



Colfax County Courthouse- Photo Courtesy of www.co.colfax.nm.us



Springer Museum- Photo Courtesy of www.co.colfax.nm.us

State of New Mexico
Colfax County
Annual Financial Report
For the Year Ended
June 30, 2015



Cimarron Canyon- Photo Courtesy of www.co.colfax.nm.us

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INTRODUCTORY SECTION

STATE OF NEW MEXICO

Colfax County

Table of Contents

June 30, 2015

	<u>Exhibit</u>	<u>Page</u>
INTRODUCTORY SECTION		
Table of Contents		4-5
Official Roster		7
FINANCIAL SECTION		
Independent Auditors' Report		10-11
Management's Discussion and Analysis		13-19
BASIC FINANCIAL STATEMENTS		
Government-wide Financial Statements:		
Statement of Net Position	A-1	22-23
Statement of Activities	A-2	25
Fund Financial Statements:		
Balance Sheet – Governmental Funds	B-1	26-27
Reconciliation of the Balance Sheet to the Statement of Net Position		29
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	B-2	30-31
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities		33
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual – General Fund	C-1	35
Statement of Fiduciary Assets and Liabilities – Agency Funds	D-1	37
NOTES TO FINANCIAL STATEMENTS		38-64
REQUIRED SUPPLEMENTARY INFORMATION	<u>Schedule</u>	
Schedule of the County's Proportionate Share of Net Pension Liability of PERA Fund Municipal General Division	I	66
Schedule of the County's Proportionate Share of Net Pension Liability of PERA Fund Municipal Police Division	I	67
Schedule of Colfax County's Contributions – PERA Fund Municipal General Fund	II	68
Schedule of Colfax County's Contributions – PERA Fund Municipal Police Fund	II	69
Notes to Required Supplementary Information		70
SUPPLEMENTARY INFORMATION	<u>Statement</u>	
Nonmajor Fund Descriptions		75-77
COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES		
Combining Balance Sheet – Nonmajor Governmental Funds	A-1	78-85
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds	A-2	86-93
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual:		
Corrections Special Revenue Fund	B-1	95
Environmental Gross Receipts Tax Special Revenue Fund	B-2	96
Property Valuation Special Revenue Fund	B-3	97
Road Special Revenue Fund	B-4	98
Farm and Range Special Revenue Fund	B-5	99
Fire Protection Special Revenue Fund	B-6	100
Wild Land Suppression Special Revenue Fund	B-7	101
Law Enforcement Special Revenue Fund	B-8	102
Recreation Special Revenue Fund	B-9	103
YES Program Special Revenue Fund	B-10	104
Maternal and Child Healthcare Special Revenue Fund	B-11	105

STATE OF NEW MEXICO

Colfax County

Table of Contents

June 30, 2015

	<u>Statement</u>	<u>Page</u>
COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES		
(CONTINUED)		
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual:		
NM Transportation Grants Special Revenue Fund	B-12	106
WIPP Special Revenue Fund	B-13	107
Indigent Care Special Revenue Fund	B-14	108
Fire Excise Tax Special Revenue Fund	B-15	109
DWI Program Special Revenue Fund	B-16	110
Clerk’s Equipment Special Revenue Fund	B-17	111
CCDC Special Funds Special Revenue Fund	B-18	112
Federal Forfeitures Special Revenue Fund	B-19	113
Health Care Interest Special Revenue Fund	B-20	114
Solid Waste Special Revenue Fund	B-21	115
Angel Fire Operations Special Revenue Fund	B-22	116
Judicial Bond Center Payment Debt Service Fund	B-23	117
Judicial Center Bond Reserve Debt Service Fund	B-24	118
NMFA Debt Funds Debt Service Fund	B-25	119
Courthouse Renovation Capital Projects Fund	B-26	120
Capital Improvements Capital Projects Fund	B-27	121
Vigil Moldanado Detention Center Improvements Capital Projects Fund	B-28	122
Angel Fire Airport Improvement Capital Projects Fund	B-29	123
FAA Angel Fire Airport Grant Capital Project Fund	B-30	124
Angel Fire Road Levy Capital Projects Fund	B-31	125
2015 Hold Harmless Gross Receipts Tax Revenue Bond Debt Service Fund	B-32	126
Health Care Permanent Fund	B-33	127
<u>Schedule</u>		
SUPPORTING SCHEDULES		
Schedule of Collateral Pledged by Depository for Public Funds	III	131
Schedule of Deposit and Investment Accounts	IV	132-133
Tax Roll Reconciliation – Changes in Property Taxes Receivable	V	134
Schedule of Changes in Fiduciary Assets and Liabilities –Agency Funds	VI	135
Schedule of Vendor Information for Purchases Exceeding \$60,000 (excluding GRT)	VII	136-137
COMPLIANCE SECTION		
Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>		140-141
Schedule of Findings and Responses	VIII	142-148
OTHER DISCLOSURES		
		149

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STATE OF NEW MEXICO

Colfax County

Official Roster

June 30, 2015

<u>Name</u>	<u>Elected Officials</u>	<u>Title</u>
William E. Sauble		County Commissioner - Chairman
James L. Newton		County Commissioner – Vice Chairman
Roy Fernandez		County Commissioner
Freda Baca		County Clerk
Kathy Trujillo		County Treasurer
Linda Gallegos		County Assessor
Rick Sinclair		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

Timothy Keller
New Mexico State Auditor
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, 2015, 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 debt service 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, 2015 as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

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, 2015, 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, 2015, and the respective changes in financial position thereof and the respective budgetary comparisons for the major debt service 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 13 through 19 and Schedules I and II, and the Notes to the Required Supplementary Information on pages 66 through 70, respectively, 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 *Supporting Schedules III through VI 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 *Supporting Schedules III through VI 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 *Supporting Schedules III through VI 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 and Schedule VII have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 26, 2015 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
October 26, 2015

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STATE OF NEW MEXICO
Colfax County
Management's Discussion and Analysis
June 30, 2015

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, 2015. 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 and deferred outflows of Colfax County exceeded its liabilities and deferred inflows at the close of the most recent fiscal year by \$28,836,979 (*net position*). Of this amount, \$994,972 (*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 (\$128,013). The decrease is primarily due to an decrease in capital grants and contributions as compared to fiscal year 2014.
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$2,898,464 or 54 percent of total general fund expenditures.
- Deferred outflows of resources of \$298,778 related to employer contributions subsequent to the measurement date, deferred inflows of resources of \$1,170,065, and a net pension liability of \$2,882,141 related to a pension plan are reported in the Statement of Net Position at June 30, 2015. These items are the result of the implementation of GASB 68 and GASB 71 relating to the County's proportionate share of the Public Employees Retirement Association, a multiple employer cost sharing defined benefit pension plan.

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, deferred outflows of resources, liabilities, and deferred inflows of resources 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, earned but unused vacation leave, and PERA contributions subsequent to the measurement date).

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.

STATE OF NEW MEXICO
Colfax County
Management's Discussion and Analysis
June 30, 2015

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-four 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 2015 Hold Harmless Gross Receipts Tax Revenue Bond 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 2015 Hold Harmless Gross Receipts Tax Revenue Bond 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 38-64 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 78-127 of this report.

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 and deferred outflows exceeded liabilities and deferred inflows by \$28,836,979 and \$32,880,099 at the close of the fiscal years ended June 30, 2015 and June 30, 2014, respectively. The County's expenditures exceeded revenues during the year in the amount of \$128,013. This is primarily due to a decrease in the capital grants received in the current year.

The County implemented GASB 68, which required the County to recognize its proportionate share of the PERA pension plan. Additional information regarding the impact of this change is reflected in Note 9 of the financial statements. The resulting Net Pension Liability along with the issuance of Series 2015 Gross Receipts Tax Revenue Bonds caused total liabilities and deferred inflows to increase significantly. There was also a significant increase in assets and deferred outflows as compared to the prior year.

STATE OF NEW MEXICO
Colfax County
Management's Discussion and Analysis
June 30, 2015

This is attributed to the cash received from the Series 2015 Revenue Bonds issued, and the deferred outflows of resources resulting from the implementation of GASB 68.

A large portion of the County's net position (42 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 (\$5,065,459) 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* (\$994,972) 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, 2015.

	<u>Governmental Activities</u>	
	<u>2015</u>	<u>2014</u>
Current and other assets	\$ 17,536,332	\$ 10,995,856
Capital assets	26,864,600	27,120,525
Deferred outflows of resources	298,778	-
Total assets and deferred outflows of resources	\$ 44,699,710	\$ 38,116,381
Current Liabilities	\$ 1,026,013	\$ 619,533
Non-current liabilities	13,666,653	4,616,749
Deferred inflows of resources	1,170,065	-
Total liabilities and deferred inflows of resources	15,862,731	5,236,282
Net position:		
Net investment in capital assets	22,776,548	22,468,576
Restricted for:		
Debt service	247,775	46,165
Capital projects	306,809	841,183
Other purposes - special revenue	2,784,161	3,312,919
Permanent health care	1,726,714	1,727,137
Unrestricted	994,972	4,484,119
Total net position	28,836,979	32,880,099
Total liabilities, deferred inflows of resources, and net position	\$ 44,699,710	\$ 38,116,381

STATE OF NEW MEXICO
Colfax County
Management's Discussion and Analysis
June 30, 2015

Changes in Net Position

The County's total revenues of \$10,682,762 and program expenses of \$10,810,775 resulted in a change in net position of (\$128,013). The County incurred a decrease 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, 2015 and June 30, 2014.

	<u>Governmental Activities</u>	
	<u>2015</u>	<u>2014</u>
Program revenues:		
Charges for service	\$ 619,056	\$ 536,650
Operating grants and contributions	1,816,511	1,509,615
Capital grants and contributions	238,544	1,579,636
General revenues:		
Taxes		
Property, levied for general purposes	5,259,814	5,203,251
Gross receipts	1,597,553	984,745
Gasoline and motor vehicle	893,360	1,020,435
Other	15,189	
Payment in lieu of taxes	144,623	158,022
Investment Income	80,040	52,503
(Loss) on sale of assets	-	(14,860)
Miscellaneous Income	18,072	23,049
	<u>10,682,762</u>	<u>11,053,046</u>
Program expenses:		
General Government	4,427,913	4,022,997
Public Safety	2,658,599	3,179,960
Public Works	2,640,140	2,082,513
Culture and Recreation	204,163	201,495
Health and Welfare	582,831	719,083
Interest on Long Term Debt	297,129	225,544
	<u>10,810,775</u>	<u>10,431,592</u>
Change in net position	<u>\$ (128,013)</u>	<u>\$ 621,454</u>

STATE OF NEW MEXICO
Colfax County
Management's Discussion and Analysis
June 30, 2015

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 \$16,368,714, an increase of \$6,309,377 in comparison with the prior year. Approximately 18 percent of this total amount, \$2,898,464, constitutes *unassigned fund balance*, which is available for spending at the government's discretion, while approximately 81 percent of this total amount, \$13,349,182 is *restricted* or committed for specific purposes, and about one percent of this total amount, \$121,068, 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 \$2,898,464, while total fund balance was \$4,302,381. 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 54 percent of total General Fund expenditures, while total fund balance represents 81 percent of that same amount. Fund balance of Colfax County's General Fund increased by \$17,462 during the current fiscal year. The increase is due to an increase in gross receipts tax revenues collected in the current year.

The 2015 Hold Harmless Gross Receipts Tax Fund has total fund balance of \$6,391,337 which is primarily made up of bond proceeds committed to capital improvement projects.

The Health Care Permanent Fund has a total fund balance of \$1,726,137. 100 percent is *restricted* for a permanent endowment. The net decrease in fund balance during the current year in the Health Care Permanent Fund was \$423. This decrease is due to an investment loss 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, 2015. 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.

STATE OF NEW MEXICO
Colfax County
Management's Discussion and Analysis
June 30, 2015

Fund Expenditure Budget Performance

	<u>Final Budget</u>	<u>Actual on Cash (Budgetary) Basis</u>	<u>Favorable (Unfavorable) Variance</u>
General Fund	\$ 5,597,561	\$ 5,311,216	\$ 286,345
2015 Hold Harmless Gros Receipts Tax Revenue Bond	125,000	123,843	1,157
Health Care Permanent Fund	-	-	-
Other Governmental Funds	<u>6,778,927</u>	<u>5,291,517</u>	<u>1,487,410</u>
 Total for Governmental Funds	 <u>\$ 12,501,488</u>	 <u>\$ 10,726,576</u>	 <u>\$ 1,774,912</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, 2015, amounts to \$26,864,600 (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, 2015 and June 30, 2014.

**Colfax County's Capital Assets, Net of Depreciation
June 30, 2015**

	<u>Governmental Activities</u>	
	<u>2015</u>	<u>2014</u>
Land	\$ 1,519,275	\$ 1,519,275
Constuction in progress	172,294	2,516,156
Improvements	1,595,375	1,580,737
Buildings	14,858,574	14,089,715
Infrastructure	28,579,987	26,247,138
Machinery and equipment	653,005	510,179
Vehicles	<u>7,756,719</u>	<u>7,033,399</u>
 Total capital assets	 <u>55,135,229</u>	 <u>53,496,599</u>
 Less: accumulated depreciation	 <u>(28,270,629)</u>	 <u>(26,376,074)</u>
 Total capital assets, net of accumulated depreciation	 <u>\$ 26,864,600</u>	 <u>\$ 27,120,525</u>

The County recognized \$1,894,555 in depreciation expense during the year. Additional information on Colfax County's capital assets can be found in note 6 of the financial statements.

The County has several commitments to construction companies at June 30, 2015. Additional information on Colfax County's commitments can be found in note 15 of the financial statements.

STATE OF NEW MEXICO
Colfax County
Management's Discussion and Analysis
June 30, 2015

Long-term debt

At June 30, 2015, Colfax County had loans outstanding of \$1,084,389, secured by pledged recurring fire fund appropriations and total gross receipt revenue bonds outstanding of \$9,395,000, secured by pledged gross receipts taxes.

**Colfax County's Outstanding Debt
June 30, 2015**

	<u>Governmental Activities</u>	
	2015	2014
NMFA Loans	\$ 1,084,389	\$ 1,192,085
Revenue Bonds	9,395,000	3,385,000
Compensated Absences	<u>379,186</u>	<u>415,252</u>
 Total outstanding debt	 <u>\$ 10,858,575</u>	 <u>\$ 4,992,337</u>

The County made principal payments towards loans in the amount of \$107,696 for the year ended June 30, 2015. The County reduced bonds payable by their principal payment of \$130,000. 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 2015 fiscal year.

During the current fiscal year, fund balance in the General Fund increased to \$4,302,381, up \$17,462 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 2016 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.

