>(250,000)</u>	<u>(250,000)</u>	<u>(500,000)</u>
Total uninsured public funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,193,063</u>
Collateralized by securities held by pledging institutions or by its trust department or agent in other than the County's name	-	-	-	7,193,063
Uninsured and uncollateralized	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Collateral requirement (50%)	\$ -	\$ -	\$ -	\$ 3,596,532
Pledged Securities	-	-	-	9,300,719
Over (under) collateralized	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,704,187</u>
	International Bank	US Bank	Totals	
Amount of Deposits	\$ 4,727,137	\$ 493,705	\$ 13,663,905	
FDIC Coverage	<u>(270,799)</u>	<u>(431,905)</u>	<u>(1,952,704)</u>	
Total uninsured public funds	<u>4,456,338</u>	<u>61,800</u>	<u>11,711,201</u>	
Collateralized by securities held by pledging institutions or by its trust department or agent in other than the County's name	2,123,702	-	9,316,765	
Uninsured and uncollateralized	<u>\$ 2,332,636</u>	<u>\$ 61,800</u>	<u>\$ 2,394,436</u>	
Collateral requirement (50%)	\$ 2,228,169	\$ 30,900	\$ 5,855,601	
Pledged Securities	<u>2,123,702</u>	<u>-</u>	<u>11,424,421</u>	
Over (under) collateralized	<u>\$ (104,467)</u>	<u>\$ (30,900)</u>	<u>\$ 5,568,820</u>	

The collateral pledged is listed on Schedule I of this report. The types of collateral are limited to direct obligations of the United States Government and all bonds issued by any agency, district, or political subdivision of the State of New Mexico.

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2014

NOTE 3. Deposits and Investments (continued)

Investments

The County's investments at June 30, 2014 include the following:

<u>Investment Type</u>	<u>Weighted Average Maturities</u>	<u>Fair Value</u>	<u>Rating**</u>
U.S. Treasury MM Mutual Fund*	<1 year	\$ 17,134	AA+

*Restricted cash and cash equivalents per Exhibit A-1

**Based off Standard & Poor's rating

The investments are listed on Schedule II of this report. The types of investment and fair value per security are included in the schedule.

Interest Rate Risk – Investments. The County does not have a formal policy limiting investment maturities that would help manage its exposure to fair value losses from increasing interest rates.

Concentration of Credit Risk – Investments. For an investment, concentration credit risk is when any one issuer is 5% or more of the investment portfolio of the County. The investments in the U.S Treasury Money Market Mutual Funds represent 100% of the investment portfolio. Since the County only purchases investments with the highest credit rating, the concentration is not viewed to be an additional risk by the County. The County's policy related to concentration of credit risk is to comply with the state statute as put forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978).

The County has presented certificates of deposits of \$3,750,000 as investments in the Statement of Net Position, however, these are classified as deposits for disclosure purposes.

The County utilizes pooled accounts for their funds. The General Fund, Special Revenue, Capital Projects, and Agency Funds are all pooled in multiple accounts. Separate accounts exist for the Health Care Permanent Fund and Debt Service Funds.

Reconciliation of Cash and Cash Equivalents

Primary Government

Reconciliation to the Statement of Net Position:

Cash and cash equivalents per Exhibit A-1	\$ 3,449,032
Restricted cash and cash equivalents per Exhibit A-1	2,257,457
Investments per Exhibit A-1	3,750,000
Agency funds cash per Exhibit D-1	<u>466,502</u>
Total cash, cash equivalents and investments	<u>9,922,991</u>
Add: outstanding checks	3,758,926
Less: deposits in transit	(328)
Less: U.S. Treasury Money Market Mutual Funds	(17,134)
Less: petty cash	<u>(550)</u>
Bank balance of deposits	<u>\$ 13,663,905</u>

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2014

NOTE 4. Receivables

Receivables as of June 30, 2014, are as follows:

	General Fund	Other Governmental Funds	Total
Current receivables:			
Property taxes	\$ 716,188	\$ 20,228	\$ 736,416
Other taxes:			
Gasoline and motor vehicle	22,918	68,739	91,657
Gross receipts	-	144,250	144,250
Other receivables:			
Intergovernmental-grants:			
State	3,742	28,881	32,623
Charges for services	6,413	234,056	240,469
Investment income	90,553	-	90,553
Miscellaneous	14,582	24,175	38,757
Allowance - uncollectible solid waste fees		(125,064)	(125,064)
	\$ 854,396	\$ 395,265	\$ 1,249,661
Totals			

In accordance with GASB No. 33, property tax revenues in the amount of \$621,627 that were not collected within the period of availability have been reclassified as deferred inflow of resources in the governmental fund financial statements.

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2014

NOTE 5. Interfund Receivables, Payables, and Transfers

Net operating transfers, made to close out funds and to supplement other funding sources in the normal course of operations, were as follows:

Transfers Out	Transfers In	Amount
Primary Government		
General Fund	Corrections Special Revenue Fund	\$ 275,000
General Fund	Road Special Revenue Fund	555,000
General Fund	FAA Angel Fire Airport Grant Capital Projects Fund	750,000
General Fund	NFL Grant Hazard Special Revenue Fund	113,250
General Fund	Angel Fire Operations Special Revenue Fund	100,000
Environmental Gross Receipts Tax Special Revenue Fund	Solid Waste Special Revenue Fund	75,000
Fire Protection Special Revenue Fund	NMFA Debt Funds Debt Service Fund	111,546
NFL Grant Hazard Special Revenue Fund	General Fund	128,250
NMFA Debt Funds Debt Service Fund	Capital Improvements Capital Projects Fund	305,017
NMFA Debt Funds Debt Service Fund	Fire Protection Special Revenue Fund	2
Courthouse Renovation Capital Projects Fund	General Fund	116,589
Capital Improvements Capital Projects Fund	Judicial Bond Center Payment Debt Service Fund	300,000
Capital Improvements Capital Projects Fund	Angel Fire Airport Improvement Capital Projects Fund	105,000
FAA Angel Fire Airport Grant Capital Projects Fund	General Fund	750,000
	Total	<u><u>\$ 3,684,654</u></u>

There were no interfund balances at June 30, 2014.

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2014

NOTE 6. Capital Assets

The following is a summary of capital assets and changes occurring during the year ended June 30, 2014. Land and construction in progress are not subject to depreciation.

	Balance June 30, 2013	Restatement	Additions	Deletions	Balance June 30, 2014
Capital assets, not depreciated:					
Land	\$ 1,519,275	\$ -	\$ -	\$ -	\$ 1,519,275
Construction in progress	770,578	-	1,827,709	(82,131)	2,516,156
Total capital assets, not depreciated	<u>2,289,853</u>	<u>-</u>	<u>1,827,709</u>	<u>(82,131)</u>	<u>4,035,431</u>
Capital assets, depreciated:					
Improvements	1,580,737	-	-	-	1,580,737
Buildings	13,987,139	-	102,576	-	14,089,715
Infrastructure	8,211,722	17,702,918	332,498	-	26,247,138
Machinery and equipment	481,014	-	39,119	(9,954)	510,179
Vehicles	7,014,334	80,985	171,231	(233,151)	7,033,399
Total capital assets, depreciated	<u>31,274,946</u>	<u>17,783,903</u>	<u>645,424</u>	<u>(243,105)</u>	<u>49,461,168</u>
Accumulated depreciation:					
Improvements	576,132	-	63,883	-	640,015
Buildings	3,627,009	-	360,879	-	3,987,888
Infrastructure	6,794,875	8,851,459	883,168	-	16,529,502
Machinery and equipment	187,349	-	48,261	(4,628)	230,982
Vehicles	4,659,536	80,985	454,672	(207,506)	4,987,687
Total accumulated depreciation	<u>15,844,901</u>	<u>8,932,444</u>	<u>1,810,863</u>	<u>(212,134)</u>	<u>26,376,074</u>
Net book value	<u>\$ 17,719,898</u>	<u>\$ 8,851,459</u>	<u>\$ 662,270</u>	<u>\$ (113,102)</u>	<u>\$ 27,120,525</u>

Depreciation expense for the year ended June 30, 2014 was charged to governmental activities as follows:

General Government	\$ 927,695
Public Safety	<u>883,168</u>
Total	<u>\$ 1,810,863</u>

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2014

NOTE 7. Long-term Debt

During the year ended June 30, 2014, the following changes occurred in long-term debt reported in the government-wide statement of net position:

	Balance June 30, 2013	Additions	Retirements	Balance June 30, 2014	Due Within One Year
NMFA Loans	\$ 965,150	\$ 307,305	\$ 80,370	\$ 1,192,085	\$ 107,699
Revenue Bonds	3,505,000	-	120,000	3,385,000	130,000
Compensated Absences	393,358	159,783	137,889	415,252	137,889
Total long-term debt	<u>\$ 4,863,508</u>	<u>\$ 467,088</u>	<u>\$ 338,259</u>	<u>\$ 4,992,337</u>	<u>\$ 375,588</u>

NMFA Revenue Notes

The County of Colfax entered into several loan agreements with the New Mexico Finance Authority, wherein the County pledged revenue derived from New Mexico Fire Protection Allotments to cover debt service. This revenue is subject to intercept agreements. The various NMFA Revenue Notes are as follows:

Description	Date of Issue	Term	Interest Rate	Original Amount of Issue	Balance June 30, 2014
French Tract Fire District - Fire Pumper Truck	August 2004	11 years	3.50%	\$ 166,667	\$ 19,725
Fire District #6 - Fire Station	April 2007	15 years	3.65%	\$ 180,000	109,195
French Tract Fire District - Attack Fire Truck	December 2009	12 years	1.69%	\$ 223,300	202,381
Moreno Fire District - New Fire Pumper	December 2009	10 years	1.04%	\$ 406,000	255,060
Moreno Fire District - Upgrade Valverde Station	July 2011	20 years	3.09%	\$ 304,500	298,419
Philmont Fire District- Burn training Center	October 2013	11 years	2.97%	\$ 307,305	307,305
					<u>\$ 1,192,085</u>

The annual requirements to amortize the NMFA Revenue Notes as of June 30, 2014, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2015	\$ 107,699	\$ 35,536	\$ 143,235
2016	111,755	30,564	142,319
2017	114,551	27,848	142,399
2018	117,680	24,796	142,476
2019	121,151	21,412	142,563
2020-2024	400,135	58,006	458,141
2025-2029	126,954	25,670	152,624
2030-2032	92,160	5,628	97,788
	<u>\$ 1,192,085</u>	<u>\$ 229,460</u>	<u>\$ 1,421,545</u>

NMFA Revenue Notes have been liquidated by the respective fire district debt service and/or special revenue funds in prior years

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2014

NOTE 7. Long-term Debt (continued)

Revenue Bonds

The County issued the Series 2009 Gross Receipts Tax Revenue Bonds in order to finance the construction of the judicial center.

The revenue bonds are as follows:

Description	Date of Issue	Term	Interest Rate	Original Amount of Issue	Balance June 30, 2014
Gross Receipts Tax Revenue Bonds Series 2009	August 2009	20 years	5.0-5.5%	\$3,825,000	<u>\$ 3,385,000</u>

The annual requirements to amortize the Revenue Bonds as of June 30, 2014, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2015	\$ 130,000	\$ 178,550	\$ 308,550
2016	135,000	171,925	306,925
2017	140,000	165,050	305,050
2018	150,000	157,800	307,800
2019	155,000	150,175	305,175
2020-2024	905,000	615,726	1,520,726
2025-2029	1,180,000	331,374	1,511,374
2030	590,000	16,225	606,225
	<u>\$ 3,385,000</u>	<u>\$ 1,786,825</u>	<u>\$ 5,171,825</u>

The County has pledged future revenues derived from the first one-eighth percent increment of county gross receipts tax levied by the County on persons engaging in business in the County. Principal and interest due with respect to the Bonds are payable by the County from the "Pledged Revenues," and, in certain instances, from the Reserve Account within the Trust Fund established by the Bond Ordinance.

Revenue bonds have been liquidated by the judicial center bond debt service fund in prior years.

Compensated Absences – Employees of the County are able to accrue a limited amount of vacation and other compensatory time during the year. During fiscal year June 30, 2014, compensated absences increased \$21,894 over the prior year accrual. In prior years, the general fund was typically used to liquidate such long-term liabilities.

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2014

NOTE 8. Operating Leases

The County leases equipment under operating leases expiring during the next six years. Although renewal and purchase options are available on these leases, the County considers these to be operating leases as they contain a non-appropriation termination clause.

