

**STATE OF NEW MEXICO
DONA ANA COUNTY**

**FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION**

JUNE 30, 2008

DONA ANA COUNTY
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DONA ANA COUNTY
OFFICIAL ROSTER
JUNE 30, 2008

COMMISSIONERS

<u>Name</u>	<u>Title</u>
<i>D. Kent Evans</i>	<i>Chairman, Commissioner, District 4</i>
<i>William (Bill) McCamley</i>	<i>Vice-Chair, Commissioner, District 5</i>
<i>Karen G. Perez</i>	<i>Commissioner, District 3</i>
<i>Oscar Vasquez Butler</i>	<i>Commissioner, District 1</i>
<i>Dolores Saldana-Caviness</i>	<i>Commissioner, District 2</i>

OFFICIALS

<i>Brian D. Haines</i>	<i>County Manager</i>
<i>Jim Schoonover</i>	<i>County Treasurer</i>
<i>Rita Torres</i>	<i>County Clerk</i>
<i>Gary Perez</i>	<i>County Assessor</i>
<i>Alice M. Salcido</i>	<i>Probate Judge</i>
<i>Todd Garrison</i>	<i>County Sheriff</i>

INDEPENDENT AUDITORS' REPORT

Mr. Hector H. Balderas, State Auditor and
The Board of County Commissioners
Dona Ana County
Las Cruces, New Mexico

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Dona Ana County (the "County"), as of and for the year ended June 30, 2008, 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, nonmajor enterprise, internal service and fiduciary funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2008, as listed in the table of contents. These financial statements are the responsibility of the County's management. 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Dona Ana County, as of June 30, 2008, the respective changes in financial position and cash flows, where applicable, there of and the respective budgetary comparison of the general, and major special revenue funds for the year then ended in conformity 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, nonmajor enterprise, internal service, and fiduciary funds of Dona Ana County as of June 30, 2008, and the respective changes in financial position and cash flows, where applicable, there of and the respective budgetary comparisons for the major debt service fund and all nonmajor funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Mr. Hector H. Balderas, State Auditor and
The Board of County Commissioners
Dona Ana County
Las Cruces, New Mexico
Page Two

In accordance with *Government Auditing Standards*, we have also issued our reports dated November 3, 2008 on our consideration of the Dona Ana 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* and should be considered in assessing the results of our audit.

The management's discussion and analysis on pages 4 through 13 is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consist principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was performed for the purpose of forming opinions on the basic financial statements, and the combining and individual fund financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the financial statements. The additional schedules listed as "other supplementary information" in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Kriegel/Gray/Shaw & Co., P.C.

November 3, 2008

DONA ANA COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2008

The Dona Ana County's management discussion and analysis presents an overview of the County's financial activities for the fiscal year ended June 30, 2008. Please read it in conjunction with the Doña Ana County's financial statements beginning on page 14.

FINANCIAL HIGHLIGHTS

- The County completed fiscal year 2008 with \$359,337,882 in total assets; this is a 5% increase in assets when compared to the \$343,283,587 in fiscal year 2007. Total Liabilities for net assets decreased by roughly 3% or \$2,122,427 to \$73,692,390; while Total Net Assets increased by approximately 7% or \$17,777,721 to complete the fiscal year at \$285,645,491.
- Governmental Activity increased by roughly 8% or \$16,987,709 to end the fiscal year at \$224,790,324; while Business-Type Activities increased by 1% or \$790,012 for a fiscal year net asset balance of \$60,855,167; while revenues increased by 19% (\$121,914,393) and exceeded expenditures (\$104,517,099) by 17%.
- The County's financial analysis of County Governmental Funds indicates an increase in total assets of \$5,775,804 or 5% to \$106,224,984; total liabilities decreased by \$566,609 or 3%, while total fund balance increased by \$6,342,413 or 8%.
- On February 10, 2005, the Doña Ana County, the City of Sunland Park and Verde Group, LLC, entered into a Memorandum of Understanding to create a Joint Water Wastewater Authority to provide water, wastewater services, and, zoning and sub-division services for the Santa Teresa-Border Area of Southern Doña Ana County. Included in this agreement is the transfer of fixed assets from Doña Ana County to the newly created entity. Current worth of these assets to be transferred approximates \$14,000,000. This MOU is still in effect in the current fiscal year.
- Dona Ana County received state appropriations totaling \$5,000,000 for the Colonias Initiative from the State of New Mexico Governor's Office to improve infrastructure within the 40 substandard designated colonia communities within the County's boundaries. In fiscal year 2008, \$2,986,896 has been expended.
- The County negotiated all contracts successfully with County Sheriff Deputies, Detention Officers, and blue-collar employees. Non-unionized County employees received a 3.2% cost of living allowance (COLA).
- Total bonded debt at June 30, 2008 for the County was \$49,655,000.
- The new $\frac{1}{4}$ of 1 percent tax to support infrastructure development at Spaceport America (north of Las Cruces) was approved by voters.

DONA ANA COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2008

GENERAL FUND BUDGETARY HIGHLIGHTS

Dona Ana County's total actual general fund expenditures for the Fiscal Year 2008 were 15% under the budgeted expenditure amounts for the year. The majority of budget adjustments are attributed to the receipt of numerous grant appropriations for the Colonia's Initiative and road projects.

OVERVIEW OF THE FINANCIAL STATEMENTS

The discussion and analysis are intended to serve as an introduction to the County's basic financial statements. The 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.

Government-Wide Financial Statements

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

The *Statement of Net Assets* presents information on all the County's assets and liabilities, with the difference between the two reported as net assets.

The *Statement of Activities* presents information showing how the County's net assets changed during fiscal year 2008. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned and unused vacation leave).

Both of these financial statements distinguish functions of the 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 through user fees and charges (*business-type activities*). The governmental activities of the County include General Government, Public Safety, Public Works, Health and Welfare, and Cultural and Recreation. The business-type activities of the County include Water, Wastewater, and Rental Housing 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. The 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 the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

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 spend-able resources, as well as balances of spend-able resources available at the end of the fiscal year. Such information may be useful in evaluating the County's near-term financing requirements.

DONA ANA COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2008

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 reconciliation to facilitate this comparison between governmental funds and governmental activities.

The County adopts an annual appropriated budget for its general, special revenue, debt service and capital projects funds. A budgetary comparison statement has been provided for these funds to demonstrate budgetary compliance.

The basic governmental fund financial statements begin on page 16 of this report.

Proprietary Fund

The County maintains two types of proprietary funds. *Enterprise funds* are used to report the same function presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for the fiscal activities relating to various Water and Wastewater Utilities, and HUD's Low Rent Housing Villa Sereno, as well as operations. An internal service fund is utilized to charge costs of fleet maintenance to individual funds.

The basic proprietary fund financial statements begin on page 22 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 the County's own programs.

The basic fiduciary fund financial statements begin on page 26 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 27-56 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information. Required supplementary information can be found starting on page 57 of this report.

The combining statements referred to earlier in connection with Nonmajor governmental funds and Nonmajor enterprise funds are presented in the supplementary information section of this report. Combining schedules can be found on pages 65-141 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Broad Overview of Finances)

The County implemented the new financial reporting model required by Governmental Accounting Standards Board Statement No. 34 in fiscal year ended June 30, 2003. Over time, as year-to-year financial information is accumulated on a consistent basis, changes in net assets may be observed and used to discuss the changing financial position of the County as a whole.

DONA ANA COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2008

Dona Ana County
Condensed Schedule of Net Assets
As of June 30, 2007 and 2006

	2008	2007	2008	2007	2008	2007
	Governmental Activities	Governmental Activities	Business-Type Activities	Business-Type Activities	Total Primary Government	Total Primary Government
Assets:						
Current and Other Assets	\$ 102,309,609	\$ 97,046,712	\$ 6,776,234	\$ 4,033,034	\$ 109,085,843	\$ 101,079,746
Capital Assets	187,868,722	180,573,523	62,383,317	62,029,318	250,252,039	242,602,841
Total Assets	<u>\$ 290,178,331</u>	<u>\$277,620,235</u>	<u>\$ 69,159,551</u>	<u>\$ 66,062,352</u>	<u>\$ 359,337,882</u>	<u>\$ 343,682,587</u>
Liabilities:						
Current Liabilities	\$ 12,369,134	\$ 10,931,147	\$ 1,882,872	\$ 411,678	\$ 14,252,006	\$ 11,342,825
Non-Current Liabilities	53,018,873	58,886,473	6,421,512	5,585,519	59,440,385	64,471,992
Total Liabilities	<u>65,388,007</u>	<u>69,817,620</u>	<u>8,304,384</u>	<u>5,997,197</u>	<u>73,692,391</u>	<u>75,814,817</u>
Net Assets:						
Invested in Capital Assets	136,129,114	125,003,520	56,013,947	56,477,390	192,143,061	181,480,910
Restricted Assets	3,632,899	8,256,825	0	0	3,632,899	8,256,825
Unrestricted Assets	85,028,311	74,542,270	4,841,220	3,587,765	89,869,531	78,130,035
Total Net Assets	<u>224,790,324</u>	<u>207,802,615</u>	<u>60,855,167</u>	<u>60,065,155</u>	<u>285,645,491</u>	<u>267,867,770</u>
Total Liabilities And Net Assets	<u>\$ 290,178,331</u>	<u>\$ 277,620,235</u>	<u>\$ 69,159,551</u>	<u>\$ 66,062,352</u>	<u>\$ 359,337,882</u>	<u>\$ 343,682,587</u>

The largest portion of the County's net assets reflects its investment in capital assets (i.e., land, land improvements, buildings, equipment, utility infrastructure); less any related outstanding debt used to acquire those assets. 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.

An additional portion of the County's net assets represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted* net assets may be used to meet the County's ongoing obligations to citizens and creditors.

Governmental Activities

Governmental activities increased the County's net assets by \$16,560,231. The increase is due predominantly to the contribution of roads to the County by developers as well as an increase in operating grants for health and welfare and grants for public works projects.

On June 1, 2004, the County and the City of Las Cruces terminated the lease of the County and City-owned hospital to Memorial Medical Center, Inc. (MMCI, a non-profit corporation) and executed a new 40-year lease to Province Healthcare, Inc. (PHI), now taken over by Life Point. The County and City each began receiving half of MMCI's assets from the resulting liquidation of the corporation. The increase in Net assets mentioned above is primarily a result of the prepayment of the 40-year lease by PHI and the liquidation of MMCI. More detailed information about the hospital lease is presented on page 53, Note 14 to the financial statements

The overall financial position in governmental activities increased by 724%. The change in net assets from 2007 to 2008 was \$17,397,294; contributions of roads noted above as well as substantial public works grants and health and welfare grants/constructions account for this change.

DONA ANA COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2008

Business-Type Activities

The overall financial position of the business-type activities changed predominantly due to the development of a new housing project.

Construction continues on water and wastewater utilities for the County. The County is anticipating the transfer of assets of the Border (Santa Teresa) Water and Wastewater facilities to the Joint Water Wastewater Authority. Overall the County utility connections increased by 111 connections for a total of 2,723.

Dona Ana County
Summary of Changes In Net Assets
As of June 30, 2008 and 2007

	2008	2007	2008	2007	2008	2007
	Governmental Activities	Governmental Activities	Business-Type Activities	Business-Type Activities	Total Primary Government	Total Primary Government
Revenues:						
<u>Program Revenues</u>						
Charges for Services	\$ 15,401,542	\$ 15,649,588	\$ 1,220,255	\$ 1,023,188	\$ 16,621,797	\$ 16,672,776
Operating Grants and Contributions	23,855,449	13,686,860	35,784	33,726	23,891,233	13,720,586
Capital Grants and Contributions	14,648,192	11,202,930	882,047	0	15,530,239	11,202,930
<u>General Revenue:</u>						
Taxes, Penalties and Interest	56,729,774	52,069,017	0	0	56,729,774	52,069,017
Investment Income	4,118,915	5,410,102	95,975	75,603	4,214,890	5,485,705
Other Revenue	3,976,269	1,760,759	69,756	314,633	4,046,025	2,075,392
Total Revenue	118,730,141	99,779,256	2,303,817	1,447,150	121,033,958	101,226,406
Expenses						
General Government	19,634,639	20,023,636	0	0	19,634,639	20,023,636
Public Safety	36,820,635	35,189,844	0	0	36,820,635	35,189,844
Public Works	18,350,739	18,220,949	0	0	18,350,739	18,220,949
Health and Welfare	20,648,147	21,761,773	0	0	20,648,147	21,761,773
Cultural Recreation	3,341,709	31,256	0	0	3,341,709	31,256
Bond Interest	3,396,605	2,638,930	0	0	3,396,605	2,638,930
Fiscal Agent's Fees	30,670	47,631	0	0	30,670	47,631
Housing Assistance	0	0	98,819	70,578	98,819	70,578
Water	0	0	220,118	312,745	220,118	312,745
Wastewater	0	0	1,813,100	1,598,368	1,813,100	1,598,368
Operation and maintenance services	0	0	161,918	92,592	161,918	92,592
Total Expenses	102,223,144	97,914,019	2,293,955	2,074,283	104,517,099	99,988,302
Increase in net assets before transfers	16,506,997	1,865,237	9,862	(627,133)	16,516,859	1,238,104
Transfers	53,234	(4,256,926)	827,201	5,130,239	880,435	873,313
Change in Net Assets	16,560,231	(2,391,689)	837,063	4,503,106	17,397,294	2,111,417
Net Assets – Beginning of year	207,802,615	200,906,271	60,065,157	56,500,235	267,867,772	257,406,506
Restatements	427,478	9,288,033	(47,053)	(938,186)	380,425	8,349,847
Net assets – End of year	\$ 224,790,324	\$ 207,802,615	\$ 60,855,167	\$ 60,065,155	\$ 285,645,491	\$ 267,867,770

DONA ANA COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2008

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

Governmental Funds

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

Dona Ana County
Condensed Balance Sheet of Government Funds
As of June 30, 2008 and 2007

	2008	2007	2008	2007	2008	2007
	General Fund	General Fund	Health Services (SLIAG)	Health Services (SLIAG)	Debt Service Fund	Indigent Hospital Care
Assets						
Pooled cash and investment	\$ 48,954,166	\$ 45,861,759	\$ 13,399,065	\$ 10,529,530	\$ 6,268,656	\$ 1,289,071
Interest Receivable	156,799	133,404	0	0	27,369	0
Taxes Receivable	5,366,143	5,732,152	0	0	50,009	1,112,547
Allowance For Uncollectible Taxes	(56,258)	(50,561)	0	0	(753)	0
Accounts Receivable, Net	134,999	1,304,640	402,262	334,000	0	0
Intergovernmental receivables	2,823,517	957,735	0	0	0	0
Due From Other Funds	2,994,761	2,786,011	0	0	274,767	0
Inventories	15,259	9,097	0	0	0	0
Total Assets	\$ 60,389,386	\$ 56,734,237	\$ 13,801,327	\$ 10,863,530	\$ 6,620,048	\$ 2,401,618
Liabilities and Fund Balance Liabilities						
A/P, accruals and other liabilities	\$ 1,816,336	\$ 2,891,929	\$ 155,306	\$ 112,367	\$ 2,945,121	\$ 0
Deferred revenues	8,406,706	9,864,700	0	0	42,028	0
Total Liabilities	10,223,042	12,756,629	155,306	112,367	2,987,149	0
Fund Balances						
Reserved	15,259	2,900,094	0	0	3,632,899	0
Unreserved designated	22,608,853	22,611,370	0	0	0	0
Unreserved and undesignated	27,542,232	18,466,144	13,646,021	10,751,163	0	2,401,618
Total Fund Balances	50,166,344	43,977,608	13,646,021	10,751,163	3,632,899	2,401,618
Total Liabilities and Fund Balance	\$ 60,389,386	\$ 56,734,237	\$ 13,801,327	\$ 10,863,530	\$ 6,620,048	\$ 2,401,618

	2008	2007	2008	2007
	Nonmajor Governmental Funds	Nonmajor Governmental Funds	Total Governmental Funds	Total Governmental Funds
Assets				
Pooled cash and investment	\$ 18,078,265	\$ 25,882,056	\$ 86,700,152	\$ 83,562,416
Interest Receivable	0	30,890	184,168	164,294
Taxes Receivable	162,536	208,272	5,578,688	7,052,971
Allowance For Uncollectible Taxes	(2,449)	(2,992)	(59,460)	(53,553)
Accounts Receivable, Net	0	0	537,261	1,638,640
Intergovernmental receivables	6,505,205	3,987,893	9,328,722	4,945,628
Due From Other Funds	670,666	343,676	3,940,194	3,129,687
Inventories	0	0	15,259	9,097
Total Assets	\$ 25,414,223	\$ 30,449,795	\$ 106,224,984	\$ 100,449,180
Liabilities and Fund Balance Liabilities				
A/P, accruals and other liabilities	\$ 4,000,569	\$ 4,853,604	\$ 8,917,332	\$ 7,857,900
Deferred revenues	580,428	790,503	9,029,162	10,655,203
Total Liabilities	4,580,997	5,644,107	17,946,494	18,513,103
Fund Balances				
Reserved	514,076	8,088,059	4,162,234	10,988,153
Unreserved designated	0	-	22,608,853	22,611,370
Unreserved and undesignated	20,319,150	16,717,629	61,507,403	48,336,554
Total Fund Balances	20,833,226	24,805,688	88,278,490	81,936,077
Total Liabilities and Fund Balance	\$ 25,414,223	\$ 30,449,795	\$ 106,224,984	\$ 100,449,180

DONA ANA COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2008

The unreserved and undesignated portion of the total governmental fund balance is \$61,507,403 and is available for spending at the County's discretion. Of the amount remaining in fund balance, \$22,608,853 is designated for health care and \$4,162,234 is reserved for debt service, capital acquisition and inventories.