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**BASIC
FINANCIAL STATEMENTS**

STATE OF NEW MEXICO

Colfax County

Statement of Net Position

June 30, 2015

	<u>Governmental Activities</u>
Assets	
Current assets	
Cash and cash equivalents	\$ 5,580,638
Investments	1,749,988
Receivables:	
Property taxes	827,380
Other taxes	446,784
Other receivables, net of allowance	468,477
Inventory	35,130
Prepaid expenses	85,938
Total current assets	<u>9,194,335</u>
Noncurrent assets	
Restricted cash and cash equivalents	8,211,701
Bond discount, net of accumulated amortization of \$53,654	130,296
Capital assets	55,135,229
Less: accumulated depreciation	<u>(28,270,629)</u>
Total noncurrent assets	<u>35,206,597</u>
Total assets	<u>44,400,932</u>
Deferred outflows of resources	
Employer contributions subsequent to the measurement date	<u>298,778</u>
Total deferred outflows of resources	<u>298,778</u>
Total Assets and deferred outflows of resources	<u>\$ 44,699,710</u>

The accompanying notes are an integral part of these financial statements

	Governmental Activities
Liabilities	
Current liabilities	
Accounts payable	\$ 335,243
Accrued interest	142,664
Current portion of accrued compensated absences	301,351
Current portion of long-term debt	246,755
Total current liabilities	<u>1,026,013</u>
Noncurrent liabilities	
Noncurrent portion of accrued compensated absences	77,835
Loans payable	972,634
Bonds payable	9,260,000
Bond premium, net of accumulated amortization of \$10,086	474,043
Net pension liability	2,882,141
Total noncurrent liabilities	<u>13,666,653</u>
Total liabilities	<u>14,692,666</u>
Deferred inflows of resources	
Change in experience	55,341
Net difference between projected and actual investment earnings	1,114,724
Total deferred inflows of resources	<u>1,170,065</u>
Net Position	
Net investment in capital assets	22,776,548
Restricted for:	
Debt service	247,775
Capital projects	306,809
Other purposes - special revenue	2,784,161
Permanent health care	1,726,714
Unrestricted	994,972
Total net position	<u>28,836,979</u>
Total liabilities, deferred inflows of resources, and net position	<u><u>\$ 44,699,710</u></u>

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STATE OF NEW MEXICO
Colfax County
Statement of Activities
For the Year Ended June 30, 2015

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	\$ 4,427,913	\$ 128,585	\$ 7,854	\$ -	\$ (4,291,474)
Public safety	2,658,599	52,755	1,373,753	-	(1,232,091)
Public works	2,640,140	437,710	419,027	238,544	(1,544,859)
Culture and recreation	204,163	6	-	-	(204,157)
Health and welfare	582,831	-	15,877	-	(566,954)
Interest on long-term debt	297,129	-	-	-	(297,129)
<i>Total governmental activities</i>	\$ 10,810,775	\$ 619,056	\$ 1,816,511	\$ 238,544	(8,136,664)

General Revenues:

Taxes:	
Property taxes - levied for general purposes	5,259,814
Gross receipts	1,597,553
Gasoline and motor vehicle	893,360
Other	15,189
Payment in lieu of taxes	144,623
Investment income	80,040
Miscellaneous income	18,072
	8,008,651
Total general revenues	8,008,651
Change in net position	(128,013)
Net position - beginning, as originally stated	32,880,099
Net position - restatement (note 10)	(3,915,107)
Net position - beginning, as restated	28,964,992
Net position - ending	\$ 28,836,979

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Colfax County

Balance Sheet

Governmental Funds

June 30, 2015

	<u>General Fund</u>	<u>2015 Hold Harmless GRT Revenue Bond Debt Service Fund</u>	<u>Health Care Permanent Fund</u>
Assets			
Cash and cash equivalents	\$ 2,985,679	\$ 6,391,337	\$ 1,726,714
Investments	976,924	-	-
Receivables:			
Property taxes	796,537	-	-
Other taxes	218,281	-	-
Other receivables, net of allowance	12,732	-	-
Inventory	-	-	-
Prepaid expenses	70,711	-	-
<i>Total assets</i>	<u>\$ 5,060,864</u>	<u>\$ 6,391,337</u>	<u>\$ 1,726,714</u>
Liabilities, deferred inflows of resources, and fund balances			
<i>Liabilities</i>			
Accounts payable	<u>\$ 82,576</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Total liabilities</i>	<u>82,576</u>	<u>-</u>	<u>-</u>
<i>Deferred inflows of resources</i>			
Unavailable revenue			
Property taxes	<u>675,907</u>	<u>-</u>	<u>-</u>
<i>Total deferred inflows of resources</i>	<u>675,907</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>			
Nonspendable			
Inventory	-	-	-
Prepaid expenses	70,711	-	-
Spendable			
Restricted for:			
Permanently endowed	-	-	1,726,714
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	-	6,391,337	-
Angel Fire airport	-	-	-
Minimum fund balance	1,333,206	-	-
Unassigned	<u>2,898,464</u>	<u>-</u>	<u>-</u>
<i>Total fund balances</i>	<u>4,302,381</u>	<u>6,391,337</u>	<u>1,726,714</u>
<i>Total liabilities, deferred inflows of resources, and fund balances</i>	<u>\$ 5,060,864</u>	<u>\$ 6,391,337</u>	<u>\$ 1,726,714</u>

The accompanying notes are an integral part of these financial statements

Other Governmental Funds	Total
\$ 2,688,609	\$ 13,792,339
773,064	1,749,988
30,843	827,380
228,503	446,784
455,745	468,477
35,130	35,130
15,227	85,938
<u>\$ 4,227,121</u>	<u>\$ 17,406,036</u>
<u>\$ 252,667</u>	<u>\$ 335,243</u>
<u>252,667</u>	<u>335,243</u>
<u>26,172</u>	<u>702,079</u>
<u>26,172</u>	<u>702,079</u>
35,130	35,130
15,227	85,938
-	1,726,714
649,642	649,642
129,745	129,745
872,302	872,302
84,246	84,246
363,429	363,429
321,004	321,004
183,050	183,050
31,382	31,382
6,210	6,210
154,355	154,355
8,663	8,663
623	623
172,114	172,114
110,814	110,814
64,436	64,436
719,772	7,111,109
26,138	26,138
-	1,333,206
-	2,898,464
<u>3,948,282</u>	<u>16,368,714</u>
<u>\$ 4,227,121</u>	<u>\$ 17,406,036</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, 2015

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	\$	16,368,714
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds		26,864,600
Bond discounts and premiums are not current financial resources and, therefore, are not reported in the funds:		
Bond discount, net of accumulated amortization		130,296
Bond premium, net of accumulated amortization		(474,043)
Deferred outflows and inflows of resources related to pensions are applicable to future periods and therefore, are not reported in funds		
Deferred outflows of resources related to employer contribution subsequent to measurement date		298,778
Deferred inflows of resources related to actuarial experience		(55,341)
Deferred inflows of resources related to investment experience		(1,114,724)
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		702,079
Interest on long-term debt is not accrued in the fund financial statements unless it is due and payable		
Accrued interest		(142,664)
Some liabilities, including compensated absences, bonds and notes payable, and net pension liability are not due and payable in the current period and, therefore, are not reported in the funds		
Accrued compensated absences		(379,186)
Loans payable		(1,084,389)
Bonds payable		(9,395,000)
Net pension liability		(2,882,141)
Net position - governmental activities	<u>\$</u>	<u>28,836,979</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Colfax County
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2015

	General Fund	2015 Hold Harmless GRT Revenue Bond Debt Service Fund	Health Care Permanent Fund
<i>Revenues:</i>			
Taxes:			
Property	\$ 5,028,331	\$ -	\$ -
Gross receipts	443,355	-	-
Gasoline and motor vehicle	579,724	-	-
Other	-	-	-
Intergovernmental:			
Federal operating grants	-	-	-
Federal capital grants	-	-	-
State operating grants	7,436	-	-
State capital grants	-	-	-
Payment in lieu of taxes	144,623	-	-
Charges for services	127,928	-	-
Investment income (loss)	58,417	16,051	(423)
Miscellaneous	14,472	-	-
<i>Total Revenues</i>	6,404,286	16,051	(423)
<i>Expenditures:</i>			
Current:			
General government	3,268,697	-	-
Public safety	1,714,965	-	-
Public works	6,000	-	-
Culture and recreation	204,163	-	-
Health and welfare	138,999	-	-
Capital outlay	-	-	-
Debt service:			
Principal	-	-	-
Interest	-	-	-
Issuance costs	-	123,843	-
<i>Total Expenditures</i>	5,332,824	123,843	-
<i>Excess (deficiency) of revenues over expenditures</i>	1,071,462	(107,792)	(423)
<i>Other financing sources (uses)</i>			
Bond proceeds	-	6,140,000	-
Bond premium	-	484,129	-
Transfers in	-	125,000	-
Transfers (out)	(1,054,000)	(250,000)	-
<i>Total other financing sources (uses)</i>	(1,054,000)	6,499,129	-
<i>Net change in fund balance</i>	17,462	6,391,337	(423)
<i>Fund balance - beginning of year</i>	4,284,919	-	1,727,137
<i>Fund balance - end of year</i>	\$ 4,302,381	\$ 6,391,337	\$ 1,726,714

The accompanying notes are an integral part of these financial statements

Other Governmental Funds	Total
\$ 151,031	\$ 5,179,362
1,154,198	1,597,553
313,636	893,360
15,189	15,189
261,036	261,036
20,515	20,515
1,548,039	1,555,475
218,029	218,029
-	144,623
491,128	619,056
5,995	80,040
3,600	18,072
4,182,396	10,602,310
246,774	3,515,471
1,114,938	2,829,903
1,564,711	1,570,711
-	204,163
443,832	582,831
1,638,630	1,638,630
237,696	237,696
213,814	213,814
-	123,843
5,460,395	10,917,062
(1,277,999)	(314,752)
-	6,140,000
-	484,129
1,721,019	1,846,019
(542,019)	(1,846,019)
1,179,000	6,624,129
(98,999)	6,309,377
4,047,281	10,059,337
\$ 3,948,282	\$ 16,368,714

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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, 2015

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

Net change in fund balances - total governmental funds	\$	6,309,377
<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		1,638,630
Depreciation expense		(1,894,555)
<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		80,452
<p>Governmental funds report county pension contributions as expenditures. However in the Statement of Activities, the cost of pension benefits earned net of employee contributions is reported as pension expense</p>		
County pension contribution		298,778
Pension expense		(137,099)
<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		36,066
Increase in accrued interest payable		(74,117)
<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)
Bond premium		(484,129)
Amortization of bond premium		10,086
Bond proceeds		(6,140,000)
Principal payments on loans payable		107,696
Principal payments on bonds payable		130,000
		130,000
Change in net position of governmental activities	\$	(128,013)

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, 2015

	Budgeted Amounts		Actual	Variences
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ 4,946,630	\$ 4,946,630	\$ 5,019,337	\$ 72,707
Gross receipts	-	300,000	281,015	(18,985)
Gasoline and motor vehicle	543,241	543,241	636,881	93,640
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	63,500	63,500	21,270	(42,230)
State capital grants	-	-	-	-
Payment in lieu of taxes	100,000	100,000	144,623	44,623
Charges for services	128,840	128,840	125,383	(3,457)
Investment income (loss)	33,000	33,000	54,776	21,776
Miscellaneous	11,000	11,000	18,244	7,244
<i>Total revenues</i>	<u>5,826,211</u>	<u>6,126,211</u>	<u>6,301,529</u>	<u>175,318</u>
<i>Expenditures:</i>				
Current:				
General government	3,216,539	3,353,039	3,241,081	111,958
Public safety	1,891,928	1,891,928	1,712,842	179,086
Public works	6,000	6,000	6,000	-
Culture and recreation	207,594	207,594	210,239	(2,645)
Health and welfare	139,000	139,000	141,054	(2,054)
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>5,461,061</u>	<u>5,597,561</u>	<u>5,311,216</u>	<u>286,345</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>365,150</u>	<u>528,650</u>	<u>990,313</u>	<u>461,663</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	813,811	889,311	-	(889,311)
Transfers in	530,000	380,000	-	(380,000)
Transfers (out)	(1,708,961)	(1,797,961)	(1,054,000)	743,961
<i>Total other financing sources (uses)</i>	<u>(365,150)</u>	<u>(528,650)</u>	<u>(1,054,000)</u>	<u>(525,350)</u>
<i>Net change in fund balances</i>	-	-	(63,687)	(63,687)
<i>Fund balance - beginning of year</i>	-	-	4,026,290	4,026,290
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,962,603</u>	<u>\$ 3,962,603</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (63,687)
Adjustments to revenues for property taxes, gasoline and motor vehicle taxes, and state grant revenues				102,757
Adjustments to expenditures for prepaid insurance, utilities, and professional services expenses				(21,608)
Net change in fund balance (GAAP)				<u>\$ 17,462</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, 2015

Exhibit D-1

Assets

Cash and cash equivalents	\$ 1,013,625
Property taxes receivable	3,560,960
Other taxes receivable	<u>82,784</u>

Total assets

\$ 4,657,369

Liabilities

Deposits held for others	\$ 1,013,625
Due to other taxing entities	<u>3,643,744</u>

Total liabilities

\$ 4,657,369

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2015

NOTE 1. Summary of Significant Accounting Policies

Colfax County (“the 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, 2015, the County adopted GASB Statements No. 68, *Accounting and Financial Reporting for Pensions – an Amendment of GASB Statement No. 27* (“GASB 68”), and No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an Amendment of GASB Statement No. 68* (“GASB 71”). These two Statements are required to be implemented at the same time. GASB 68 addresses accounting and financial reporting for pensions that are provided to the employees of state and local governments through pension plans that are administered through trusts that have the following characteristics:

- Contributions from employers and nonemployer contributing entities to the pension plan and earnings on those contributions are irrevocable.
- Pension plan assets are dedicated to providing pensions to plan members in accordance with the benefit terms.
- Pension plan assets are legally protected from the creditors of employers, nonemployer contributing entities, and the pension plan administrator. If the plan is a defined benefit plan, plan assets are also legally protected from creditors of the plan members.

GASB 68 establishes standards for measuring and recognizing liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures related to pensions. For defined benefit pensions, this Statement identifies the methods and assumptions that should be used to project benefit payments, discount projected benefit payments to their actuarial present value, and attribute that present value to periods of employee service. As a result of the implementation of GASB 68, the government recognized a net pension liability (“NPL”) measured as of a date no later than the end of its prior fiscal year. If the government employer makes a contribution to the pension plan subsequent to the measurement date, but prior to the end of the current fiscal year, GASB 68 requires the government to recognize that contribution as a deferred outflow of resources. In addition, GASB 68 requires the recognition of deferred outflows of resources and deferred inflows of resources for changes in the NPL that arise from other types of events, but does not require the government to recognize beginning deferred outflows of resources or deferred inflows of resources if the amounts are not practical to estimate.

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2015

NOTE 1. Summary of Significant Accounting Policies (continued)

At transition to Statement 68, Statement 71 requires the employer or nonemployer contributing entity to recognize a beginning deferred outflow of resources for its pension contributions made subsequent to the measurement date of the beginning net pension liability, but before the start of the government's fiscal year, thus avoiding possible understatement of an employer or nonemployer contributing entity's beginning net position and expense in the initial period of implementation. This pronouncement has materially impacted the financial statements and additional disclosures are included in the notes to the financial statements to highlight the effects.

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.

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.

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2015

NOTE 1. Summary of Significant Accounting Policies (continued)

B. Government-wide and fund financial statements (continued)

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.

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.

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2015

NOTE 1. Summary of Significant Accounting Policies (continued)

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

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 *2015 Hold Harmless Gross Receipts Tax (HHGRT) Debt Service Fund* accounts for both bond proceeds received from the 2015 Hold Harmless GRT Revenue Bond Series and future debt service payments. Authority for establishment of this fund is by Colfax County Commission.

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, Deferred Outflows of Resources, 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.

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2015

NOTE 1. Summary of Significant Accounting Policies (continued)

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

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 solid waste fees are recorded as revenue when billed net of estimated refund and uncollectable accounts. Uncollectible accounts are estimated based on prior year collections. Delinquent property taxes are recorded as revenue when levied net of estimated refunds and uncollectable amounts. Property taxes are considered to be 100% collectible.

Property taxes are levied on November 1st based on the assessed value of property as listed on the previous January 1st 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, materials, and fuel. 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.

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2015

NOTE 1. Summary of Significant Accounting Policies (continued)

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

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). Additionally, the County has elected to include infrastructure assets retroactive to 1980.

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.

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

Deferred Outflows of Resources

In addition to assets, the Statement of Net Position reports a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a use of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense) until that time. The County has only one type of item that qualifies for reporting in this category. Employer pension contributions after the measurement date of June 30, 2014 are recognized as a deferred outflow at June 30, 2015 and accounted for as a direct reduction of the Net Pension Liability in the subsequent measurement period. The County has recorded \$298,778 related to contributions subsequent to the measurement date.

Accrued Expenses

Accrued expenses are comprised of the payroll expenditures based on amounts earned by the employees through June 30, 2015, along with applicable FICA and Medicare payable. As of June 30, 2015, the County had no accrued expenses.

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.

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2015

NOTE 1. Summary of Significant Accounting Policies (continued)

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

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 corresponding 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 \$702,079 related to property taxes considered “unavailable.”