At June 30, 2014, future minimum lease payments applicable to the operating leases are as follows:

	<u>Total</u>
2015	\$ 219,035
2016	219,035
2017	190,969
2018	176,244
2019	132,589
2020-2021	<u>157,763</u>
	<u>\$ 1,095,635</u>

NOTE 9. Risk Management

The County is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; errors and omissions; injuries and natural disasters.

Colfax County is a member and is insured through the New Mexico County Insurance Authority. The Authority was created to provide comprehensive core insurance programs by expanding the pool of subscribers to maximize cost containment opportunities for required insurance coverage. The Authority acts as the common carrier for the State of New Mexico counties. The County pays an annual premium to the Authority based on claim experience and the status of the pool. The Risk Management Program includes Workers Compensation, General and Automobile Liability, Automobile Physical Damage, and Property and Crime coverage. The County is not liable for more than the premiums paid.

At June 30, 2014, no unpaid claims have been filed which exceed the policy limits and to the best of management's knowledge and belief, all known and unknown claims will be covered by insurance. The County is not aware of any major lawsuits that have been filed.

NOTE 10. Net Position Restatement

The County has restated prior year net position in the government-wide financial statements as a result of the following:

Government-Wide Statements

The County restated the government-wide statement of net position in the amount of \$8,851,459 in order to include infrastructure retroactive to 1980 in accordance with GASB Statement No. 34. Governments with less than \$10 million in revenues should apply GASB Statement No. 34 for periods beginning after June 15, 2003. Per GASB Statement No. 34, for phase 3 governments are encouraged to report infrastructure retroactively, but may elect to report general infrastructure prospectively only. The County has reported infrastructure prospectively since GASB Statement No. 34 implementation but has elected to include the retroactive portion of infrastructure during the year ended June 30, 2014.

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2014

NOTE 10. Net Position Restatement (continued)

Additionally, the County has restated government-wide statement of net position in the amount of (\$74,864) for the implementation of GASB Statement No. 65, which requires debt issuance costs to be recognized in the year of issuance rather than amortizing over the years of the debt repayment. As of June 30, 2013, the County maintained debt issuance costs of \$92,063 with accumulated amortization of \$17,199.

The net effect on ending net position as of June 30, 2014 was \$8,776,595.

NOTE 11. Other Required Individual Fund Disclosures

Generally accepted accounting principles require disclosures of certain information concerning individual funds including:

- A. Deficit fund balance of individual funds. The following fund reflected a deficit fund balance as of June 30, 2014:

Nonmajor Fund

Corrections Special Revenue Fund	\$ (1,910)
Total Governmental Funds	\$ (1,910)

- B. Excess of expenditures over appropriations. There were not any funds with expenditures in excess of the budgeted appropriations for the year ended June 30, 2014.
- C. Designated cash appropriations in excess of available balances. The following fund maintained designated cash appropriations in excess of available cash balances for the year ended June 30, 2014:

	Designated Cash	Beginning Year Cash & AR Available	Cash Appropriation in Excess of Available Balance
Angel Fire Operations Special Revenue Fund	\$ 34,575	\$ 30,942	\$ (3,633)

NOTE 12. Pension Plan – Public Employees Retirement Association

Plan Description: Substantially all of Colfax County’s full-time employees participate in a public employee retirement system authorized under the Public Employees Retirement Act (Chapter 10, Article 11 NMSA 1978.) The Public Employee Retirement Association (PERA) is the administrator of the plan, which is a cost-sharing, multiple-employer defined benefit retirement plan. The plan provides for retirement, disability benefits, survivor benefits, and cost-of-living adjustments to plan members and beneficiaries. PERA issues a separate, publicly available financial report that includes financial statements and required supplementary information for the plan. That report may be obtained by writing to PERA, P. O. Box 2123, Santa Fe, NM 87504-2123. The report is also available on PERA’s website at <http://www.pera.state.nm.us>

Funding Policy: Plan members are required to contribute the following percentages of their gross salary: 13.85% for law enforcement and fire protection employees, 12.35% for law enforcement and fire protection employees with annual pay of less than \$20,000; 10.65% for County employees, and 9.15% for County employees with annual pay of less than \$20,000. The County is required to contribute the following percentages of the gross covered salary: 18.5% for law enforcement and fire protection plan members; and 9.15% for County plan members. The contribution requirements of plan members and Colfax County are established in State Statute under Chapter 10, Article 11 NMSA 1978. The requirements may be amended by acts of the legislature. The County’s contributions to PERA for the years ended June 30, 2014, 2013 and 2012 were \$283,896, \$275,301, and \$274,882, respectively, which equal the amount of the required contributions for each fiscal year.

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Colfax County
Notes to Financial Statements
June 30, 2014

NOTE 13. Post-Employment Benefits – State Retiree Health Care Plan

Plan Description. Colfax County 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 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 NE, 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 <http://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, 2014, the statute 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, 2014, the statute required each participating employer to contribute 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.

Colfax County's contributions to the RHCA for the years ended June 30, 2014, 2013 and 2011 were \$56,009, \$54,094, and \$49,412, respectively, which equaled the required contribution for each year.

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2014

NOTE 14. Concentrations

The County depends on financial resources flowing from, or associated with, property taxes, gross receipts taxes, the Federal Government and the State of New Mexico. Because of this dependency, the County is subject to changes in specific flows of intergovernmental revenues based on modifications to Federal and State laws and Federal and State Appropriations; changes in gross receipts tax rates, collections, and property values.

NOTE 15. Commitments

On August 20, 1986, the Commissioners of Colfax County agreed to consolidate Northern Colfax County Hospital (henceforth “NCCH”) with Miners Hospital. On that date various agreements were executed between the County Commission and the Board of Trustees of Miners Hospital whereby the NCCH facility and assets were leased to Miners Hospital. At the end of the lease period Miners Hospital had an option to purchase the NCCH facility and assets. The initial lease period was five years and the Board had the ability to renew the lease for another five years. At the end of the lease period the Board exercised its option to purchase the NCCH facility and assets.

One million dollars, paid by Miners Hospital, deposited in an escrow account, may become the property of the County if certain events occur. Events that would cause this to occur are: (1) the New Mexico license of the Board to operate the Consolidated Hospital as an acute care hospital is suspended or revoked; (2) the federal Medicare certificate of the Board is terminated, unless that termination is caused by the termination of the Medicare program; (3) the Consolidated Hospital is failing to provide equal quality and nature of medical services to miner and non-miner patients at the Consolidated Hospital; (4) the Board is failing to operate the Consolidated Hospital as, at a minimum, a licensed general acute care hospital open to the public or equivalent; or (5) the Miners Trust is terminated (individually, or an “Event” or collectively, the “Events”).

In any event, the investment earnings of the one million dollars placed in escrow became the property of Colfax County on August 20, 2006. At June 30, 2015, the escrow account had a balance of approximately \$1,727,137. All of that amount, up to the amount of \$1,727,137, may only be used to establish a Permanent Health Care Fund. Any additional amounts are subsequent earnings from the “to be established Permanent Health Care Fund” and may only be used for any lawful health care purpose, as determined by the Colfax County. In addition, the continued earnings of the original one million dollars placed in escrow will be paid annually to Colfax County for any lawful health care purposes.

Other commitments for the County as of June 30, 2014 are as follows:

<u>Contract</u>	<u>Year Ending</u>	<u>Amount</u>
Philmont FD Burn Building	2015	\$ 50,000
Runway Rehab and Hanger Area	2015	50,000
Miami Lane Bridge Replacement	2015	275,000
Farley Class A Pumper	2015	185,000
 Total commitments		 <u>\$ 560,000</u>

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2014

NOTE 16. Joint Powers Agreements and Memorandums of Understanding

Housing of Prisoners

Participants	Colfax County Quay County
Responsible party	Colfax County Quay County
Description	The Quay County Detention Center will house prisoners from Colfax County at its facility in Tucumcari, New Mexico on a space available basis.
Term of agreement	January 1, 2014 through January 1, 2018
Amount of project	Colfax County will pay \$125 per day and any portion thereof for housing and board and related services.
County contributions	Unknown
Audit responsibility	Quay County

Law Enforcement Services

Participants	Colfax County Village of Eagle Nest
Responsible party	Colfax County Village of Eagle Nest
Description	Colfax County will provide limited law enforcement services to the Village of Eagle Nest and the County will utilize the Village's equipment, purchased with a \$20,000 grant, for the support and assistance of their officers, in exchange to the Village for the provision of police protection.
Term of agreement	July 1, 2013 through June 30, 2014
Amount of project	None
County contributions	Unknown
Audit responsibility	Colfax County

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2014

NOTE 16. Joint Powers Agreements and Memorandums of Understanding (continued)

Raton Public Schools

Participants	Colfax County Board of Education of the Raton Public Schools
Responsible party	Colfax County Board of Education of the Raton Public Schools
Description	To increase the educational options and opportunities for high school students in Colfax County by providing students with the specialized education and training programs that will assist students in pursuing health care careers in Colfax County.
Term of agreement	July 1, 2013 through June 30, 2014
Amount of project	The County will reimburse the Raton Public Schools for actual expenditures incurred up to a maximum of \$45,000 for the program.
County contributions	Unknown
Audit responsibility	Raton Public Schools

NOTE 17. Contingent Liabilities

The County is party to various claims and lawsuits arising in the normal course of business. The County is insured through the New Mexico County Insurance Authority. In the opinion of management, the outcome of these matters will not have a material effect on the financial position of the County.

NOTE 18. Restricted Net Position

The government-wide statement of net position reports \$5,927,404 of restricted net position, all of which is restricted by enabling legislation. For descriptions of the related enabling legislation for special revenue, debt service, capital projects and the permanent fund see pages 36 and 60-62.

NOTE 19. Subsequent Events

The date to which events occurring after June 30, 2014, the date of the most recent statement of net position, have been evaluated for possible adjustment to the financial statements or disclosures is November 12, 2014 which is the date the financial statements were issued.

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2014

NOTE 20. Subsequent Pronouncements

In June 2012, GASB Statement No. 68 *Accounting and Financial Reporting for Pensions—an amendment of GASB Statements No. 27*, Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2014. Earlier application is encouraged. The County will implement this standard during the fiscal year June 30, 2015 which is expected to significantly impact the County's financial statements.

In January 2013, GASB Statement No. 69 *Government Combinations and Disposals of Government Operations*, Effective Date: The requirements of this Statement are effective for government combinations and disposals of government operations occurring in financial reporting periods beginning after December 15, 2013. Earlier application is encouraged. The provisions of this Statement generally are required to be applied prospectively. The County is still evaluating how this reporting standard will affect the County.

In November 2013, GASB Statement No. 71 *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*, Effective Date: The provisions of this Statement are effective for fiscal years beginning after June 15, 2014. The provisions of this Statement are required to be applied simultaneously with the provisions of GASB Statement No. 68. The County will implement this standard during the fiscal year June 30, 2015.

SUPPLEMENTARY INFORMATION

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NONMAJOR GOVERNMENTAL FUNDS

STATE OF NEW MEXICO
Colfax County
Nonmajor Governmental Funds
June 30, 2014

Special Revenue Funds

Corrections – To account for correction fees authorized by Section 35-14-11, NMSA, 1978 Compilation and Court ordered jail fee reimbursements. Funds are used to supplement general funds for the care of prisoners.

Environmental Gross Receipts Tax – To account for a gross receipts tax imposed to fund environmental activities, mainly sanitary landfills, water systems and environmental services. Authority is local ordinance authorized by NMSA 1978 7-20E-17.

Property Valuation – To account for the financing of property re-evaluation. Funds are from property taxes levied on County property owners. This fund was created under the authority of State Statute NMSA 7-38-38.1.

Road - Accounts for revenues and expenditures used to maintain roads for which the County has responsibility. Financing sources include gasoline taxes, motor vehicle registration fees, and the New Mexico Department of Transportation cooperative agreement funds. Expenditures are restricted for construction and maintenance of County roads. Authorization is Section 67-3-1, NMSA 1978 Compilation.

Farm and Range – To account for funds received to finance predator, weed, rodent, and parasite control on County farms and ranges. Funds are generated from the Taylor Grazing Act fees. This fund was created by the authority of State Statute NMSA 6-11-6.