As of the end of fiscal year 2008, the County's governmental funds reported combined ending fund balances of \$88,278,490, an increase of \$6,342,413 in comparison with the prior year. The general fund balance at the end of fiscal year 2008 is reported at \$50,166,344, which is an increase of \$6,188,736. This shows that tax revenue increased substantially more than expenditures increased; the County entering into Union Agreements with the Sheriff's office and providing non-union employees with a 3.2% cost of living adjustment, increased insurance premiums, Capital Outlay Purchases and other financing sources.

Dona Ana County
Condensed Schedule of Government Funds
Changes In Fund Balance
As of June 30, 2008 and 2007

	2008	2007	2008	2007	2008	2007
	General Fund	General Fund	Health Services (SLIAG)	Health Services (SLIAG)	Debt Service Fund	Indigent Hospital Care
Fund Balance						
Total Revenue	\$ 68,733,614	\$ 61,720,474	\$12,630,507	\$11,329,523	\$ 818,457	\$ 6,357,131
Total Expenditures	61,369,614	59,385,016	6,807,619	5,256,752	6,277,275	8,260,206
Other Financing Sources						
Bond Proceeds	0	0	0	0	0	0
Bond Issuance Cost	0	0	0	0	0	0
Bond Ref. Escrow Agent	0	0	0	0	0	0
Sale of Property	0	0	0	0	0	0
Transfers In	33,125,701	22,499,150	1,773,205	1,325,131	5,163,892	520,000
Transfers Out	(34,430,621)	(28,734,786)	(4,701,235)	(2,307,000)	(1,438,003)	0
Total Other Financing Sources (Uses)	(1,304,920)	(6,235,636)	(2,928,030)	(981,869)	3,725,889	520,000
Net Changes In Fund Balance	6,059,080	(3,900,178)	2,894,858	5,090,902	(1,732,929)	(1,383,075)
Fund Balance – July 1 (Beginning)	43,977,605	43,088,375	10,751,163	1,696,839	5,365,828	3,784,693
Restatements	129,659	4,789,411	0	3,963,422	0	0
Fund Balance – July 1 as restated	<u>44,107,264</u>	<u>47,877,786</u>	<u>10,751,163</u>	<u>5,660,261</u>	<u>5,365,828</u>	<u>3,784,693</u>
Fund Balance – June 30 (Ending)	<u>\$ 50,166,344</u>	<u>\$ 43,977,608</u>	<u>\$13,646,021</u>	<u>\$10,751,163</u>	<u>\$ 3,632,899</u>	<u>\$ 2,401,618</u>

	2008	2007	2008	2007
	Nonmajor Governmental Fund	Nonmajor Governmental Fund	Total Governmental Funds	Total Governmental Funds
Fund Balance				
Total Revenue	\$ 30,084,634	\$ 19,652,208	\$112,267,212	\$ 99,059,336
Total Expenditures	31,715,085	23,188,717	106,169,593	96,090,691
Other Financing Sources				
Bond Proceeds	0	0	0	0
Bond Issuance Cost	0	0	0	0
Bond Ref. Escrow Agent	0	0	0	0
Sale of Property	0	0	0	0
Transfers In	3,527,378	7,850,253	43,590,176	32,194,534
Transfers Out	(3,617,083)	(1,222,484)	(44,186,942)	(32,264,270)
Other (Uses)	0	(5,126,502)	0	(5,126,502)
Total Other Financing Sources (Uses)	(89,705)	1,501,267	(596,766)	(5,196,238)
Net Changes In Fund Balance	(1,720,156)	(2,035,242)	5,500,853	(2,227,593)
Fund Balance – July 1 (Beginning)	21,841,478	26,002,915	81,936,074	74,572,822
Restatements	711,904	838,015	841,563	9,590,848
Fund Balance – July 1 as restated	<u>22,553,382</u>	<u>26,840,930</u>	<u>82,777,637</u>	<u>84,163,670</u>
Fund Balance – June 30 (Ending)	<u>\$ 20,833,226</u>	<u>\$ 24,805,688</u>	<u>\$ 88,278,490</u>	<u>\$ 81,936,077</u>

DONA ANA COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2008

Proprietary Funds

The County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Proprietary funds are business-type funds, which include Water and Wastewater Systems, and HUD's Low Rent Housing Villa Sereno.

Total net assets of proprietary funds at the end of the year amounted to \$61,484,579.

Other factors concerning the finances of these funds have been addressed in the discussion of the County's business-type activities and capital assets.

Doña Ana County
Condensed Schedule of All Proprietary Funds
As of June 30, 2007 and 2006

	2008	2008	2007	2008	2007
	Border Water	Border Wastewater	Border Wastewater	South Central Wastewater	South Central Wastewater
Total Operating Revenues	\$ 115,006	\$ 103,220	\$ 88,352	\$ 674,456	\$ 613,621
Total Operating Expenditures	220,481	143,009	163,421	1,121,438	963,151
Net Income From Operations	(105,475)	39,789	(75,069)	(446,982)	(349,530)
Non-Operating Revenue (Expenses)	9,530	(63,396)	1,785	34,759	19,613
Net Income	(95,945)	(103,185)	(73,284)	(412,223)	(329,917)
Capital Contributions	0	0	0	0	2,358,907
Net Transfers In (Out)	0	0	0	752,000	4,290
Change in Net Assets	(95,945)	(103,185)	(73,284)	339,777	2,033,280
Total Net Assets – July 1 (Beginning)	9,965,573	7,034,249	6,138,725	26,253,922	26,002,860
Restatements	47,491	(94,444)	968,808	0	(1,782,218)
Total Net Assets – June 30 (Ending)	\$ 9,917,119	\$ 6,836,620	\$ 7,034,249	\$ 26,593,699	\$ 26,253,922

	2008	2007	2008	2007	2008	2007
	Nonmajor Enterprise Funds	Nonmajor Enterprise Funds	Total Enterprise Funds	Total Enterprise Funds	Internal Service Fund	Internal Service Fund
Total Operating Revenues	\$ 1,209,620	\$ 548,384	\$ 2,102,302	\$ 1,250,357	\$2,333,043	\$1,543,381
Total Operating Expenditures	741,787	947,711	2,226,715	2,074,283	2,698,680	2,309,058
Net Income From Operations	467,833	(399,327)	(124,413)	(823,926)	(365,637)	(765,677)
Non-Operating Revenue (Expenses)	153,382	175,395	134,275	196,793	0	0
Net Income	621,215	(223,932)	9,862	(627,133)	(365,637)	(765,677)
Capital Contributions	0	2,767,595	0	5,126,502	0	0
Net Transfers In (Out)	75,201	(553)	827,201	3,737	650,000	939,312
Change in Net Assets	696,416	2,543,110	837,063	4,503,106	284,363	173,635
Total Net Assets – July 1 (Beginning)	16,811,413	24,358,651	60,065,157	56,500,236	345,049	171,414
Restatements	(100)	(1 24,776)	(47,053)	(938,186)	0	0
Total Net Assets – June 30 (Ending)	\$ 17,507,729	\$ 26,776,985	\$ 60,855,167	\$ 60,065,156	\$ 629,412	\$ 345,049

DONA ANA COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2008

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

Construction was completed on the Judicial Building remodel and the road department awning and the costs were transferred from the Construction-In-Progress account in the Governmental type activities capital assets to the Buildings and Structures account in fiscal year 2008.

Construction was completed on the Fairgrounds Multipurpose Event Center, the Santa Teresa Airport projects, the Organ VFD Parking lot, the DAC/SCADA project, the La Union Administration building, and various road projects, and the costs were transferred from the Construction-In-Progress account in the Governmental type capital assets to the Infrastructure account in fiscal year 2008.

Major capital asset events during fiscal year 2008 included:

- Reclassification of the Santa Teresa Airport expansion from Construction-In-Progress to Infrastructure.
- Reclassification of Doña Ana County road projects from Construction-In-Progress to infrastructure.
- Continued construction on the County's Utility and Road projects

Long-Term Debt

The County's outstanding notes and bonded debt decreased by \$3,066,425 or less than 5% during the fiscal year 2008. Notes payable increased 8%; this increase is due to the County drawing down an additional \$406,588 of the \$5.4 million of the Clean Water State Revolving Loan. Bonded debt decreased by \$2,850,000 or 5% during the fiscal year.

At the end of fiscal year 2008, the County had total long-term debt outstanding to various agencies of \$59,108,978 or a 3% (\$2,012,953) decrease from the prior fiscal year.

Dona Ana County
Condensed Schedule of Outstanding Debt
As of June 30, 2008 and 2007

	Governmental Activities		Business-Type Activities		Total Activity	
	2008	2007	2008	2007	2008	2007
Revenue Bonds	\$ 39,815,000	\$ 41,925,000	\$ 0	\$ 0	\$39,815,000	\$ 41,925,000
Special Assessment Bonds	6,795,000	7,070,000	0	0	6,795,000	7,070,000
General Obligation Bonds	3,045,000	3,510,000	0	0	3,045,000	3,510,000
Notes Payable	1,315,513	1,531,938	4,238,639	3,832,051	5,554,152	5,363,989
Capital Leases	1,769,095	1,533,065	0	0	1,769,095	1,533,065
Verde Group Liability	0	0	2,130,731	1,719,877	2,130,731	1,719,877
Total Outstanding Debt	\$ 52,739,608	\$ 55,570,003	\$ 6,369,370	\$ 5,551,928	\$ 59,108,978	\$ 61,121,931

Additional information on the County's debt can be found in Note 7 beginning on page 44 of this report.

DONA ANA COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2008

Economic Outlook

The economic slow-down experienced in North American markets has begun to spread globally. The County is beginning to experience a slowing of revenues. Global economic conditions also continue to put upward pressures. The County believes that recent credit market instability, extraordinary stock market volatility and the uncertainty regarding potential U.S. government intervention on behalf of the financial services sector continue to fuel consumer uncertainty. The following factors are influencing further declines in revenues on a government-wide basis:

- Many of our construction related businesses have faced slower revenue trends resulting from such economic factors as high gasoline prices, anticipation of higher home heating prices, and tight credit markets. Construction industries and real estate development environments are strained from difficult domestic credit and negatively affect our planning and engineering services and property tax basis. The continuing sub-prime mortgage crisis, the overall slowdown in the U.S. housing market, increases in foreclosures and increases in unemployment rates further erode consumer confidence.
- A number of key retail areas have noted very conservative activity as the stimulus from the U.S. tax rebates fade. This has caused disruptions in gross receipts tax from previously planned levels. The County believes that the contraction of retail sales will continue to decline and forecast suggests retailers are planning significantly lower holiday activity.
- Certain of our area employers are trimming employment bases and/or exited the business due to economic conditions and poor outlooks.
- Inflationary effects are already noted in energy costs, rising transportation costs and volatility in the costs of the basic materials used in our purchases of goods and services, namely road maintenance, water services and health care services.
- The overall slowdown in the U.S. economy has and will continue to negatively impact interest earnings on our investments.

Accordingly, we are cautious about our ability to maintain the same levels of service.

REQUEST FOR INFORMATION

The financial report is designed to present users with a general overview of the County's finances and to demonstrate the County's accountability. If you have questions concerning any of the information provided in this report or need additional information, contact the County's Financial Services Director, 845 N Motel Blvd, Las Cruces, New Mexico 88007.

DONA ANA COUNTY
STATEMENT OF NET ASSETS
JUNE 30, 2008

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and cash equivalents	\$86,400,152	\$4,559,189	\$90,959,341
Investments	300,000	49,616	349,616
Receivables (net of allowance for uncollectibles)	15,569,379	1,105,138	16,674,517
Internal balances	(975,181)	975,181	0
Inventories	15,259	87,110	102,369
Capital Assets:			
Land and construction in progress	18,051,298	13,531,030	31,582,328
Other capital assets, net of accumulated depreciation	170,817,424	48,852,287	219,669,711
<i>Total assets</i>	<i>290,178,331</i>	<i>69,159,551</i>	<i>359,337,882</i>
LIABILITIES			
Accounts payable	1,838,640	124,349	1,962,989
Wages and salaries payable	810,275	10,317	820,592
Interest payable	7,900	161,683	169,583
Other current liabilities	177,550	506,249	683,799
Deferred revenues	5,572,028	1,080,274	6,652,302
Noncurrent Liabilities:			
Due within one year	3,962,741	0	3,962,741
Due in more than one year	53,018,873	6,421,512	59,440,385
<i>Total liabilities</i>	<i>65,388,007</i>	<i>8,304,384</i>	<i>73,692,391</i>
NET ASSETS			
Invested in capital assets, net of related debt	136,129,114	56,013,947	192,143,061
Restricted for:			
Debt Service	3,632,899	0	3,632,899
Unrestricted Net Assets	85,028,311	4,841,220	89,869,531
<i>Total net assets</i>	<i>\$224,790,324</i>	<i>\$60,855,167</i>	<i>\$285,645,491</i>

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Total
					Governmental Activities	Business-type Activities	
Primary Government							
Governmental Activities:							
General government	\$19,634,639	\$4,255,536	\$14,287	\$26,635	(\$15,338,181)	\$0	(\$15,338,181)
Public safety	36,820,635	9,398,402	3,675,177	472,387	(23,274,669)	0	(23,274,669)
Public works	18,350,739	1,419,205	7,794,587	12,311,243	3,174,296	0	3,174,296
Health and welfare	20,648,147	252,289	12,275,365	607,517	(7,512,976)	0	(7,512,976)
Cultural and recreation	3,341,709	76,110	96,033	1,230,410	(1,939,156)	0	(1,939,156)
Bond interest	3,396,605	0	0	0	(3,396,605)	0	(3,396,605)
Fiscal agent's fees	30,670	0	0	0	(30,670)	0	(30,670)
<i>Total governmental activities</i>	<i>102,223,144</i>	<i>15,401,542</i>	<i>23,855,449</i>	<i>14,648,192</i>	<i>(48,317,961)</i>	<i>0</i>	<i>(48,317,961)</i>
Business-Type Activities:							
Operation and maintenance serv.	161,918	258,675	0	0	0	96,757	96,757
Water services	220,118	97,694	0	0	0	(122,424)	(122,424)
Sewage services	1,813,100	846,513	0	0	0	(966,587)	(966,587)
Housing assistance	98,819	17,373	35,784	882,047	0	836,385	836,385
<i>Total business-type activities</i>	<i>2,293,955</i>	<i>1,220,255</i>	<i>35,784</i>	<i>882,047</i>	<i>0</i>	<i>(155,869)</i>	<i>(155,869)</i>
Total primary government	\$104,517,099	\$16,621,797	\$23,891,233	\$15,530,239	(\$48,317,961)	(\$155,869)	(\$48,473,830)

General Revenues

Taxes:

Property taxes, levied for general purposes	\$30,563,803	\$0	\$30,563,803
State taxes	23,458,682	0	23,458,682
Payments in lieu of taxes	1,762,342	0	1,762,342
License and permits	642,006	0	642,006
Penalties and interest	944,947	0	944,947
Miscellaneous	2,599,241	0	2,599,241
Gain/loss on asset disposals	735,022	69,756	804,778
Investment earnings	4,118,915	95,975	4,214,890
Operating transfers, net	53,234	827,201	880,435
Capital transfers, net	0	0	0
<i>Total general revenues and transfers</i>	<i>64,878,192</i>	<i>992,932</i>	<i>65,871,124</i>
Change in net assets	16,560,231	837,063	17,397,294
Net assets, beginning	207,802,615	60,065,157	267,867,772
Restatements	427,478	(47,053)	380,425
<i>Net assets, beginning restated</i>	<i>208,230,093</i>	<i>60,018,104</i>	<i>268,248,197</i>
Net assets, ending	\$224,790,324	\$60,855,167	\$285,645,491