The County also has two types of deferred inflows, which arise due to the implementation of GASB 68 and the related net pension liability. Accordingly, the deferred inflows, net difference between projected and actual earnings and change in assumptions, are reported on the Statement of Net Position. Deferred inflow amounts related to the net difference between expected and actual investment earnings are amortized into pension expense over a five-year period. Deferred inflows related to changes in assumptions are amortized into pension expense over the average remaining service life of the employee participants. The County has recorded \$55,341 related to change in assumptions and \$1,114,724 related to the net difference between expected and actual investment earnings.

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the New Mexico Public Employees Retirement Association (PERA) and additions to/deductions from PERA’s fiduciary net position have been determined on the same basis as they are reported by PERA, on the economic resources measurement focus and accrual basis of accounting. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

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, 2015

NOTE 1. Summary of Significant Accounting Policies (continued)

- D. *Assets, Deferred Outflows of Resources, 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, 2015, the nonspendable fund balance is made up of inventory and prepaid insurance expenditures in the amount of \$121,068 that is not in spendable form.

Restricted and Committed Fund Balance

At June 30, 2015, the County has presented restricted fund balance on the governmental funds balance sheet in the amount of \$4,147,082 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 \$7,868,894 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 26-27.

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 \$1,333,206.

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2015

NOTE 1. Summary of Significant Accounting Policies (continued)

D. Assets, Deferred Outflows of Resources, 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. The County includes unspent debt proceeds of \$6,391,337 in the calculation of net investment in capital 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 41 and 75-77.
- 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 1st 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, 2015

NOTE 2. Stewardship, Compliance and Accountability (continued)

	Excess (deficiency) of revenues over expenditures	
	Original Budget	Final Budget
Budgeted Funds:		
General Fund	\$ 365,150	\$ 528,650
2015 Hold Harmless Gross Receipts Bond Debt Service Fund	\$ -	\$ (113,000)
Health Care Permanent Fund	\$ -	\$ -
Other Governmental Funds	\$ (2,703,516)	\$ (2,949,819)

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, 2015 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, 2015.

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.

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, 2015, \$14,605,581 of the County’s \$17,105,581 of deposits was exposed to custodial credit risk. \$14,181,943 was uninsured and collateralized by collateral held by the pledging bank’s trust department, not in the County’s name and \$423,638 was uninsured and uncollateralized.

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2015

NOTE 3. Deposits and Investments (continued)

	American Express Bank	BMW Bank	Citi Bank	Discover Bank
Amount of Deposits	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000
FDIC Coverage	<u>(250,000)</u>	<u>(250,000)</u>	<u>(250,000)</u>	<u>(250,000)</u>
Total uninsured public funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Collateralized by securities held by pledging institutions or by its trust department or agent in other than the County's name	-	-	-	-
Uninsured and uncollateralized	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Collateral requirement (50%)	\$ -	\$ -	\$ -	\$ -
Pledged Securities	-	-	-	-
Over (under) collateralized	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
	First National Bank	Goldman Sacks	International Bank	Washington Federal
Amount of Deposits	\$ 772,771	\$ 250,638	\$ 14,159,172	\$ 295,000
FDIC Coverage	<u>(250,000)</u>	<u>(250,000)</u>	<u>(500,000)</u>	<u>(250,000)</u>
Total uninsured public funds	<u>522,771</u>	<u>638</u>	<u>13,659,172</u>	<u>45,000</u>
Collateralized by securities held by pledging institutions or by its trust department or agent in other than the County's name	522,771	-	13,659,172	-
Uninsured and uncollateralized	<u>\$ -</u>	<u>\$ 638</u>	<u>\$ -</u>	<u>\$ 45,000</u>
Collateral requirement (50%)	\$ 261,386	\$ 319	\$ 6,829,586	\$ 22,500
Pledged Securities	1,078,033	-	18,723,139	-
Over (under) collateralized	<u>\$ 816,647</u>	<u>\$ (319)</u>	<u>\$ 11,893,553</u>	<u>\$ (22,500)</u>
	Wells Fargo Bank	Totals		
Amount of Deposits	\$ 628,000	\$ 17,105,581		
FDIC Coverage	<u>(250,000)</u>	<u>(2,500,000)</u>		
Total uninsured public funds	<u>378,000</u>	<u>14,605,581</u>		
Collateralized by securities held by pledging institutions or by its trust department or agent in other than the County's name	-	14,181,943		
Uninsured and uncollateralized	<u>\$ 378,000</u>	<u>\$ 423,638</u>		
Collateral requirement (50%)	\$ 189,000	\$ 7,302,791		
Pledged Securities	-	19,801,172		
Over (under) collateralized	<u>\$ (189,000)</u>	<u>\$ 12,498,381</u>		

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2015

NOTE 3. Deposits and Investments (continued)

The collateral pledged is listed on Schedule III 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.

Investments

The County's investments at June 30, 2015 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	\$ 267	AA+
First American Prime Obligation Funds	34 days	499,349	AAAm
		<u>\$ 499,616</u>	

*Restricted cash and cash equivalents per Exhibit A-1

**Based off Standard & Poor's rating

The investments are listed on Schedule IV 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 First American Prime Obligation Funds represent 99% 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 \$1,250,639 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.

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2015

NOTE 3. Deposits and Investments (continued)

Reconciliation of Cash and Cash Equivalents

Cash and cash equivalents per Exhibit A-1	\$ 5,580,638
Restricted cash and cash equivalents per Exhibit A-1	8,211,701
Investments per Exhibit A-1	1,749,988
Agency funds cash per Exhibit D-1	<u>1,013,625</u>
 Total cash, cash equivalents and investments	 <u>16,555,952</u>
 Add: outstanding checks	 1,050,191
Less: deposits in transit	(396)
Less: U.S. Treasury Money Market Mutual Funds	(267)
Less: First American Prime Obligations Funds	(499,349)
Less: petty cash	<u>(550)</u>
 Bank balance of deposits	 <u><u>\$ 17,105,581</u></u>

NOTE 4. Receivables

Receivables as of June 30, 2015, are as follows:

	General Fund	Other Governmental Funds	Total
Current receivables:			
Property taxes	\$ 796,537	\$ 30,843	\$ 827,380
Other taxes:			
Gasoline and motor vehicle	55,941	56,149	112,090
Gross receipts	162,340	172,354	334,694
Other receivables:			
Charges for services	8,718	599,636	608,354
Investment income	4,014	-	4,014
Allowance - uncollectible solid waste fees	<u>-</u>	<u>(143,891)</u>	<u>(143,891)</u>
 Totals	 <u><u>\$ 1,027,550</u></u>	 <u><u>\$ 715,091</u></u>	 <u><u>\$ 1,742,641</u></u>

In accordance with GASB No. 33, property tax revenues in the amount of \$702,079 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, 2015

NOTE 5. Interfund Receivables, Payables, and Transfers

There were no interfund balances at June 30, 2015. Net operating transfers, made to close out funds and to supplement other funding sources in the normal course of operations, were as follows:

<u>Transfers Out</u>	<u>Transfers In</u>	<u>Amount</u>
Primary Government		
General Fund	Corrections Special Revenue Fund	\$ 200,000
General Fund	Road Special Revenue Fund	575,000
General Fund	Courthouse Renovation Capital Projects Fund	89,000
General Fund	2015 Hold Harmless Gross Receipts Tax Revenue Fund	125,000
General Fund	Angel Fire Operations Special Revenue Fund	65,000
2015 Hold Harmless Gross Receipts Tax Revenue Fund	Vigil Moldanado Detention Center Improvement Capital Projects Fund	125,000
2015 Hold Harmless Gross Receipts Tax Revenue Fund	NM Transportation Grants Special Revenue Fund	125,000
Capital Improvements Capital Projects Fund	Angel Fire Airport Improvement Capital Projects Fund	40,000
Capital Improvements Capital Projects Fund	Judicial Center Bond Payment Debt Service Fund	300,000
Environmental Gross Receipts Tax Special Revenue Fund	Solid Waste Special Revenue Fund	75,000
Fire Protection Special Special Revenue Fund	NMFA Debt Funds Debt Service Fund	126,910
NMFA Debt Funds Debt Service Fund	Fire Protection Special Revenue Fund	109
	Total	<u><u>\$ 1,846,019</u></u>

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2015

NOTE 6. Capital Assets

The following is a summary of capital assets and changes occurring during the year ended June 30, 2015. Land and construction in progress are not subject to depreciation.

	Balance June 30, 2014	Additions	Deletions	Balance June 30, 2015
Capital assets, not depreciated:				
Land	\$ 1,519,275	\$ -	\$ -	\$ 1,519,275
Construction in progress	2,516,156	557,814	(2,901,676)	172,294
Total capital assets, not depreciated	<u>4,035,431</u>	<u>557,814</u>	<u>(2,901,676)</u>	<u>1,691,569</u>
Capital assets, depreciated:				
Improvements	1,580,737	14,638	-	1,595,375
Buildings	14,089,715	768,859	-	14,858,574
Infrastructure	26,247,138	2,332,849	-	28,579,987
Machinery and equipment	510,179	142,826	-	653,005
Vehicles	7,033,399	723,320	-	7,756,719
Total capital assets, depreciated	<u>49,461,168</u>	<u>3,982,492</u>	<u>-</u>	<u>53,443,660</u>
Accumulated depreciation:				
Improvements	640,015	64,775	-	704,790
Buildings	3,987,888	359,633	-	4,347,521
Infrastructure	16,529,502	918,981	-	17,448,483
Machinery and equipment	230,982	63,179	-	294,161
Vehicles	4,987,687	487,987	-	5,475,674
Total accumulated depreciation	<u>26,376,074</u>	<u>1,894,555</u>	<u>-</u>	<u>28,270,629</u>
Net book value	<u>\$ 27,120,525</u>	<u>\$ 2,645,751</u>	<u>\$ (2,901,676)</u>	<u>\$ 26,864,600</u>

Depreciation expense for the year ended June 30, 2015 was charged to governmental activities as follows:

General Government	\$ 975,574
Public Works	<u>918,981</u>
Total	<u>\$ 1,894,555</u>

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2015

NOTE 7. Long-term Debt

During the year ended June 30, 2015, the following changes occurred in long-term debt reported in the government-wide statement of net position:

	Balance June 30, 2014	Additions	Retirements	Balance June 30, 2015	Due Within One Year
NMFA Loans	\$ 1,192,085	\$ -	\$ 107,696	\$ 1,084,389	\$ 111,755
Revenue Bonds	3,385,000	6,140,000	130,000	9,395,000	135,000
Compensated Absences	415,252	265,285	301,351	379,186	301,351
Total long-term debt	<u>\$ 4,992,337</u>	<u>\$ 6,405,285</u>	<u>\$ 539,047</u>	<u>\$ 10,858,575</u>	<u>\$ 548,106</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 loans are as follows:

Description	Date of Issue	Term	Interest Rate	Original Amount of Issue	Balance June 30, 2015
Fire District #6 - Fire Station	April 2007	15 years	3.65%	\$ 180,000	\$ 97,289
French Tract Fire District - Attack Fire Truck	December 2009	12 years	1.69%	223,300	196,180
Moreno Fire District - New Fire Pumper	December 2009	10 years	1.04%	406,000	215,575
Moreno Fire District - Upgrade Valverde Station	July 2011	20 years	3.09%	304,500	294,259
Philmont Fire District- Burn training Center	October 2013	11 years	2.97%	307,305	281,086
					<u>\$ 1,084,389</u>

The annual requirements to amortize the NMFA loans as of June 30, 2015, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2016	\$ 111,755	\$ 30,564	\$ 142,319
2017	114,551	27,847	142,398
2018	117,681	24,798	142,479
2019	121,152	21,413	142,565
2020	124,936	17,718	142,654
2021-2025	299,753	47,022	346,775
2026-2030	131,507	21,700	153,207
2031-2032	63,054	2,863	65,917
	<u>\$ 1,084,389</u>	<u>\$ 193,925</u>	<u>\$ 1,278,314</u>

NMFA loans 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, 2015

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. Additionally, the County issued series 2015 Gross Tax Revenue Bonds during the year ended June 30, 2015 in order to finance improvements to the Detention Center and for other various infrastructure and improvement projects. The Revenue Bonds are as follows:

Description	Date of Issue	Term	Interest Rate	Original Amount of Issue	Balance June 30, 2015
Gross Receipts Tax Revenue Bonds Series 2009	August 2009	20 years	5.0-5.5%	\$ 3,825,000	\$ 3,255,000
Gross Receipts Tax Revenue Bonds Series 2015	February 2015	20 years	4.00%	6,140,000	6,140,000
					<u>\$ 9,395,000</u>

The annual requirements to amortize the Revenue Bonds as of June 30, 2015, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2016	\$ 135,000	\$ 370,427	\$ 505,427
2017	365,000	374,850	739,850
2018	385,000	363,000	748,000
2019	395,000	350,625	745,625
2020	410,000	337,775	747,775
2021-2025	2,270,000	1,434,126	3,704,126
2026-2030	3,120,000	878,899	3,998,899
2031-2035	<u>2,315,000</u>	<u>288,300</u>	<u>2,603,300</u>
	<u>\$ 9,395,000</u>	<u>\$ 4,398,002</u>	<u>\$ 13,793,002</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 2009 Bond Series are payable by the County from these "Pledged Revenues," and, in certain instances, from the Reserve Account within the Trust Fund established by the Bond Ordinance.

An additional one-quarter percent increment of the County's future gross receipts tax levied on persons engaging in business in the County have been designated as pledged revenues. Principal and interest due with respect to the 2015 Bond Series are payable by the County from these "Pledged Revenues."

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, 2015, compensated absences decreased \$36,066 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, 2015

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, 2015, future minimum lease payments applicable to the operating leases are as follows:

	<u>Total</u>
2016	\$ 219,035
2017	190,969
2018	176,244
2019	132,589
2020	130,210
2021	<u>27,553</u>
	<u>\$ 876,600</u>

NOTE 9. Public Employees Retirement Association (PERA) Pension Plan

General Information about the Pension Plan. The Public Employees Retirement Fund (PERA Fund) is a **cost-sharing, multiple employer defined benefit pension plan**. This fund has six divisions of members, including State General, State Police/Adult Correction Officer, Municipal General, Municipal Police/Detention Officers, Municipal fire, and State Legislative Divisions, and offers 24 different types of coverage within the PERA plan. All assets accumulated may be used to pay benefits, including refunds of member contributions, to any of the plan members or beneficiaries, as defined by the terms of this plan. Certain coverage plans are only applicable to a specific division. Eligibility for membership in the PERA Fund is set forth in the Public Employees Retirement Act (Chapter 10, Article 11, NMSA 1978). Except as provided for in the Volunteer Firefighters Retirement Act (10-11A-1 to 10-11A-7, NMSA 1978), the Judicial Retirement Act (10-12B-1 to 10-12B-19, NMSA 1978), the Magistrate Retirement Act (10-12C-1 to 10-12C-18, NMSA 1978), and the Educational Retirement Act (Chapter 22, Article 11, NMSA 1978), and the provisions of Sections 29-4-1 through 29-4-11, NMSA 1978 governing the State Police Pension Fund, each employee and elected official of every affiliated public employer is required to be a member in the PERA Fund.

PERA issues a publicly available financial report and a comprehensive annual financial report that can be obtained at <http://saonm.org/> using the Audit Report Search function for agency 366.

Benefits provided. For a description of the benefits provided and recent changes to the benefits see Note 1 in the PERA audited financial statements for the fiscal year ended June 30, 2014 available at:

http://www.pera.state.nm.us/pdf/AuditFinancialStatements/366_Public_Employees_Retirement_Association_2014.pdf

Contributions. The contribution requirements of defined benefit plan members and Colfax County are established in state statute under Chapter 10, Article 11, NMSA 1978. The contribution requirements may be amended by acts of the legislature. For the employer and employee contribution rates in effect for FY14 for the various PERA coverage options, for both Tier I and Tier II, see the tables available in the note disclosures on pages 29 through 31 of the PERA FY14 annual audit report at:

http://osanm.org/media/audits/366_Public_Employees_Retirement_Association_2014.pdf

The PERA coverage options that apply to Colfax County are the Municipal General Division and the Municipal Police Division. Statutorily required contributions to the pension plan from Colfax County were \$230,962 for Municipal General and \$67,816 for Municipal Police for the year ended June 30, 2015 and there were no employer paid members benefits that were “picked up” by the employer for the year ended June 30, 2015.