Fire Protection Special Revenue Fund - To account for expenditures made on behalf of the County Fire Marshall, expenditures related to wild land fire suppression and prevention activities within the County, revenues and expenditures of fire protection funds for the districts of French Tract, Miami, Farley, Ute Park, Philmont, Moreno Valley and Vermejo. Funding is provided by allotments from the New Mexico State Fire Marshall's Office. The funds were created under the authority of the Colfax County Commission and State Statute (see Section 59A-93-5-8 and 59A-53-5, NMSA 1978 Compilation).

Wild Land Fire Suppression – To account for expenditures related to wild land fire suppression and prevention activities within the County. Funding was provided by transfers from the County's fire districts and reimbursements for services rendered on Federal lands. Fund authority is through Colfax County.

Law Enforcement – To account for revenues and expenditures for maintaining and improving the County's law enforcement department in order to enhance its efficiency and effectiveness. Funding is from the State appropriation authorized by Section 29-13-3f, NMSA.

Recreation – To account for revenues and expenditures related to the County's Youth recreational activities. Funds are provided by the state shared cigarette tax. The fund was created by authority of State Statute (see Section 7-12-15, NMSA 1978 Compilation).

YES Program - To account for grants received from the State of New Mexico Children, Youth and Families Department for the Yes Program and from Optum Health to provide education to alcohol merchants throughout Colfax County. Authority for the establishment of this fund is by Colfax County Commissioners.

Maternal and Child Healthcare – To account for expenditures to provide children's and maternal services and programs to County residents. Funding is provided by a grant from the Department of Health.

NM Transportation Grants – To account for transportation grants received from the State of New Mexico, such as CAAP, Co-op, and School Bus grants. Authority for the establishment of this fund is by Colfax County Commission.

WIPP – To account for funds received from the State Fire Marshal's Office of New Mexico for purpose of the WIPP Project – radiation and hazardous material response. Authority for the establishment of this fund is by Colfax County Commission.

NFL Grant Hazard – To account for grant received from New Mexico State Forestry for hazardous fuel reduction on non-federal lands. Authority for the establishment of this fund is by Colfax County Commission.

STATE OF NEW MEXICO
Colfax County
Nonmajor Governmental Funds
June 30, 2014

Special Revenue Funds (continued)

Indigent Care – To account for revenues received from state shared gross receipts taxes for hospital service for indigent citizens of the County. The fund was created by authority of State Statute (see Section 7-20E-9, NMSA 1978 Compilation).

Fire Excise Tax – To account for funds received pursuant to the County’s Fire Excise Ordinance as authorized by New Mexico Statute 7-20E-15. Fund is used to supplement the County’s fire districts and cannot be used to pay salaries, compensation or re-numeration to any employee of the State, County or Independent Fire District.

DWI Program - To account for various state grants, local funding, and State Farm grants to further combat driving while intoxicated in the community. Authority for the establishment of this fund is by Colfax County Commissioners.

Clerk’s Equipment - To account for revenues and expenditures for control of equipment. The fees collected are restricted in that they may only be used for the purchase of equipment associated with the recording, filing, maintaining, or reproducing of documents in the Office of the County Clerk. This fund was created by authority of State Statute (see Section 14-8-2.2, NMSA 1978 Compilation).

CCDC Special Funds – To account for donations from inmates to be used for the purchase of drug and alcohol related equipment. Authority for fund establishment is the Colfax County Commission.

Federal Forfeitures – To account for federal forfeiture money received by the County Sheriff. Authority for the establishment of this fund is by Colfax County Commission.

Health Care Interest – To account for subsequent earnings from the Health Care Permanent Fund which may only be used for any lawful health care purpose, as determined by Colfax County. Authority for the establishment of this fund is by Colfax County Commission.

Solid Waste – To account for fees generated from charges for trash collection. Authority to establish this fund is from Colfax County Commissioners and the fees generated are to maintain the solid waste collection system.

Angel Fire Operations – To account for the operating expense and revenues earned at Angel Fire Airport. Authority for the establishment of this fund is by Colfax County Commission.

Debt Service Funds

Judicial Bond Center Payment – To account for the required reserves of the Series 2011 Gross Receipts Tax Revenue Bonds. Authority for establishment of this fund is by Colfax County Commission.

Judicial Center Bond Reserve – To account for the required reserves of the Series 2009 Gross Receipts Tax Revenue Bonds. Authority for establishment of this fund is by Colfax County Commission.

NMFA Debt Funds – To account for the payment of three notes used to finance the purchase of two fire pumper trucks and a pre-fabricated steel facility for use as a substation by the Angel Fire Fire District. Funding is provided by intercepted fire allotments and interest income. The intercept is authorized by loan agreements signed with the NM Finance Authority. Authority for establishment of this fund is by Colfax County Commission.

STATE OF NEW MEXICO
Colfax County
Nonmajor Governmental Funds
June 30, 2014

Capital Projects Funds

Courthouse Renovation – To account for monies received from the State of New Mexico to renovate the County Courthouse. Authority for the establishment of this fund is by Colfax County Commission.

Capital Improvements Capital Projects Fund – To account for gross receipts taxes to be used for making improvements on County Property and other capital outlay. (Authorization for the establishment of this fund is by Colfax County Commission).

Angel Fire Airport Improvement Capital Projects Fund – To account for the acquisition of capital outlay for the Angel Fire Airport (Authorization for the establishment of this fund is by Colfax County Commission).

Angel Fire Road Levy – To account for property taxes levied to be used for the improvement of roads. Authority for the establishment of this fund is by Colfax County Commission.

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STATE OF NEW MEXICO
Colfax County
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2014

Special Revenue

	Corrections	Environmental Gross Receipts Tax	Property Valuation	Road
<i>Assets</i>				
Cash and cash equivalents	\$ 36,419	\$ 189,925	\$ 322,167	\$ 23,444
Investments	-	-	-	56,589
Receivables:				
Property taxes	-	-	20,228	-
Other taxes	-	11,962	-	68,739
Other receivables, net of allowance	6,540	-	-	-
Inventory	-	-	-	-
Prepaid expenses	-	-	-	-
<i>Total assets</i>	<u>\$ 42,959</u>	<u>\$ 201,887</u>	<u>\$ 342,395</u>	<u>\$ 148,772</u>
<i>Liabilities</i>				
Accounts payable	\$ 44,869	\$ -	\$ 261	\$ 10,984
<i>Total liabilities</i>	<u>44,869</u>	<u>-</u>	<u>261</u>	<u>10,984</u>
<i>Deferred inflows of resources</i>				
Unavailable revenue:				
Property taxes	-	-	17,075	-
<i>Total deferred inflows of resources</i>	<u>-</u>	<u>-</u>	<u>17,075</u>	<u>-</u>
<i>Fund balances</i>				
Nonspendable				
Inventory	-	-	-	-
Prepaid expenses	-	-	-	-
Spendable				
Restricted for:				
General county operations	-	201,887	325,059	-
Maintenance of roads	-	-	-	137,788
Fire departments	-	-	-	-
Public safety	-	-	-	-
Healthcare	-	-	-	-
Debt service expenditures	-	-	-	-
Committed to:				
Fire departments	-	-	-	-
County fire marshall office	-	-	-	-
County inmate donations	-	-	-	-
County roadwork	-	-	-	-
WIPP project	-	-	-	-
Forfeited funds	-	-	-	-
Solid waste	-	-	-	-
Community support	-	-	-	-
Healthcare	-	-	-	-
Capital improvement projects	-	-	-	-
Angel Fire airport	-	-	-	-
Unassigned	(1,910)	-	-	-
<i>Total fund balances</i>	<u>(1,910)</u>	<u>201,887</u>	<u>325,059</u>	<u>137,788</u>
<i>Total liabilities, deferred inflows of resources, and fund balances</i>	<u>\$ 42,959</u>	<u>\$ 201,887</u>	<u>\$ 342,395</u>	<u>\$ 148,772</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Farm and Range	Fire Protection Special Revenue Fund	Wild Land Fire Suppression	Law Enforcement	Recreation
\$ 531	\$ 259,234	\$ 91,380	\$ 20,960	\$ 897
-	625,744	220,572	-	-
-	-	-	-	-
-	-	-	-	-
-	75,057	17,900	-	-
-	-	-	-	-
-	14,092	-	-	-
<u>\$ 531</u>	<u>\$ 974,127</u>	<u>\$ 329,852</u>	<u>\$ 20,960</u>	<u>\$ 897</u>
<u>\$ -</u>	<u>\$ 8,743</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>-</u>	<u>8,743</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	14,092	-	-	-
-	-	-	-	-
531	-	-	-	897
-	-	-	-	-
-	944,059	-	-	-
-	-	-	20,960	-
-	-	-	-	-
-	-	-	-	-
-	-	329,852	-	-
-	7,233	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>531</u>	<u>965,384</u>	<u>329,852</u>	<u>20,960</u>	<u>897</u>
<u>\$ 531</u>	<u>\$ 974,127</u>	<u>\$ 329,852</u>	<u>\$ 20,960</u>	<u>\$ 897</u>

STATE OF NEW MEXICO
Colfax County
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2014

Special Revenue

	YES Program	Maternal and Child Healthcare	NM Transportation Grants	WIPP
<i>Assets</i>				
Cash and cash equivalents	\$ 40,071	\$ 45,289	\$ 110,274	\$ 20,443
Investments	-	-	-	-
Receivables:				
Property taxes	-	-	-	-
Other taxes	-	-	-	-
Other receivables, net of allowance	20,613	-	-	-
Inventory	-	-	-	-
Prepaid expenses	-	-	-	-
<i>Total assets</i>	<u>\$ 60,684</u>	<u>\$ 45,289</u>	<u>\$ 110,274</u>	<u>\$ 20,443</u>
<i>Liabilities</i>				
Accounts payable	392	750	-	322
<i>Total liabilities</i>	<u>392</u>	<u>750</u>	<u>-</u>	<u>322</u>
<i>Deferred inflows of resources</i>				
Unavailable revenue:				
Property taxes	-	-	-	-
<i>Total deferred inflows of resources</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>				
Nonspendable				
Inventory	-	-	-	-
Prepaid expenses	-	-	-	-
Spendable				
Restricted for:				
General county operations	-	-	-	-
Maintenance of roads	-	-	-	-
Fire departments	-	-	-	-
Public safety	-	-	-	-
Healthcare	-	44,539	-	-
Debt service expenditures	-	-	-	-
Committed to:				
Fire departments	-	-	-	-
County fire marshall office	-	-	-	-
County inmate donations	-	-	-	-
County roadwork	-	-	110,274	-
WIPP project	-	-	-	20,121
Forfeited funds	-	-	-	-
Solid waste	-	-	-	-
Community support	60,292	-	-	-
Healthcare	-	-	-	-
Capital improvement projects	-	-	-	-
Angel Fire airport	-	-	-	-
Unassigned	-	-	-	-
<i>Total fund balances</i>	<u>60,292</u>	<u>44,539</u>	<u>110,274</u>	<u>20,121</u>
<i>Total liabilities, deferred inflows of resources, and fund balances</i>	<u>\$ 60,684</u>	<u>\$ 45,289</u>	<u>\$ 110,274</u>	<u>\$ 20,443</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Colfax County
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2014

Special Revenue

	CCDC Special Funds	Federal Forfeitures	Health Care Interest	Solid Waste
<i>Assets</i>				
Cash and cash equivalents	\$ 6,210	\$ 19,483	\$ 167,585	\$ 200,612
Investments	-	-	-	-
Receivables:				
Property taxes	-	-	-	-
Other taxes	-	-	-	-
Other receivables, net of allowance	-	-	5,747	25,979
Inventory	-	-	-	-
Prepaid expenses	-	-	-	-
<i>Total assets</i>	<u>\$ 6,210</u>	<u>\$ 19,483</u>	<u>\$ 173,332</u>	<u>\$ 226,591</u>
<i>Liabilities</i>				
Accounts payable	\$ -	\$ -	\$ 19,798	\$ 26,112
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>19,798</u>	<u>26,112</u>
<i>Deferred inflows of resources</i>				
Unavailable revenue:				
Property taxes	-	-	-	-
<i>Total deferred inflows of resources</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>				
Nonspendable				
Inventory	-	-	-	-
Prepaid expenses	-	-	-	-
Spendable				
Restricted for:				
General county operations	-	-	-	-
Maintenance of roads	-	-	-	-
Fire departments	-	-	-	-
Public safety	-	-	-	-
Healthcare	-	-	-	-
Debt service expenditures	-	-	-	-
Committed to:				
Fire departments	-	-	-	-
County fire marshall office	-	-	-	-
County inmate donations	6,210	-	-	-
County roadwork	-	-	-	-
WIPP project	-	-	-	-
Forfeited funds	-	19,483	-	-
Solid waste	-	-	-	200,479
Community support	-	-	-	-
Healthcare	-	-	153,534	-
Capital improvement projects	-	-	-	-
Angel Fire airport	-	-	-	-
Unassigned	-	-	-	-
<i>Total fund balances</i>	<u>6,210</u>	<u>19,483</u>	<u>153,534</u>	<u>200,479</u>
<i>Total liabilities, deferred inflows of resources, and fund balances</i>	<u>\$ 6,210</u>	<u>\$ 19,483</u>	<u>\$ 173,332</u>	<u>\$ 226,591</u>