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY

GOVERNMENTAL FUNDS

BALANCE SHEET

JUNE 30, 2008

	General Fund	Health Services (SLIAG)	Debt Service Fund	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS					
Cash and cash equivalents	\$48,654,166	\$13,399,065	\$6,268,656	\$18,078,265	\$86,400,152
Investments - current	300,000	0	0	0	300,000
Interest receivable	156,799	0	27,369	0	184,168
Taxes receivable	5,366,143	0	50,009	162,536	5,578,688
Allowance for uncollectible taxes (credit)	(56,258)	0	(753)	(2,449)	(59,460)
Receivables (net allowance for uncollectibles)	134,999	402,262	0	0	537,261
Intergovernmental receivables	2,823,517	0	0	6,505,205	9,328,722
Due from other funds	2,994,761	0	274,767	670,666	3,940,194
Inventories	15,259	0	0	0	15,259
Total assets	\$60,389,386	\$13,801,327	\$6,620,048	\$25,414,223	\$106,224,984
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$880,659	\$138,520	\$0	\$819,464	\$1,838,643
Wages and salaries payable	615,112	16,786	0	178,377	810,275
Accrued interest payable	0	0	539,280	6,797	546,077
Due to other funds	143,015	0	2,405,841	2,995,931	5,544,787
Settlement payable	0	0	0	0	0
Other liabilities	177,550	0	0	0	177,550
Deferred revenues	8,406,706	0	42,028	580,428	9,029,162
Total liabilities	10,223,042	155,306	2,987,149	4,580,997	17,946,494
Fund Balances:					
Reserved for:					
Debt Service	0	0	3,632,899	0	3,632,899
Capital acquisition	0	0	0	514,076	514,076
Inventories	15,259	0	0	0	15,259
Unreserved Designated For:					
Healthcare	22,608,853	0	0	0	22,608,853
Unreserved and Undesignated:					
Reported in the general fund	27,542,232	0	0	0	27,542,232
Reported in the special revenue fund	0	13,646,021	0	20,319,150	33,965,171
Total fund balances	50,166,344	13,646,021	3,632,899	20,833,226	88,278,490
Total liabilities and fund balances	\$60,389,386	\$13,801,327	\$6,620,048	\$25,414,223	\$106,224,984

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
RECONCILIATION OF THE FUND BALANCE OF GOVERNMENTAL FUNDS
TO GOVERNMENTAL ACTIVITIES NET ASSETS
JUNE 30, 2008

FUND BALANCE of Governmental Funds	\$88,278,490
Capital assets used in governmental activities are not financial resources and therefore, are not reported in governmental funds.	188,868,722
Long-term liabilities, including bonds payable, notes payable, capital leases payable, and compensated absences, are not due and payable in the current period and therefore, are not reported in the funds.	(56,981,614)
In order to convert to the full accrual basis of accounting, it is necessary to recognize deferred revenue as revenue (\$3,457,134), accrued interest payable on long-term debt (\$538,180).	3,995,314
Internal service funds are used by management to charge the costs of Fleet Maintenance to individual funds. The governmental activities portion of the loss has been added back to the related functions, as well as, the transfers from the governmental funds.	629,412
<i>Net assets of governmental activities</i>	\$224,790,324

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	General Fund	Health Services (SLIAG)	Debt Service Fund	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES					
Taxes:					
Property taxes	\$28,402,223	\$0	\$516,070	\$1,484,638	\$30,402,931
General sales and use taxes	12,906,625	2,333,905	0	8,218,152	23,458,682
Penalty and interest on taxes	944,947	0	0	0	944,947
Payment in lieu of taxes	1,762,342	0	0	0	1,762,342
Licenses and permits	434,105	0	0	0	434,105
Intergovernmental revenue and grants	13,870,519	0	0	18,595,258	32,465,777
Fees and charges for services	4,677,532	0	0	982,467	5,659,999
Investment earnings	2,224,188	876,498	302,387	715,842	4,118,915
Rents and royalties	404,707	0	0	4,200	408,907
Contributions and donations from private sources	75,000	9,217,750	0	0	9,292,750
Other revenue	3,031,426	202,354	0	84,077	3,317,857
<i>Total revenues</i>	68,733,614	12,630,507	818,457	30,084,634	112,267,212
EXPENDITURES					
Current:					
General government	15,619,643	0	0	566,028	16,185,671
Public safety	27,734,470	0	0	5,283,259	33,017,729
Public works	9,531,482	0	0	0	9,531,482
Health and welfare	671,002	6,807,619	0	12,878,754	20,357,375
Culture and recreation	3,306,220	0	0	20,008	3,326,228
Debt Service:					
Bond principal	0	0	2,850,000	0	2,850,000
Bond interest	0	0	3,396,605	0	3,396,605
Fiscal agent's fees	0	0	30,670	0	30,670
Capital Outlay:					
Capital outlay	4,506,797	0	0	12,967,036	17,473,833
<i>Total expenditures</i>	61,369,614	6,807,619	6,277,275	31,715,085	106,169,593
<i>Excess (deficiency) of revenues over (under) expenditures</i>	7,364,000	5,822,888	(5,458,818)	(1,630,451)	6,097,619
Other Financing Sources (Uses):					
Transfers in	33,125,701	1,773,205	5,163,892	3,527,378	43,590,176
Transfers out (use)	(34,430,621)	(4,701,235)	(1,438,003)	(3,617,083)	(44,186,942)
Capital transfers out (use)	0	0	0	0	0
<i>Total other financing sources (uses)</i>	(1,304,920)	(2,928,030)	3,725,889	(89,705)	(596,766)
<i>Net change in fund balances</i>	6,059,080	2,894,858	(1,732,929)	(1,720,156)	5,500,853
Fund balance - July 1, beginning	43,977,605	10,751,163	5,365,828	21,841,478	81,936,074
Restatements	129,659	0	0	711,904	841,563
Fund balance - July 1, as restated	44,107,264	10,751,163	5,365,828	22,553,382	82,777,637
<i>Fund balance - June 30, ending</i>	\$50,166,344	\$13,646,021	\$3,632,899	\$20,833,226	\$88,278,490

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

Total Net Change in Fund Balances - Governmental Funds	\$5,500,853
<p>Current year capital outlays, net of losses from deletions were \$16,708,855, capital assets received as a donation were \$7,067,035, and long-term debt principal payments totaled \$3,244,480. Additionally, the change in compensated absences (also long-term debt) caused a decrease of \$925,536. These amounts are expenditures or other resources in the fund financial statements, but they should be shown as increases in capital assets and reductions in long-term debt and revenues in the government-wide financial statements. The net effect of removing the 2008 capital outlays, debt principal payments and other resources is to increase net assets.</p>	
	26,094,834
<p>Depreciation is not recognized as an expense in governmental funds since it does not require the use of current financial resources. The net effect of the current year's depreciation is to decrease net assets.</p>	
	(15,480,691)
<p>Internal service funds are used by management to charge the costs of Fleet Maintenance to individual funds. The governmental activities portion of the income has been added back to the related functions.</p>	
	284,363
<p>Other reclassification are necessary to convert from the modified accrual basis of accounting to accrual basis of accounting to show the revenue earned from the current year's tax levy.</p>	
	160,872
<hr/>	
<i>Change in net assets of governmental activities</i>	<i>\$16,560,231</i>
<hr/>	

DONA ANA COUNTY
GENERAL FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable)
REVENUES				
Taxes	\$40,594,247	\$39,919,247	\$41,204,651	\$1,285,404
Payment-in-lieu-of-taxes	1,760,000	1,760,000	1,723,169	(36,831)
Licenses and permits	651,700	651,700	433,751	(217,949)
Intergovernmental revenue and grants	4,967,959	11,100,531	3,236,297	(7,864,234)
Charges for services	13,591,769	11,871,769	13,950,035	2,078,266
Investment earnings	868,872	1,000,872	2,220,128	1,219,256
Other revenue	2,618,261	1,981,761	2,773,028	791,267
<i>Total revenues</i>	<u>65,052,808</u>	<u>68,285,880</u>	<u>65,541,059</u>	<u>(2,744,821)</u>
EXPENDITURES				
Current:				
General government	22,330,286	22,350,286	20,957,882	1,392,404
Public safety	32,884,259	34,524,482	28,834,837	5,689,645
Public works	9,676,828	15,344,846	11,477,204	3,867,642
Health and welfare	971,000	971,000	671,002	299,998
Cultural and recreation	62,000	137,000	68,435	68,565
<i>Total expenditures</i>	<u>65,924,373</u>	<u>73,327,614</u>	<u>62,009,360</u>	<u>11,318,254</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(871,565)	(5,041,734)	3,531,699	8,573,433
Other Financing Sources (Uses):				
Sale of real and personal property	1,090,000	1,090,000	1,500,000	410,000
Transfers in	27,933,653	29,499,107	33,125,701	3,626,594
Transfers (out) use	(28,962,205)	(33,521,369)	(34,430,621)	(909,252)
<i>Total other financing sources (uses)</i>	<u>61,448</u>	<u>(2,932,262)</u>	<u>195,080</u>	<u>3,127,342</u>
<i>Excess (deficiency of revenues over expenditures and other financing sources (uses))</i>	(810,117)	(7,973,996)	3,726,779	11,700,775
Budgeted cash carryover	810,117	7,973,996	7,973,996	0
	\$0	\$0	\$11,700,775	\$11,700,775

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
HEALTH SERVICES (SLIAG)
SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$3,846,712	\$3,846,712	\$2,333,905	(\$1,512,807)
Charges for services	0	0	0	0
Other	8,219,425	8,321,425	10,220,060	1,898,635
Investment earnings	1,921,404	1,921,404	938,477	(982,927)
<i>Total revenues</i>	<u>13,987,541</u>	<u>14,089,541</u>	<u>13,492,442</u>	<u>(597,099)</u>
EXPENDITURES				
Current:				
Personnel	1,337,813	1,342,813	973,970	368,843
Operating	7,503,239	8,270,788	5,729,907	2,540,881
Capital outlay	61,400	61,651	61,651	0
<i>Total expenditures</i>	<u>8,902,452</u>	<u>9,675,252</u>	<u>6,765,528</u>	<u>2,909,724</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	5,085,089	4,414,289	6,726,914	2,312,625
Other Financing Sources (Uses):				
Transfers in	786,084	863,954	1,773,205	909,251
Transfers (out) use	(4,464,407)	(4,701,235)	(4,701,235)	0
<i>Total other financing sources (uses)</i>	<u>(3,678,323)</u>	<u>(3,837,281)</u>	<u>(2,928,030)</u>	<u>909,251</u>
<i>Excess (deficiency) of revenues over expenditures and other financing sources (uses)</i>	<u>\$1,406,766</u>	<u>\$577,008</u>	<u>\$3,798,884</u>	<u>\$3,221,876</u>

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
PROPRIETARY FUNDS
STATEMENTS OF NET ASSETS
JUNE 30, 2008

	Business-Type Activities - Enterprise Funds					Internal Service Fund Fleet
	Border Wastewater	Border Water System	South Central Wastewater	Nonmajor Enterprise Funds	Total Enterprise Funds	
ASSETS						
Current Assets:						
Cash and cash equivalents	\$566,204	\$740,113	\$847,136	\$1,795,068	\$3,948,521	\$610,668
Investments	0	0	0	49,616	49,616	0
Accounts receivable - net of allowance	2,260	3,441	65,700	1,033,737	1,105,138	0
Inventory	0	0	0	0	0	87,110
Due from other funds	2,130,731	0	0	0	2,130,731	0
<i>Total current assets</i>	<i>2,699,195</i>	<i>743,554</i>	<i>912,836</i>	<i>2,878,421</i>	<i>7,234,006</i>	<i>697,778</i>
Non-Current Assets:						
Capital Assets:						
Land	2,757,810	4,115,449	172,137	250,805	7,296,201	0
Construction in progress	17,483	8,241	4,181,357	2,027,748	6,234,829	0
Infrastructure	5,124,702	6,539,424	25,354,800	16,886,335	53,905,261	0
Buildings	0	0	0	484,301	484,301	49,137
Machinery and equipment	20,894	0	230,888	60,787	312,569	0
Accumulated depreciation	(993,391)	(901,018)	(1,986,470)	(2,018,102)	(5,898,981)	0
<i>Total noncurrent assets</i>	<i>6,927,498</i>	<i>9,762,096</i>	<i>27,952,712</i>	<i>17,691,874</i>	<i>62,334,180</i>	<i>49,137</i>
Total assets	\$9,626,693	\$10,505,650	\$28,865,548	\$20,570,295	\$69,568,186	\$746,915
LIABILITIES						
Current Liabilities:						
Accounts payable	\$41	\$89	\$8,357	\$8,676	\$17,163	\$107,186
Wages and salaries payable	0	0	0	0	0	10,317
Deferred revenue	495,200	585,074	0	0	1,080,274	0
Other current liabilities	600	1,550	2,115	501,984	506,249	0
Interest Payable	161,683	0	0	0	161,683	0
Due to other funds	0	0	0	526,138	526,138	0
<i>Total current liabilities</i>	<i>657,524</i>	<i>586,713</i>	<i>10,472</i>	<i>1,036,798</i>	<i>2,291,507</i>	<i>117,503</i>
Non-Current Liabilities:						
Notes payable - noncurrent	2,130,731	0	2,220,742	2,017,897	6,369,370	0
Other noncurrent liabilities	1,818	1,818	40,635	7,871	52,142	0
<i>Total non-current liabilities</i>	<i>2,132,549</i>	<i>1,818</i>	<i>2,261,377</i>	<i>2,025,768</i>	<i>6,421,512</i>	<i>0</i>
<i>Total liabilities</i>	<i>2,790,073</i>	<i>588,531</i>	<i>2,271,849</i>	<i>3,062,566</i>	<i>8,713,019</i>	<i>117,503</i>
NET ASSETS						
Invested in capital assets, net of related debt	4,796,767	0	25,731,970	0	30,528,737	0
Unrestricted net assets	2,039,853	9,917,119	861,729	17,507,729	30,326,430	629,412
<i>Total net assets</i>	<i>6,836,620</i>	<i>9,917,119</i>	<i>26,593,699</i>	<i>17,507,729</i>	<i>60,855,167</i>	<i>629,412</i>
Total liabilities and net assets	\$9,626,693	\$10,505,650	\$28,865,548	\$20,570,295	\$69,568,186	\$746,915

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
PROPRIETARY FUNDS
STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Business-Type Activities - Enterprise Funds					Internal Service Fund Fleet
	Border Wastewater	Border Water System	South Central Wastewater	Nonmajor Enterprise Funds	Total Enterprise Funds	
OPERATING REVENUES						
Charges for services	\$29,295	\$0	\$57,761	\$0	\$87,056	\$2,333,043
Charges for water services	0	97,694	0	0	97,694	0
Charges for sewerage service	36,610	0	527,968	281,935	846,513	0
Rents and royalties	0	0	0	899,420	899,420	0
Other revenue	37,315	17,312	88,727	28,265	171,619	0
<i>Total operating revenues</i>	103,220	115,006	674,456	1,209,620	2,102,302	2,333,043
OPERATING EXPENSES						
Personnel services - salaries and wages	4,656	14,322	204,360	88,552	311,890	410,312
Personnel services - employee benefits	590	590	90,564	40,297	132,041	190,940
Purchased professional and technical services	3,507	22,508	30,460	120,773	177,248	0
Purchased property services	35,048	37,955	108,030	43,839	224,872	5,566
Other operating expenses	1,063	363	144,446	16,046	161,918	2,039,187
Supplies	474	16,484	44,581	34,505	96,044	52,675
Depreciation	97,671	128,259	498,997	397,775	1,122,702	0
<i>Total operating expenses</i>	143,009	220,481	1,121,438	741,787	2,226,715	2,698,680
<i>Operating income (loss)</i>	(39,789)	(105,475)	(446,982)	467,833	(124,413)	(365,637)
NON-OPERATING REVENUES (EXPENSES)						
Gain on sale of property	0	0	0	69,756	69,756	0
Grants (not capital grants)	0	0	0	35,784	35,784	0
Interest Expense	(67,240)	0	0	0	(67,240)	0
Investment earnings	3,844	9,530	34,759	47,842	95,975	0
<i>Total non-operating revenues (expenses)</i>	(63,396)	9,530	34,759	153,382	134,275	0
<i>Income (loss) before transfers</i>	(103,185)	(95,945)	(412,223)	621,215	9,862	(365,637)
Transfers in	0	0	800,000	199,976	999,976	650,000
Capital transfer in	0	0	0	0	0	0
Capital transfers out	0	0	0	0	0	0
Transfers out	0	0	(48,000)	(124,775)	(172,775)	0
<i>Change in net assets</i>	(103,185)	(95,945)	339,777	696,416	837,063	284,363
Total net assets - July 1, beginning	7,034,249	9,965,573	26,253,922	16,811,413	60,065,157	345,049
Restatements	(94,444)	47,491	0	(100)	(47,053)	0
Total net assets - July 1, restated	6,939,805	10,013,064	26,253,922	16,811,313	60,018,104	345,049
<i>Total net assets - June 30, ending</i>	\$6,836,620	\$9,917,119	\$26,593,699	\$17,507,729	\$60,855,167	\$629,412