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2015

NOTE 9. Public Employees Retirement Association (PERA) Pension Plan (continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: The PERA pension liability amounts, net pension liability amounts, and sensitivity information were based on an annual actuarial valuation performed as of June 30, 2013. The PERA pension liability amounts for each division were rolled forward from the valuation date to the Plan year ending June 30, 2014, using generally accepted actuarial principles. Therefore, the employer's portion was established as of the measurement date June 30, 2014.

The assets of the PERA fund are held in one trust, but there are six distinct membership groups (municipal general members, municipal police members, municipal fire members, state general members, state police members and legislative members) for whom separate contribution rates are determined each year pursuant to chapter 10, Article 11 NMSA 1978.

Therefore, the calculations of the net pension liability, pension expense and deferred Inflows and Outflows were performed separately for each of the membership groups: municipal general members; municipal police members; municipal fire members; state general members; state police members and legislative members. Colfax County's proportion of the net pension liability for each membership group that the employer participates in is based on the employer contributing entity's percentage of that membership group's total employer contributions for the fiscal year ended June 30, 2014. Only employer contributions for the pay period end dates that fell within the period of July 1, 2013 to June 30, 2014 were included in the total contributions for a specific employer. Regular and any adjustment contributions that applied to fiscal year 2014 are included in the total contribution amounts. In the event that an employer is behind in reporting to PERA its required contributions, an estimate (receivable) was used to project the unremitted employer contributions. This allowed for fair and consistent measurement of the contributions with the total population. This methodology was used to maintain consistent measurement each year in determining the percentages to be allocated among all the participating employers.

For PERA Fund Division Municipal General, at June 30, 2015, Colfax County reported a liability of \$2,219,405 for its proportionate share of the net pension liability. At June 30, 2014, the County's proportion was 0.2845 percent, which was unchanged from its proportion measured as of June 30, 2013, due to the insignificance of the difference.

For the year ended June 30, 2015, Colfax County recognized PERA Fund Division Municipal General pension expense of \$92,593. At June 30, 2015, Colfax County reported PERA Fund Division Municipal General deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions	\$ -	\$ 1,504
Net difference between projected and actual earnings on pension plan investments	-	868,290
Colfax County contributions subsequent to the measurement date	230,962	-
Total	\$ 230,962	\$ 869,794

For Municipal General, \$230,962 reported as deferred outflows of resources related to pensions resulting from Colfax County contributions subsequent to the measurement date June 30, 2014 will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. There were no other amounts reported as deferred outflows of resources.

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2015

NOTE 9. Public Employees Retirement Association (PERA) Pension Plan (continued)

Deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:

2016	(\$217,447)
2017	(217,447)
2018	(217,447)
2019	(217,447)
2020	(\$6)
Thereafter	-

For PERA Fund Division Municipal Police, at June 30, 2015, Colfax County reported a liability of \$662,736 for its proportionate share of the net pension liability. At June 30, 2014, the County's proportion was 0.2033 percent, which was unchanged from its proportion measured as of June 30, 2013, due to the insignificance of the difference.

For the year ended June 30, 2015, Colfax County recognized PERA Fund Division Municipal Police pension expense of \$44,506. At June 30, 2015, Colfax County reported PERA Fund Division Municipal Police deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions	\$ -	\$ 53,837
Net difference between projected and actual earnings on pension plan investments	-	246,434
Colfax County contributions subsequent to the measurement date	67,816	-
Total	\$ 67,816	\$ 300,271

For Municipal Police, \$67,816 reported as deferred outflows of resources related to pensions resulting from Colfax County contributions subsequent to the measurement date June 30, 2014 will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. There were no other amounts reported as deferred outflows of resources.

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2015

NOTE 9. Public Employees Retirement Association (PERA) Pension Plan (continued)

Deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:

2016	(\$75,001)
2017	(75,001)
2018	(75,001)
2019	(75,001)
2020	(\$267)

Thereafter -

Actuarial assumptions. As described above, the PERA Fund member group pension liabilities and net pension liabilities are based on actuarial valuations performed as of June 30, 2013 for each of the membership groups. Then each PERA Fund member group pension liability was rolled forward from the valuation date to the Plan year ending June 30, 2014 using generally accepted actuarial principles. There were no significant events or changes in benefit provisions that required an adjustment to the roll-forward liabilities as of June 30, 2014. These actuarial methods and assumptions were adopted by the Board for use in the June 30, 2014 actuarial valuation.

Actuarial valuation date	June 30, 2013
Actuarial cost method	Entry age normal
Amortization method	Level percentage of pay
Amortization period	Solved for based on statutory rates
Asset valuation method	Fair value
Actuarial assumptions:	
• Investment rate of return	7.75% annual rate, net of investment expense
• Payroll growth	3.50% annual rate
• Projected salary increases	3.50% to 14.25% annual rate
• Includes inflation at	3.00% annual rate

The long-term expected rate of return on pension plan investments was determined using a statistical analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2015

NOTE 9. Public Employees Retirement Association (PERA) Pension Plan (continued)

The target asset allocation and most recent best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

ALL FUNDS - Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
US Equity	21.1%	5.00%
International Equity	24.8	5.20
Private Equity	7.0	8.20
Core and Global Fixed Income	26.1	1.85
Fixed Income Plus Sectors	5.0	4.80
Real Estate	5.0	5.30
Real Assets	7.0	5.70
Absolute Return	<u>4.0</u>	4.15
Total	<u>100.0%</u>	

Discount rate: The discount rate used to measure the total pension liability was 7.75 percent. The projection of cash flows used to determine the discount rate assumed that future contributions will be made in accordance with statutory rates. On this basis, the pension plan's fiduciary net position together with the expected future contributions are sufficient to provide all projected future benefit payments of current plan members as determined in accordance with GASBS 67. Therefore, the 7.75% assumed long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the County's proportionate share of the net pension liability to changes in the discount rate. The following tables show the sensitivity of the net pension liability to changes in the discount rate. In particular, the tables present Colfax County's net pension liability in each PERA Fund Division that Colfax County participates in, under the current single rate assumption, as if it were calculated using a discount rate one percentage point lower (6.75%) or one percentage point higher (8.75%) than the single discount rate.

PERA Fund Municipal General Division	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
Colfax's proportionate share of the net pension liability	\$4,184,078	\$ 2,219,405	\$701,602
PERA Fund Municipal Police Division	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
Colfax's proportionate share of the net pension liability	\$1,263,838	\$ 662,736	\$213,901

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued FY14 Restated PERA financial report. The report is available at <http://www.pera.state.nm.us/publications.html>.

Payables to the pension plan. At June 30, 2015 there were no contributions due and payable to PERA for the County.

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2015

NOTE 10. Net Position Restatement

The County has restated prior year net position in the government-wide of (\$3,915,107) which was required for implementation of GASB Statement No. 68 and GASB Statement No. 71. The adjustment reflects a beginning net pension liability of (\$4,198,870) and a beginning deferred outflow of resources- employer contributions subsequent to the measurement date of \$283,763.

NOTE 11. 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, 2015, 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 12. 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. There were no funds with deficit fund balance for the year ended June 30, 2015.
- B. Excess of expenditures over appropriations. There were no funds with expenditures in excess of the budgeted appropriations for the year ended June 30, 2015.
- C. Designated cash appropriations in excess of available balances. There were no funds with designated cash appropriations in excess of available balances for the year ended June 30, 2015.

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.

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2015

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

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, 2015, 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, 2015, 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, 2015, 2014 and 2013 were \$57,425, \$56,009, and \$54,094, respectively, which equaled the required contribution for each year.

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.

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2015

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 \$1,726,714. All of that amount, up to the amount of \$1,726,714, 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.

On October 23, 2015, the County entered into a loan agreement with the New Mexico Finance Authority in the amount of \$199,559. The proceeds of the loan were used to help pay for a Class A Fire Pumper with Smeal Fire Apparatus for Vermejo Fire District.

Other commitments for the County as of June 30, 2015 are as follows:

<u>Contract</u>	<u>Year Ending</u>	<u>Amount</u>
Vermejo FD Fire Pumper	2016	\$ 364,730
Brush Truck	2016	95,330
Angel Fire Airport Improvements	2016	599,091
NM District 8 FD Concrete Driveway	2016	44,888
Road Department Overlay Project	2016	346,449
Website Design	2016	13,885
Total commitments		<u>\$ 1,464,373</u>

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.

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2015

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

Housing of Prisoners (continued)

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, 2014 through June 30, 2015
Amount of project	None
County contributions	Unknown
Audit responsibility	Colfax County

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, 2016
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

STATE OF NEW MEXICO
Colfax County
Notes to Financial Statements
June 30, 2015

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 \$5,065,459 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 41 and 75-77.

NOTE 19. Subsequent Events

The date to which events occurring after June 30, 2015, the date of the most recent statement of net position, have been evaluated for possible adjustment to the financial statements or disclosures is October 26, 2015 which is the date the financial statements were issued.

NOTE 20. Subsequent Pronouncements

In February 2015, GASB Statement No. 72 *Fair Value Measurement and Application*, was issued. Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2015. Earlier application is encouraged. The County will implement this standard during the fiscal year ended June 30, 2016. The County is still evaluating how this pronouncement will affect the financial statements.

In June 2015, GASB Statement No. 73 *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68*, and Amendments to Certain Provisions of GASB Statements 67 and 68, were issued. Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2016. Earlier application is encouraged. The County is still evaluating how this pronouncement will affect the financial statements.

In June 2015, GASB Statement No. 74 *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*, was issued. Effective Date: The provisions of this Statement are effective for fiscal years beginning after June 15, 2016. This pronouncement will not effect the County's financial statements.

In June 2015, GASB Statement No. 75 *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, was issued. Effective Date: The provisions of this Statement are effective for fiscal years beginning after June 15, 2017. The standard will be implemented during the fiscal year ended June 30, 2018. The County is still evaluating how this pronouncement will effect the financial statements.

In June 2015, GASB Statement No. 76 *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*, was issued. Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2015. Earlier application is encouraged. The County will implement this standard during the fiscal year ended June 30, 2016. The County expects the pronouncement to have a material effect on the financial statements.

In August 2015, GASB Statement No. 77 *Tax Abatement Disclosures*, was issued. Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after December 15, 2015. Earlier application is encouraged. The County will implement this standard during the fiscal year ended June 30, 2017. The County is still evaluating how this pronouncement will effect the financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

STATE OF NEW MEXICO

Colfax County

Schedule of the County's Proportionate Share of the Net Pension Liability
of PERA Fund Municipal General Division
Public Employees Retirement Association (PERA) Plan
Last 10 Fiscal Years*

Schedule I

Page 1 of 2

	2015 Measurement Date (As of and for the year ended <u>June 30, 2014</u>)
Colfax County's proportion of the net pension liability	0.2845%
Colfax County's proportionate share of the net pension liability	\$ 2,219,405
Colfax County's covered-employee payroll	\$ 2,310,908
Colfax County's proportionate share of the net pension liability as a percentage of its covered-employee payroll	96.04%
Plan fiduciary net position as a percentage of the total pension liability	81.29%

* The amounts presented were determined as of June 30. This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, Colfax County will present information for those years for which information is available.

See independent auditors' report
See notes to required supplementary information

STATE OF NEW MEXICO

Colfax County

Schedule of the County's Proportionate Share of the Net Pension Liability
of PERA Fund Municipal Police Division
Public Employees Retirement Association (PERA) Plan
Last 10 Fiscal Years*

Schedule I

Page 2 of 2

	2015 Measurement Date (As of and for the year ended <u>June 30, 2014</u>)
Colfax County's proportion of the net pension liability	0.2033%
Colfax County's proportionate share of the net pension liability	\$ 662,736
Colfax County's covered-employee payroll	\$ 391,614
Colfax County's proportionate share of the net pension liability as a percentage of its covered-employee payroll	169.23%
Plan fiduciary net position as a percentage of the total pension liability	81.29%

* The amounts presented were determined as of June 30. This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, Colfax County will present information for those years for which information is available.

See independent auditors' report
See notes to required supplementary information

STATE OF NEW MEXICO
 Colfax County
 Schedule of Colfax County's Contributions
 Public Employees Retirement Association (PERA) Plan
 PERA Fund Municipal General Division
 Last 10 Fiscal Years*

	2015
Contractually required contribution	\$ 230,962
Contributions in relation to the contractually required contribution	(230,962)
Contribution deficiency (excess)	\$ -
Colfax County's covered-employee payroll	\$ 2,422,720
Contributions as a percentage of covered-employee payroll	10%

* The amounts presented were determined as of June 30. This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, Colfax County will present information for those years for which information is available.

See independent auditors' report
 See notes to required supplementary information

STATE OF NEW MEXICO
 Colfax County
 Schedule of Colfax County's Contributions
 Public Employees Retirement Association (PERA) Plan
 PERA Fund Municipal Police Division
 Last 10 Fiscal Years*

	2015
Contractually required contribution	\$ 67,816
Contributions in relation to the contractually required contribution	(67,816)
Contribution deficiency (excess)	\$ -
Colfax County's covered-employee payroll	\$ 358,825
Contributions as a percentage of covered-employee payroll	19%

* The amounts presented were determined as of June 30. This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, Colfax County will present information for those years for which information is available.

See independent auditors' report
 See notes to required supplementary information

STATE OF NEW MEXICO
Colfax County
Notes to Required Supplementary Information
For the Year Ended June 30, 2015

Changes of benefit terms. The PERA Fund COLA and retirement eligibility benefits changes in recent years are described in Note 1 of the PERA FY14 audit available at: http://www.pera.state.nm.us/pdf/AuditFinancialStatements/366_Public_Employees_Retirement_Association_2014.pdf.

Changes of assumptions. Changes of assumptions. The Public Employees Retirement Association (PERA) of New Mexico Annual Actuarial Valuation as of June 30, 2014 report is available at: http://www.pera.state.nm.us/pdf/Investments/RetirementFundValuationReports/6-30-2014%20PERA%20Valuation%20Report_FINAL.pdf.

The summary of Key Findings for the PERA Fund (on page 2 of the report) states “based on a recent experience study for the five-year period ending June 30, 2013, the economic and demographic assumptions were updated for this valuation. The changes in assumptions resulted in a decrease of \$30.8 million to Fund liabilities and an increase of 0.13% to the funded ratio. For details about changes in the actuarial assumptions, see Appendix B on page 60 of the report.

See independent auditors' report
See notes to required supplementary information

SUPPLEMENTARY INFORMATION

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NONMAJOR GOVERNMENTAL FUNDS

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STATE OF NEW MEXICO
Colfax County
Nonmajor Governmental Funds
June 30, 2015

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 and Northeast District #8. 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.

STATE OF NEW MEXICO
Colfax County
Nonmajor Governmental Funds
June 30, 2015

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, 2015

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 – 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).

Vigil Moldanado Detention Center Improvement – To account for capital outlay expenditures of bond proceeds received through the 2015 HHGRT Bond Series for capital improvements to the Vigil Maldonado Detention Center Remodel, Gardner Bridge replacement and other improvement and infrastructure projects. (Authorization for the establishment of this fund is by Colfax County Commission).

Angel Fire Airport Improvement – To account for the acquisition of capital outlay for the Angel Fire Airport. Authority for the establishment of this fund is by Colfax County Commission.

FAA Angel Fire Airport Grant - To account 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)

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.