The accompanying notes are an integral part of these financial statements

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STATE OF NEW MEXICO
Colfax County
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2014

Statement A-1
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	Capital Projects			Total Nonmajor Governmental Funds
	Capital Improvements Capital Projects Fund	Angel Fire Airport Improvement Capital Projects Fund	Angel Fire Road Levy	
<i>Assets</i>				
Cash and cash equivalents	\$ 484,917	\$ 3,160	\$ 219	\$ 2,800,157
Investments	-	-	-	902,905
Receivables:				
Property taxes	-	-	-	20,228
Other taxes	54,183	-	-	212,989
Other receivables, net of allowance	-	-	-	162,048
Inventory	-	-	-	66,538
Prepaid expenses	-	-	-	14,092
<i>Total assets</i>	<u>\$ 539,100</u>	<u>\$ 3,160</u>	<u>\$ 219</u>	<u>\$ 4,178,957</u>
<i>Liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ 114,601
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>114,601</u>
<i>Deferred inflows of resources</i>				
Unavailable revenue:				
Property taxes	-	-	-	17,075
<i>Total deferred inflows of resources</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>17,075</u>
<i>Fund balances</i>				
Nonspendable				
Inventory	-	-	-	66,538
Prepaid expenses	-	-	-	14,092
Spendable				
Restricted for:				
General county operations	-	-	-	634,926
Maintenance of roads	-	-	-	137,788
Fire departments	-	-	-	1,010,634
Public safety	-	-	-	88,191
Healthcare	-	-	-	261,720
Debt service expenditures	-	-	-	356,130
Committed to:				
Fire departments	-	-	-	329,852
County fire marshal office	-	-	-	7,233
County inmate donations	-	-	-	6,210
County roadwork	-	-	-	110,274
WIPP project	-	-	-	20,121
Forfeited funds	-	-	-	19,483
Solid waste	-	-	-	200,479
Community support	-	-	-	60,292
Healthcare	-	-	-	153,534
Capital improvement projects	539,100	-	-	552,455
Angel Fire airport	-	3,160	219	19,239
Unassigned	-	-	-	(1,910)
<i>Total fund balances</i>	<u>539,100</u>	<u>3,160</u>	<u>219</u>	<u>4,047,281</u>
<i>Total liabilities, deferred inflows of resources, and fund balances</i>	<u>\$ 539,100</u>	<u>\$ 3,160</u>	<u>\$ 219</u>	<u>\$ 4,178,957</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Colfax County
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
For the Year Ended June 30, 2014

	Special Revenue			
	Corrections	Environmental Gross Receipts Tax	Property Valuation	Road
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ 148,417	\$ -
Gross receipts	-	72,992	-	-
Gasoline and motor vehicle	-	-	-	321,798
Intergovernmental:				
Federal operating grants	-	-	-	33,299
Federal capital grants	-	-	-	-
State operating grants	137,137	-	-	3,240
State capital grants	-	-	-	-
Charges for services	48,152	-	-	1,186
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>185,289</u>	<u>72,992</u>	<u>148,417</u>	<u>359,523</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	128,368	-
Public safety	496,583	-	-	-
Public works	-	-	-	880,513
Health and welfare	-	-	-	-
Capital outlay	-	-	-	28,960
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>496,583</u>	<u>-</u>	<u>128,368</u>	<u>909,473</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(311,294)</u>	<u>72,992</u>	<u>20,049</u>	<u>(549,950)</u>
<i>Other financing sources (uses)</i>				
Proceeds from sale of asset	-	-	-	504
Loan proceeds	-	-	-	-
Transfers in	275,000	-	-	555,000
Transfers (out)	-	(75,000)	-	-
<i>Total other financing sources (uses)</i>	<u>275,000</u>	<u>(75,000)</u>	<u>-</u>	<u>555,504</u>
<i>Net change in fund balance</i>	(36,294)	(2,008)	20,049	5,554
<i>Fund balance - beginning of year</i>	<u>34,384</u>	<u>203,895</u>	<u>305,010</u>	<u>132,234</u>
<i>Fund balance - end of year</i>	<u>\$ (1,910)</u>	<u>\$ 201,887</u>	<u>\$ 325,059</u>	<u>\$ 137,788</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Farm and Range	Fire Protection Special Revenue Fund	Wild Land Fire Suppression	Law Enforcement	Recreation
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	717,392	85,726	25,400	-
-	-	-	-	-
5	-	-	-	-
-	-	-	-	-
-	223	-	-	-
5	717,615	85,726	25,400	-
-	-	-	-	-
-	318,127	61,506	(1,176)	-
-	-	-	-	-
-	-	-	-	-
-	165,522	16,915	25,483	-
-	-	-	-	-
-	-	-	-	-
-	483,649	78,421	24,307	-
5	233,966	7,305	1,093	-
-	9,111	-	-	-
-	-	-	-	-
-	2	-	-	-
-	(111,546)	-	-	-
-	(102,433)	-	-	-
5	131,533	7,305	1,093	-
526	833,851	322,547	19,867	897
\$ 531	\$ 965,384	\$ 329,852	\$ 20,960	\$ 897

STATE OF NEW MEXICO
Colfax County
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
For the Year Ended June 30, 2014

	Special Revenue			
	YES Program	Maternal and Child Healthcare	NM Transportation Grants	WIPP
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	205,199	-	-	7,000
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	-	-	-	-
Miscellaneous	-	750	-	-
<i>Total revenues</i>	205,199	750	-	7,000
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	160,591	-	-	322
Public works	-	-	-	-
Health and welfare	-	750	-	-
Capital outlay	-	-	10,123	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	160,591	750	10,123	322
<i>Excess (deficiency) of revenues over expenditures</i>	44,608	-	(10,123)	6,678
<i>Other financing sources (uses)</i>				
Proceeds from sale of asset	-	-	-	-
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balance</i>	44,608	-	(10,123)	6,678
<i>Fund balance - beginning of year</i>	15,684	44,539	120,397	13,443
<i>Fund balance - end of year</i>	\$ 60,292	\$ 44,539	\$ 110,274	\$ 20,121

The accompanying notes are an integral part of these financial statements

Special Revenue

<u>NFL Grant Hazard</u>	<u>Indigent Care</u>	<u>Fire Excise Tax</u>	<u>DWI Program</u>	<u>Clerk's Equipment</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	382,883	145,987	-	-
-	-	-	-	-
128,176	-	-	-	-
-	-	-	-	-
-	-	-	117,446	-
-	-	-	-	-
-	-	-	22,654	28,109
-	-	-	-	-
-	-	-	4,010	-
<u>128,176</u>	<u>382,883</u>	<u>145,987</u>	<u>144,110</u>	<u>28,109</u>
-	-	-	-	10,644
-	-	127,620	167,826	-
-	-	-	-	-
118,256	382,680	-	-	-
-	-	176,477	-	24,750
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>118,256</u>	<u>382,680</u>	<u>304,097</u>	<u>167,826</u>	<u>35,394</u>
<u>9,920</u>	<u>203</u>	<u>(158,110)</u>	<u>(23,716)</u>	<u>(7,285)</u>
-	-	-	-	-
-	-	-	-	-
113,250	-	-	-	-
<u>(128,250)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(15,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(5,080)	203	(158,110)	(23,716)	(7,285)
<u>5,080</u>	<u>216,978</u>	<u>224,685</u>	<u>90,947</u>	<u>113,837</u>
<u>\$ -</u>	<u>\$ 217,181</u>	<u>\$ 66,575</u>	<u>\$ 67,231</u>	<u>\$ 106,552</u>

STATE OF NEW MEXICO
Colfax County
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
For the Year Ended June 30, 2014

	Special Revenue			
	CCDC Special Funds	Federal Forfeitures	Health Care Interest	Solid Waste
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	9,143	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	15,895	-
State capital grants	-	-	-	-
Charges for services	-	-	-	233,522
Investment income (loss)	-	254	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	9,397	15,895	233,522
<i>Expenditures:</i>				
Current:				
General government	-	4,815	-	-
Public safety	-	-	-	-
Public works	-	-	-	316,666
Health and welfare	-	-	97,346	-
Capital outlay	-	6,239	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	-	11,054	97,346	316,666
<i>Excess (deficiency) of revenues over expenditures</i>	-	(1,657)	(81,451)	(83,144)
<i>Other financing sources (uses)</i>				
Proceeds from sale of asset	-	-	-	-
Loan proceeds	-	-	-	-
Transfers in	-	-	-	75,000
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	75,000
<i>Net change in fund balance</i>	-	(1,657)	(81,451)	(8,144)
<i>Fund balance - beginning of year</i>	6,210	21,140	234,985	208,623
<i>Fund balance - end of year</i>	\$ 6,210	\$ 19,483	\$ 153,534	\$ 200,479

The accompanying notes are an integral part of these financial statements

<u>Special Revenue</u>	<u>Debt Service</u>			<u>Capital Projects</u>
<u>Angel Fire Operations</u>	<u>Judicial Bond Center Payment</u>	<u>Judicial Center Bond Reserve</u>	<u>NMFA Debt Funds</u>	<u>Courthouse Renovation</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
346	-	-	-	-
-	-	-	-	-
-	-	-	-	11,452
74,617	-	-	-	-
-	-	4,299	103	-
-	-	-	-	-
<u>74,963</u>	<u>-</u>	<u>4,299</u>	<u>103</u>	<u>11,452</u>
-	-	-	-	-
-	-	-	399	-
104,184	-	-	-	-
-	9,333	-	-	-
18,008	-	-	-	1,314
-	120,000	-	80,370	-
-	184,800	-	30,779	-
-	-	-	2,305	-
<u>122,192</u>	<u>314,133</u>	<u>-</u>	<u>113,853</u>	<u>1,314</u>
<u>(47,229)</u>	<u>(314,133)</u>	<u>4,299</u>	<u>(113,750)</u>	<u>10,138</u>
-	-	-	-	3,217
-	-	-	307,305	-
100,000	300,000	-	111,546	-
-	-	-	(305,019)	(116,589)
<u>100,000</u>	<u>300,000</u>	<u>-</u>	<u>113,832</u>	<u>(113,372)</u>
52,771	(14,133)	4,299	82	(103,234)
<u>29,627</u>	<u>37,032</u>	<u>311,800</u>	<u>17,050</u>	<u>116,589</u>
<u>\$ 82,398</u>	<u>\$ 22,899</u>	<u>\$ 316,099</u>	<u>\$ 17,132</u>	<u>\$ 13,355</u>

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STATE OF NEW MEXICO
Colfax County
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
For the Year Ended June 30, 2014