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
PROPRIETARY FUNDS
STATEMENTS OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Business-Type Activities - Enterprise Funds					Internal Service Fund Fleet
	Border Wastewater	Border Water System	South Central Wastewater	Nonmajor Enterprise Funds	Total Enterprise Funds	
CASH FLOWS FROM OPERATING ACTIVITIES:						
Cash received from user charges	\$561,460	\$651,492	\$661,001	\$308,279	\$2,182,232	\$2,332,046
Cash payments to employees for services	(3,428)	(13,094)	(285,421)	(131,047)	(432,990)	(598,497)
Cash payments for suppliers	(40,122)	(77,460)	(326,369)	(215,833)	(659,784)	(2,066,599)
<i>Net cash provided by (used for) operating activities</i>	517,910	560,938	49,211	(38,601)	1,089,458	(333,050)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:						
Temporary loan paid - general fund	0	0	0	(204,498)	(204,498)	0
Operating transfers (out)	0	0	752,000	75,301	827,301	650,000
<i>Net cash provided by (used for) noncapital financing activities</i>	0	0	752,000	(129,197)	622,803	650,000
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:						
Acquisition of capital assets	0	0	(459,651)	(1,213,209)	(1,672,860)	(49,137)
Capital contributed by (to) other funds	0	0	0	378,992	378,992	0
Proceeds from sale of assets	0	0	0	315,052	315,052	0
Proceeds from debt	0	0	0	406,588	406,588	0
Proceeds pending	0	0	0	424,274	424,274	0
Due to HACLC	0	0	0	(89,720)	(89,720)	0
Grant revenue	0	0	0	547,868	547,868	0
Utility Deposit	0	0	0	(17,450)	(17,450)	0
Due from sale of assets	0	0	0	67,669	67,669	0
<i>Net cash provided by (used for) capital and related financing activities</i>	0	0	(459,651)	820,064	360,413	(49,137)
CASH FLOWS FROM INVESTING ACTIVITIES:						
Purchase of Certificate of Deposit	0	0	0	(49,616)	(49,616)	0
Interest and dividends on investments	3,844	9,530	34,759	47,842	95,975	0
<i>Net cash provided by (used for) investing activities</i>	3,844	9,530	34,759	(1,774)	46,359	0
<i>Net increase (decrease) in cash and cash equivalents</i>	521,754	570,468	376,319	650,492	2,119,033	267,813
Cash and cash equivalents at beginning of year	44,450	169,645	470,817	1,144,576	1,829,488	342,855
Cash and cash equivalents at end of year	\$566,204	\$740,113	\$847,136	\$1,795,068	\$3,948,521	\$610,668
Prior year audited cash					\$1,829,588	
Restatements (Note 15)					(100)	
Beginning cash restated					\$1,829,488	

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
PROPRIETARY FUNDS
STATEMENTS OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Business-Type Activities - Enterprise Funds					Internal Service Fund Fleet
	Border Wastewater	Border Water System	South Central Wastewater	Nonmajor Enterprise Funds	Total Enterprise Funds	
Reconciliation of Operating Income						
(Loss) to Net Cash Provided By						
(Used For) Operating Activities:						
Operating income (loss)	(\$39,790)	(\$105,475)	(\$446,982)	(\$400,747)	(\$992,994)	(\$365,637)
Adjustments to Reconcile Operating Income to Net Cash Provided By (Used For) Operating Activities:						
Depreciation	97,672	128,259	498,997	384,408	1,109,336	0
Effect of Increases and Decreases in Current Assets and Liabilities:						
Decrease (Increase) in:						
Receivables	355	559	(13,455)	(19,394)	(31,935)	0
Increase (Decrease) in:						
Accounts payable	(30)	(150)	1,148	(11,747)	(10,779)	(950)
Deferred revenue	457,885	535,927	0	0	993,812	0
Other	1,818	1,818	9,503	8,879	22,018	33,537
Net cash provided by (used for) operating activities	\$517,910	\$560,938	\$49,211	(\$38,601)	\$1,089,458	(\$333,050)
Reconciliation of Total Cash and Cash Equivalents:						
Cash and cash equivalents on balance sheet	\$566,204	\$740,113	\$847,136	\$1,795,068	\$3,948,521	\$610,668

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
JUNE 30, 2008

	Agency Funds
ASSETS	
Cash and cash equivalents	\$1,683,997
Taxes receivable, net allowance	5,172,239
Other receivables	69,860
<hr/>	
<i>Total assets</i>	\$6,926,096
<hr/>	
LIABILITIES	
Accounts payable	\$4,679
Taxes paid in advance	465,882
Taxes in suspense	488,950
Due to others	1,483,435
Notes payable	69,860
Deferred revenue	4,413,290
<hr/>	
<i>Total liabilities</i>	\$6,926,096
<hr/>	

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES

Description and Reporting Entity

The function of Dona Ana County is briefly addressed in the grant of powers provided to all New Mexico counties pursuant to state statute 4-37-1 NMSA 1978. The function is "...to provide for the safety, preserve the health, promote the prosperity, and improve the morals, order, comfort, and convenience of the county or its inhabitants..." The County operates under a Commission form of government rule, which oversees:

- the assessment, collection, and distribution of ad valorem taxes by an elected assessor and treasurer;
- law enforcement by an elected sheriff;
- recording and filing by an elected county clerk and elected probate judge;
- fire protection by volunteer fire departments;
- road maintenance by an appointed road superintendent;
- purchasing by an appointed purchasing agent;
- indigent hospital care by an appointed indigent coordinator;
- administrative services by an appointed county manager; and,
- planning, health, welfare, recreation, and cultural affairs by appointed citizen advisory boards.

The financial statements of the County have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The County's most significant accounting policies are described below.

Reporting Entity

The financial statements of the County encompass the activities of the County Commission, County Clerk, Tax Assessor, County Treasurer, Sheriff, and Probate Judge. The commission activity includes the function of the County Manager's office, the County Road Superintendent, the County Purchasing Agent, the Indigent Claims Coordinator, and the volunteer fire districts throughout the county.

In evaluating how to define the County for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GAAP. 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. The other 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 County is able to exercise oversight responsibilities. Based upon the application of these criteria, the Housing Authority of Dona Ana County is determined to be a department of the County whose governing body is substantively the same as the Board of County Commissioners. Accordingly, the Housing Authority is reported as part of the primary government.

DONA ANA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES (CONTINUED)

Basis of Presentation

Government–Wide Statements – The Statement of Net Assets and the Statement of Activities display information about the government (the County). These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the governmental and business-type activities of the County. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The Statement of Activities presents a comparison between direct expenses and program revenues for the different business-type activities of the County and for each function of the County’s governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees, fines, and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements – The fund financial statements provide information about the County’s funds, including its fiduciary funds. Separate statements for each fund category (governmental, proprietary, and fiduciary) are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities.

The County reports the general fund as a major governmental fund. This is the County’s primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

In addition, the County reports the following other major funds:

- Special Revenue Fund – The Health Services Fund accounts for the activities of the County’s indigent health care, which provides services to the residents of the County for local health services.
- Debt Service Fund – The Debt Service Fund accounts for the County’s accumulation of resources for, and the payment of governmental fund debt principal and interest.
- Enterprise Fund – The Border Wastewater fund accounts for wastewater system activities for residents in a portion of the southern part of the County.
- Enterprise Fund – The Border Water fund accounts for the service activities of this water system for residents in a portion of the southern part of the County.
- Enterprise Fund – The South Central Wastewater fund accounts for the activities of the wastewater utility, which provides service to the residents in Vado/Del Cerro, Chamberino, Berino and south central areas of the County.

DONA ANA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES (CONTINUED)

The County also reports the following fund types:

- *Debt Service Funds* are used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.
- *Agency Funds* are used to account for monies held by the County in a custodial capacity. They do not report operations or have a measurement focus.

Measurement Focus. Basis of Accounting

Government-Wide, Proprietary, and Fiduciary Fund Financial Statements – The government-wide, proprietary, and fiduciary fund financial statements are reported using the economic resources measurement focus. The government-wide and proprietary fund financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place.

Nonexchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements – Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The County considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Property taxes, sales taxes, franchise taxes, licenses, and interest are considered to be susceptible to accrual. Revenue from derived taxes (sales taxes, gas taxes, and motor vehicle taxes) is recognized when the underlying transaction takes place (when the retail sale is generated). Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Under the terms of grant agreements, the County funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net assets available to finance the program. It is the County's policy to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants, and then by general revenues.

All governmental and business-type activities of the County follow FASB Statements and Interpretations issued on or before November 30, 1989, Accounting Principles Board Opinions, and Accounting Research Bulletins, unless those pronouncements conflict with GASB pronouncements. The County has also elected to apply FASB Statements and Interpretations issued after November 30, 1989, unless those pronouncements conflict with GASB pronouncements.

DONA ANA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES (CONTINUED)

Assets Liabilities and Equity

Cash Equivalents

The County pools idle cash from all funds for the purpose of increasing income through investment activities. A “Pooled Cash” concept is used in maintaining the cash and investment accounts in the accounting records. Under this method, all cash is pooled for investment purposes and each fund has equity in the pooled amount. All amounts included in pooled cash and investments are considered to be cash equivalents for the purposes of the statement of cash flows, except for three (3) certificates of deposit which have original maturities of more than 90 days.

Receivables and Payables

All trade and property tax receivables are shown net of an allowance for uncollectibles.

Inventories and Prepaid Items

Inventories are valued at cost using the first-in/first-out (FIFO) method. The costs of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased.

Capital Assets

Purchased or constructed capital assets are reported at cost or estimated historical cost. The County defines capital assets as assets with lives of greater than one year and a cost or donated value of \$5,000 or greater.

Donated capital assets are recorded at their estimated fair value at the date of donation. Major general infrastructure assets acquired prior to July 1, 2002 have not been recorded in the financial statements. Infrastructure assets put in service during the fiscal year ended June 30, 2003 and forward have been recorded (predominantly roads and utilities). In addition, software purchased from vendors is capitalized. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets’ lives are not capitalized. Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful Lives (in Years)</u>
Land Improvements	10
Infrastructure	5 - 50
Buildings and Improvements	10 - 40
Vehicles	4 - 12
Equipment and Furniture	3 - 15

DONA ANA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES (CONTINUED)

Budgets and Budgetary Accounting

The County adopts budgets for each individual fund (governmental and proprietary).

In late winter or early spring, the County prepares a budget calendar, thus starting the budgetary process for the upcoming July 1 fiscal year. Budget request forms are distributed to County departments and local service agencies with a specified completion date. Legally mandated advance notices are formally published for grant availability and other purposes once budget hearings have been scheduled. The budget hearings are then held with all County department heads and local service agency representatives. Generally, in late May or early June, a budget meeting is held for tentative approval of the completed budget. After tentative approval at the County level, the budget is submitted to the New Mexico Department of Finance and Administration (DFA) for approval of a temporary operational budget beginning July 1.

Immediately after July 1, when ending cash balances for the preceding fiscal year have been accurately ascertained, a final hearing is convened for finalization of the budget, and it is resubmitted to DFA for formal approval. None of the above budgetary processes are legally required to occur at any specified time; however DFA requires that the time frame be such that they (DFA) render their final budget approval no later than September 1 of the budget year in question.

During the course of the fiscal year, the County prepares monthly budget reports. Under New Mexico State law, each year's budget appropriation legally lapses at year-end.

Budgetary Compliance – Budgetary control is required to be maintained at the individual fund level with the exception of the Housing Authority.

Actual fund revenues may be either over or under the budgeted amounts; however, the variance is required to be reasonable, particularly in the case of over-budgeted revenues. Major over-budgeted revenues require a budget amendment as soon as the extent of the shortage is reasonably ascertainable.

Budget Amendments – Budget increases and decreases can only be accomplished by Commission resolution, followed by DFA approval. Similarly, budget transfers must follow the same procedure.

Budgetary Basis – State law prescribes that the County's budget be prepared on the basis of cash receipts and cash expenditures. Therefore, budgetary comparisons shown in exhibits are prepared on a cash basis to compare actual revenues and expenditures with a cash basis budget as amended.

Budget – Housing Authority – The housing program budgets are established annually and approved by HUD (Housing and Urban Development). These housing budgets are used only as a guide. Should the housing programs incur expenditures over and above the original budgeted amount (predominantly housing assistance payments - section 8 program) additional funding will be requested and received from HUD. Therefore, the housing program budgets are a guide only and the grantor analyzes Housing Assistance payments in relation to administrative costs to determine if additional funding is warranted.

DONA ANA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES (CONTINUED)

Investments

The County's investments are regulated by state law as well as by guidelines and rules promulgated by the State Investment Council and the State Treasurer. All investments are generally highly liquid in nature and are integrated with cash on the financial statements with appropriate disclosure. Investments are stated at fair value, which is determined using selected bases. Certificates of deposit are reported at carrying amount, which reasonably estimates fair value. Investments in a U.S. Treasury Fund and repurchase agreements are valued at the last reported sales price at current exchange rates. Additional cash, investment information, and fair values are presented in Note 2.

The County also participates in the State Treasurer Local Government Investment Pool. This pool is regulated by state law and regulations. Investment in the pool is reported at carrying amount, which reasonably estimates fair value.

Deferred Revenue

The taxes receivable are an aggregate of uncollected amounts assessed for the current fiscal year, as well as delinquent balances carried forward from the nine preceding fiscal years. Except for taxes received in advance or under protest, tax revenue received is distributed within thirty days to other local governmental units and county funds. While some of the delinquent outstanding balances will eventually be eliminated through corrections, litigation, and other property tax administrative procedures, the majority of the balances will ultimately be realized through delinquent payment or tax sales. The aggregate amount of this ultimate realization is generally difficult to ascertain at any point in time. Thus, taxes not collected within sixty days of fiscal year end are carried in the liability section of the balance sheet as deferred revenue on the fund basis financial statements

Income Taxes

As a local government entity, the County is not subject to federal or state income taxes.

Compensated Absences

Accrued annual leave, sick leave, and compensatory time are the components of accrued compensated absences. An employee may not carry over more than 288 hours of vacation leave into a new calendar year, nor receive payment for more than 288 hours upon separation. Under a new human resources policy adopted November 27, 1999, only employees retiring through PERA, with a minimum of 15 years of County service, shall be paid for accrued sick leave hours, limited to a maximum of 600 hours, subject to a maximum cash payment of \$15,000. In addition, such employees shall be compensated for any unused sick leave hours accrued as of November 27, 1999, at the employee's pay rate in effect on that date. Compensatory time is accrued in full for non-exempt employees under the Fair Labor Standards Act.

Capitalized Interest

The County capitalizes net interest costs as part of the cost of constructing various projects when material. Of the total interest costs incurred of \$3,433,845 during fiscal year 2008, none was capitalized into fixed assets.

DONA ANA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES (CONTINUED)

Interfund Transactions

Interfund Transfers In (Out)

Interfund transfers are transactions which constitute reimbursements to one fund for expenditures initially expended that are properly applicable to another fund. The interfund transfer records the expenditure in the reimbursing fund while reducing expenditures in the reimbursed fund. Interfund payables and receivables are reflected in the appropriate fund.

	Transfers Out:							Totals
	General Fund	Health Services Fund	Debt Service Funds	Nonmajor Governmental Funds	South Central Wastewater	Nonmajor Enterprise Funds	Agency Funds	
Transfers In:								
General Fund	\$27,295,540	\$2,000,000	\$1,438,003	\$2,392,158	\$0	\$0	\$0	\$33,125,701
Health Services	1,304,970	468,235	0	0	0	0	0	1,773,205
Debt Service	4,271,454	0	0	0	0	0	892,438	5,163,892
Nonmajor Governmental Funds	94,378	2,233,000	0	1,200,000	0	0	0	3,527,378
South Central Wastewater	800,000	0	0	0	0	0	0	800,000
Nonmajor Enterprise Funds	14,279	0	0	12,922	48,000	124,775	0	199,976
Internal Service Funds	650,000	0	0	0	0	0	0	650,000
Agency Funds	0	0	0	12,003	0	0	0	12,003
	\$34,430,621	\$4,701,235	\$1,438,003	\$3,617,083	\$48,000	\$124,775	\$892,438	\$45,252,155

Due From/To Other Funds

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "due from/to other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances." All balances are expected to be repaid within one year.

	Due To:				Totals
	General Fund	Debt Service Fund	Nonmajor Governmental Funds	Nonmajor Enterprise Funds	
Due From:					
General Fund	\$0	\$0	\$2,994,761	\$0	\$2,994,761
Debt Service	0	274,767	0	0	274,767
Non-major Governmental Funds	143,015	343	1,170	526,138	670,666
Border Wastewater	0	2,130,731	0	0	2,130,731
<i>Totals</i>	\$143,015	\$2,405,841	\$2,995,931	\$526,138	\$6,070,925

DONA ANA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 2. CASH AND CASH EQUIVALENTS

The County's cash balances are reserved from subsequent years and consist of demand deposits, interest bearing savings accounts, certificates of deposit and repurchase agreements. The certificates of deposit and repurchase agreements have varying interest rates and maturity dates. The majority of County cash and investments are co-mingled. All interest income is accounted for in the related funds.