STATE OF NEW MEXICO
Colfax County
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2015

	Special Revenue			
	Corrections	Environmental Gross Receipts Tax	Property Valuation	Road
<i>Assets</i>				
Cash and cash equivalents	\$ 52,852	\$ 205,170	\$ 306,652	\$ 59,034
Investments	-	-	-	21,321
Receivables:				
Property taxes	-	-	30,843	-
Other taxes	-	16,338	-	56,149
Other receivables, net of allowance	3,101	-	-	-
Inventory	-	-	-	-
Prepaid expenses	-	-	-	-
<i>Total assets</i>	<u>\$ 55,953</u>	<u>\$ 221,508</u>	<u>\$ 337,495</u>	<u>\$ 136,504</u>
<i>Liabilities</i>				
Accounts payable	<u>\$ 30,495</u>	<u>\$ -</u>	<u>\$ 334</u>	<u>\$ 6,759</u>
<i>Total liabilities</i>	<u>30,495</u>	<u>-</u>	<u>334</u>	<u>6,759</u>
<i>Deferred inflows of resources</i>				
Unavailable revenue:				
Property taxes	-	-	26,172	-
<i>Total deferred inflows of resources</i>	<u>-</u>	<u>-</u>	<u>26,172</u>	<u>-</u>
<i>Fund balances</i>				
Nonspendable				
Inventory	-	-	-	-
Prepaid expenses	-	-	-	-
Spendable				
Restricted for:				
General county operations	-	221,508	310,989	-
Maintenance of roads	-	-	-	129,745
Fire departments	-	-	-	-
Public safety	25,458	-	-	-
Healthcare	-	-	-	-
Debt service expenditures	-	-	-	-
Committed to:				
Fire departments	-	-	-	-
County fire marshal office	-	-	-	-
County inmate donations	-	-	-	-
County roadwork	-	-	-	-
WIPP project	-	-	-	-
Forfeited funds	-	-	-	-
Solid waste	-	-	-	-
Community support	-	-	-	-
Healthcare	-	-	-	-
Capital improvement projects	-	-	-	-
Angel Fire airport	-	-	-	-
<i>Total fund balances</i>	<u>25,458</u>	<u>221,508</u>	<u>310,989</u>	<u>129,745</u>
<i>Total liabilities, deferred inflows of resources, and fund balances</i>	<u>\$ 55,953</u>	<u>\$ 221,508</u>	<u>\$ 337,495</u>	<u>\$ 136,504</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
\$ 537	\$ 571,147	\$ 137,200	\$ 12,770	\$ 897
-	206,275	46,119	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	15,227	-	-	-
\$ 537	\$ 792,649	\$ 183,319	\$ 12,770	\$ 897
\$ -	\$ 8,622	\$ 269	\$ -	\$ -
-	8,622	269	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	15,227	-	-	-
537	-	-	-	897
-	-	-	-	-
-	737,418	-	-	-
-	-	-	12,770	-
-	-	-	-	-
-	-	-	-	-
-	-	183,050	-	-
-	31,382	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
537	784,027	183,050	12,770	897
\$ 537	\$ 792,649	\$ 183,319	\$ 12,770	\$ 897

STATE OF NEW MEXICO
Colfax County
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2015

	Special Revenue			
	YES Program	Maternal and Child Healthcare	NM Transportation Grants	WIPP
<i>Assets</i>				
Cash and cash equivalents	\$ 81,145	\$ 44,539	\$ 22,224	\$ 8,663
Investments	-	-	-	-
Receivables:				
Property taxes	-	-	-	-
Other taxes	-	-	-	-
Other receivables, net of allowance	31,605	-	168,239	-
Inventory	-	-	-	-
Prepaid expenses	-	-	-	-
<i>Total assets</i>	\$ 112,750	\$ 44,539	\$ 190,463	\$ 8,663
<i>Liabilities</i>				
Accounts payable	\$ 1,936	\$ -	\$ 36,108	\$ -
<i>Total liabilities</i>	1,936	-	36,108	-
<i>Deferred inflows of resources</i>				
Unavailable revenue:				
Property taxes	-	-	-	-
<i>Total deferred inflows of resources</i>	-	-	-	-
<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	-	-	154,355	-
WIPP project	-	-	-	8,663
Forfeited funds	-	-	-	-
Solid waste	-	-	-	-
Community support	110,814	-	-	-
Healthcare	-	-	-	-
Capital improvement projects	-	-	-	-
Angel Fire airport	-	-	-	-
<i>Total fund balances</i>	110,814	44,539	154,355	8,663
<i>Total liabilities, deferred inflows of resources, and fund balances</i>	\$ 112,750	\$ 44,539	\$ 190,463	\$ 8,663

The accompanying notes are an integral part of these financial statements

Special Revenue

<u>Indigent Care</u>	<u>Fire Excise Tax</u>	<u>DWI Program</u>	<u>Clerk's Equipment</u>	<u>CCDC Special Funds</u>
\$ 257,352	\$ 102,395	\$ 22,086	\$ 115,578	\$ 6,210
-	-	-	-	-
-	-	-	-	-
61,669	32,678	-	-	-
-	-	23,958	133	-
-	-	-	-	-
-	-	-	-	-
<u>\$ 319,021</u>	<u>\$ 135,073</u>	<u>\$ 46,044</u>	<u>\$ 115,711</u>	<u>\$ 6,210</u>
<u>\$ 131</u>	<u>\$ 189</u>	<u>\$ 26</u>	<u>\$ -</u>	<u>\$ -</u>
<u>131</u>	<u>189</u>	<u>26</u>	<u>-</u>	<u>-</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	115,711	-
-	-	-	-	-
-	134,884	-	-	-
-	-	46,018	-	-
318,890	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	6,210
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>318,890</u>	<u>134,884</u>	<u>46,018</u>	<u>115,711</u>	<u>6,210</u>
<u>\$ 319,021</u>	<u>\$ 135,073</u>	<u>\$ 46,044</u>	<u>\$ 115,711</u>	<u>\$ 6,210</u>

STATE OF NEW MEXICO
Colfax County
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2015

	Special Revenue			
	Federal Forfeitures	Health Care Interest	Solid Waste	Angel Fire Operations
<i>Assets</i>				
Cash and cash equivalents	\$ 623	\$ 78,910	\$ 158,118	\$ 23,754
Investments	-	-	-	-
Receivables:				
Property taxes	-	-	-	-
Other taxes	-	-	-	-
Other receivables, net of allowance	-	5,325	42,921	7,992
Inventory	-	-	-	35,130
Prepaid expenses	-	-	-	-
<i>Total assets</i>	\$ 623	\$ 84,235	\$ 201,039	\$ 66,876
<i>Liabilities</i>				
Accounts payable	\$ -	\$ 19,799	\$ 28,925	\$ 5,827
<i>Total liabilities</i>	-	19,799	28,925	5,827
<i>Deferred inflows of resources</i>				
Unavailable revenue:				
Property taxes	-	-	-	-
<i>Total deferred inflows of resources</i>	-	-	-	-
<i>Fund balances</i>				
Nonspendable				
Inventory	-	-	-	35,130
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	-	-	-	-
County roadwork	-	-	-	-
WIPP project	-	-	-	-
Forfeited funds	623	-	-	-
Solid waste	-	-	172,114	-
Community support	-	-	-	-
Healthcare	-	64,436	-	-
Capital improvement projects	-	-	-	-
Angel Fire airport	-	-	-	25,919
<i>Total fund balances</i>	623	64,436	172,114	61,049
<i>Total liabilities, deferred inflows of resources, and fund balances</i>	\$ 623	\$ 84,235	\$ 201,039	\$ 66,876

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, 2015

	Capital Projects			
	Vigil Moldanado Detention Center Improvement	Angel Fire Airport Improvement	FAA Angel Fire Airport Grant	Angel Fire Road Levy
<i>Assets</i>				
Cash and cash equivalents	\$ 92,760	\$ 11,716	\$ -	\$ 219
Investments	-	-	-	-
Receivables:				
Property taxes	-	-	-	-
Other taxes	-	-	-	-
Other receivables, net of allowance	-	85,836	-	-
Inventory	-	-	-	-
Prepaid expenses	-	-	-	-
<i>Total assets</i>	\$ 92,760	\$ 97,552	\$ -	\$ 219
<i>Liabilities</i>				
Accounts payable	\$ 28,909	\$ 84,263	\$ -	\$ -
<i>Total liabilities</i>	28,909	84,263	-	-
<i>Deferred inflows of resources</i>				
Unavailable revenue:				
Property taxes	-	-	-	-
<i>Total deferred inflows of resources</i>	-	-	-	-
<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	-	-	-	-
County roadwork	-	-	-	-
WIPP project	-	-	-	-
Forfeited funds	-	-	-	-
Solid waste	-	-	-	-
Community support	-	-	-	-
Healthcare	-	-	-	-
Capital improvement projects	63,851	13,289	-	-
Angel Fire airport	-	-	-	219
<i>Total fund balances</i>	63,851	13,289	-	219
<i>Total liabilities, deferred inflows of resources, and fund balances</i>	\$ 92,760	\$ 97,552	\$ -	\$ 219

The accompanying notes are an integral part of these financial statements

Total Nonmajor
Governmental
Funds

\$ 2,688,609
773,064

30,843
228,503
455,745
35,130
15,227
\$ 4,227,121

\$ 252,667
252,667

26,172
26,172

35,130
15,227

649,642
129,745
872,302
84,246
363,429
321,004

183,050
31,382
6,210
154,355
8,663
623
172,114
110,814
64,436
719,772
26,138

3,948,282

\$ 4,227,121

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, 2015

	Special Revenue			
	Corrections	Environmental Gross Receipts Tax	Property Valuation	Road
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ 151,031	\$ -
Gross receipts	-	94,621	-	-
Gasoline and motor vehicle	-	-	-	313,636
Other	-	-	-	15,189
Intergovernmental:				
Federal operating grants	-	-	-	31,543
Federal capital grants	-	-	-	-
State operating grants	218,773	-	-	-
State capital grants	-	-	-	-
Charges for services	40,995	-	-	710
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>259,768</u>	<u>94,621</u>	<u>151,031</u>	<u>361,078</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	165,101	-
Public safety	432,400	-	-	-
Public works	-	-	-	944,121
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>432,400</u>	<u>-</u>	<u>165,101</u>	<u>944,121</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(172,632)</u>	<u>94,621</u>	<u>(14,070)</u>	<u>(583,043)</u>
<i>Other financing sources (uses)</i>				
Transfers in	200,000	-	-	575,000
Transfers (out)	<u>-</u>	<u>(75,000)</u>	<u>-</u>	<u>-</u>
<i>Total other financing sources (uses)</i>	<u>200,000</u>	<u>(75,000)</u>	<u>-</u>	<u>575,000</u>
<i>Net change in fund balance</i>	27,368	19,621	(14,070)	(8,043)
<i>Fund balance - beginning of year</i>	<u>(1,910)</u>	<u>201,887</u>	<u>325,059</u>	<u>137,788</u>
<i>Fund balance - end of year</i>	<u>\$ 25,458</u>	<u>\$ 221,508</u>	<u>\$ 310,989</u>	<u>\$ 129,745</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
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	749,330	35,855	26,600	-
-	-	-	-	-
6	-	-	-	-
-	-	-	-	-
-	209	-	-	-
6	749,539	35,855	26,600	-
-	-	-	-	-
-	163,762	49,981	6,553	-
-	-	-	-	-
-	-	-	-	-
-	640,333	132,676	28,237	-
-	-	-	-	-
-	-	-	-	-
-	804,095	182,657	34,790	-
6	(54,556)	(146,802)	(8,190)	-
-	109	-	-	-
-	(126,910)	-	-	-
-	(126,801)	-	-	-
6	(181,357)	(146,802)	(8,190)	-
531	965,384	329,852	20,960	897
\$ 537	\$ 784,027	\$ 183,050	\$ 12,770	\$ 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, 2015

	Special Revenue			
	YES Program	Maternal and Child Healthcare	NM Transportation Grants	WIPP
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	222,075	-	-	7,000
Federal capital grants	-	-	-	-
State operating grants	-	-	387,484	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	222,075	-	387,484	7,000
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	171,553	-	-	18,458
Public works	-	-	3,202	-
Health and welfare	-	-	-	-
Capital outlay	-	-	465,201	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	171,553	-	468,403	18,458
<i>Excess (deficiency) of revenues over expenditures</i>	50,522	-	(80,919)	(11,458)
<i>Other financing sources (uses)</i>				
Transfers in	-	-	125,000	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	125,000	-
<i>Net change in fund balance</i>	50,522	-	44,081	(11,458)
<i>Fund balance - beginning of year</i>	60,292	44,539	110,274	20,121
<i>Fund balance - end of year</i>	\$ 110,814	\$ 44,539	\$ 154,355	\$ 8,663

The accompanying notes are an integral part of these financial statements

Special Revenue

<u>Indigent Care</u>	<u>Fire Excise Tax</u>	<u>DWI Program</u>	<u>Clerk's Equipment</u>	<u>CCDC Special Funds</u>
\$ -	\$ -	\$ -	\$ -	\$ -
435,163	189,250	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	114,120	-	-
-	-	-	-	-
-	-	11,760	24,522	-
-	-	-	-	-
-	-	3,391	-	-
<u>435,163</u>	<u>189,250</u>	<u>129,271</u>	<u>24,522</u>	<u>-</u>
-	-	-	10,248	-
-	120,941	150,484	-	-
-	-	-	-	-
333,454	-	-	-	-
-	-	-	5,115	-
-	-	-	-	-
-	-	-	-	-
<u>333,454</u>	<u>120,941</u>	<u>150,484</u>	<u>15,363</u>	<u>-</u>
<u>101,709</u>	<u>68,309</u>	<u>(21,213)</u>	<u>9,159</u>	<u>-</u>
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-
101,709	68,309	(21,213)	9,159	-
217,181	66,575	67,231	106,552	6,210
<u>\$ 318,890</u>	<u>\$ 134,884</u>	<u>\$ 46,018</u>	<u>\$ 115,711</u>	<u>\$ 6,210</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, 2015

	Special Revenue			
	Federal Forfeitures	Health Care Interest	Solid Waste	Angel Fire Operations
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	418	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	15,877	-	-
State capital grants	-	-	-	-
Charges for services	-	-	245,421	167,714
Investment income (loss)	115	-	-	136
Miscellaneous	-	-	-	-
<i>Total revenues</i>	533	15,877	245,421	167,850
<i>Expenditures:</i>				
Current:				
General government	19,393	-	-	-
Public safety	-	-	-	-
Public works	-	-	348,786	217,157
Health and welfare	-	104,975	-	-
Capital outlay	-	-	-	37,042
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	19,393	104,975	348,786	254,199
<i>Excess (deficiency) of revenues over expenditures</i>	(18,860)	(89,098)	(103,365)	(86,349)
<i>Other financing sources (uses)</i>				
Transfers in	-	-	75,000	65,000
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	75,000	65,000
<i>Net change in fund balance</i>	(18,860)	(89,098)	(28,365)	(21,349)
<i>Fund balance - beginning of year</i>	19,483	153,534	200,479	82,398
<i>Fund balance - end of year</i>	\$ 623	\$ 64,436	\$ 172,114	\$ 61,049

The accompanying notes are an integral part of these financial statements

Debt Service			Capital Projects	
Judicial Bond Center Payment	Judicial Center Bond Reserve	NMFA Debt Funds	Courthouse Renovation	Capital Improvements
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	435,164
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	86,635	-
-	(4,308)	100	-	9,952
-	-	-	-	-
-	(4,308)	100	86,635	445,116
-	-	-	-	-
-	-	806	-	-
-	-	-	2,916	48,529
5,403	-	-	-	-
-	-	-	86,560	52,569
130,000	-	107,696	-	-
178,550	-	35,264	-	-
313,953	-	143,766	89,476	101,098
(313,953)	(4,308)	(143,666)	(2,841)	344,018
300,000	-	126,910	89,000	-
-	-	(109)	-	(340,000)
300,000	-	126,801	89,000	(340,000)
(13,953)	(4,308)	(16,865)	86,159	4,018
22,899	316,099	17,132	13,355	539,100
\$ 8,946	\$ 311,791	\$ 267	\$ 99,514	\$ 543,118

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, 2015

	Capital Projects			
	Vigil Moldanado Detention Center Improvement	Angel Fire Airport Improvement	FAA Angel Fire Airport Grant	Angel Fire Road Levy
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	-	-	-	-
Gasoline and motor vehicle	-	-	-	-
Other	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	20,515	-
State operating grants	-	-	-	-
State capital grants	-	131,394	-	-
Charges for services	-	-	-	-
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>131,394</u>	<u>20,515</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	52,032	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	61,149	109,233	20,515	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>61,149</u>	<u>161,265</u>	<u>20,515</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(61,149)</u>	<u>(29,871)</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Transfers in	125,000	40,000	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>125,000</u>	<u>40,000</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	63,851	10,129	-	-
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>3,160</u>	<u>-</u>	<u>219</u>
<i>Fund balance - end of year</i>	<u>\$ 63,851</u>	<u>\$ 13,289</u>	<u>\$ -</u>	<u>\$ 219</u>