Statement A-2
Page 4 of 4

	Capital Projects			Total Nonmajor Governmental Funds
	Capital Improvements Capital Projects Fund	Angel Fire Airport Improvement Capital Projects Fund	Angel Fire Road Levy	
<i>Revenues:</i>				
<i>Taxes:</i>				
Property	\$ -	\$ -	\$ -	\$ 148,417
Gross receipts	382,883	-	-	984,745
Gasoline and motor vehicle	-	-	-	321,798
<i>Intergovernmental:</i>				
Federal operating grants	-	-	-	382,817
Federal capital grants	-	-	-	346
State operating grants	-	-	-	1,102,236
State capital grants	-	229,553	-	241,005
Charges for services	-	-	-	408,245
Investment income (loss)	10,716	-	-	15,372
Miscellaneous	-	-	-	4,983
<i>Total revenues</i>	<u>393,599</u>	<u>229,553</u>	<u>-</u>	<u>3,609,964</u>
<i>Expenditures:</i>				
<i>Current:</i>				
General government	-	4,407	-	148,234
Public safety	-	-	-	1,331,798
Public works	-	-	-	1,301,363
Health and welfare	-	-	-	608,365
Capital outlay	221,265	357,661	-	1,052,717
<i>Debt service:</i>				
Principal	-	-	-	200,370
Interest	-	-	-	215,579
Issuance costs	-	-	-	2,305
<i>Total expenditures</i>	<u>221,265</u>	<u>362,068</u>	<u>-</u>	<u>4,860,731</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>172,334</u>	<u>(132,515)</u>	<u>-</u>	<u>(1,250,767)</u>
<i>Other financing sources (uses)</i>				
Proceeds from sale of asset	-	-	-	12,832
Loan proceeds	-	-	-	307,305
Transfers in	305,017	105,000	-	1,939,815
Transfers (out)	(405,000)	-	-	(1,141,404)
<i>Total other financing sources (uses)</i>	<u>(99,983)</u>	<u>105,000</u>	<u>-</u>	<u>1,118,548</u>
<i>Net change in fund balance</i>	72,351	(27,515)	-	(132,219)
<i>Fund balance - beginning of year</i>	<u>466,749</u>	<u>30,675</u>	<u>219</u>	<u>4,179,500</u>
<i>Fund balance - end of year</i>	<u>\$ 539,100</u>	<u>\$ 3,160</u>	<u>\$ 219</u>	<u>\$ 4,047,281</u>

The accompanying notes are an integral part of these financial statements

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STATE OF NEW MEXICO

Statement B-1

Colfax County

Corrections Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	155,000	155,000	174,805	19,805
State capital grants	-	-	-	-
Charges for services	48,000	48,000	46,465	(1,535)
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>203,000</u>	<u>203,000</u>	<u>221,270</u>	<u>18,270</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	399,611	524,611	478,718	45,893
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>399,611</u>	<u>524,611</u>	<u>478,718</u>	<u>45,893</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(196,611)</u>	<u>(321,611)</u>	<u>(257,448)</u>	<u>64,163</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(3,389)	(3,389)	-	3,389
Loan proceeds	-	-	-	-
Transfers in	200,000	325,000	275,000	(50,000)
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>196,611</u>	<u>321,611</u>	<u>275,000</u>	<u>(46,611)</u>
<i>Net change in fund balance</i>	-	-	17,552	17,552
<i>Fund balance - beginning of year</i>	-	-	18,867	18,867
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 36,419</u>	<u>\$ 36,419</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 17,552
Adjustments to revenues for correction revenue				(35,981)
Adjustments to expenditures for care of prisoner expenses				(17,865)
Net change in fund balances (GAAP)				<u>\$ (36,294)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-2

Colfax County

Environmental Gross Receipts Tax Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual	Variences Favorable (Unfavorable)
	Original	Final	(Non-GAAP Basis)	Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	90,000	90,000	73,883	(16,117)
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>90,000</u>	<u>90,000</u>	<u>73,883</u>	<u>(16,117)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>90,000</u>	<u>90,000</u>	<u>73,883</u>	<u>(16,117)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(15,000)	(15,000)	-	15,000
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	(75,000)	(75,000)	(75,000)	-
<i>Total other financing sources (uses)</i>	<u>(90,000)</u>	<u>(90,000)</u>	<u>(75,000)</u>	<u>15,000</u>
<i>Net change in fund balance</i>	-	-	(1,117)	(1,117)
<i>Fund balance - beginning of year</i>	-	-	191,042	191,042
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 189,925</u>	<u>\$ 189,925</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (1,117)
Adjustments to revenues for gross receipts taxes				(891)
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ (2,008)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-3

Colfax County

Property Valuation Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2014

	Budgeted Amounts		Actual	Variences
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ 136,000	\$ 136,000	\$ 147,336	\$ 11,336
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>136,000</u>	<u>136,000</u>	<u>147,336</u>	<u>11,336</u>
<i>Expenditures:</i>				
Current:				
General government	188,123	188,123	128,803	59,320
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	24,000	24,000	-	24,000
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>212,123</u>	<u>212,123</u>	<u>128,803</u>	<u>83,320</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(76,123)</u>	<u>(76,123)</u>	<u>18,533</u>	<u>94,656</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	76,123	76,123	-	(76,123)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>76,123</u>	<u>76,123</u>	<u>-</u>	<u>(76,123)</u>
<i>Net change in fund balance</i>	-	-	18,533	18,533
<i>Fund balance - beginning of year</i>	-	-	303,634	303,634
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 322,167</u>	<u>\$ 322,167</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 18,533
Adjustments to revenues for property taxes				1,081
Adjustments to expenditures for vehicle fuel expenditures				435
Net change in fund balances (GAAP)				<u>\$ 20,049</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-4

Colfax County

Road Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual	Variences
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	276,000	276,000	308,116	32,116
Intergovernmental:				
Federal operating grants	30,000	30,000	33,299	3,299
Federal capital grants	-	-	-	-
State operating grants	-	-	3,096	3,096
State capital grants	-	-	-	-
Charges for services	600	600	1,846	1,246
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>306,600</u>	<u>306,600</u>	<u>346,357</u>	<u>39,757</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	962,011	962,011	898,234	63,777
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	14,000	14,000	7,019	6,981
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>976,011</u>	<u>976,011</u>	<u>905,253</u>	<u>70,758</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(669,411)</u>	<u>(669,411)</u>	<u>(558,896)</u>	<u>110,515</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	2,091	2,091	-	(2,091)
Proceeds from sale of asset	-	-	504	504
Transfers in	667,320	667,320	555,000	(112,320)
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>669,411</u>	<u>669,411</u>	<u>555,504</u>	<u>(113,907)</u>
<i>Net change in fund balance</i>	-	-	(3,392)	(3,392)
<i>Fund balance - beginning of year</i>	-	-	83,425	83,425
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 80,033</u>	<u>\$ 80,033</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (3,392)
Adjustments to revenues for gasoline taxes, motor vehicle fees, encroachment fees, and reimbursement.				13,166
Adjustments to expenditures for vehicle fuel, equipment maintenance, supplies and printing expenditures				(4,220)
Net change in fund balances (GAAP)				<u>\$ 5,554</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-5

Colfax County

Farm and Range Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2014

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	7	7	5	(2)
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>7</u>	<u>7</u>	<u>5</u>	<u>(2)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>7</u>	<u>7</u>	<u>5</u>	<u>(2)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(7)	(7)	-	7
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(7)</u>	<u>(7)</u>	<u>-</u>	<u>7</u>
<i>Net change in fund balance</i>	-	-	5	5
<i>Fund balance - beginning of year</i>	-	-	526	526
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 531</u>	<u>\$ 531</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 5
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ 5</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-6

Colfax County

Fire Protection Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2014

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	717,335	717,335	717,335	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	223	223
<i>Total revenues</i>	<u>717,335</u>	<u>717,335</u>	<u>717,558</u>	<u>223</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	294,044	338,044	348,900	(10,856)
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	675,273	789,273	340,371	448,902
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>969,317</u>	<u>1,127,317</u>	<u>689,271</u>	<u>438,046</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(251,982)</u>	<u>(409,982)</u>	<u>28,287</u>	<u>(437,823)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	363,526	521,526	-	(521,526)
Proceeds from sale of asset	-	-	9,111	9,111
Transfers in	-	-	2	2
Transfers (out)	(111,544)	(111,544)	(111,546)	(2)
<i>Total other financing sources (uses)</i>	<u>251,982</u>	<u>409,982</u>	<u>(102,433)</u>	<u>(512,415)</u>
<i>Net change in fund balances</i>	-	-	(74,146)	(74,146)
<i>Fund balance - beginning of year</i>	-	-	959,124	959,124
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 884,978</u>	<u>\$ 884,978</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (74,146)
Adjustments to revenues state grant revenues				57
Adjustments to expenditures for maintenance, supplies and capital outlay expenditures				205,622
Net change in fund balance (GAAP)				<u>\$ 131,533</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-7

Colfax County

Wild Land Suppression Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2014

	Budgeted Amounts		Actual	Variences
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	152,500	205,500	202,193	(3,307)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>152,500</u>	<u>205,500</u>	<u>202,193</u>	<u>(3,307)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	79,859	79,859	61,506	18,353
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	90,000	35,000	16,915	18,085
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>169,859</u>	<u>114,859</u>	<u>78,421</u>	<u>36,438</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(17,359)</u>	<u>90,641</u>	<u>123,772</u>	<u>33,131</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	17,359	(90,641)	-	90,641
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>17,359</u>	<u>(90,641)</u>	<u>-</u>	<u>90,641</u>
<i>Net change in fund balance</i>	-	-	123,772	123,772
<i>Fund balance - beginning of year</i>	-	-	188,180	188,180
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 311,952</u>	<u>\$ 311,952</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 123,772
Adjustment to revenues for state grant revenues				(116,467)
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ 7,305</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-8

Colfax County

Law Enforcement Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2014

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	25,400	25,400	25,400	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>25,400</u>	<u>25,400</u>	<u>25,400</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	45,267	45,267	(1,176)	46,443
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	25,483	(25,483)
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>45,267</u>	<u>45,267</u>	<u>24,307</u>	<u>20,960</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(19,867)</u>	<u>(19,867)</u>	<u>1,093</u>	<u>20,960</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	19,867	19,867	-	(19,867)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>19,867</u>	<u>19,867</u>	<u>-</u>	<u>(19,867)</u>
<i>Net change in fund balance</i>	-	-	1,093	1,093
<i>Fund balance - beginning of year</i>	-	-	19,867	19,867
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,960</u>	<u>\$ 20,960</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 1,093
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ 1,093</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-9

Colfax County

Recreation Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual	Variations
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	-	-	897	897
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 897</u>	<u>\$ 897</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ -
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-10

Colfax County

YES Program Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	221,453	221,453	194,645	(26,808)
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>221,453</u>	<u>221,453</u>	<u>194,645</u>	<u>(26,808)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	188,433	188,433	160,199	28,234
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>188,433</u>	<u>188,433</u>	<u>160,199</u>	<u>28,234</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>33,020</u>	<u>33,020</u>	<u>34,446</u>	<u>1,426</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(33,020)	(33,020)	-	33,020
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(33,020)</u>	<u>(33,020)</u>	<u>-</u>	<u>33,020</u>
<i>Net change in fund balance</i>	-	-	34,446	34,446
<i>Fund balance - beginning of year</i>	-	-	5,625	5,625
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 40,071</u>	<u>\$ 40,071</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 34,446
Adjustment to revenues for federal operating grants				10,554
Adjustments to expenditures for supplies and telephone				(392)
Net change in fund balances (GAAP)				<u>\$ 44,608</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-11

Colfax County

Maternal and Child Healthcare Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	750	750
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>750</u>	<u>750</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>750</u>	<u>750</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	750	750
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>44,539</u>	<u>44,539</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 45,289</u>	<u>\$ 45,289</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 750
No adjustments to revenues				-
Adjustments to expenditures for professional services and employee training				(750)
Net change in fund balances (GAAP)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-12

Colfax County

NM Transportation Grants Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2014

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	343,000	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>343,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	428,750	85,750	10,123	75,627
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>428,750</u>	<u>85,750</u>	<u>10,123</u>	<u>75,627</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(85,750)</u>	<u>(85,750)</u>	<u>(10,123)</u>	<u>75,627</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	85,750	85,750	-	(85,750)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>85,750</u>	<u>85,750</u>	<u>-</u>	<u>(85,750)</u>
<i>Net change in fund balance</i>	-	-	(10,123)	(10,123)
<i>Fund balance - beginning of year</i>	-	-	120,397	120,397
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 110,274</u>	<u>\$ 110,274</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (10,123)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ (10,123)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-13

Colfax County

WIPP Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual	Variations
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	7,000	7,000	7,000	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>7,000</u>	<u>7,000</u>	<u>7,000</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	7,000	7,000	-	7,000
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>7,000</u>	<u>7,000</u>	<u>-</u>	<u>7,000</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>7,000</u>	<u>7,000</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	7,000	7,000
<i>Fund balance - beginning of year</i>	-	-	13,443	13,443
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,443</u>	<u>\$ 20,443</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 7,000
No adjustments to revenues				-
Adjustments to expenditures for equipment maintenance				(322)
Net change in fund balances (GAAP)				<u>\$ 6,678</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-14