The County's investments are governed by state law. State regulations require that uninsured demand deposits and deposit-type investments such as certificates of deposit be collateralized by the depository thrift or banking institution. At present, state statutes require that a minimum of fifty percent of uninsured balances on deposit with anyone institution must be collateralized, with higher requirements up to 100% for financially troubled institutions. Investments in repurchase agreements must be collateralized at 102% of the contract.

Cash and certificates of deposit at June 30, 2008 consisted of the following:

	CASH		Account Type
	Reconciled Balance	On Deposit June 30, 2008	
Petty Cash – Airport	\$100		
Petty Cash – Utilities	100		
Petty Cash – Finance	100		
Petty Cash – Road	500		
Petty Cash – Sheriff	300		
Petty Cash – Detention	200		
Petty Cash – Flood	100		
Petty Cash – HHS	100		
Cash – Informant	4,862		
Cash DAC Treasurer's – Cash Drawers	1,400		
Cash DAC Clerk's Office	100		
Bank of the West – Sheriff Account	594,325	\$150,000	Checking
BA DACDC Inmate Welfare Fund Account	134,327	137,670	Checking
Citizen's Bank DCA – LCHA	1,686,046	1,786,288	Checking
Wells Fargo Bank Chaparral WW	100	100	Checking
Wells Fargo Bank Depository Account	6,244,175	2,024,008	Checking
Wells Fargo Bank DACDC Juvenile Account	247	4,579	Checking
Wells Fargo Bank DACDC Main Inmate Trust Account	54,270	95,809	Checking
Wells Fargo Bank Healthcare Custody MMC	202,878	202,955	Checking
Earned Discount/Premium	77	0	
Return Checks	250	0	
<i>Total cash</i>	\$8,924,557	\$4,266,409	

DONA ANA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 2. CASH AND CASH EQUIVALENTS (CONTINUED)

Held and Directed by Trustee

The County has investments that are directed by the New Mexico Mortgage Finance Authority for debt service as follows:

	Cost	Market	Risk Rating
Bank of Albuquerque:			
U.S. Treasury Fd #0052	\$178	\$178	Aaa
U.S. Treasury Fd #0052	988,199	988,199	Aaa
U.S. Treasury Fd #0052	5,008	5,008	Aaa
	<u>\$993,385</u>	<u>\$993,385</u>	
Bank of America: - Repo Rf			
U.S. Treasury Note 6.08507	\$165,374	\$165,374	N/A
Wachovia Securities:			
U.S. Treasury	\$461,008	\$461,008	

Investment

The County has investments related to various debt obligations directed by a third party agent with US Bank as follows:

	Cost	Market	Risk Rating
US Bank:			
First Union Combined Fds	\$2,412,000	\$2,412,000	Aaa
First American Treasury Obligation	775	775	Aaa
First American Treasury Obligation	349,368	349,368	Aaa
First American Treasury Obligation	153,921	153,921	Aaa
First American Treasury Obligation	138,916	138,916	Aaa
First American Treasury Obligation	2,703	2,703	Aaa
First American Treasury Obligation	18,714	18,714	Aaa
First American Treasury Obligation	80,615	80,615	Aaa
First American Treasury Obligation	216,125	216,125	Aaa
First American Treasury Obligation	6,406	6,406	Aaa
First American Treasury Obligation	2	2	Aaa
First American Treasury Obligation	16,089	16,089	Aaa
FGIC Capital Market Services			
Dated 2/16/2001 5.650%	221,500	221,500	Aaa
FGIC Capital Market Services			
Dated 2/16/2001 5.650%	556,000	556,000	Aaa
	<u>\$4,173,134</u>	<u>\$4,173,134</u>	

DONA ANA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 2. CASH AND CASH EQUIVALENTS (CONTINUED)

Wells Fargo Bank:		
Certificate of Deposit	\$100,000	\$100,000
First New Mexico Bank:		
Certificate of Deposit	100,000	100,000
White Sands:		
Certificate of Deposit	100,000	100,000
Citizens Bank:		
Certificate of Deposit	49,616	49,616
State Treasurer:		
Pool	77,925,880	77,925,880
	\$78,275,496	\$78,275,496

All of the above investments have been shown as cash equivalents.

Governmental Activities	\$86,400,152
Business Type Activities	4,559,189
Fiduciary Funds	1,683,997
	92,643,338
Governmental Activities – Investments	300,000
Business Type Activities – Investments	49,616
	\$92,992,954

Investment Type	Cost Basis	Market Value	Credit Risk- Rating	Weighted Average Maturity Days
State Investment Pool**	\$77,925,880	\$77,925,880	AAAm	46
CD's	349,616	349,616	NR	228
	\$78,275,496	\$78,275,496		

** The County's investment in the State Investment Pool was not rated, although the securities within the pool are rated.

- a. The investments are valued at fair value based on quoted market prices as of the valuation date;
- b. The State Treasurer Local Government Investment Pool is not SEC registered. The State Treasurer is authorized to invest the short-term investment funds with the advice and consent of the State Board of Finance in accordance with Sections 6-10-10 I through 6-10-10 P and Sections 6-10-10 1A and E, NMSA 1978
- c. The pool does not have unit shares. Per Section 6-10-10.1F, NMSA 1978, at the end of each month all interest earned is distributed by the State Treasurer to the contributing entities in amounts directly proportionate to the respective amounts deposited in the fund and the length of time the amounts fund were invested; and
- d. Participation in the local government investment pool is voluntary.

DONA ANA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 2. CASH AND CASH EQUIVALENTS (CONTINUED)

Custodial Credit Risk Deposits – Custodial credit risk is the risk that in the event of a bank failure, the County funds may not be returned. The County is required to obtain from each bank that is a depository for public funds pledged collateral in an aggregate amount equal to 50% of the public money in each account. The pledged securities must be in the name of the governmental entity and held by the entity or its agent. Since the County complies with this law, it has no custodial credit risk for deposits.

The carrying amount of the deposits and investments were categorized to give an indication of the level of risk assumed by the County. As of June 30, 2008, of the \$93,015,090 bank balance none was exposed to custodial credit risk. The categories and amounts are shown below.

Insured, registered, or collateralized with securities held by the County or by its agent in the County's name	\$92,992,954
Uninsured, collateralized with securities held by the pledging financial institution's trust department or agent in the County's name	0
Uninsured and uncollateralized	0
<hr/>	
<i>Total cash, certificates of deposits and investments (on deposit)</i>	<i>\$92,992,954</i>
<hr/>	

Custodial Credit Risk Investments – Custodial Credit Risk is the risk that, in the event of failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The County's investments are not exposed to custodial credit risk. All are fully collateralized and the collateral is held in the County's name.

Concentration of Credit Risk – Concentration of credit risk is the risk of loss attributed to the magnitude of the County's investment in a single issuer. The County's investments are diversified to avoid incurring concentration of credit risk. With the exception of authorized pools, no more than 50% of the total investment portfolio is in one single security type or financial institution.

Credit Risk – The County's investments shall be in accordance with State Law 6-10-10 and 6-10-10.1 NMSA 1978, including but not limited to the following: Treasury Bills, Notes, Bonds, Strips, and US Government securities which are backed by the full faith and credit of the U.S. Government. Negotiable securities of the State of New Mexico or any county, municipality, or school district with the advice and consent of the Board of Finance per 6-10-44 NMSA 1978, 6-10-10FNMSA 1978, 6-10-10NMSA 1978.

Interest Rate Risk – Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of the County investments. The County's investment policy follows New Mexico State Statute Section 6-1 0-36E (NMSA, 1978 Comp) requiring the interest rate on time deposits shall not be less than the rated fixed 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.

Foreign Currency Risk – Deposits and Investments - The County is not exposed to the risk that changes in exchange rates will adversely affect the fair value of an investment as none of the investments pools nor certificates of deposit are dominated in a foreign currency.

DONA ANA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 3. PLEDGED COLLATERAL UNDER STATE REQUIREMENTS

	Bank of America	Bank of Albuquerque	Bank of the West	Citizen's Bank	First New Mexico Bank
Cash in bank, per June 30, 2008 bank statements	\$303,044	\$993,385	\$150,000	\$1,786,288	\$100,000
Less: U.S. Treasury obligations	(165,374)	(993,385)	0	0	0
Less: FDIC coverage	(100,000)	0	(100,000)	(100,000)	(100,000)
Uninsured public funds	37,670	0	50,000	1,686,288	0
50% Collateral requirements	18,835	0	25,000	0	0
100% Collateral requirements	0	0	0	1,686,288	0
Pledged Collateral held by financial institution's agent in the agency's name	38,424	177,047	305,067	2,239,111	0
<i>Over (under)</i>	\$19,589	\$177,047	\$280,067	\$552,823	\$0

	U.S. Bank	Wachovia	Wells Fargo Bank	White Sands
Cash in bank, per June 30, 2008 bank statements	\$4,173,190	\$461,008	\$2,427,450	\$100,000
Less: U.S. Treasury obligations	(983,640)	(461,008)	0	0
Less: FDIC coverage	0	0	(200,000)	(100,000)
Uninsured public funds	3,189,500	0	2,227,450	0
50% Collateral requirements	1,594,750	0	1,413,725	0
100% Collateral requirements	0	0	0	0
Pledged Collateral held by financial institution's agent in the agency's name	4,299,022	677,712	32,547,869	0
<i>Over (under)</i>	\$2,704,872	\$677,712	\$31,134,144	\$0

	CUSIP Number	PAR/Market Value	Maturity Date
Bank of America:			
GNMA	36225BLM8	\$2,678	12/15/2023
GNMA	36202ES91	35,746	05/20/2030
<i>Bank of America, NC</i>		\$38,424	
Bank of Albuquerque:			
U.S. Treasury INFL INDEX	912810Fr4	\$177,047	01/15/2025
<i>Bank of Albuquerque, NM</i>		\$177,047	
Bank of the West:			
WFMN	257578687	\$305,067	08/01/2010
<i>Bank of the West, NM</i>		\$305,067	

DONA ANA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 3. PLEDGED COLLATERAL UNDER STATE REQUIREMENTS (CONTINUED)

	CUSIP Number	PAR/Market Value	Maturity Date
Citizen's Bank:			
FHLB – Noncancellable – Housing	3133XHHW5	\$301,876	09/19/2008
FHLB – Noncancellable – Housing	3133X2BZ7	501,837	11/14/2008
FHLB – Noncancellable – Housing	3133XE1X3	1,027,596	03/11/2011
FFCB – Noncancellable – Housing	31331VCA2	407,802	12/11/2012
<i>Independent Bankers, Dallas, TX</i>		\$2,239,111	
U.S. Bank:			
FGIC-GE Capital	Contract - No Cusip#	\$777,622	01/01/2021
First Am. Treasury Obligations	31846V302	3,522,000	06/01/2016
<i>U.S. Bank, Minnesota</i>		\$4,299,622	
Wachovia:			
FHLB	3133XGA40	\$497,670	07/13/2036
U.S. Treas Securities Stripped	912803BM4	180,044	11/15/2027
<i>U.S. Bank, Minnesota</i>		\$677,712	
Wells Fargo Bank:			
Federal Reserve Bank 6140G7F7	31409G7F7	\$32,547,869	05/01/2036
<i>Wells Fargo Bank, Minneapolis, MN</i>		\$32,547,869	

DONA ANA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 4. DISAGGREGATED RECEIVABLES

Receivables (net of applicable allowances for uncollectible accounts) at June 30, 2008 were as follows:

	Property Taxes	State Taxes	Detention Center Fees	Interest	Inter-governmental	Other	Total Receivables
Governmental Activities:							
General Fund	\$3,677,590	\$1,632,295	\$862,192	\$156,799	\$1,961,325	\$134,999	\$8,425,200
Health Services (SLIAG)	0	402,262	0	0	0	0	402,262
Debt Service	49,256	0	0	27,369	0	0	76,625
Non-major special revenue	160,087	0	0	0	5,415,532	0	5,575,619
Non-major capital projects	0	0	0	0	1,089,673	0	1,089,673
Total Governmental Activities	\$3,886,933	\$2,034,557	\$862,192	\$184,168	\$8,466,530	\$134,999	\$15,569,379
Amounts not scheduled for collection during the subsequent year							
	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Business-type Activities:							
Border Wastewater	\$0	\$0	\$0	\$0	\$0	\$2,260	\$2,260
Border Water System	0	0	0	0	0	3,441	3,441
South Central Wastewater	0	0	0	0	0	65,700	65,700
Non-major Enterprise Funds	0	0	0	0	0	1,033,737	1,033,737
Total Business-type Activities	\$0	\$0	\$0	\$0	\$0	\$1,105,138	\$1,105,138

Dona Ana County management has established the following allowances for uncollectible accounts.

General Fund:

Allowance for Landfill Fees	\$456,324
Allowance for Road Department Receivables	\$11,000
Allowance for Airport Receivables	\$15,999
Allowance for Detention Center Receivables	\$59,928

Taxes receivable consist of the following:

General Fund (Net of allowance of \$56,258)	\$3,677,590
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Special Revenue Funds:

County Flood Commission (Net of allowance of \$2,449)	\$160,087
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Debt Service Funds:

G.O. Bond – Judicial (Net of allowance of \$753)	\$49,256
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Agency Funds:

Property Tax Fund (Net of allowance of \$79,123)	\$5,172,239
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DONA ANA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 5. PROPERTY TAXES

Property taxes attach as an unsubordinated enforceable lien on property as of January 1 of the assessment year. Current year taxes are levied within five days of the rate setting order received from New Mexico Department of Finance and Administration (7-38-32 thru 7-38-36). Tax bills are mailed by November 1, unless the Dona Ana County Assessor obtains a formal extension of time from the New Mexico Property Tax Division. Taxpayers have the option to pay in two equal installments due by the close of business November 10 and April 10. Penalty and interest will be accrued after the delinquency due dates of December 10 and May 10. In the event of a formal extension, the respective dates are correspondingly extended.

The County bills and collects its own taxes, as well as the taxes for three school districts, four municipalities, the Community College, the New Mexico Livestock Board, the Watershed District, and the State of New Mexico. In tax year 2008, the County billed 8.120 per \$1,000 of net assessed valuation of residential property and 12.079 per \$1,000 of net assessed valuation of nonresidential property. The maximum rate for both types of property is 11.850. The statutory maximum rate for servicing long-term debt is unlimited, although the total amount of outstanding debt at any one time is restricted by other factors. The County's share of the property taxes equal approximately 33.4% of the total and is used for general governmental services and retirement of long-term debt.

The County is required to report all real property delinquencies in excess of three years to the New Mexico Property Tax Division. The State, in turn, administers all subsequent collection actions and proceedings.

DONA ANA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 6. CAPITAL ASSETS

Capital asset activity for the County's primary government for the year ended June 30, 2008 was as follows:

	Balance 6/30/2007	Additions	Deletions	Transfers	Balance 6/30/2008
Governmental Activities:					
Land	\$7,698,103	\$139,810	(\$316,887)	\$0	\$7,521,026
Land improvements	5,448,299	0	0	95,683	5,543,982
Building and improvements	77,827,124	212,445	(5,404,067)	2,458,417	75,093,919
Furniture, fixtures, and equipment	15,434,591	1,709,969	(20,094)	17,314	17,141,780
Vehicles	11,115,293	2,440,330	(40,672)	219,793	13,734,744
Infrastructure	235,349,767	7,067,035	(1,344,952)	3,952,714	245,024,564
Construction-in-progress	4,302,914	12,971,279	0	(6,743,921)	10,530,272
<i>Total</i>	357,176,091	24,540,868	(7,126,672)	0	374,590,287
Less Accumulated Depreciation:					
Land improvements	(2,090,432)	(531,668)	0	0	(2,622,100)
Building and improvements	(21,920,631)	(2,932,046)	5,211,562	0	(19,641,115)
Furniture, fixtures, and equipment	(9,844,285)	(2,069,880)	20,094	0	(11,894,071)
Vehicles	(6,203,415)	(1,388,741)	40,672	0	(7,551,484)
Infrastructure	(136,543,805)	(8,558,356)	1,089,366	0	(144,012,795)
<i>Total</i>	(176,602,568)	(15,480,691)	6,361,694	0	(185,721,565)
<i>Net capital assets</i>	\$180,573,523	\$9,060,177	(\$764,978)	\$0	\$188,868,722

Depreciation expense for governmental activities is \$15,480,691 for the year.

DONA ANA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 6. CAPITAL ASSETS (CONTINUED)

	Balance 6/30/2007	Additions	Deletions	Transfers	Balance 6/30/2008
Business-Type Activities:					
Capital Assets:					
Land	\$7,304,943	\$0	(\$8,742)	\$0	\$7,296,201
Construction in progress	5,257,245	1,501,963	0	(524,379)	6,234,829
Building	623,189	150,736	(289,624)	49,137	533,438
Machinery and equipment	243,271	69,298	0	0	312,569
Infrastructure	53,446,042	0	(16,023)	475,242	53,905,261
<i>Total</i>	66,874,690	1,721,997	(314,389)	0	68,282,298
Less Accumulated Depreciation:					
Building	(248,174)	(102,512)	0	0	(350,686)
Machinery and equipment	(137,621)	(45,738)	0	0	(183,359)
Infrastructure	(4,459,577)	(974,506)	69,147	0	(5,364,936)
<i>Total</i>	(4,845,372)	(1,122,756)	69,147	0	(5,898,981)
<i>Net capital assets</i>	\$62,029,318	\$599,241	(\$245,242)	\$0	\$62,383,317

Depreciation expense for business-type activities is \$1,122,756 for the year.