The accompanying notes are an integral part of these financial statements

Total Nonmajor
Governmental
Funds

\$ 151,031
1,154,198
313,636
15,189

261,036
20,515
1,548,039
218,029
491,128
5,995
3,600

4,182,396

246,774
1,114,938
1,564,711
443,832
1,638,630

237,696
213,814

5,460,395

(1,277,999)

1,721,019
(542,019)

1,179,000

(98,999)

4,047,281

\$ 3,948,282

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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, 2015

	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	164,000	164,000	217,726	53,726
State capital grants	-	-	-	-
Charges for services	43,000	43,000	45,481	2,481
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>207,000</u>	<u>207,000</u>	<u>263,207</u>	<u>56,207</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	649,611	649,611	446,774	202,837
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>649,611</u>	<u>649,611</u>	<u>446,774</u>	<u>202,837</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(442,611)</u>	<u>(442,611)</u>	<u>(183,567)</u>	<u>259,044</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	27,611	27,611	-	(27,611)
Loan proceeds	-	-	-	-
Transfers in	415,000	415,000	200,000	(215,000)
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>442,611</u>	<u>442,611</u>	<u>200,000</u>	<u>(242,611)</u>
<i>Net change in fund balance</i>	-	-	16,433	16,433
<i>Fund balance - beginning of year</i>	-	-	36,419	36,419
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 52,852</u>	<u>\$ 52,852</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 16,433
Adjustments to revenues for correction revenue				(3,439)
Adjustments to expenditures for care of prisoner expenses				14,374
Net change in fund balances (GAAP)				<u>\$ 27,368</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, 2015

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	75,000	75,000	90,245	15,245
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>	75,000	75,000	90,245	15,245
<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>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	75,000	75,000	90,245	15,245
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	(75,000)	(75,000)	(75,000)	-
<i>Total other financing sources (uses)</i>	(75,000)	(75,000)	(75,000)	-
<i>Net change in fund balance</i>	-	-	15,245	15,245
<i>Fund balance - beginning of year</i>	-	-	189,925	189,925
<i>Fund balance - end of year</i>	\$ -	\$ -	\$ 205,170	\$ 205,170
Net change in fund balances (non-GAAP budgetary basis)				\$ 15,245
Adjustments to revenues for gross receipts taxes				4,376
No adjustments to expenditures				-
Net change in fund balances (GAAP)				\$ 19,621

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, 2015

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ 143,000	\$ 143,000	\$ 149,513	\$ 6,513
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>143,000</u>	<u>143,000</u>	<u>149,513</u>	<u>6,513</u>
<i>Expenditures:</i>				
Current:				
General government	195,239	195,239	165,028	30,211
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>195,239</u>	<u>195,239</u>	<u>165,028</u>	<u>30,211</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(52,239)</u>	<u>(52,239)</u>	<u>(15,515)</u>	<u>36,724</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	52,239	52,239	-	(52,239)
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>52,239</u>	<u>52,239</u>	<u>-</u>	<u>(52,239)</u>
<i>Net change in fund balance</i>	-	-	(15,515)	(15,515)
<i>Fund balance - beginning of year</i>	-	-	322,167	322,167
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 306,652</u>	<u>\$ 306,652</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (15,515)
Adjustments to revenues for property taxes				1,518
Adjustments to expenditures for vehicle fuel expenditures				(73)
Net change in fund balances (GAAP)				<u>\$ (14,070)</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, 2015

	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	282,000	282,000	341,271	59,271
Intergovernmental:				
Federal operating grants	30,000	30,000	31,543	1,543
Federal capital grants	-	-	-	-
State operating grants	-	-	144	144
State capital grants	-	-	-	-
Charges for services	600	600	210	(390)
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>312,600</u>	<u>312,600</u>	<u>373,168</u>	<u>60,568</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	984,394	984,394	947,846	36,548
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	14,000	14,000	-	14,000
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>998,394</u>	<u>998,394</u>	<u>947,846</u>	<u>50,548</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(685,794)</u>	<u>(685,794)</u>	<u>(574,678)</u>	<u>111,116</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(3,167)	(3,167)	-	3,167
Loan proceeds	-	-	-	-
Transfers in	688,961	688,961	575,000	(113,961)
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>685,794</u>	<u>685,794</u>	<u>575,000</u>	<u>(110,794)</u>
<i>Net change in fund balance</i>	-	-	322	322
<i>Fund balance - beginning of year</i>	-	-	80,033	80,033
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 80,355</u>	<u>\$ 80,355</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 322
Adjustments to revenues for gasoline taxes, motor vehicle fees, encroachment fees, and reimbursement.				(12,090)
Adjustments to expenditures for vehicle fuel, equipment maintenance, supplies and printing expenditures				3,725
Net change in fund balances (GAAP)				<u>\$ (8,043)</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, 2015

	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	6	(1)
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>7</u>	<u>7</u>	<u>6</u>	<u>(1)</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>6</u>	<u>(1)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(7)	(7)	-	7
Loan proceeds	-	-	-	-
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>	-	-	6	6
<i>Fund balance - beginning of year</i>	-	-	531	531
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 537</u>	<u>\$ 537</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 6
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ 6</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, 2015

	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	748,963	748,963	749,387	424
State capital grants	-	-	-	-
Charges for services	-	75,000	75,000	-
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	209	209
<i>Total revenues</i>	<u>748,963</u>	<u>823,963</u>	<u>824,596</u>	<u>633</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	301,800	316,800	270,899	45,901
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	907,664	932,664	534,452	398,212
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,209,464</u>	<u>1,249,464</u>	<u>805,351</u>	<u>444,113</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(460,501)</u>	<u>(425,501)</u>	<u>19,245</u>	<u>(443,480)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	587,411	552,302	-	(552,302)
Loan proceeds	-	-	-	-
Transfers in	-	-	109	109
Transfers (out)	(126,910)	(126,801)	(126,910)	(109)
<i>Total other financing sources (uses)</i>	<u>460,501</u>	<u>425,501</u>	<u>(126,801)</u>	<u>(552,302)</u>
<i>Net change in fund balances</i>	-	-	(107,556)	(107,556)
<i>Fund balance - beginning of year</i>	-	-	884,978	884,978
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 777,422</u>	<u>\$ 777,422</u>
Net change in fund balance (non-GAAP budgetary basis)				\$ (107,556)
Adjustments to revenues state grant revenues				(75,057)
Adjustments to expenditures for maintenance, supplies and capital outlay expenditures				1,256
Net change in fund balance (GAAP)				<u>\$ (181,357)</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, 2015

	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	113,000	124,032	53,755	(70,277)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>113,000</u>	<u>124,032</u>	<u>53,755</u>	<u>(70,277)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	146,592	155,092	49,713	105,379
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	109,750	109,750	132,675	(22,925)
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>256,342</u>	<u>264,842</u>	<u>182,388</u>	<u>82,454</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(143,342)</u>	<u>(140,810)</u>	<u>(128,633)</u>	<u>12,177</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	143,342	140,810	-	(140,810)
Loan proceeds	-	-	-	-
Transfers in	5,000	5,000	-	(5,000)
Transfers (out)	(5,000)	(5,000)	-	5,000
<i>Total other financing sources (uses)</i>	<u>143,342</u>	<u>140,810</u>	<u>-</u>	<u>(140,810)</u>
<i>Net change in fund balance</i>	-	-	(128,633)	(128,633)
<i>Fund balance - beginning of year</i>	-	-	311,952	311,952
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 183,319</u>	<u>\$ 183,319</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (128,633)
Adjustment to revenues for state grant revenues				(17,900)
Adjustments to expenditures for fuel and utility expenses				(269)
Net change in fund balances (GAAP)				<u>\$ (146,802)</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, 2015

	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	26,000	26,600	26,600	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>26,000</u>	<u>26,600</u>	<u>26,600</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	13,078	13,678	6,553	7,125
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	33,882	33,882	28,237	5,645
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>46,960</u>	<u>47,560</u>	<u>34,790</u>	<u>12,770</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(20,960)</u>	<u>(20,960)</u>	<u>(8,190)</u>	<u>12,770</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	20,960	20,960	-	(20,960)
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>20,960</u>	<u>20,960</u>	<u>-</u>	<u>(20,960)</u>
<i>Net change in fund balance</i>	-	-	(8,190)	(8,190)
<i>Fund balance - beginning of year</i>	-	-	20,960	20,960
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,770</u>	<u>\$ 12,770</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (8,190)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ (8,190)</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, 2015

	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)	-	-	-	-
Loan proceeds	-	-	-	-
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>	<u>-</u>	<u>-</u>	<u>897</u>	<u>897</u>
<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, 2015

	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	209,122	209,121	211,083	1,962
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>209,122</u>	<u>209,121</u>	<u>211,083</u>	<u>1,962</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	185,716	185,716	170,009	15,707
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>185,716</u>	<u>185,716</u>	<u>170,009</u>	<u>15,707</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>23,406</u>	<u>23,405</u>	<u>41,074</u>	<u>17,669</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(23,406)	(23,405)	-	23,405
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(23,406)</u>	<u>(23,405)</u>	<u>-</u>	<u>23,405</u>
<i>Net change in fund balance</i>	-	-	41,074	41,074
<i>Fund balance - beginning of year</i>	-	-	40,071	40,071
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 81,145</u>	<u>\$ 81,145</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 41,074
Adjustment to revenues for federal operating grants				10,992
Adjustments to expenditures for supplies and telephone				(1,544)
Net change in fund balances (GAAP)				<u>\$ 50,522</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, 2015

	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	750	750	750	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>750</u>	<u>750</u>	<u>750</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(750)</u>	<u>(750)</u>	<u>(750)</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	750	750	-	(750)
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>750</u>	<u>750</u>	<u>-</u>	<u>(750)</u>
<i>Net change in fund balance</i>	-	-	(750)	(750)
<i>Fund balance - beginning of year</i>	-	-	45,289	45,289
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 44,539</u>	<u>\$ 44,539</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, 2015

	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	523,299	221,299	219,245	(2,054)
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>523,299</u>	<u>221,299</u>	<u>219,245</u>	<u>(2,054)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	587,564	462,564	432,295	30,269
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>587,564</u>	<u>462,564</u>	<u>432,295</u>	<u>30,269</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(64,265)</u>	<u>(241,265)</u>	<u>(213,050)</u>	<u>28,215</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	64,265	91,265	-	(91,265)
Loan proceeds	-	-	-	-
Transfers in	150,000	150,000	125,000	(25,000)
Transfers (out)	(150,000)	-	-	-
<i>Total other financing sources (uses)</i>	<u>64,265</u>	<u>241,265</u>	<u>125,000</u>	<u>(116,265)</u>
<i>Net change in fund balance</i>	-	-	(88,050)	(88,050)
<i>Fund balance - beginning of year</i>	-	-	110,274	110,274
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,224</u>	<u>\$ 22,224</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (88,050)
Adjustment to revenues for capital grants				168,239
Adjustments to expenditures for capital outlay expenses				(36,108)
Net change in fund balances (GAAP)				<u>\$ 44,081</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, 2015

	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	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	20,443	20,443	18,780	1,663
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>20,443</u>	<u>20,443</u>	<u>18,780</u>	<u>1,663</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(13,443)</u>	<u>(13,443)</u>	<u>(11,780)</u>	<u>1,663</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	13,443	13,443	-	(13,443)
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>13,443</u>	<u>13,443</u>	<u>-</u>	<u>(13,443)</u>
<i>Net change in fund balance</i>	-	-	(11,780)	(11,780)
<i>Fund balance - beginning of year</i>	-	-	20,443	20,443
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,663</u>	<u>\$ 8,663</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (11,780)
No adjustments to revenues				-
Adjustments to expenditures for equipment maintenance				322
Net change in fund balances (GAAP)				<u>\$ (11,458)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-14

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, 2015

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	385,000	385,000	427,677	42,677
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>385,000</u>	<u>385,000</u>	<u>427,677</u>	<u>42,677</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	486,500	486,500	333,323	153,177
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>486,500</u>	<u>486,500</u>	<u>333,323</u>	<u>153,177</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(101,500)</u>	<u>(101,500)</u>	<u>94,354</u>	<u>195,854</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	101,500	101,500	-	(101,500)
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>101,500</u>	<u>101,500</u>	<u>-</u>	<u>(101,500)</u>
<i>Net change in fund balance</i>	-	-	94,354	94,354
<i>Fund balance - beginning of year</i>	-	-	162,998	162,998
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 257,352</u>	<u>\$ 257,352</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 94,354
Adjustments to revenues for gross receipts taxes				7,486
Adjustments to expenditures for indigent health care expenses				(131)
Net change in fund balances (GAAP)				<u>\$ 101,709</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-15

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, 2015

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	150,000	150,000	180,494	30,494
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>150,000</u>	<u>150,000</u>	<u>180,494</u>	<u>30,494</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	140,715	140,715	122,047	18,668
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	30,000	30,000	-	30,000
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>170,715</u>	<u>170,715</u>	<u>122,047</u>	<u>48,668</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(20,715)</u>	<u>(20,715)</u>	<u>58,447</u>	<u>79,162</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	20,715	20,715	-	(20,715)
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>20,715</u>	<u>20,715</u>	<u>-</u>	<u>(20,715)</u>
<i>Net change in fund balance</i>	-	-	58,447	58,447
<i>Fund balance - beginning of year</i>	-	-	43,948	43,948
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 102,395</u>	<u>\$ 102,395</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 58,447
Adjustments to revenues for gross receipts taxes				8,756
Adjustments to expenditures for supplies, capital outlay, and small tools expenses				1,106
Net change in fund balances (GAAP)				<u>\$ 68,309</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-16

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, 2015

	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	145,331	148,635	99,081	(49,554)
State capital grants	-	-	-	-
Charges for services	3,000	3,000	12,071	9,071
Investment income (loss)	-	-	-	-
Miscellaneous	500	500	3,391	2,891
<i>Total revenues</i>	<u>148,831</u>	<u>152,135</u>	<u>114,543</u>	<u>(37,592)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	175,600	188,739	150,713	38,026
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>175,600</u>	<u>188,739</u>	<u>150,713</u>	<u>38,026</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(26,769)</u>	<u>(36,604)</u>	<u>(36,170)</u>	<u>434</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	26,769	36,604	-	(36,604)
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>26,769</u>	<u>36,604</u>	<u>-</u>	<u>(36,604)</u>
<i>Net change in fund balance</i>	-	-	(36,170)	(36,170)
<i>Fund balance - beginning of year</i>	-	-	58,256	58,256
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,086</u>	<u>\$ 22,086</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (36,170)
Adjustments to revenue for DWI grant receipts				14,728
Adjustments to expenditures for mileage, printing, and supplies				229
Net change in fund balances (GAAP)				<u>\$ (21,213)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-17

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, 2015

	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	25,000	25,000	25,397	397
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>25,000</u>	<u>25,000</u>	<u>25,397</u>	<u>397</u>
<i>Expenditures:</i>				
Current:				
General government	11,000	11,000	10,248	752
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	5,000	5,000	5,115	(115)
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>16,000</u>	<u>16,000</u>	<u>15,363</u>	<u>637</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>9,000</u>	<u>9,000</u>	<u>10,034</u>	<u>1,034</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	(9,000)	(9,000)	-	9,000
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(9,000)</u>	<u>(9,000)</u>	<u>-</u>	<u>9,000</u>
<i>Net change in fund balance</i>	-	-	10,034	10,034
<i>Fund balance - beginning of year</i>	-	-	105,544	105,544
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 115,578</u>	<u>\$ 115,578</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 10,034
Adjustments to revenues for charges for services				(875)
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ 9,159</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-18

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, 2015

	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)	-	-	-	-
Loan proceeds	-	-	-	-
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-19