Colfax County

NFL Grant Hazard Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2014

	Budgeted Amounts		Actual	Variences
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	182,875	182,875	211,130	28,255
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>182,875</u>	<u>182,875</u>	<u>211,130</u>	<u>28,255</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	177,400	205,655	205,655	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>177,400</u>	<u>205,655</u>	<u>205,655</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>5,475</u>	<u>(22,780)</u>	<u>5,475</u>	<u>28,255</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	9,525	52,780	-	(52,780)
Transfers in	-	-	113,250	113,250
Transfers (out)	(15,000)	(30,000)	(128,250)	(98,250)
<i>Total other financing sources (uses)</i>	<u>(5,475)</u>	<u>22,780</u>	<u>(15,000)</u>	<u>(37,780)</u>
<i>Net change in fund balance</i>	-	-	(9,525)	(9,525)
<i>Fund balance - beginning of year</i>	-	-	9,525	9,525
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (9,525)
Adjustments to revenues for federal grants received				(82,954)
Adjustment to expenditures for hazardous fuel removal expenditures				87,399
Net change in fund balances (GAAP)				<u>\$ (5,080)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-15

Colfax County

Indigent Care Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	410,000	410,000	383,597	(26,403)
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>410,000</u>	<u>410,000</u>	<u>383,597</u>	<u>(26,403)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	567,928	477,928	413,877	64,051
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>567,928</u>	<u>477,928</u>	<u>413,877</u>	<u>64,051</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(157,928)</u>	<u>(67,928)</u>	<u>(30,280)</u>	<u>37,648</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	157,928	67,928	-	(67,928)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>157,928</u>	<u>67,928</u>	<u>-</u>	<u>(67,928)</u>
<i>Net change in fund balance</i>	-	-	(30,280)	(30,280)
<i>Fund balance - beginning of year</i>	-	-	193,278	193,278
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 162,998</u>	<u>\$ 162,998</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (30,280)
Adjustments to revenues for gross receipts taxes				(714)
Adjustments to expenditures for indigent health care expenses				31,197
Net change in fund balances (GAAP)				<u>\$ 203</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-16

Colfax County

Fire Excise Tax Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2014

	Budgeted Amounts		Actual	Variences
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	175,000	175,000	147,770	(27,230)
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>175,000</u>	<u>175,000</u>	<u>147,770</u>	<u>(27,230)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	190,000	190,000	133,700	56,300
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	160,832	160,832	174,542	(13,710)
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>350,832</u>	<u>350,832</u>	<u>308,242</u>	<u>42,590</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(175,832)</u>	<u>(175,832)</u>	<u>(160,472)</u>	<u>15,360</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	175,832	175,832	-	(175,832)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>175,832</u>	<u>175,832</u>	<u>-</u>	<u>(175,832)</u>
<i>Net change in fund balance</i>	-	-	(160,472)	(160,472)
<i>Fund balance - beginning of year</i>	-	-	204,420	204,420
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 43,948</u>	<u>\$ 43,948</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (160,472)
Adjustments to revenues for gross receipts taxes				(1,783)
Adjustments to expenditures for supplies, capital outlay, and small tools expenses				4,145
Net change in fund balances (GAAP)				<u>\$ (158,110)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-17

Colfax County

DWI Program Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	124,398	139,398	119,886	(19,512)
State capital grants	-	-	-	-
Charges for services	22,125	22,125	21,718	(407)
Investment income (loss)	-	-	-	-
Miscellaneous	500	500	4,010	3,510
<i>Total revenues</i>	<u>147,023</u>	<u>162,023</u>	<u>145,614</u>	<u>(16,409)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	174,136	189,136	167,656	21,480
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>174,136</u>	<u>189,136</u>	<u>167,656</u>	<u>21,480</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(27,113)</u>	<u>(27,113)</u>	<u>(22,042)</u>	<u>5,071</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	27,113	45,257	-	(45,257)
Transfers in	-	-	-	-
Transfers (out)	-	(18,144)	-	18,144
<i>Total other financing sources (uses)</i>	<u>27,113</u>	<u>27,113</u>	<u>-</u>	<u>(27,113)</u>
<i>Net change in fund balance</i>	-	-	(22,042)	(22,042)
<i>Fund balance - beginning of year</i>	-	-	80,298	80,298
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 58,256</u>	<u>\$ 58,256</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (22,042)
Adjustments to revenue for DWI grant receipts				(1,504)
Adjustments to expenditures for mileage, printing, and supplies				(170)
Net change in fund balances (GAAP)				<u>\$ (23,716)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-18

Colfax County

Clerk's Equipment Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2014

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	20,000	20,000	27,255	7,255
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>20,000</u>	<u>20,000</u>	<u>27,255</u>	<u>7,255</u>
<i>Expenditures:</i>				
Current:				
General government	10,000	10,000	10,644	(644)
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	5,000	27,000	24,750	2,250
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>15,000</u>	<u>37,000</u>	<u>35,394</u>	<u>1,606</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>5,000</u>	<u>(17,000)</u>	<u>(8,139)</u>	<u>8,861</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(5,000)	17,000	-	(17,000)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(5,000)</u>	<u>17,000</u>	<u>-</u>	<u>(17,000)</u>
<i>Net change in fund balance</i>	-	-	(8,139)	(8,139)
<i>Fund balance - beginning of year</i>	-	-	113,683	113,683
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 105,544</u>	<u>\$ 105,544</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (8,139)
Adjustments to revenues for charges for services				854
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ (7,285)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-19

Colfax County

CCDC Special Funds Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2014

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	-	-	6,210	6,210
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,210</u>	<u>\$ 6,210</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ -
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-20

Colfax County

Federal Forfeitures Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2014

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	9,143	9,143
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	100	9,318	254	(9,064)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>100</u>	<u>9,318</u>	<u>9,397</u>	<u>79</u>
<i>Expenditures:</i>				
Current:				
General government	9,911	9,911	11,054	(1,143)
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	20,241	-	20,241
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>9,911</u>	<u>30,152</u>	<u>11,054</u>	<u>19,098</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(9,811)</u>	<u>(20,834)</u>	<u>(1,657)</u>	<u>19,177</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	9,811	20,834	-	(20,834)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>9,811</u>	<u>20,834</u>	<u>-</u>	<u>(20,834)</u>
<i>Net change in fund balance</i>	-	-	(1,657)	(1,657)
<i>Fund balance - beginning of year</i>	-	-	21,140	21,140
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,483</u>	<u>\$ 19,483</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (1,657)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ (1,657)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-21

Colfax County

Health Care Interest Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2014

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	22,000	22,000	15,495	(6,505)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>22,000</u>	<u>22,000</u>	<u>15,495</u>	<u>(6,505)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	90,000	90,000	77,548	12,452
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>90,000</u>	<u>90,000</u>	<u>77,548</u>	<u>12,452</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(68,000)</u>	<u>(68,000)</u>	<u>(62,053)</u>	<u>5,947</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	68,000	68,000	-	(68,000)
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>68,000</u>	<u>68,000</u>	<u>-</u>	<u>(68,000)</u>
<i>Net change in fund balance</i>	-	-	(62,053)	(62,053)
<i>Fund balance - beginning of year</i>	-	-	229,638	229,638
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 167,585</u>	<u>\$ 167,585</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (62,053)
Adjustments to revenues				400
Adjustments to expenditures for medical services				(19,798)
Net change in fund balances (GAAP)				<u>\$ (81,451)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-22

Colfax County

Solid Waste Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual	Variences
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	190,000	215,000	214,721	(279)
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>190,000</u>	<u>215,000</u>	<u>214,721</u>	<u>(279)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	318,854	318,854	310,474	8,380
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>318,854</u>	<u>318,854</u>	<u>310,474</u>	<u>8,380</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(128,854)</u>	<u>(103,854)</u>	<u>(95,753)</u>	<u>8,101</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	53,854	28,854	-	(28,854)
Transfers in	75,000	75,000	75,000	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>128,854</u>	<u>103,854</u>	<u>75,000</u>	<u>(28,854)</u>
<i>Net change in fund balance</i>	-	-	(20,753)	(20,753)
<i>Fund balance - beginning of year</i>	-	-	221,365	221,365
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 200,612</u>	<u>\$ 200,612</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (20,753)
Adjustments to revenue for service fee revenue				18,801
Adjustments to expenditures for solid waste disposal expenses and gross receipts tax				(6,192)
Net change in fund balances (GAAP)				<u>\$ (8,144)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-23

Colfax County

Angel Fire Operations Special Revenue Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2014

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	346	346
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	200,000	78,000	77,622	(378)
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>200,000</u>	<u>78,000</u>	<u>77,968</u>	<u>(32)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	250,575	172,575	171,191	1,384
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	40,000	40,000	18,008	21,992
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>290,575</u>	<u>212,575</u>	<u>189,199</u>	<u>23,376</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(90,575)</u>	<u>(134,575)</u>	<u>(111,231)</u>	<u>23,344</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(9,425)	34,575	-	(34,575)
Transfers in	100,000	100,000	100,000	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>90,575</u>	<u>134,575</u>	<u>100,000</u>	<u>(34,575)</u>
<i>Net change in fund balance</i>	-	-	(11,231)	(11,231)
<i>Fund balance - beginning of year</i>	-	-	27,937	27,937
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,706</u>	<u>\$ 16,706</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (11,231)
Adjustments to revenues for charges for services				(3,005)
Adjustments to expenditures for fuel, fees and penalties, utilities, and gross receipts tax				67,007
Net change in fund balances (GAAP)				<u>\$ 52,771</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-24

Colfax County

Judicial Bond Center Payment Debt Service Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2014

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	5,000	5,000	-	(5,000)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>5,000</u>	<u>5,000</u>	<u>-</u>	<u>(5,000)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	3,700	3,700	3,000	700
Capital outlay	-	-	-	-
Debt service:				
Principal	130,000	130,000	128,333	1,667
Interest	178,550	181,050	182,800	(1,750)
<i>Total expenditures</i>	<u>312,250</u>	<u>314,750</u>	<u>314,133</u>	<u>617</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(307,250)</u>	<u>(309,750)</u>	<u>(314,133)</u>	<u>(4,383)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	7,250	9,750	-	(9,750)
Transfers in	300,000	300,000	300,000	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>307,250</u>	<u>309,750</u>	<u>300,000</u>	<u>(9,750)</u>
<i>Net change in fund balance</i>	-	-	(14,133)	(14,133)
<i>Fund balance - beginning of year</i>	-	-	37,032	37,032
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,899</u>	<u>\$ 22,899</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (14,133)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ (14,133)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-25

Colfax County

Judicial Center Bond Reserve Debt Service Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2014

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	-	-	4,299	4,299
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>4,299</u>	<u>4,299</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>4,299</u>	<u>4,299</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	4,299	4,299
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>311,800</u>	<u>311,800</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 316,099</u>	<u>\$ 316,099</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 4,299
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ 4,299</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-26

Colfax County

NMFA Debt Funds Debt Service Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2014

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	200	217	103	(114)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>200</u>	<u>217</u>	<u>103</u>	<u>(114)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	399	399	399	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	80,370	80,370	80,370	-
Interest	30,779	30,779	30,779	-
Issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>111,548</u>	<u>111,548</u>	<u>111,548</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(111,348)</u>	<u>(111,331)</u>	<u>(111,445)</u>	<u>(114)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(196)	(196)	-	196
Loan proceeds	305,000	305,000	305,000	-
Transfers in	111,544	111,544	111,546	2
Transfers (out)	(305,000)	(305,017)	(305,019)	(2)
<i>Total other financing sources (uses)</i>	<u>111,348</u>	<u>111,331</u>	<u>111,527</u>	<u>196</u>
<i>Net change in fund balance</i>	-	-	82	82
<i>Fund balance - beginning of year</i>	-	-	17,050	17,050
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,132</u>	<u>\$ 17,132</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 82
Adjustments to revenues for debt proceeds				2,305
Adjustments to expenditures for debt issuance costs				(2,305)
Net change in fund balances (GAAP)				<u>\$ 82</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-27

Colfax County

Courthouse Renovation Capital Projects Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2014

	Budgeted Amounts		Actual	Variences
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	15,000	11,452	(3,548)
Charges for services	-	-	-	-
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>15,000</u>	<u>11,452</u>	<u>(3,548)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	5,000	1,314	3,686
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>5,000</u>	<u>1,314</u>	<u>3,686</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>10,000</u>	<u>10,138</u>	<u>138</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	116,589	106,589	-	(106,589)
Proceeds from sale of asset	-	-	3,217	3,217
Transfers in	-	-	-	-
Transfers (out)	(116,589)	(116,589)	(116,589)	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>(10,000)</u>	<u>(113,372)</u>	<u>(103,372)</u>
<i>Net change in fund balance</i>	-	-	(103,234)	(103,234)
<i>Fund balance - beginning of year</i>	-	-	116,589	116,589
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,355</u>	<u>\$ 13,355</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (103,234)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ (103,234)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-28