Depreciation was charged to governmental funds as follows:

General government	\$3,096,138
Public safety	3,173,542
Public works	8,978,801
Health and welfare	216,729
Culture and recreation	15,481
	\$15,480,691

DONA ANA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 7. LONG-TERM DEBT

Changes in Long-Term Debt

	Balance 6/30/2007	Restatements	Additions	Decreases	Balance 6/30/2008	Amount Due Within One Year
Governmental Activities:						
Accrued compensated absences	\$3,316,470	\$0	\$2,381,221	(\$1,455,685)	\$4,242,006	\$11,223
Notes payable	1,531,938	0	0	(216,425)	1,315,513	212,184
Capital lease payable (restated)	1,533,065	414,085	0	(178,055)	1,769,095	754,334
General obligation bonds	3,510,000	0	0	(465,000)	3,045,000	470,000
Special assessment district bonds	7,070,000	0	0	(275,000)	6,795,000	305,000
Revenue bond	41,925,000	0	0	(2,110,000)	39,815,000	2,210,000
Total	\$58,886,473	\$414,085	\$2,381,221	(\$4,700,165)	\$56,981,614	\$3,962,741

	Balance 6/30/2007	Restatements	Additions	Decreases	Balance 6/30/2008	Amount Due Within One Year
Business-type Activities:						
Accrued compensated absences	\$33,591	\$0	\$32,208	(\$13,657)	\$52,142	\$0
Notes payable	3,832,051	0	406,588	0	4,238,639	0
Verde group liability	1,719,877	0	410,854	0	2,130,731	0
Total	\$5,585,519	\$0	\$849,650	(\$13,657)	\$6,421,512	\$0

Bonds are liquidated from the debt service fund and other long-term liabilities are liquidated from the general fund and special revenue funds. Moreover, no short-term debt was incurred during fiscal year 2008.

Business-type Activities:

Verde Group Liability

In 1999, the County entered into an agreement with the Santa Teresa Limited Partnership and Paseo Del Norte Limited Partnership. (The Verde Group has since bought out the Santa Teresa and Paseo Del Norte partnerships and assumed their role). The agreement was executed to ensure payment for the water bond that was used to construct utility infrastructure in the area of Santa Teresa. Payment of the bonds per this agreement was to be made from the Utility system gross revenues, the Land Owner's guarantee and the proceeds of the County's equalization tax. Per the agreement, the Land Owner's will provide the shortfall between net revenues from the utilities and debt service of the water bonds. This agreement (guarantee) is secured by land documented in the Security Agreement and Mortgage executed between the parties above.

A contingency comes about regarding the repayment to the Land Owners for the shortfall monies that are advanced to the County. The agreement also stipulates that upon expiration of the guarantee, the County shall reimburse from the net revenues of the utility system the funds advanced to the County for shortfall of the bond payments along with 3% interest. Repayment will begin when the Utility System net revenues equals or exceeds 1.25% of the debt service in a lump sum or over a period of seven years, at the County's discretion.

As of June 30, 2008, the County has not met the requirements to begin repayment. However, it has an accrued liability of \$2,130,731.

DONA ANA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 7. LONG-TERM DEBT (CONTINUED)

Notes Payable

On June 30, 2003, the County entered into a loan agreement in the amount of \$5,400,000 with the New Mexico Environment Department. The loan proceeds are to be used to improve or construct a Sanitary Sewer System by constructing, extending, enlarging, repairing, and otherwise improving the County's wastewater collection system, conveyance and treatment facilities. During fiscal year 2008, the County drawdowns totaled \$338,681. The loan calls for 20 annual payments of \$330,246 and interest is calculated at a rate of 2.0%. Accrued interest can either be paid at closing or rolled into total disbursements as principal. The first payment is due either on the first anniversary of the project's completion or after the final draw down is made, which ever is earlier. As of June 30, 2008, the balance is \$4,171,732. Payment will begin within one year after completion of the projects. Therefore, there is no established payment schedule. At year end, the project was not yet complete.

Governmental Activities:

General Obligation Bonds

The County has refunded two series of general obligation bonds through the issuance of the series 2003 Refunding Bond in the amount of \$4,805,000. These bonds were issued to fund acquisition and improvements to judicial and administrative facilities.

On June 20, 2003, the County issued \$4,805,000 in General Obligation Bonds with an average interest rate of 2% to advance refund \$4,560,000 of outstanding 1993 and 1994 series bonds with an average interest rate of 5.3%. The net proceeds of \$4,682,569 after payment of bond issuance costs plus an additional \$339,487 of 1993 and 1994 sinking fund monies were used to fund an irrevocable trust with an escrow agent to provide for all future debt service payments on the 1993 and 1994 series bonds. As a result, the 1993 and 1994 series bonds are considered to be defeased and the liability for these bonds have been removed from the debts of the County.

Although the advance refunding resulted in the recognition of an accounting loss of \$122,569 for the year ended June 30, 2003, the County in effect reduced its aggregate debt service payments by \$609,294 over the next 10 years and obtained an economic gain (difference in the present values of the old and new debt service payments) of \$544,061.

Future Requirements: Series 2003 General Obligation Refunding Bonds

	Principal	Interest	Total
2009	\$470,000	\$74,703	\$544,703
2010	490,000	64,368	554,368
2011	500,000	52,233	552,233
2012	515,000	38,651	553,651
2013	530,000	23,885	553,885
2014	540,000	8,100	548,100
Total	\$3,045,000	\$261,940	\$3,306,940

DONA ANA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 7. LONG-TERM DEBT (CONTINUED)

Revenue Bonds

The County has four series of revenue bonds to service.

Gross Receipts Tax Refunding and Improvement Revenue Bonds, Subordinate Series 1998 (\$27,890,000) were issued by the County to provide funds for an advance refunding of outstanding debt, as described elsewhere in this note, and for making improvements to the existing County Jail and juvenile detention facility. Principal and interest are serviced from a non-exclusive first lien on Correctional System Revenues and a subordinate lien on the County's Gross Receipts Tax Revenues.

In 1999, the County issued \$6,000,000 of Water System/Gross Receipts Tax Revenue bonds to provide funds for purchasing, constructing, or otherwise acquiring, water and wastewater systems in the County for the Santa Teresa - Border Regional Water System. The bonds are payable from equalization. Revenues are received by the County from the New Mexico Department of Taxation and Revenue, and from the net revenues of the County owned public utility. The bonds are secured by a non-exclusive first lien on both the Equalization Revenues and the Project Revenues.

On October 1, 2003, the County issued Gross Receipts Tax Refunding and Improvement Revenue Bonds, Series 2003 in the amount of \$7,145,000 with interest rates ranging from 2.50% to 3.25%. The bonds mature serially on May 1 in each of the years 2004 through 2028 with term bonds, subject to mandatory redemption, maturing May 1, 2025 and May 1, 2028. The gross bond proceeds of \$7,189,428 were used for purchasing, constructing or otherwise acquiring buildings, including but not limited to, County administrative facilities and to refund a loan to the County from the New Mexico Finance Authority of \$822,552, which was deposited in an escrow account. The proceeds, after payment of issuance costs and the NMFA loan, of \$6,077,346 were deposited in an Acquisition Fund. The bonds are payable from revenues received by the New Mexico Department of Taxation and Revenue's Equalization Revenues.

On June 1, 2004, the County issued New Mexico Payment-in-Lieu of Taxes (PILT) Revenue Bonds, Series 2004A in the amount of \$13,800,000 with interest rates ranging from 4.500% to 5.300%. The bond proceeds of \$13,857,148 were used for the purposes of providing funds for designing, acquiring, constructing, furnishing and equipping County buildings, including but not limited to, County administrative facilities, purchasing or improving any ground, including parking lots, or any combination thereof. Of the proceeds discussed above, \$986,874 was deposited in the Debt Service Reserve Fund to be used only to prevent deficiencies in the payment of the principal and interest on the bonds. The remaining proceeds, after payment of issuance costs and various deposits in other funds, of \$12,109,440 was deposited in an Acquisition Fund. The bond principal and interest will be paid from PILT revenue received from the Bureau of Land Management on an annual basis.

<u>Description</u>	<u>Date</u>	<u>Due</u>	<u>Original Issue</u>	<u>Outstanding</u>	<u>Interest Rates</u>
Gross Receipts Tax Refunding and Improvement, Series 1998	04/01/98	06/01/16	\$27,890,000	\$15,900,000	4.5% to 5.59%
Water System/Gross Receipts Tax, Series 1999	11/01/99	05/01/29	6,000,000	5,295,000	5.3% to 7.0%
Gross Receipts Tax Refunding and Improvement, Series 2003	10/01/03	05/01/28	7,145,000	6,065,000	2.5% to 5.2%
PILT Revenue Bonds, Series 2004A	06/01/04	12/01/28	13,800,000	12,555,000	4.0% to 5.5%
			<u>\$54,835,000</u>	<u>\$39,815,000</u>	

DONA ANA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 7. LONG-TERM DEBT (CONTINUED)

Future Requirements:

	Principal	Interest	Total
2009	\$2,210,000	\$2,059,845	\$4,269,845
2010	2,315,000	1,952,689	4,267,689
2011	2,425,000	1,839,727	4,264,727
2012	2,540,000	1,717,327	4,257,327
2013	2,660,000	1,592,372	4,252,372
2014 – 2018	12,245,000	5,669,095	17,914,095
2019 – 2023	6,095,000	3,409,097	9,503,097
2024 – 2028	7,945,000	1,596,353	9,541,353
2029	1,380,000	49,590	1,429,590
Total	\$39,815,000	\$19,885,093	\$59,700,093

Special Assessment Debt

In 2001, the County issued \$7,775,000 of Santa Teresa Improvement District bonds. Proceeds of the 2001 A Bonds were used to finance the acquisition of certain road improvements previously constructed in the Airport Road District. The 2001 A Bonds are secured by the pledge of certain special assessments secured by liens on property within the Airport Road District and moneys and securities on deposit in specified funds described in the 2001A Indenture. The 2001 B Bonds are secured by certain pledged property, including special assessments secured by liens on property with the Border Industrial Park District and moneys and securities on deposit in specified funds described in the 2001B Indenture. The final maturity date is January 1, 2021. The interest rate for the 2001 A Bonds is 8.375% and 8.875% for the 2001B Bonds.

Future Requirements:

	Principal	Interest	Total
2009	\$305,000	\$593,432	\$898,432
2010	330,000	566,812	896,812
2011	360,000	538,000	898,000
2012	385,000	506,575	891,575
2013	420,000	472,683	892,683
2014 – 2018	2,720,000	1,746,506	4,466,506
2019 – 2021	2,275,000	409,097	2,684,097
Total	\$6,795,000	\$4,833,105	\$11,628,105

Notes Payable

Prior to fiscal year 2000, the County had drawn \$676,528 against proceeds available from a \$750,000 loan granted by the State of New Mexico Environment Department for the purpose of developing a consolidated liquid waste treatment and disposal system. On September 10, 1999, the loan agreement was amended. Accrued construction interest of \$147,663 was rolled into the total disbursements to become part of the principal. The terms of the loan were amended March 12, 2001 providing for annual payments of \$51,091 including interest calculated at a rate of 2% per annum, with the final payment due June 17, 2019. As of June 30, 2008 the balance is \$500,020, with repayments to be provided from general fund sources. Net revenues from the operation of the septic disposal facilities and environmental services gross receipts tax revenues are pledged as security.

DONA ANA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 7. LONG-TERM DEBT (CONTINUED)

During fiscal year 1999, the County drew \$1,579,030 against proceeds available from a \$2,215,217 loan from the New Mexico Finance Authority for the purpose of providing flood protection. Of the net loan proceeds, \$165,374 was deposited into a reserve account. Upon completion of the project, \$485,000 that had not been drawn, including construction period interest earned, was applied as prepayment on the last four years' maturities. The terms of the loan, as revised, call for annual payments ranging from \$152,363 to \$135,006, including interest ranging from 4.05% to 5.05% per annum and an administrative fee of 0.25%, with the final payment due May 1, 2015. As of June 30, 2008, the balance is \$794,810 with repayments to be provided from the Flood Commission Special Revenue Fund. Revenues generated by the County Flood Fund ad valorem tax are pledged as security.

In November 1999, the County borrowed \$85,640 from the New Mexico Finance Authority for the acquisition and construction of an equipment building for the Chaparral Fire District. The terms of the loan call for annual payments of \$10,322 for 10 years, including interest ranging from 3.930% to 5.200% per annum and an administrative fee of 0.25%, with the final payment due May 1, 2010. As of June 30, 2008, the balance of \$19,683 is accounted for in the General Fund, with repayments to be provided solely from the pledged revenues. The distribution to Chaparral Fire District made annually by the State Treasurer is pledged as security.

The future payments required for notes payable accounted for in the Governmental Activities funds are as follows:

	Principal	Interest	Total
2009	\$159,255	\$52,929	\$212,184
2010	165,232	46,735	211,967
2011	161,235	40,179	201,414
2012	167,598	33,549	201,147
2013	174,316	25,562	199,878
2014 – 2018	436,788	38,444	475,232
2019	50,089	1,002	51,091
Total	\$1,314,513	\$238,399	\$1,552,912

As of June 30, 2002, the County had drawn \$300,000 against proceeds available from \$300,000 granted by the New Mexico Department of Finance and Administration for a loan to 21st Century Grain Processing Cooperative. The funds were provided through the Community Development Block Grant program to install a railroad spur to the Rincon Mill. The terms of the loan call for semi-annual payments of \$18,347 for 10 years, including interest calculated at 4% per annum, with the final payment due June 30, 2010. The June 30, 2008 balance of \$69,861 is accounted for in the Agency Fund, with repayments to be provided from loan payments received from 21st Century Grain Processing Cooperative. The loan by the County to 21st Century is secured by a second mortgage on real estate owned by 21st Century in Rincon.

The future payments required for notes payable accounted for in the Agency Fund are as follows:

	Principal	Interest	Total
2009	\$34,239	\$2,455	\$36,694
2010	35,622	1,072	36,694
Total	\$69,861	\$3,527	\$73,388

DONA ANA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 7. LONG-TERM DEBT (CONTINUED)

Capital Leases Payable

During fiscal year 2004, the County entered into three capital leases for the purchase of voting machines. The lessor for these voting machines is the State of New Mexico in the amount of \$506,535. In addition, the County also entered into other capital leases for various office equipment and road equipment. The interest rate for these leases varies between 3.184% and 5.9%. As of June 30, 2008, the County's outstanding capital leases payable is \$1,769,095. The future payments required for the capital leases are as follows:

	Principal	Interest	Total
2009	\$754,334	\$36,990	\$791,324
2010	239,272	29,955	269,227
2011	623,527	23,090	646,617
2012	50,654	0	50,654
2013	50,654	0	50,654
2014	50,654	0	50,654
<i>Total</i>	\$1,769,095	\$90,035	\$1,859,130

NOTE 8. RESERVED AND DESIGNATED FUND EQUITY

At June 30, 2008, the County had reserved fund balances of \$3,632,899 for debt service and \$514,076 for construction on capital projects. As further discussed in the significant accounting policy section, the County has reserved fund balances for inventory in the amounts of \$15,259.

In relation to the hospital lease described in Note 14, the County has designated \$22,608,853 for health care in the General Fund.

DONA ANA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 9. COMMITMENTS, CONTINGENCIES, AND SUBSEQUENT EVENTS

The County receives significant financial assistance from federal and state grants and entitlements. Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The County believes that any liabilities resulting from disallowed amounts will not have a material effect on the County's financial statements.

The County is party to various legal proceedings, which are the unavoidable results of governmental operations. Specifically, the County is involved in three environmental issues that may result in clean up/remediation costs. One legal issue involves a broken pipeline that was damaged by a County motor grader. The New Mexico Environmental Department estimates the clean up/remediation costs to be in excess of \$200,000.

The County continues to cooperate fully with the Environmental Protection Agency (EPA) during their investigation related to a Superfund Site. The County and the City of Las Cruces have accepted shared responsibility for the remediation effort. In addition, the County believes that EPA will name another responsible party who will have significant responsibility to share in the costs. The County budgeted \$150,000 for fiscal year 2009. It is estimated that removing the contamination from the ground water will require approximately 15-20 years. The City and County have obtained a loan with the New Mexico Finance Authority for \$7 million to pay for costs of infrastructure. The County does not make any payments for the principal until the entire loan is drawn down, which is at the end of the construction phase. Revenues from the sale of treated water will partly offset operation costs during the remediation phase. The EPA may also seek to recover costs incurred during the Remedial Investigation and prior to naming the County, City and the potential third party as responsible parties. That cost is estimated to be \$5.3 million.