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, 2015

	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	-	-	418	418
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	100	100	115	15
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>100</u>	<u>100</u>	<u>533</u>	<u>433</u>
<i>Expenditures:</i>				
Current:				
General government	19,466	19,466	19,393	73
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>19,466</u>	<u>19,466</u>	<u>19,393</u>	<u>73</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(19,366)</u>	<u>(19,366)</u>	<u>(18,860)</u>	<u>506</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	19,366	19,366	-	(19,366)
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>19,366</u>	<u>19,366</u>	<u>-</u>	<u>(19,366)</u>
<i>Net change in fund balance</i>	-	-	(18,860)	(18,860)
<i>Fund balance - beginning of year</i>	-	-	19,483	19,483
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 623</u>	<u>\$ 623</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (18,860)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ (18,860)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-20

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, 2015

	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	12,500	12,500	16,299	3,799
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>12,500</u>	<u>12,500</u>	<u>16,299</u>	<u>3,799</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	105,000	105,000	104,974	26
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>105,000</u>	<u>105,000</u>	<u>104,974</u>	<u>26</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(92,500)</u>	<u>(92,500)</u>	<u>(88,675)</u>	<u>3,825</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	92,500	92,500	-	(92,500)
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>92,500</u>	<u>92,500</u>	<u>-</u>	<u>(92,500)</u>
<i>Net change in fund balance</i>	-	-	(88,675)	(88,675)
<i>Fund balance - beginning of year</i>	-	-	167,585	167,585
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 78,910</u>	<u>\$ 78,910</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (88,675)
Adjustments to revenues for grant income				(422)
Adjustments to expenditures for medical services				(1)
Net change in fund balances (GAAP)				<u>\$ (89,098)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-21

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, 2015

	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	210,000	210,000	228,414	18,414
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>210,000</u>	<u>210,000</u>	<u>228,414</u>	<u>18,414</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	333,894	348,894	345,908	2,986
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>333,894</u>	<u>348,894</u>	<u>345,908</u>	<u>2,986</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(123,894)</u>	<u>(138,894)</u>	<u>(117,494)</u>	<u>21,400</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	48,894	63,894	-	(63,894)
Loan proceeds	-	-	-	-
Transfers in	75,000	75,000	75,000	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>123,894</u>	<u>138,894</u>	<u>75,000</u>	<u>(63,894)</u>
<i>Net change in fund balance</i>	-	-	(42,494)	(42,494)
<i>Fund balance - beginning of year</i>	-	-	200,612	200,612
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 158,118</u>	<u>\$ 158,118</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (42,494)
Adjustments to revenue for service fee revenue				17,007
Adjustments to expenditures for solid waste disposal expenses and gross receipts tax				(2,878)
Net change in fund balances (GAAP)				<u>\$ (28,365)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-22

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, 2015

	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	200,000	200,000	159,722	(40,278)
Investment income (loss)	-	-	136	136
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>200,000</u>	<u>200,000</u>	<u>159,858</u>	<u>(40,142)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	239,906	239,906	180,768	59,138
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	42,000	42,000	37,042	4,958
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>281,906</u>	<u>281,906</u>	<u>217,810</u>	<u>64,096</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(81,906)</u>	<u>(81,906)</u>	<u>(57,952)</u>	<u>23,954</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	6,906	6,906	-	(6,906)
Loan proceeds	-	-	-	-
Transfers in	75,000	75,000	65,000	(10,000)
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>81,906</u>	<u>81,906</u>	<u>65,000</u>	<u>(16,906)</u>
<i>Net change in fund balance</i>	-	-	7,048	7,048
<i>Fund balance - beginning of year</i>	-	-	16,706	16,706
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 23,754</u>	<u>\$ 23,754</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 7,048
Adjustments to revenues for charges for services				7,992
Adjustments to expenditures for fuel, fees and penalties, utilities, and gross receipts tax				(36,389)
Net change in fund balances (GAAP)				<u>\$ (21,349)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-23

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, 2015

	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	3,700	3,700	3,404	296
Capital outlay	-	-	-	-
Debt service:				
Principal	134,167	134,167	134,166	1
Interest	176,383	176,383	176,383	-
<i>Total expenditures</i>	<u>314,250</u>	<u>314,250</u>	<u>313,953</u>	<u>297</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(314,250)</u>	<u>(314,250)</u>	<u>(313,953)</u>	<u>297</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	14,250	14,250	-	(14,250)
Loan proceeds	-	-	-	-
Transfers in	300,000	300,000	300,000	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>314,250</u>	<u>314,250</u>	<u>300,000</u>	<u>(14,250)</u>
<i>Net change in fund balance</i>	-	-	(13,953)	(13,953)
<i>Fund balance - beginning of year</i>	-	-	22,899	22,899
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,946</u>	<u>\$ 8,946</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (13,953)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ (13,953)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-24

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, 2015

	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)	-	-	(4,308)	(4,308)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>(4,308)</u>	<u>(4,308)</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>(4,308)</u>	<u>(4,308)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Loan proceeds	-	-	-	-
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>	-	-	(4,308)	(4,308)
<i>Fund balance - beginning of year</i>	-	-	316,099	316,099
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 311,791</u>	<u>\$ 311,791</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (4,308)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ (4,308)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-25

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, 2015

	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)	300	300	100	(200)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>300</u>	<u>300</u>	<u>100</u>	<u>(200)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	806	806	806	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	107,699	107,699	107,696	3
Interest	35,264	35,264	35,264	-
<i>Total expenditures</i>	<u>143,769</u>	<u>143,769</u>	<u>143,766</u>	<u>3</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(143,469)</u>	<u>(143,469)</u>	<u>(143,666)</u>	<u>(197)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	16,559	16,668	-	(16,668)
Loan proceeds	-	-	-	-
Transfers in	126,910	126,801	126,910	109
Transfers (out)	-	-	(109)	(109)
<i>Total other financing sources (uses)</i>	<u>143,469</u>	<u>143,469</u>	<u>126,801</u>	<u>(16,668)</u>
<i>Net change in fund balance</i>	-	-	(16,865)	(16,865)
<i>Fund balance - beginning of year</i>	-	-	17,132	17,132
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 267</u>	<u>\$ 267</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (16,865)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ (16,865)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-26

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, 2015

	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	-	89,000	-	(89,000)
Charges for services	-	-	-	-
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>89,000</u>	<u>-</u>	<u>(89,000)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	5,855	5,855	2,841	3,014
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	7,500	96,500	86,560	9,940
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>13,355</u>	<u>102,355</u>	<u>89,401</u>	<u>12,954</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(13,355)</u>	<u>(13,355)</u>	<u>(89,401)</u>	<u>(76,046)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	13,355	(75,645)	-	75,645
Loan proceeds	-	-	-	-
Transfers in	-	89,000	89,000	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>13,355</u>	<u>13,355</u>	<u>89,000</u>	<u>75,645</u>
<i>Net change in fund balance</i>	-	-	(401)	(401)
<i>Fund balance - beginning of year</i>	-	-	13,355	13,355
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,954</u>	<u>\$ 12,954</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (401)
Adjustment to revenues for capital grants				86,635
Adjustments to expenditures for repair and maintenance expenses				(75)
Net change in fund balances (GAAP)				<u>\$ 86,159</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-27

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, 2015

	Budgeted Amounts		Actual	Variances
	Original	Final	(Non-GAAP Basis)	Favorable (Unfavorable) Final to Actual
<i>Revenues:</i>				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Gross receipts	385,000	385,000	427,678	42,678
Gasoline and motor vehicle	-	-	-	-
Intergovernmental:				
Federal operating grants	-	-	-	-
Federal capital grants	-	-	-	-
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	-	-	9,952	9,952
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>385,000</u>	<u>385,000</u>	<u>437,630</u>	<u>52,630</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	295,000	295,000	101,098	193,902
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>295,000</u>	<u>295,000</u>	<u>101,098</u>	<u>193,902</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>90,000</u>	<u>90,000</u>	<u>336,532</u>	<u>246,532</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	285,000	290,000	-	(290,000)
Loan proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	(375,000)	(380,000)	(340,000)	40,000
<i>Total other financing sources (uses)</i>	<u>(90,000)</u>	<u>(90,000)</u>	<u>(340,000)</u>	<u>(250,000)</u>
<i>Net change in fund balance</i>	-	-	(3,468)	(3,468)
<i>Fund balance - beginning of year</i>	-	-	484,917	484,917
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 481,449</u>	<u>\$ 481,449</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (3,468)
Adjustments to revenues for gross receipts taxes				7,486
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ 4,018</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-28

Colfax County

Vigil Moldanado Detention Center 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, 2015

	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	-	125,000	32,240	92,760
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>125,000</u>	<u>32,240</u>	<u>92,760</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(125,000)</u>	<u>(32,240)</u>	<u>92,760</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Loan proceeds	-	-	-	-
Transfers in	-	125,000	125,000	-
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>125,000</u>	<u>125,000</u>	<u>-</u>
<i>Net change in fund balance</i>	-	-	92,760	92,760
<i>Fund balance - beginning of year</i>	-	-	-	-
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 92,760</u>	<u>\$ 92,760</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 92,760
No adjustments to revenues				-
Adjustments to expenditures for capital outlay expenditures				(28,909)
Net change in fund balances (GAAP)				<u>\$ 63,851</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, 2015

	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	734,950	47,950	45,558	(2,392)
Charges for services	-	-	-	-
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>734,950</u>	<u>47,950</u>	<u>45,558</u>	<u>(2,392)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	11,233	(11,233)
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	814,250	84,250	65,769	18,481
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>814,250</u>	<u>84,250</u>	<u>77,002</u>	<u>7,248</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(79,300)</u>	<u>(36,300)</u>	<u>(31,444)</u>	<u>4,856</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	4,300	(43,700)	-	43,700
Loan proceeds	-	-	-	-
Transfers in	75,000	80,000	40,000	(40,000)
Transfers (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>79,300</u>	<u>36,300</u>	<u>40,000</u>	<u>3,700</u>
<i>Net change in fund balance</i>	-	-	8,556	8,556
<i>Fund balance - beginning of year</i>	-	-	3,160	3,160
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,716</u>	<u>\$ 11,716</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 8,556
Adjustments to revenues for state grant revenues				85,836
Adjustments to expenditures for capital outlay expenditures				(84,263)
Net change in fund balances (GAAP)				<u>\$ 10,129</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-30

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, 2015

	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	382,500	22,500	20,515	(1,985)
State operating grants	-	-	-	-
State capital grants	-	-	-	-
Charges for services	-	-	-	-
Investment income (loss)	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>382,500</u>	<u>22,500</u>	<u>20,515</u>	<u>(1,985)</u>
<i>Expenditures:</i>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	382,500	22,500	20,515	1,985
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>382,500</u>	<u>22,500</u>	<u>20,515</u>	<u>1,985</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)	-	-	-	-
Loan proceeds	-	-	-	-
Transfers in	375,000	375,000	-	(375,000)
Transfers (out)	(375,000)	(375,000)	-	375,000
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balance</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<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-31

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, 2015

	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)	-	-	-	-
Loan proceeds	-	-	-	-
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>	<u>-</u>	<u>-</u>	<u>219</u>	<u>219</u>
<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-32

Colfax County

2015 Hold Harmless Gross Receipts Tax Revenue Bond 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, 2015

	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)	-	12,000	16,051	4,051
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>12,000</u>	<u>16,051</u>	<u>4,051</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>12,000</u>	<u>16,051</u>	<u>4,051</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	(6,511,129)	-	6,511,129
Bond proceeds	-	6,624,129	6,140,000	(484,129)
Bond premium	-	-	484,129	-
Transfers in	-	125,000	125,000	-
Transfers (out)	-	(250,000)	(250,000)	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>(12,000)</u>	<u>6,499,129</u>	<u>6,027,000</u>
<i>Net change in fund balance</i>	-	-	6,515,180	6,031,051
<i>Fund balance - beginning of year</i>	-	-	-	-
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,515,180</u>	<u>\$ 6,031,051</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 6,515,180
No adjustments to revenues				-
No adjustments to expenditures				(123,843)
Net change in fund balances (GAAP)				<u>\$ 6,391,337</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-33

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, 2015

	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)	-	-	(423)	(423)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>(423)</u>	<u>(423)</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>(423)</u>	<u>(423)</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>	-	-	(423)	(423)
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>1,727,137</u>	<u>1,727,137</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,726,714</u>	<u>\$ 1,726,714</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (423)
No adjustments to revenues				-
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ (423)</u>

The accompanying notes are an integral part of these financial statements

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SUPPORTING SCHEDULES

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STATE OF NEW MEXICO

Schedule III

Colfax County

Schedule of Collateral Pledged by Depository For Public Funds

June 30, 2015

<u>Name of Depository</u>	<u>Description of Pledged Collateral</u>	<u>Maturity</u>	<u>CUSIP Number</u>	<u>Fair Market Value</u>	<u>Value June 30, 2015</u>
First National Bank					
	Jemez Vly NM Public SD #31	8/1/2020	475868ED3	\$	344,384
	Dona Ana City Nm CMNTY CLG	8/1/2015	257584AJ1		218,845
	FNMA - Pool # MA1472	6/1/2033	31418AT65		218,764
	GNMA-I - Pool #782500	12/15/2023	36241KX52		296,040
Total First National Bank					1,078,033
Name and location of safekeeper for above pledged collateral: Federal Home Loan Bank, Dallas, Texas					
International Bank					
	FNMA CBL 1X2-11W/10STR NT S/U	8/25/2015	3136FPBB2	\$	376,355
	FHLB NON CBL	9/28/2015	3133716Z4		602,330
	FNMA 1.625 11/27/18	11/27/2018	3135G0YT4		6,676,124
	FNMA 1.200 12/20/18*13	12/20/2015	3136G12K4		295,939
	FNLB 1.480 12/06/19*13	12/6/2019	313381ED3		5,407,210
	FNLB 1.460 12/13/19*13	12/13/2019	313381DN2		220,751
	FNLB 2.375 12/13/19	12/13/2019	3130A01R2		5,144,430
Total International Bank					18,723,139
Name and location of safekeeper for above pledged collateral: Federal Reserve Bank, Boston, Massachusetts					
Total Pledged Collateral					\$ 19,801,172

See independent auditors' report.

STATE OF NEW MEXICO
Colfax County
Schedule of Deposit and Investment Accounts
June 30, 2015

Bank Account Type/Name	American Express Bank	BMW Bank	Citi Bank	Goldman Bank	Discover Bank
Certificate of Deposit	\$ 250,000	\$ -	\$ -	\$ -	\$ -
Certificate of Deposit	-	250,000	-	-	-
Certificate of Deposit	-	-	250,000	-	-
Certificate of Deposit	-	-	-	250,638	-
Certificate of Deposit	-	-	-	-	250,000
Certificate of Deposit	-	-	-	-	-
Certificate of Deposit	-	-	-	-	-
Certificate of Deposit	-	-	-	-	-
Certificate of Deposit	-	-	-	-	-
Checking - Operational	-	-	-	-	-
Checking - Airport Operations	-	-	-	-	-
Sheriff Forfeiture Fund	-	-	-	-	-
VMDC - Inmate Fund	-	-	-	-	-
Improvement Bonds Series 2015	-	-	-	-	-
Federal Tax Deposit	-	-	-	-	-
Certificate of Deposit	-	-	-	-	-
Certificate of Deposit	-	-	-	-	-
Certificate of Deposit	-	-	-	-	-
Certificate of Deposit	-	-	-	-	-
Certificate of Deposit	-	-	-	-	-
Certificate of Deposit	-	-	-	-	-
Certificate of Deposit	-	-	-	-	-
Certificate of Deposit	-	-	-	-	-
Certificate of Deposit	-	-	-	-	-
Certificate of Deposit	-	-	-	-	-
Permanent Health Care Fund*	-	-	-	-	-
First American Prime Obligation Funds	-	-	-	-	-
NMFA Reserve Account**	-	-	-	-	-
Total deposits and investments	<u>250,000</u>	<u>250,000</u>	<u>250,000</u>	<u>250,638</u>	<u>250,000</u>
Reconciling items	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Reconciled balance	<u>\$ 250,000</u>	<u>\$ 250,000</u>	<u>\$ 250,000</u>	<u>\$ 250,638</u>	<u>\$ 250,000</u>

*Balance of this account consists of \$1,699,408 in a certificate of deposit and \$27,306 in a savings account.