Colfax County

Capital Improvements Capital Projects Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2014

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	400,000	400,000	383,597	(16,403)
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	-	-	10,716	10,716
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>400,000</u>	<u>400,000</u>	<u>394,313</u>	<u>(5,687)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	100,000	100,000	-	100,000
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	600,000	600,000	361,604	238,396
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>700,000</u>	<u>700,000</u>	<u>361,604</u>	<u>338,396</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(300,000)</u>	<u>(300,000)</u>	<u>32,709</u>	<u>332,709</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	375,000	399,983	-	(399,983)
Transfers in	-	-	305,017	305,017
Transfers (out)	(75,000)	(99,983)	(405,000)	(305,017)
<i>Total other financing sources (uses)</i>	<u>300,000</u>	<u>300,000</u>	<u>(99,983)</u>	<u>(399,983)</u>
<i>Net change in fund balance</i>	-	-	(67,274)	(67,274)
<i>Fund balance - beginning of year</i>	-	-	552,191	552,191
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 484,917</u>	<u>\$ 484,917</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (67,274)
Adjustments to revenues for gross receipts taxes				(714)
Adjustments to expenditures for debt service expenditures				140,339
Net change in fund balances (GAAP)				<u>\$ 72,351</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-29

Colfax County

Angel Fire Airport Improvement Capital Projects Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	300,028	350,028	349,396	(632)
Charges for services	-	-	-	-
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>300,028</u>	<u>350,028</u>	<u>349,396</u>	<u>(632)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	4,407	(4,407)
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	439,022	514,022	507,465	6,557
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>439,022</u>	<u>514,022</u>	<u>511,872</u>	<u>2,150</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(138,994)</u>	<u>(163,994)</u>	<u>(162,476)</u>	<u>1,518</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	58,994	58,994	-	(58,994)
Transfers in	80,000	105,000	105,000	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>138,994</u>	<u>163,994</u>	<u>105,000</u>	<u>(58,994)</u>
<i>Net change in fund balance</i>	-	-	(57,476)	(57,476)
<i>Fund balance - beginning of year</i>	-	-	60,636	60,636
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,160</u>	<u>\$ 3,160</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (57,476)
Adjustments to revenues for state grant revenues				(119,843)
Adjustments to expenditures for capital outlay expenditures				149,804
Net change in fund balances (GAAP)				<u>\$ (27,515)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-30

Colfax County

Angel Fire Road Levy Capital Projects Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2014

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	-	-	219	219
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 219</u>	<u>\$ 219</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ -
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-31

Colfax County

FAA Angel Fire Airport Grant Capital Projects Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual	Variences
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	1,367,351	1,367,351	1,338,285	(29,066)
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1,367,351</u>	<u>1,367,351</u>	<u>1,338,285</u>	<u>(29,066)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	1,367,351	1,367,351	1,338,285	29,066
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,367,351</u>	<u>1,367,351</u>	<u>1,338,285</u>	<u>29,066</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in	-	-	750,000	750,000
Transfers (out)	-	-	(750,000)	(750,000)
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balance</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	-	-	-	-
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ -
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-32

Colfax County

Health Care Permanent Fund

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2014

	Budgeted Amounts		Actual	Variences
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	-	22,000	401	(21,599)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>22,000</u>	<u>401</u>	<u>(21,599)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>22,000</u>	<u>401</u>	<u>(21,599)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	(22,000)	-	22,000
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>(22,000)</u>	<u>-</u>	<u>22,000</u>
<i>Net change in fund balance</i>	-	-	401	401
<i>Fund balance - beginning of year</i>	-	-	1,726,736	1,726,736
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,727,137</u>	<u>\$ 1,727,137</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 401
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ 401</u>

The accompanying notes are an integral part of these financial statements

SUPPORTING SCHEDULES

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STATE OF NEW MEXICO
Colfax County
Schedule of Collateral Pledged by Depository For Public Funds
June 30, 2014

Schedule I

<u>Name of Depository</u>	<u>Description of Pledged Collateral</u>	<u>Maturity</u>	<u>CUSIP Number</u>	<u>Fair Market Value/ Par Value June 30, 2014</u>
First National Bank				
	Las Vegas NM City Sch Dist No 2**	7/15/2015	51778FCF4	\$ 250,000
	FHLMC - Pool #320129	8/1/2027	31306XEA7	387,757
	FNMA Fixed Rate Note	10/29/2021	3136G02E0	940,293
	Jemez Vly NM Public SD #31**	8/1/2020	475868ED3	350,000
	GNMA-II - Pool # MA0111	5/20/1942	36179MDQ0	704,718
	FFCB Fixed Rate Note	9/11/2023	3133ECZ09	509,189
	FHLMC Pool #E09015	12/1/2027	31294UAQ6	846,236
	FNMA - Pool#C91442	4/1/2032	3128P7S79	393,078
	FNMA - Pool #MA0457	7/1/2030	31417YQK6	1,498,006
	FHLMC - Pool # 314734	3/1/2026	3128PUHK1	1,428,534
	GNMA-II - Pool #MA0825	7/1/2030	36179M4J6	457,392
	FHLMC Series 4203 Class DG	4/15/2033	3137B2CH1	457,122
	FNMA - Pool # MA1472	6/1/2033	31418AT65	243,967
	FHLMC - Pool #320127	8/1/2027	31306XD83	834,427
Total First National Bank				9,300,719
Name and location of safekeeper for above pledged collateral: Federal Home Loan Bank, Dallas, Texas				
International Bank				
	FHLB NON CBL	6/12/2015	3133XBTS4	\$ 912,291
	FNMA CBL 1X2-11W/10STR NT S/U	8/25/2015	3136FPBB2	383,789
	FHLB NON CBL	9/28/2015	3133716Z4	609,763
	FHLB 1.460 12/13/19*13	12/13/2019	313381DN2	217,859
Total International Bank				2,123,702
Name and location of safekeeper for above pledged collateral: Federal Reserve Bank, Boston, Massachusetts				
Total Pledged Collateral				\$ 11,424,421

**As per NMSA 2.2.2.10(N)(4), the value of collateral consisting of obligations of the State of New Mexico, its agencies, institutions, counties, municipalities, or other subdivisions shall be par value.

See independent auditors' report.

STATE OF NEW MEXICO
Colfax County
Schedule of Deposit and Investment Accounts
June 30, 2014

Bank Account Type/Name	American Express Bank	BMW Bank	Discover Bank	First National Bank	International Bank
Certificate of Deposit	\$ 250,000	\$ -	\$ -	\$ -	\$ -
Certificate of Deposit	-	250,000	-	-	-
Certificate of Deposit	-	-	250,000	-	-
Checking - Operational	-	-	-	5,638,365	-
Checking - Airport Operations	-	-	-	46,320	-
Sheriff Forfeiture Fund	-	-	-	19,483	-
VMDC - Inmate Fund	-	-	-	25,077	-
Payroll Tax Clearing Account	-	-	-	50	-
Certificate of Deposit	-	-	-	1,000,000	-
Certificate of Deposit	-	-	-	586,000	-
Certificate of Deposit	-	-	-	341,000	-
Certificate of Deposit	-	-	-	2,177	-
Certificate of Deposit	-	-	-	4,804	-
Certificate of Deposit	-	-	-	9,901	-
Certificate of Deposit	-	-	-	9,719	-
Certificate of Deposit	-	-	-	10,167	-
Certificate of Deposit	-	-	-	-	1,000,000
Certificate of Deposit	-	-	-	-	2,000,000
Permanent Health Care Fund*	-	-	-	-	1,727,137
Bond Reserve Accounts	-	-	-	-	-
Certificate of Deposit	-	-	-	-	-
NMFA Reserve Account**	-	-	-	-	-
Total deposits and investments	<u>250,000</u>	<u>250,000</u>	<u>250,000</u>	<u>7,693,063</u>	<u>4,727,137</u>
Reconciling items	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,758,598)</u>	<u>-</u>
Reconciled balance	<u>\$ 250,000</u>	<u>\$ 250,000</u>	<u>\$ 250,000</u>	<u>\$ 3,934,465</u>	<u>\$ 4,727,137</u>

Add: petty cash

Less: investments per Exhibit A-1

Less: agency funds cash per Exhibit D-1

Less: restricted cash and cash equivalents per Exhibit A-1

Total unrestricted cash and cash equivalents per Exhibit A-1

*Balance of this account consists of \$1,706,338 in a certificate of deposit and \$20,799 in a savings account.

**Accounts are U.S. Treasury MMA Mutual Funds

See independent auditors' report

US Bank	Bank of NY Mellon NMFA	Totals
\$ -	\$ -	\$ 250,000
-	-	250,000
-	-	250,000
-	-	5,638,365
-	-	46,320
-	-	19,483
-	-	25,077
-	-	50
-	-	1,000,000
-	-	586,000
-	-	341,000
-	-	2,177
-	-	4,804
-	-	9,901
-	-	9,719
-	-	10,167
-	-	1,000,000
-	-	2,000,000
-	-	1,727,137
181,905	-	181,905
311,800	-	311,800
-	17,134	17,134
<u>493,705</u>	<u>17,134</u>	<u>13,681,039</u>
-	-	<u>(3,758,598)</u>
<u>\$ 493,705</u>	<u>\$ 17,134</u>	<u>\$ 9,922,441</u>
		550
		(3,750,000)
		(466,502)
		<u>(2,257,457)</u>
		<u>\$ 3,449,032</u>

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STATE OF NEW MEXICO
 Colfax County
 Tax Roll Reconciliation - Changes in Property Taxes Receivable
 June 30, 2014

Schedule III

Property taxes receivable, beginning of year	\$ 3,597,459
Changes to tax roll:	
Net tax charges to treasurer for fiscal year	15,092,460
Adjustments:	
Net decrease in taxes receivable	<u>(17,295)</u>
Total receivable prior to collections	18,672,626
Collections for fiscal year ended June 30, 2014	<u>(14,659,087)</u>
Property taxes receivable, end of year	<u><u>\$ 4,013,539</u></u>
Property taxes receivable are reported as follows:	
Statement of Net Position - Exhibit A-1	\$ 736,416
Statement of Fiduciary Assets and Liabilities - Exhibit D-1	<u>3,277,123</u>
Total property taxes receivable	<u><u>\$ 4,013,539</u></u>

Property taxes receivable by year:

2004	\$ 14,754
2005	13,998
2006	25,970
2007	51,320
2008	151,825
2009	218,041
2010	435,458
2011	643,316
2012	922,065
2013	<u>1,536,792</u>
Total property taxes receivable	<u><u>\$ 4,013,539</u></u>

See independent auditors' report

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STATE OF NEW MEXICO
Colfax County
Schedule of Changes in Fiduciary Assets and Liabilities
Agency Funds
For the Year Ended June 30, 2014

Schedule IV

	Balance June 30, 2013	Additions	Deletions	Balance June 30, 2014
<i>Assets</i>				
Cash and cash equivalents	\$ 342,380	\$ 10,252,468	\$ 10,128,346	\$ 466,502
Property taxes receivable	2,823,032	10,190,909	9,736,818	3,277,123
Other taxes receivable	56,007	59,211	56,007	59,211
<i>Total assets</i>	<u>\$ 3,221,419</u>	<u>\$ 20,502,588</u>	<u>\$ 19,921,171</u>	<u>\$ 3,802,836</u>
<i>Liabilities</i>				
Deposits held for others	\$ 342,380	\$ 10,252,468	\$ 10,128,346	\$ 466,502
Due to other taxing entities	2,879,039	10,250,120	9,792,825	3,336,334
<i>Total liabilities</i>	<u>\$ 3,221,419</u>	<u>\$ 20,502,588</u>	<u>\$ 19,921,171</u>	<u>\$ 3,802,836</u>

See independent auditors' report

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COMPLIANCE SECTION



Accounting & Consulting Group, LLP
Certified Public Accountants

**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 AUDITORS' REPORT

Hector H. Balderas
New Mexico State Auditor
The Office of Management and Budget
The Colfax County Commissioners
Colfax County
Raton, New Mexico

We have audited, 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, the financial statements of the governmental activities, each major fund, the aggregate remaining fund information, and the budgetary comparison of the general fund of Colfax County (the "County") as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and the combining and individual funds and related budgetary comparisons of the County, presented as supplementary information, and have issued our report thereon dated November 12, 2014.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests did disclose 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 questioned costs as items FS 2006-004 (FS 06-04), FS 2009-003 (FS 09-03), FS 2014-001, FS 2014-002, and FS 2014-003.