Two suits filed in United States District Court have named Dona Ana County as a defendant, alleging violation of civil rights and received certification of class action status. The suits challenged the constitutionality of the visual search policy and procedure at the Dona Ana County Detention Center. These cases have been settled for \$5,000,000. The County insurer, NMAC and its reinsurer, CRL have paid \$2,350,000 of the settlement. However, there is a coverage dispute between the County and its excess carrier, which has filed for a declaratory judgment. Pending the resolution of the declaratory judgment, the County and the excess carrier have each paid \$1,325,000 for a total of \$2,650,000.

The County has active construction projects as of June 30, 2008. The projects are for utility system construction. At year end, the County had remaining commitments of \$915,309 for architectural services and \$950,554 for construction.

DONA ANA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 10. DEFINED BENEFIT PENSION PLAN

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

For covered employees other than law enforcement personnel and firefighters, participants are required to contribute 13.15 percent of their gross salary to the plan. The County contributes 75 percent of the 13.15 percent of employee required contribution as well as a required matching contribution of 9.15 percent of general participants’ gross salary. The contribution rate is 16.3 percent of gross salaries for law enforcement participants (excluding detention employees). The County’s portion of law enforcement participants is 18.50 percent of gross salaries. Detention employees are considered general participants. The contribution rate for firefighter members is 16.20 percent, and the County is required to contribute 21.25 percent of their gross salaries. The contribution requirements of plan members and Dona Ana County are established in State statute under Chapter 10, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. Contributions to PERA for the following fiscal years were:

	<u>County</u>	<u>Employee</u>	<u>Total</u>
June 30, 2008	\$4,409,645	\$1,463,942	\$5,873,587
June 30, 2007	\$4,125,848	\$1,369,803	\$5,495,652
June 30, 2006	\$2,336,828	\$2,843,323	\$5,180,151

DONA ANA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 11. DEFERRED COMPENSATION PLAN

Dona Ana County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all permanent County employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are (until paid or made available to the employee or other beneficiary) solely the property and rights of the National Association of Counties (without being restricted to the provisions of benefits under the plan), subject only to the claims of the National Association of Counties general creditors.

Participant's rights under the plan are equal to those of general creditors of the National Association of Counties in an amount equal to the fair market value of the deferred account for each participant. All amounts of deferred compensation have been remitted to the National Association of Counties, which administers the plan.

NOTE 12. OPERATING LEASES

The County is currently obligated under operating leases for various buildings and equipment. All operating leases are annually renewable and therefore have no continuing obligation.

Rental payments charged to current operations for the year ended June 30, 2008 totaled \$195,359.

NOTE 13. BUDGETARY – GAAP REPORTING RECONCILIATION

The accompanying statements of Revenues and Expenditures, Budget (Non-GAAP) and Actual (Cash Basis), for the Major Governmental Funds, present comparisons of the adopted Budget (more fully disclosed in Note 1) 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, a reconciliation of resultant basis, timing, perspective, and entity differences in excess (deficiency) of revenues over expenditures for the year ended June 30, 2008, is presented below:

	General	Special Revenue Health Services (SLIAG)
Excess (deficiency) of revenues and other financial sources over expenditures and other financial uses (budgetary basis)	\$3,726,779	\$3,798,884
Adjustments for revenue accruals, transfers, earnings on investments	1,692,555	(861,935)
Adjustments for expenditures for payables, inventory, accruals, transfers, and uses	639,746	(42,091)
Excess (deficiency) of revenues and other financial sources over expenditures and other financial uses (GAAP basis)	\$6,059,080	\$2,894,858

DONA ANA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 14. HOSPITAL LEASE

Memorial Medical Center /-Province Hospital (Telshor Facility)

In 1966 the County and the City adopted a joint resolution to create a joint county-municipal hospital to provide medical services to all of the citizens of Dona Ana County. The hospital was constructed and operated by the City and County through a Board of Trustees until 1998, when it was leased to Memorial Medical Center, Inc. (MMCI), a New Mexico not-for-profit corporation.

On June 1, 2004, the City, the County and MMCI, jointly terminated the lease. On that date, the City and County executed a 40-year lease agreement for the hospital facilities and equipment with PHC-Las Cruces, Inc. (PHC), a New Mexico corporation and a wholly-owned subsidiary of Province Healthcare Corporation, a Delaware corporation. In accordance with the lease agreement, PHC has deposited certain amounts into escrow accounts to cover certain contingencies of the hospital and paid certain hospital liabilities, including outstanding bonds. The lease transaction was recorded during fiscal year 2004.

The proceeds of the PHC lease were reported in a subfund of the General Fund and the resulting equity has been reserved for health related programs and health related capital projects as disclosed in Note 8 Reserved and Designated Fund Equity.

Pursuant to the Termination Agreement, MMCI began distributing its cash and investments equally between the County and the City in July 2004. MMCI retained cash to pay certain liabilities; any cash remaining at the end of the liquidation process will be distributed equally between the County and the City.

In addition, PHC made a one-time grant of \$5 million to Dona Ana County to be distributed in the sole discretion of the County and City to improve the integration of services provided by the clinics in the County operated by the federally qualified health center organizations, the hospital, and the existing family residency program and to expand the service hours of the same clinics. The grant is accounted for as deferred revenue in the General Fund. The unexpended portion of the grant at June 30, 2008 is \$3,360,000.

DONA ANA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 15. RESTATEMENTS OF BEGINNING BALANCES

Governmental Activities Net Assets at July 1, 2007:	\$207,802,615
To correct prior years for capital leases not properly recognized	(414,085)
Restatements made to fund financial statements	841,563
<u>Restatements</u>	<u>427,478</u>
<u>Net Assets, beginning restated</u>	<u>\$208,230,093</u>

Business Type Activities Net Assets at July 1, 2007:	\$60,065,157
Restatements made to fund financial statements	(47,053)
<u>Net Assets, beginning restated</u>	<u>\$60,018,104</u>

Restatements were made as follows:

Restatements made to fund financial statements:

General Fund:

Correction to pay 50% of Farm and Range fund expenses for 2007 per management agreement	(\$15,000)
To recognize prior year revenue incorrectly shown as deferred revenue although earning process complete – Environmental	127,010
To recognize prior year revenue incorrectly shown as deferred revenue although earning process complete – Civil Preparedness – State Funds	17,649
<u>Restatements – General Fund</u>	<u>129,659</u>

Nonmajor Governmental Funds

Special Revenue Funds:

To reverse prior year receivable, funds already received and recorded as revenue again upon receipt – COPS grant	(20,059)
Grant funds returned in prior year but not offset against deferred revenue – DWI Grant	129,541
Correction to pay 50% of Farm and Range fund expenses (by general fund) for 2007 per management agreement	15,000
To correct grant for prior year accounts receivable – costs determined not to be reimbursable – Rural Domestic Violence Grant	(979)
To correct prior year revenue for SAP funds expended – revenue not recognized	346,228
To correct grant for prior year accounts receivable – costs determined not to be reimbursable – Victims of Crime Grant	(301)
<u>Restatements – Special Revenue Funds</u>	<u>469,430</u>

DONA ANA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 15. RESTATEMENTS OF BEGINNING BALANCES (CONTINUED)

Restatements made to fund financial statements (Continued):

Capital Projects Funds:

To correct prior year accounts receivable – wrong percentage used for allocation – CDBG La Union Water System (28,179)

To reclass Chaparral Wastewater USDA Capital Projects Fund previously set-up as Enterprise Fund incorrectly 100

To correct prior years for old 05/06 invoice never submitted for draw down 270,553

Restatements – Capital Projects Funds 242,474

Total Nonmajor Governmental Funds 711,904

Total Governmental Funds \$841,563

Proprietary Funds:

To correct recording of prior accrued interest expense on Verde Loan – Border Wastewater (\$94,444)

To recognize prior year revenue incorrectly shown as deferred revenue although earning process complete – Border Water 47,491

Nonmajor Enterprise Funds:

To reclass Chaparral Wastewater – USDA Capital Projects Fund previously set-up as Enterprise Fund incorrectly (100)

Restatements – Proprietary Funds (\$47,053)

DONA ANA COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

NOTE 16. OTHER REQUIRED DISCLOSURES

The Colonia's Initiative experienced a deficit fund balance in the amount of \$57,272. Management intends to transfer sufficient funds from the General Fund to cover any deficits.

For the year ended June 30, 2008, expenditures (transfers out) exceeded appropriations in the General Fund by \$909,525. See Finding 2008-06.

The Housing Authority exceeded expenditure budgets, although the budgets were adopted in accordance with HUD requirements. See Finding 2007-06.

NOTE 17. RISK MANAGEMENT

Multi-line Risk Pool

The County participates in the New Mexico Self Insurers' Fund. The County's premium is redetermined every year, and is based on the County's loss experience over the previous three years. The deductibles at the County level are as follows:

- \$500 per incident for accident/loss to County property
- \$6,000 per incident for Civil Rights related claims
- \$10,000 per incident for Law Enforcement related claims

Limits of coverage through the risk pool are as follows:

- \$2,000,000 Employee Dishonesty
- \$2,000,000 Worker's Compensation per accident or occupational disease
- \$2,000,000 Crime coverage
- \$1,050,000 Tort and Law Enforcement related claims
- \$150,000,000 per occurrence for property losses
- \$4,000,000 additional coverage for Excess Foreign Jurisdiction claims
- \$3,000,000 Environmental Liability Insurance
- \$250,000 Volunteer Firefighters Accident
- \$20,000 Land Use Coverage per occurrence and \$40,000 aggregate
- \$30,000,000 Earthquake and Flood
- \$6,000,000 Foreign Jurisdiction Liability

Contributions paid to the pool for the 2007/2008 fiscal year were \$2,578,724.

Commercial Insurance

Commercial liability insurance covers the County's airport operations up to \$10,000,000 per occurrence. There is no deductible. Premiums paid for 2007/2008 were \$6,881. In addition, the County maintains commercial liability policies for Accidental Death and Dismemberment of the County's Independent Fire Districts (premium paid of \$74,142) and Pollution and Remediation Legal Liability (premium paid of \$45,863).

SUPPLEMENTARY INFORMATION

DONA ANA COUNTY
GENERAL FUND
STATEMENT OF EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
GENERAL GOVERNMENT:				
Acquisition Fund				
Capital outlay	\$0	\$20,000	\$7,501	\$12,499
ADA Department				
Personnel services	56,348	56,348	57,115	(767)
Operating	9,200	9,200	8,594	606
Capital outlay	0	0	0	0
	65,548	65,548	65,709	(161)
Communications				
Personnel services	115,201	109,349	94,526	14,823
Operating	47,134	37,530	32,447	5,083
Capital outlay	56,000	79,374	79,373	1
	218,335	226,253	206,346	19,907
County Commission				
Personnel services	196,605	196,605	184,830	11,775
Operating	1,315,174	1,299,924	1,279,922	20,002
	1,511,779	1,496,529	1,464,752	31,777
County Assessor				
Personnel services	1,730,265	1,730,265	1,669,300	60,965
	1,730,265	1,730,265	1,669,300	60,965
County Auditor				
Personnel services	87,721	43,599	198	43,401
Operating	8,827	52,949	9,017	43,932
	96,548	96,548	9,215	87,333
County Clerk - Recording and Filing				
Personnel services	546,459	566,710	524,556	42,154
Operating	55,936	55,936	48,583	7,353
Capital outlay	0	0	0	0
	602,395	622,646	573,138	49,508
County Clerk - Bureau of Elections				
Personnel services	557,248	539,461	502,714	36,747
Operating	347,093	344,629	321,866	22,763
Capital outlay	50,654	0	0	0
	954,995	884,090	824,580	59,510

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
GENERAL FUND
STATEMENT OF EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
GENERAL GOVERNMENT (CONTINUED):				
County Clerk - Equipment Recording				
Personnel services	0	0	0	0
Operating	21,500	49,700	20,634	29,066
Capital outlay	308,731	280,531	268,579	11,952
	<u>330,231</u>	<u>330,231</u>	<u>289,213</u>	<u>41,018</u>
County Manager				
Personnel services	391,769	382,301	336,041	46,260
Operating	151,503	166,753	141,018	25,735
Capital outlay	0	0	0	0
	<u>543,272</u>	<u>549,054</u>	<u>477,059</u>	<u>71,995</u>
County Probate Judge				
Personnel services	41,120	41,120	44,176	(3,056)
Operating	3,186	3,186	1,546	1,640
Capital outlay	0	0	0	0
	<u>44,306</u>	<u>44,306</u>	<u>45,722</u>	<u>(1,416)</u>
County Treasurer				
Personnel services	617,327	617,327	618,219	(892)
Operating	125,999	125,999	128,883	(2,884)
Capital outlay	0	0	0	0
	<u>743,326</u>	<u>743,326</u>	<u>747,102</u>	<u>(3,776)</u>
County Treasurer Fees				
Personnel services	0	0	0	0
Operating	11,000	11,000	4,778	6,222
Capital outlay	0	0	0	0
	<u>11,000</u>	<u>11,000</u>	<u>4,778</u>	<u>6,222</u>
Facilities and Parks				
Personnel services	1,430,727	1,440,195	1,339,154	101,041
Operating	1,935,216	1,914,219	1,930,593	(16,374)
Capital outlay	124,000	195,651	215,430	(19,779)
	<u>3,489,943</u>	<u>3,550,065</u>	<u>3,485,177</u>	<u>64,888</u>
Finance Department				
Personnel services	901,280	880,780	732,915	147,865
Operating	177,164	197,664	176,850	20,814
Capital outlay	0	0	0	0
	<u>1,078,444</u>	<u>1,078,444</u>	<u>909,764</u>	<u>168,680</u>

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
GENERAL FUND
STATEMENT OF EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
GENERAL GOVERNMENT (CONTINUED):				
Information Services Department				
Personnel services	1,366,525	1,144,411	1,141,000	3,411
Operating	522,343	595,349	582,701	12,648
Capital outlay	271,081	412,271	410,921	1,350
	<u>2,159,949</u>	<u>2,152,031</u>	<u>2,134,621</u>	<u>17,410</u>
Legal Services Department				
Personnel services	605,056	584,357	473,563	110,794
Operating	224,298	243,798	150,724	93,074
Capital outlay	0	0	0	0
	<u>829,354</u>	<u>828,155</u>	<u>624,288</u>	<u>203,867</u>
Personnel Department				
Personnel services	609,809	562,841	397,099	165,742
Operating	257,500	284,968	461,407	(176,439)
Capital outlay	0	0	0	0
	<u>867,309</u>	<u>847,809</u>	<u>858,506</u>	<u>(10,697)</u>
Planning Department				
Personnel services	1,643,188	1,636,188	1,376,885	259,303
Operating	235,103	242,103	192,033	50,070
Capital outlay	20,000	20,000	19,978	22
	<u>1,898,291</u>	<u>1,898,291</u>	<u>1,588,896</u>	<u>309,395</u>
Public Information Office				
Personnel services	135,535	135,535	135,860	(325)
Operating	27,712	27,712	17,070	10,642
	<u>163,247</u>	<u>163,247</u>	<u>152,930</u>	<u>10,317</u>
Purchasing Department				
Personnel services	212,827	213,127	207,350	5,777
Operating	21,350	21,050	18,102	2,948
Capital outlay	0	0	0	0
	<u>234,177</u>	<u>234,177</u>	<u>225,452</u>	<u>8,725</u>
Risk Management Department				
Personnel services	136,096	156,795	125,701	31,094
Operating	4,322,332	4,322,332	4,183,003	139,329
	<u>4,458,428</u>	<u>4,479,127</u>	<u>4,308,704</u>	<u>170,423</u>
Payment in Lieu of Taxes				
Operating	629,375	629,375	574,342	55,033
	<u>629,375</u>	<u>629,375</u>	<u>574,342</u>	<u>55,033</u>
Total General Government	\$22,330,286	\$22,350,286	\$20,957,882	\$1,392,404

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
GENERAL FUND
STATEMENT OF EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
PUBLIC SAFETY:				
Animal Control				
Personnel services	\$351,997	\$336,635	\$321,042	\$15,593
Operating	404,594	476,793	425,328	51,465
Capital outlay	34,860	26,354	26,354	0
	<u>791,451</u>	<u>839,782</u>	<u>772,724</u>	<u>67,058</u>
Civil Preparedness				
Personnel services	281,044	281,044	184,560	96,484
Operating	76,719	76,719	69,518	7,201
Capital outlay	0	0	0	0
	<u>357,763</u>	<u>357,763</u>	<u>254,078</u>	<u>103,685</u>
Civil Preparedness - State				
Personnel services	0	34,000	0	34,000
Operating	2,066,824	2,819,652	267,639	2,552,013
Capital outlay	629,021	880,021	591,492	288,529
	<u>2,695,845</u>	<u>3,733,673</u>	<u>859,131</u>	<u>2,874,542</u>
Detention Center				
Personnel services	7,731,450	7,888,135	6,862,223	1,025,912
Operating	2,605,184	2,705,184	2,570,605	134,579
Capital outlay	0	0	0	0
	<u>10,336,634</u>	<u>10,593,319</u>	<u>9,432,828</u>	<u>1,160,491</u>
Detention Center - Juveniles				
Personnel services	1,413,962	1,413,962	1,551,115	(137,153)
Operating	175,416	175,416	159,984	15,432
Capital outlay	0	0	0	0
	<u>1,589,378</u>	<u>1,589,378</u>	<u>1,711,099</u>	<u>(121,721)</u>
Detention Center - Medical				
Personnel services	1,283,602	555,195	554,873	322
Operating	689,655	1,654,890	1,671,453	(16,563)
Capital outlay	0	0	0	0
	<u>1,973,257</u>	<u>2,210,085</u>	<u>2,226,326</u>	<u>(16,241)</u>
Detention Center - DOH				
Personnel services	0	0	0	0
Operating	0	40,000	4,410	35,590
Capital outlay	0	0	0	0
	<u>0</u>	<u>40,000</u>	<u>4,410</u>	<u>35,590</u>