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

See independent auditors' report

First National Bank	International Bank	Bank of NY Mellon NMFA	US Bank	Washington Federal	Wells Fargo Bank	Totals
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 250,000
-	-	-	-	-	-	250,000
-	-	-	-	-	-	250,000
-	-	-	-	-	-	250,638
-	-	-	-	-	-	250,000
-	-	-	-	200,000	-	200,000
-	-	-	-	95,000	-	95,000
-	-	-	-	-	200,000	200,000
-	-	-	-	-	428,000	428,000
-	2,545,461	-	-	-	-	2,545,461
-	21,931	-	-	-	-	21,931
-	19,678	-	-	-	-	19,678
-	24,025	-	-	-	-	24,025
-	6,613,976	-	-	-	-	6,613,976
-	28,387	-	-	-	-	28,387
500,000	-	-	-	-	-	500,000
236,000	-	-	-	-	-	236,000
2,177	-	-	-	-	-	2,177
4,804	-	-	-	-	-	4,804
9,902	-	-	-	-	-	9,902
9,720	-	-	-	-	-	9,720
10,168	-	-	-	-	-	10,168
-	1,161,000	-	-	-	-	1,161,000
-	1,400,000	-	-	-	-	1,400,000
-	618,000	-	-	-	-	618,000
-	1,726,714	-	-	-	-	1,726,714
-	-	-	499,349	-	-	499,349
-	-	267	-	-	-	267
<u>772,771</u>	<u>14,159,172</u>	<u>267</u>	<u>499,349</u>	<u>295,000</u>	<u>628,000</u>	<u>17,605,197</u>
-	(1,049,795)	-	-	-	-	(1,049,795)
<u>\$ 772,771</u>	<u>\$ 13,109,377</u>	<u>\$ 267</u>	<u>\$ 499,349</u>	<u>\$ 295,000</u>	<u>\$ 628,000</u>	<u>\$ 16,555,402</u>

Add: petty cash	550
Less: investments per Exhibit A-1	(1,749,988)
Less: agency funds cash per Exhibit D-1	(1,013,625)
Less: restricted cash and cash equivalents per Exhibit A-1	(8,211,701)
Total unrestricted cash and cash equivalents per Exhibit A-1	<u>\$ 5,580,638</u>

STATE OF NEW MEXICO
Colfax County
Tax Roll Reconciliation - Changes in Property Taxes Receivable
June 30, 2015

Schedule V

Property taxes receivable, beginning of year	\$ 4,013,539
Changes to tax roll:	
Net tax charges to treasurer for fiscal year	15,881,472
Adjustments:	
Net increase in taxes receivable	<u>9,450</u>
Total receivable prior to collections	19,904,461
Collections for fiscal year ended June 30, 2015	<u>(15,516,121)</u>
Property taxes receivable, end of year	<u><u>\$ 4,388,340</u></u>
Property taxes receivable are reported as follows:	
Statement of Net Position - Exhibit A-1	\$ 827,380
Statement of Fiduciary Assets and Liabilities - Exhibit D-1	<u>3,560,960</u>
Total property taxes receivable	<u><u>\$ 4,388,340</u></u>
Property taxes receivable by year:	
2005	\$ -
2006	-
2007	-
2008	51,815
2009	207,633
2010	301,720
2011	459,162
2012	746,298
2013	840,005
2014	<u>1,781,707</u>
Total property taxes receivable	<u><u>\$ 4,388,340</u></u>

See independent auditors' report

STATE OF NEW MEXICO
Colfax County
Schedule of Changes in Fiduciary Assets and Liabilities
Agency Funds
For the Year Ended June 30, 2015

Schedule VI

	Balance June 30, 2014	Additions	Deletions	Balance June 30, 2015
<i>Assets</i>				
Cash and cash equivalents	\$ 466,502	\$ 10,577,028	\$ 10,029,905	\$ 1,013,625
Property taxes receivable	3,277,123	9,527,322	9,243,485	3,560,960
Other taxes receivable	59,211	82,784	59,211	82,784
<i>Total assets</i>	<u>\$ 3,802,836</u>	<u>\$ 20,187,134</u>	<u>\$ 19,332,601</u>	<u>\$ 4,657,369</u>
<i>Liabilities</i>				
Deposits held for others	\$ 466,502	\$ 10,577,028	\$ 10,029,905	\$ 1,013,625
Due to other taxing entities	3,336,334	9,610,106	9,302,696	3,643,744
<i>Total liabilities</i>	<u>\$ 3,802,836</u>	<u>\$ 20,187,134</u>	<u>\$ 19,332,601</u>	<u>\$ 4,657,369</u>

See independent auditors' report

STATE OF NEW MEXICO
Colfax County
 Schedule of Vendor Information for Purchases Exceeding \$60,000 (excluding GRT)
 For the Year Ended June 30, 2015

Prepared by: Colfax County

Title: Assistant County Manager

Date: 10/26/2015

<u>RFP#/ RFB#</u>	<u>Type of Procurement</u>	<u>Awarded Vendor</u>	<u>\$ Amount of Awarded Contract</u>	<u>\$ Amount of Amended Contract</u>
RFB 2015-02	RFB	Phil Long Ford of Raton	\$ 81,742	N/A
RFB 2014-06	RFB	Braun Northwest, Inc.	\$ 110,406	N/A
RFB 2014-03	RFB	Fouts Bros Fire Equipment	\$ 185,000	N/A
RFB 2014-07	RFB	Pete's Equipment Repair, Inc.	\$ 253,911	N/A

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Name and Physical Address per the Procurement Documentation, of <u>ALL</u> Vendors that Responded	In-State/ Out-of-State Vendor (Y or N) (Based on Statutory Definition)	Was the Vendor In-State and Chose Veteran's Preference (Y or N) For Federal Funds Answer N/A	Brief Description of the Scope of Work
Phil Long Ford, 301 S. 2nd St, Raton, NM 87740 Braun Northwest, Inc., PO Box 1204, Chehalis, WA 98532	In	N/A	2 Ford Transit Vans/2 Ford Focuses Rescue Body Kit for Ford Chasis
Fouts Bros Fire Equipment, 2158 Atlanta Road, Smyrna, GA 30080	Out	N/A	3000 Gallon CJ Tanker
Pete's Equipment, 1412 Broadway NW, Albuquerque, NM 87102	N/A	N/A	Class A Pumper
	In	N/A	

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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

Timothy Keller
New Mexico State Auditor
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, 2015, 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 October 26, 2015.

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. Therefore, material weakness or significant deficiencies may exist that were not identified. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings and responses as item FS 2015-001 that we consider to be a material weakness.

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 responses as items FS 2006-004, FS 2015-002, FS 2015-003, and FS 2015-004.

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
October 26, 2015

STATE OF NEW MEXICO
Colfax County
Schedule of Findings and Responses
June 30, 2015

Section I – Summary of Auditors’ Results:

Financial Statements:

- | | |
|--|------------|
| 1. Type of auditors’ report issued | Unmodified |
| 2. Internal control over financial reporting: | |
| a. Material weaknesses identified? | Yes |
| b. Significant deficiencies identified not considered to be material weaknesses? | None noted |
| c. Noncompliance material to the financial statements noted? | None noted |

Section II – Financial Statement Findings

FS 2006-004 (FS 06-04) Property Tax Schedule Not Included (Repeated/Modified) – Other non-compliance

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. The County has made progress towards preparing the schedule as they were able to reconcile collections by entity during the fiscal year; however the County has not been able to reconcile the distributions by entity in order to complete the report.

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 fully 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 Colfax County Treasurer has pinpointed the information needed to reconcile the County's Tax Maintenance Schedule to the 10 Year Audit Report.

The Colfax County Treasurer and the Chief Deputy Treasurer have started correcting the human errors that have been made on the County's Tax Maintenance Schedule and they have contacted the software company to work on the information that is missing from the 10 year report generated by the system. The anticipated date for correction is March 2016.

A letter was sent to DFA on October 21, 2015 with a revised Maintenance Schedule for June 30, 2015, and one will be sent for July 2015 through October 2015 on or before November 15, 2015.

Section II – Financial Statement Findings (continued)

FS 2015-001 Tax Maintenance Report and Reconciliation – Material Weakness

Condition: During our audit over the County’s property taxes, we noted the following:

- The County submitted an inaccurate property tax maintenance schedule to the Department of Finance and Administration that was subsequently amended. The amended schedule was not submitted to the DFA as of October 2015. The total difference in property taxes receivable between the original and amended schedule was \$134,223.
- It was noted that the County’s billing system does not generate a complete and accurate tax maintenance report. The differences stem from property tax collections through December for each tax levy year not being captured in the tax maintenance report. Large manual adjustments are required each year to true up the maintenance report to reconcile materially to actual tax collections and adjustments to the tax levy. The difference between the billing system and tax maintenance report was \$641,579 before reconciliation.

Criteria: Section 4-43-2 NMSA 1978 states that “The County Treasurer shall keep the books, papers, and money pertaining to his/her office ready for inspection.” The Committee of Sponsoring Organizations (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.

Effect: The County is unable to provide a complete and accurate tax maintenance schedule to the DFA and external auditors in a timely matter.

Cause: The tax maintenance report ran out of the County’s billing software does not pull data for collections through December of the year of the tax levy. The County does not have procedures in place to report complete and accurate information with respect to the property tax maintenance report.

Auditors’ Recommendations: We recommend that a system be put in place to prepare the property tax maintenance report in a timely fashion. As part of this process, review and verification procedures should be put in place to ensure the accuracy of the schedule. The Auditor recommends that the County work with software support to determine how the system can be corrected so that the all collections throughout the tax year are recorded. Additionally, review procedures should be implemented to verify the accuracy of the data on a periodic basis.

Agency’s Response: The Colfax County Treasurer and the Chief Deputy have started making the changes to correct the errors on the Tax Maintenance Schedule. The revised schedule for June 2015 was sent to DFA on October 21, 2015 and the revised schedules for July 2015 through October 2015 will be sent with an explanation of change by November 15, 2015.

Effective immediately, the Chief Deputy Treasurer will be compiling and updating the Tax Maintenance Schedule on a monthly basis, this task was previously done by one of the office clerks. The Tax schedule will then be reviewed for accuracy by the Colfax County Treasurer and the Senior Clerk on a monthly basis.

The Chief Deputy Treasurer has contacted another New Mexico County that uses a spreadsheet to account for taxes collected and how they are distributed. The Colfax County Treasurer will be entering the data and reconciling the information to the Tax Maintenance Schedule on a monthly basis utilizing said spreadsheet upon receipt.

Section II – Financial Statement Findings (continued)

FS 2015-002 Employee Hiring and Documentation – Finding that does not rise to the level of a significant deficiency

Condition: During our review of internal controls over the payroll process, it was noted that one employee started work without submitting an employment application or being interviewed in accordance with the County's hiring processes and policies. Additionally, the County did not have an employment contract signed, and had not obtained standard employment paperwork, such as a W-4, I-9, etc. before beginning work.

Criteria: The Committee of Sponsoring Organizations (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.

Effect: An individual could potentially be paid without being hired in accordance with County standards and procedures.

Cause: An individual was allowed to complete work hours without going through the hiring process and completing the necessary new hire paperwork.

Auditors' Recommendations: We recommend that all new hires be processed and vetted in accordance with the County's written policies and procedures. Hiring procedures should be reviewed with all management personnel to ensure that policies are known and followed. Additionally, department heads should provide notification to the payroll department any time a new employee is going to start work.

Agency's Response: A new Personnel Policy was adopted in May 2015 and proper recruitment and selection of employees was referenced. The County Manager and Human Resource Clerk will ensure the Recruitment and Selection Section of the Personnel Policy is communicated to key personnel, and all new hires will be hired according to the policy effective immediately.

Section II – Financial Statement Findings (continued)

FS 2015-003 Procurement Code – Finding that does not rise to the level of a significant deficiency

Condition: Internal Controls were circumvented such that the County divided a contract for IT services between fiscal years. For the period from March 2015 through June 2015, the contract was entered into for amounts up to \$15,000. For the period starting July 2015, the contract was entered into for up to \$35,000. Neither was entered into after obtaining price quotes as required by the County's procurement policy.

Criteria: The Committee of Sponsoring Organizations (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. The County's internal policy states that any purchases for greater than \$1,000 require at least one written quote be obtained before a contract is entered into.

Effect: The County could potentially be obligated to contracts that were not in the interest of the County. The vender selected might not be the best qualified and most cost effective option available. Additionally, if the County procurement policies are not followed, the State Purchasing Act could be violated.

Cause: The contracts in question were written and signed without consulting the County's Certified Purchasing Officer or legal council as required by the County's internal control policies and procedures over procurement.

Auditors' Recommendations: The auditor recommends all contracts be reviewed by the County's Certified Purchasing Officer and legal council before signing as required in the County's policies and procedures and to ensure that applicable State procurement requirements are followed.

Agency's Response: The Chief Procurement Officer will remedy this finding by initiating the following;

As an internal control measure, a procurement policy is currently being created and will be implemented by January 2016 for all staff to reference. This policy will discuss the processes in detail that must be followed for all procurement requests in order to stay in compliance with NM Procurement Codes.

A boiler plate contract for contractual services has been developed and will be used from October 27, 2015 forward for any contracts the County solicits. Legal counsel reviewed and approved the boiler plate contract on October 27, 2015. This will enable consistency for the County to stay in compliance with the NM Procurement Code as well as ensure internal controls.

An authorization plan is also being developed for Department Heads to complete and be submitted to the County Manager, Assistant County Manager and the Chief Procurement Officer to confirm funds are available to award a contract and the correct procurement process is used to keep the County in compliance. This plan will be adopted with the anticipated date of January 2016.

Section II – Financial Statement Findings (continued)

FS 2015-004 Pledged Collateral – Other non-compliance

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

- Deposits at Washington Federal Bank were not collateralized in accordance with State of New Mexico Statutes. The required collateral was \$22,500. The collateral provided was \$0, resulting in a shortfall of \$22,500.
- Deposits at Wells Fargo Bank were not collateralized in accordance with State of New Mexico Statutes. The required collateral was \$189,000. The collateral provided was \$0, resulting in a shortfall of \$189,000.
- Deposits at Goldman Sachs were not collateralized in accordance with State of New Mexico Statutes. The required collateral was \$319. The collateral provided was \$0, resulting in a shortfall of \$319.

The County has worked over the last year in order to obtain additional collateral as required to ensure proper collateralization for amounts in excess of FDIC coverage; however has not obtained sufficient collateral for all institutions.

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’s on deposit with US Bank, Washington Federal Bank, or Wells Fargo Bank.

Auditors’ Recommendations: We recommend that the continue to work with institutions listed above 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.

Agency’s Response: Washington Federal Bank and Wells Fargo Bank were notified on October 26, 2015 of the findings by the Colfax County Treasurer, and they have been reminded that the CDs purchased by the County have to be collateralized at 50% by NM State Statute, but that Colfax County would like the CDs to be collateralized at 100%. If said banks cannot meet the County Treasurer’s request, funds will be redirected.

The Colfax County Treasurer contacted U.S. Bank on October 26, 2015, and US Bank will be moving the amounts that are smaller, (the Bond Revenue Funds, Redemption Funds) out of the First American Funds to a regular money market by December 2015.

Section III – Prior Year Audit Findings

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

FS 2009-003 (FS 09-03) Pledged Collateral - Resolved

FS 2014-001 Internal Controls over Airport Operations – Resolved

FS 2014-002 Public Money Distribution – Resolved

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

STATE OF NEW MEXICO

Colfax County
Other Disclosures
June 30, 2015

OTHER DISCLOSURES

Exit Conference

An exit conference was held on October 26, 2015 in a closed executive session in compliance with the Open Meetings Act. In attendance were the following:

Representing Colfax County:

Patricia Gonzales, County Manager
Cheryl Navarette, Assistant County Manager
Linda Gallegos, County Assessor
Kathy Trujillo, County Treasurer
Lydia Garcia, Deputy County Treasurer
Freda Baca, County Clerk
William E. Sauble, County Commissioner – Chairman
James L. Newton, County Commissioner – Vice Chairman
Roy Fernandez, County Commissioner

Representing Accounting & Consulting Group, LLP:

Alan D. Bowers, Jr., Manager, 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.