County's Response to Findings

The County's responses to the findings identified in our audit are described in the accompanying schedule of findings and responses. The County'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.

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

Accounting & Consulting Group, LLP

Accounting & Consulting Group, LLP
Albuquerque, New Mexico
November 12, 2014

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FEDERAL FINANCIAL ASSISTANCE



Accounting & Consulting Group^{LLP}
Certified Public Accountants

REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE

INDEPENDENT AUDITORS' REPORT

Hector H. Balderas
New Mexico State Auditor
The Office of Management and Budget
To the County Manager and County Commissioners
Colfax County
Raton, New Mexico

Report on Compliance for Each Major Federal Program

We have audited Colfax County's (the "County") compliance of with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended June 30, 2014. The County's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts and grants applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the County's compliance.

Opinion on Each Major Federal Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2014.

Report on Internal Control Over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Accounting & Consulting Group, LLP

Accounting & Consulting Group, LLP
Albuquerque, New Mexico
November 12, 2014

STATE OF NEW MEXICO
Colfax County
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2014

Federal Grantor/ Passthrough Grantor/ Program Title	Grant Number	Federal CFDA Number	Federal Expenditures
U.S. Department of Justice			
Law Enforcement and Federal Forfeitures Fund	N/A	16.XXX	\$ 11,054
Total U.S. Department of Justice			<u>11,054</u>
U.S. Department of Transportation			
Airport Improvement Program**	3-35-0058-018-2012	20.106	1,338,285
Total U.S. Department of Transportation			<u>1,338,285</u>
U.S. Department of Health and Human Services			
Block Grant for the Prevention and Treatment of Substance Abuse (Passed through Optum Health New Mexico)	091BD30	20.106	160,591
Total U.S. Department of Health and Human Services			<u>160,591</u>
U.S. Department of Agriculture			
Hazardous Fuel Reduction (Passed through the New Mexico Energy, Minerals, and Natural Resources Department)	10-521-23012-0237	10.664	118,256
Forest Reserve - General Fund	N/A	10.665	33,299
Total U.S. Department of Agriculture			<u>118,256</u>
Total Federal Financial Assistance			<u>\$ 1,628,186</u>

() Denotes Cluster

** Denotes Major Federal Financial Assistance Program

Notes to Schedule of Expenditures of Federal Awards1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (Schedule) includes the federal grant activity of Colfax County, New Mexico (County) and is presented on the modified accrual basis of accounting, which is the same basis as was used to prepare the fund financial statements. The information in this Schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

2. Subrecipients

The County did not provide any federal awards to subrecipients during the year.

Reconciliation of Schedule of Expenditures of Federal Awards to Financial Statements:

Total federal awards expended per Schedule of Expenditures of Federal Awards	\$ 1,628,186
Total expenditures funded by other sources	<u>9,552,056</u>
Total expenditures	<u><u>\$ 11,180,242</u></u>

STATE OF NEW MEXICO
Colfax County
Schedule of Findings and Questioned Costs
June 30, 2014

Section I – Summary or Audit Results:

Financial Statements:

- | | |
|--|------------|
| 1. Type of auditors’ report issued | Unmodified |
| 2. Internal control over financial reporting: | |
| a. Material weaknesses identified? | No |
| b. Significant deficiencies identified not considered to be material weaknesses? | No |
| c. Noncompliance material to the financial statements noted? | No |

Federal Awards:

- | | |
|---|------------|
| 1. Internal control over major programs: | |
| a. Material weaknesses identified? | No |
| b. Significant deficiencies identified not considered to be material weaknesses? | No |
| 2. Type of auditors’ report issued on compliance for major programs | Unmodified |
| 3. Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? | No |
| 4. Identification of major programs: | |

<u>CFDA</u>	<u>Federal Program</u>
<u>Number</u>	<u>Airport Improvement Program</u>
20.106	

- | | |
|--|-----------|
| 5. Dollar threshold used to distinguish between type A and type B programs: | \$300,000 |
| 6. Auditee qualified as a low-risk auditee under the requirements set forth by OMB Circular A-133 section 530? | No |

Section II – Financial Statement Findings

FS 2006-004 (FS 06-04) Property Tax Schedule Not Included (Repeated) – Other Matters

Condition: The property tax outstanding and still receivable, by agency, for the past 10 years was not presented as a supporting schedule of the financial statements.

Criteria: State Auditor Rule 2.2.2 12D requires property tax outstanding and still receivable for the past 10 years to be listed.

Effect: The County may not know the property taxes outstanding and still receivable for the past 10 years by individual agency, including the County's portion. The collection and reporting processes may not be as efficient as it could be if they had the required schedule.

Cause: The County's accounting software provides the information required for the report, however the information is not reconciled to the County's Maintenance Schedule. In addition, the County has not placed alternative procedures in place to capture the information required to complete the schedule.

Auditors' Recommendations: We recommend the County implement a plan to capture this data for inclusion in their annual financial report.

Agency's Response: The County Treasurer continues to work to improve this area. The Property Tax schedule will be a top priority in the upcoming fiscal year; and with the Board of Commissioners consent, the Treasurer will hire a part-time individual to be dedicated solely to completing this project.

Section II – Financial Statement Findings (continued)

FS 2009-003 (FS 09-03) Pledged Collateral (Repeated/Modified) – Other Matters

Condition: During our review of the County’s pledged collateral, we noted the following:

- Deposits at US Bank were not collateralized in accordance with State of New Mexico Statutes. The required collateral was \$30,900. The collateral provided by the bank was \$0, resulting in a shortfall of \$30,900.
- Deposits at International Bank were not collateralized in accordance with State of New Mexico Statutes. The required collateral was \$2,228,169. The collateral provided was \$2,123,702, resulting in a shortfall of \$104,467.

Criteria: Any bank designated a depositor of public money shall deliver pledged collateral with a value equal to one half the amount of the public money in excess of insurance, to a custodial bank and a joint safekeeping receipt issued by the custodial bank to the County (Section 6-10-17 NMSA 1978).

Effect: Not having proper collateral could lead to the loss of County funds in the event of a bank failure.

Cause: The County has made attempts to obtain collateral for the funds amounts on deposit with US Bank; however, the bank has not allocated any collateral to the CD on deposit with US Bank. Also, the County has not obtained proper collateral with International Bank.

Auditors’ Recommendations: We recommend that the continue to work with US Bank in order to obtain collateral for their funds held in a CD or see if the CD could be separated between a CD and cash in order to obtain sufficient FDIC coverage as well as to work with International Bank to obtain sufficient collateral.

Agency’s Response: The County Treasurer was able to obtain an Investment Schedule from US Bank during FY13/14; however, the information was not consistent with the Auditor’s requests. The County Treasurer will coordinate with US Bank to convert a portion of the US Bank CD to a cash basis before June 30, 2015.

Section II – Financial Statement Findings (continued)

FS 2014-001 Internal Controls over Airport Operations – Other Matters

Condition: During our testwork over the Angel Fire Airport, we noted the following:

- The County does not perform a periodic or year end inventory count in order to verify the accuracy of the OPW electronic tracking system.
- In one out of the four disbursements tested over the Airport Improvement Program, the related reconciliation was not completed in a timely fashion.

Criteria: The COSO Internal Control Integrated Framework consists of five critical elements that must be present in carrying out the achievement objectives of an organization. These elements are known as the control environment, risk assessment, control activities, information and communication and monitoring. With these elements in place, the County can maximize its potential for achieving its performance targets and reduce the risk of loss of resources.

Effect: Without all of the five elements of the COSO Internal Control Integrated Framework present, the County is exposing itself to the risk of misappropriation of assets.

Cause: The County has not properly conducted an inventory count at year end. The County also overlooked the timely preparation of the reconciliation.

Auditors' Recommendations: We recommend the County perform year end and periodic counts of the fuel inventory as well as implement a system of internal controls in order to verify that all reconciliations are prepared and reviewed timely.

Agency's Response: The County will conduct a physical inventory of aviation fuel on a quarterly basis and at fiscal year end for comparison with the OPW electronic tracking system to verify consistencies in readings. The County will also develop internal controls to ensure monthly reconciliations of Angel Fire Airport transactions are completed on a timely basis.

Section II – Financial Statement Findings (continued)

FS 2014-002 Public Money Distribution – Other Matters

Condition: During our testwork, we noted that the County has not deposited funds at all depositories within their respective County.

Criteria: Section 6-10-36 NMSA 1978 requires that public money placed in interest-bearing deposits in banks and savings and loan associations shall be equitably distributed among all banks and savings and loans associations having their main or staffed branch offices within the geographical boundaries of the governmental unit.

Effect: The County is not in compliance with the Public Money Distribution requirement of the Public Money Act.

Cause: There is a new bank with a staffed branch office in the County's geographical boundary in which the County has not attempted to deposit funds.

Auditors' Recommendations: We recommend that the County attempt to deposit funds with the new bank and implement controls in order to verify that the County has complied with depositing funds into banks within the geographical boundaries.

Agency's Response: The County Treasurer will implement controls to verify compliance with the Public Money Distribution requirements, and the new bank will receive interest-bearing deposits. The deposits will be made in the best interest of the County.

Section II – Financial Statement Findings (continued)

FS 2014-003 Cash Appropriation in Excess of Available Cash Balance – Other Matters

Condition: The County rebudgeted “cash balances” in excess of available in the following fund:

	Designated Cash	Beginning Year Cash & AR Available	Cash Apppriation in Excess of Available Balance
	<u>\$</u>	<u>\$</u>	<u>\$</u>
Angel Fire Operations Special Revenue Fund	34,575	30,942	(3,633)

Criteria: Section 2.2.2.10 (O) (1), NMAC, requires that cash balances rebudgeted to make up for deficit budgeted revenues that do not cover the budgeted expenditures cannot exceed the actual cash balances available at the end of the prior year.

Effect: The effect of a budget with inadequate designated cash available to cover the excess of budgeted expenditures over budgeted revenue could result in the County incurrant debt to pay for current year budgeted expenditures which would result in noncompliance with the Bateman Act.

Cause: The County adjusted their budgeted revenues and expenditures at the end of the fiscal year, however they did not adjust all expenditures line items to reduce expected expenses below the available cash balance.

Auditors’ Recommendations: We recommend the County review available cash balances with preparing budget adjustments in order to verify that every fund has sufficient cash to cover budgeted expenditures in excess of revenues.

Agency’s Response: The County will exercise greater caution when calculating budget adjustments to ensure each fund has sufficient cash to cover budgeted expenditures in excess of revenues.

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Section III – Federal Award Findings

None Noted

Section IV – Prior Year Audit Findings

FS 2006-004 (FS 06-04) – Property Tax Schedule not Included – Repeated

FS 06-06 – Deficiencies in Internal Control Structure Design – Resolved

FS 2009 (FS 09-03) – Pledged Collateral – Repeated/Modified

FS 10-02 – Travel and Per Diem – Resolved

FS 12-03 – Stale Dated Checks – Resolved

FS 2013-001 – Bids – Resolved

FS 2013-002 – Preparation of Accounts Receivable – Resolved

FS 2013-003 – Capital Asses and Related Debt – Resolved

FS 2013-004 – Late Filing of Taxes with IRS – Resolved

STATE OF NEW MEXICO

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Other Disclosures
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OTHER DISCLOSURES

Exit Conference

An exit conference was held in closed session on November 12, 2014. In attendance were the following:

Representing Colfax County:

Patricia Gonzales, County Manager
Cheryl Navarette, Assistant County Manager
Kathy Trujillo, County Treasurer
Lydia Garcia, Deputy County Treasurer
Jim Maldonado, County Commissioner – Chairman
William E. Sauble, County Commissioner – Vice Chairman
James L. Newton, County Commissioner

Representing Accounting & Consulting Group, LLP:

Alan D. Bowers, Jr., CPA

Auditor Prepared Financial Statements

Accounting and Consulting Group, LLP prepared the GAAP-basis financial statements and footnotes of Colfax County from the original books and records provided to them by the management of the County. The responsibility for the financial statements remains with the County.