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
GENERAL FUND
STATEMENT OF EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
PUBLIC SAFETY (CONTINUED):				
Fire Protection				
Personnel services	319,662	319,662	282,820	36,842
Operating	34,312	34,312	38,979	(4,667)
Capital outlay	0	0	0	0
	<u>353,974</u>	<u>353,974</u>	<u>321,799</u>	<u>32,175</u>
Fire Protection - GRT				
Personnel services	858,351	858,351	173,028	685,323
Operating	238,250	238,250	60,274	177,976
Capital outlay	0	0	0	0
	<u>1,096,601</u>	<u>1,096,601</u>	<u>233,302</u>	<u>863,299</u>
Fire Protection - EMS Equipment				
Personnel services	0	0	0	0
Operating	0	68,882	57,977	10,905
Capital outlay	0	0	0	0
	<u>0</u>	<u>68,882</u>	<u>57,977</u>	<u>10,905</u>
Law Enforcement				
Personnel services	9,042,374	8,510,660	8,249,477	261,183
Operating	1,315,630	1,530,969	1,382,735	148,234
Capital outlay	375,000	502,981	501,394	1,587
	<u>10,733,004</u>	<u>10,544,610</u>	<u>10,133,606</u>	<u>411,004</u>
Law Enforcement Support				
Personnel services	2,197,480	2,212,402	2,087,202	125,200
Operating	446,630	571,771	433,880	137,891
Capital outlay	0	0	0	0
	<u>2,644,110</u>	<u>2,784,173</u>	<u>2,521,082</u>	<u>263,091</u>
Vector Control				
Personnel services	226,460	226,460	226,869	(409)
Operating	85,782	85,782	79,607	6,175
	<u>312,242</u>	<u>312,242</u>	<u>306,476</u>	<u>5,766</u>
Total Public Safety	\$32,884,259	\$34,524,482	\$28,834,837	\$5,689,645

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
GENERAL FUND
STATEMENT OF EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
PUBLIC WORKS:				
Road Department - Engineering				
Personnel services	\$1,058,666	\$1,058,666	\$955,313	\$103,353
Operating	252,974	210,189	582,852	(372,663)
Capital outlay	0	45,985	42,371	3,614
	<u>1,311,640</u>	<u>1,314,840</u>	<u>1,580,536</u>	<u>(265,696)</u>
Road Department				
Personnel services	1,875,802	1,875,802	1,278,100	597,702
Operating	771,276	777,306	2,444,089	(1,666,783)
Capital outlay	600,000	593,970	457,296	136,674
	<u>3,247,078</u>	<u>3,247,078</u>	<u>4,179,485</u>	<u>(932,407)</u>
Road Projects				
Personnel Services	0	0	37,023	(37,023)
Capital outlay	2,504,363	8,129,191	3,175,445	4,953,746
	<u>2,504,363</u>	<u>8,129,191</u>	<u>3,175,445</u>	<u>4,953,746</u>
DAC/Santa Teresa Airport				
Personnel services	111,231	111,231	105,423	5,808
Operating	46,742	61,267	58,249	3,018
Capital outlay	39,373	24,848	12,984	11,864
	<u>197,346</u>	<u>197,346</u>	<u>176,656</u>	<u>20,690</u>
Codes Enforcement				
Personnel services	148,118	148,118	140,048	8,070
Operating	18,519	18,519	20,987	(2,468)
Capital outlay	20,000	20,000	19,075	925
	<u>186,637</u>	<u>186,637</u>	<u>180,110</u>	<u>6,527</u>
Liquid Waste				
Personnel services	40,094	32,294	23,335	8,959
Operating	32,590	49,390	42,202	7,188
Debt service	61,000	52,000	51,091	909
Capital outlay	0	0	0	0
	<u>133,684</u>	<u>133,684</u>	<u>116,628</u>	<u>17,056</u>
Solid Waste				
Personnel services	593,829	593,829	584,898	8,931
Operating	1,131,829	1,161,265	1,125,264	36,001
Capital outlay	120,000	130,554	130,554	0
	<u>1,845,658</u>	<u>1,885,648</u>	<u>1,840,716</u>	<u>44,932</u>

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
GENERAL FUND
STATEMENT OF EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
PUBLIC WORKS (CONTINUED):				
Utility Department				
Personnel services	250,422	250,422	227,628	22,794
Operating	0	0	0	0
Capital outlay	0	0	0	0
	<u>250,422</u>	<u>250,422</u>	<u>227,628</u>	<u>22,794</u>
Total Public Works	\$9,676,828	\$15,344,846	\$11,477,204	\$3,867,642
HEALTH AND WELFARE:				
Community Services-Admin				
Personnel services	\$0	\$0	\$0	\$0
Operating	5,000	5,000	4,212	788
Capital outlay	0	0	0	0
	<u>5,000</u>	<u>5,000</u>	<u>4,212</u>	<u>788</u>
Hospital Expanded Care				
Personnel services	0	0	0	0
Operating	0	0	0	0
Capital outlay	0	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Hospital Lease				
Personnel services	0	0	0	0
Operating	466,000	466,000	266,790	199,210
Capital outlay	0	0	0	0
	<u>466,000</u>	<u>466,000</u>	<u>266,790</u>	<u>199,210</u>
Province Health Care				
Personnel services	0	0	0	0
Operating	500,000	500,000	400,000	100,000
Capital outlay	0	0	0	0
	<u>500,000</u>	<u>500,000</u>	<u>400,000</u>	<u>100,000</u>
Total Health and Welfare	\$971,000	\$971,000	\$671,002	\$299,998

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
GENERAL FUND
STATEMENT OF EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
CULTURAL AND RECREATION				
Operating	\$62,000	\$61,182	\$38,363	\$22,819
Capital Outlay	0	75,818	30,072	45,746
Total Cultural and Recreation	\$62,000	\$137,000	\$68,435	\$68,565
Total Expenditures	\$65,924,373	\$73,327,614	\$62,009,360	\$11,318,254

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2008

Nonmajor Special Revenue Funds

The special revenue funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specified purposes.

Special revenue funds consist of the following:

Border Health/SCNMPC – To account for a grant from the Center for Substance Abuse Prevention (CSAP), passed through the Border Health Foundation, to fund the South Central New Mexico Prevention Coalition’s “Entre Familia Strengthening Families” program. This fund was established to comply with the requirements of the grant agreement.

CFP Housing – To account for HUD’s new Public Housing Capital Fund Program, which replaces CIAP and CGP. Provides funds for capital improvements for Housing Authority-owned housing.

Colonias Initiative – To improve the quality of life for residents of the colonias of Dona Ana County. Colonias are defined as communities within 150 miles of the U.S./Mexico border that lack one or more of the following: potable water, centralized sewer system, safe, sanitary, and decent housing, and improved roads.

Community Services – To provide funding for a variety of County construction and renovation projects. Financing is provided by special appropriation from the New Mexico State Legislature. This fund has been established to comply with the accountability requirements of the grant agreements.

Confiscated Assets – In accordance with NMSA Section 54-11-33 – To account for the Dona Ana County Sheriff’s confiscated asset program related directly to its drug interdiction program. The program was established through a joint powers agreement between Dona Ana County Sheriff’s department and the U.S. Drug Enforcement Agency. Required by Federal Equitable sharing agreement between the Sheriffs Department and U.S. Departments of Justice and Treasury.

COPS – To provide funding for the County to add full time officers to the Sheriffs Department. The funding runs for 3 years, at which time the County must make a good faith effort to retain the positions at the conclusion of the grant. Financing is provided by the U.S. Department of Justice, Office of Community Oriented Policing Services. This fund has been established in accordance with 28 CFR66.20.

Correction Fees – To account for fees collected by the magistrate court and the motor vehicle division and distributed by the state Administrative Office of the Courts to the County, pursuant to NMSA 1978 Section 33-3-25. The fund is restricted to paying costs of the county jailor juvenile detention facility.

County Flood Commission Fund- To account for the operations of the flood projects, in accordance with NMSA Compilation Section 7 Article 38-38-1. The funding is provided by charging an administrative fee on property taxes collected and distributed.

CYFD Grants – The Children Youth and Families Department provides funds to implement an innovative model to promote healthful youth development and to prevent juvenile delinquency. In addition, it aids in implementing a community home-visiting program in the County.

DOH – BHSD State Incentive – This program provides funding to fight substance abuse in Dona Ana County. Funding source of financing is the U.S. Department of Health and Human Services, passed through the State of New Mexico. The fund was established in accordance with 45 CFR 74.21.

DONA ANA COUNTY
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2008

Nonmajor Special Revenue Funds (Continued)

DWI Grants – The DWI program partners with many entities that include law enforcement, MADD, National Guard, Safe Kids, private businesses and more, to combat the high DWI rate in Dona Ana County. Funding is provided by the U.S. Department of Justice. This fund has been established in accordance with 28 CFR 66.20.

Emergency Fund – This program provides for emergency funds that may be required for any emergency within the County. The fund was established pursuant to the Board of County Commissioners by the County Budget Resolution #2006-56.

Emergency Medical Services – In accordance with NMSA Section 7-24-IOA -To account for the operation and maintenance of Rural Metro Ambulance Service, Hatch Clinic, and various volunteer fire districts. Funding is from the State Emergency Medical Fund Act. State Law requires that financing be provided in this manner.

Fairgrounds Grant – For the Southern New Mexico State Fair to make infrastructure improvements and to build a multi-purpose event center.

Farm and Range – In accordance with NMSA Section 6-11-5/6 -To provide for the Fish and Wildlife Service in control of predator animals. Funding is from the Taylor Grazing Act.

Federal Reimbursement/Detention Center – Reimbursement from the U.S. Attorney, provided by the Southwest Border Local Assistance Initiative for the costs of handling and processing Federal drug cases. The fund was established in accordance with 28 CFR 66.20.

Fire Districts – In accordance with NMSA 7-20E-1 5 – To account for the operation and maintenance of the sixteen volunteer fire districts throughout the County of Dona Ana. Funding is provided from the State Fire Fund.

Housing Assistance - Section 8 Vouchers – To account for rent subsidy payments from HUD, and for HUD's new Public Housing Capital Fund Program, CFDA# 14.872, which provides funds for capital improvements for Housing Authority-owned housing. This fund was set up to comply with the requirements of 24 CFR 85.20.

Housing - Grant - NMFA – The Mortgage Finance Authority will facilitate the rehabilitation, reconstruction, or new construction of 17 homes in any New Mexico designated colonias neighborhood.

Indigent Hospital Care Fund – In accordance with NMSA Section 7-20E-9 to account for hospital expenditures for County indigents. Funds are provided through local gross receipts tax.

Law Enforcement Block Grant – This fund provides for purchase of equipment used in law enforcement.

Law Enforcement Grant – This program provides the County with funds to underwrite projects designed to reduce crime and improve public safety.

Law Enforcement Protection – In accordance with NMSA Section 29-13 – To account for expenditures of the sheriffs department. Financing is provided by the State.

Paso Del Norte – This program provides substance abuse education and social skills to children empowering them to stay off drugs. Financing is provided from a private foundation. The fund was established pursuant to the Board of County Commissioner resolution #2002-12.

Reappraisal Administrative Fees – In accordance with NMSA 7-38-38.1 - To account for county-wide reappraisal funding and expenditures.

DONA ANA COUNTY
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2008

Nonmajor Special Revenue Funds (Continued)

Sheriff's Grants State – Various grants to enable the Sheriff's Department in their goals to reduce crime and improve public safety.

Sheriff's GREAT Grant – To provide funding to allow the County to support New Mexico Intelligence Center initiatives at the SWB New Mexico High Intensity Drug Trafficking Area. Financing is provided by the Executive Office of the President, Office of National Drug Control Policy. This fund has been established in accordance with grant agreements.

State Appropriations – Appropriations from the State Legislature for various projects.

Substance Abuse Grants – In accordance with 28 CFR 66.20, to account for a Drug-Free Communities Support Program grant from the U.S. Department of Justice Office of Juvenile Justice and Delinquency Prevention, and for substance abuse programs funded by local and private sources.

TIDD – Tax Increment Development District – To Provide financing of public infrastructure serving the district, including without limitation: streets, utility infrastructure, parking facilities, and other public facilities.

Victims of Crime – The program, which is under the Office of Justice Programs, provides funds to raise awareness during National Crime Victim's Rights Week.

DONA ANA COUNTY
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEETS
JUNE 30, 2008

	Border Health SCNMPC	CFP Housing	Colonia's Initiative	Community Services	Confiscated Assets
ASSETS					
Cash and cash equivalents	\$0	\$0	\$0	\$0	\$420,473
Investments	0	0	0	0	0
Taxes receivable	0	0	0	0	0
Allowance for uncollectible taxes (credit)	0	0	0	0	0
Intergovernmental receivables	0	0	2,419,490	7,564	13,514
Due from other funds	0	0	0	0	0
Inventories	0	0	0	0	0
<i>Total assets</i>	\$0	\$0	\$2,419,490	\$7,564	\$433,987
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$0	\$0	\$0	\$0	\$108
Wages and salaries payable	0	0	157,553	0	447
Accrued interest payable	0	0	0	0	0
Due to other funds	0	0	2,077,299	6,280	0
Deferred revenues	0	0	0	0	0
<i>Total liabilities</i>	0	0	2,234,852	6,280	555
FUND BALANCES					
Reserved For:					
Unreserved and Undesignated:					
Reported in the special revenue fund	0	0	184,638	1,284	433,432
<i>Total fund balances</i>	0	0	184,638	1,284	433,432
<i>Total liabilities and fund balances</i>	\$0	\$0	\$2,419,490	\$7,564	\$433,987

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEETS
JUNE 30, 2008

	COPS	Correction Fees	County Flood Commission Fund	CYFD Grants	DOH-BHSD State Incentive
ASSETS					
Cash and cash equivalents	\$100,140	\$629,023	\$5,380,739	\$0	\$0
Investments	0	0	0	0	0
Taxes receivable	0	0	162,536	0	0
Allowance for uncollectible taxes (credit)	0	0	(2,449)	0	0
Intergovernmental receivables	0	198,973	0	0	0
Due from other funds	1,170	0	0	0	0
Inventories	0	0	0	0	0
Total assets	\$101,310	\$827,996	\$5,540,826	\$0	\$0
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$0	\$541	\$853	\$0	\$0
Wages and salaries payable	0	0	8,242	0	0
Accrued interest payable	0	0	6,699	0	0
Due to other funds	0	0	0	0	0
Deferred revenues	0	0	136,597	0	0
Total liabilities	0	541	152,391	0	0
FUND BALANCES					
Reserved For:					
Unreserved and Undesignated:					
Reported in the special revenue fund	101,310	827,455	5,388,435	0	0
Total fund balances	101,310	827,455	5,388,435	0	0
Total liabilities and fund balances	\$101,310	\$827,996	\$5,540,826	\$0	\$0

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEETS
JUNE 30, 2008

	DWI Grants	Emergency Fund	Emergency Medical Services	Fairgrounds Grant	Farm and Range
ASSETS					
Cash and cash equivalents	\$684,774	\$220,707	\$189,219	\$0	\$31,017
Investments	0	0	0	0	0
Taxes receivable	0	0	0	0	0
Allowance for uncollectible taxes (credit)	0	0	0	0	0
Intergovernmental receivables	18,000	0	0	0	0
Due from other funds	0	27,599	0	0	0
Inventories	0	0	0	0	0
Total assets	\$702,774	\$248,306	\$189,219	\$0	\$31,017
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$15,584	\$0	\$0	\$0	\$0
Wages and salaries payable	9,551	0	0	0	0
Accrued interest payable	0	0	0	0	0
Due to other funds	0	0	0	0	0
Deferred revenues	316,347	0	0	0	0
Total liabilities	341,482	0	0	0	0
FUND BALANCES					
Reserved For:					
Unreserved and Undesignated:					
Reported in the special revenue fund	361,292	248,306	189,219	0	31,017
Total fund balances	361,292	248,306	189,219	0	31,017
Total liabilities and fund balances	\$702,774	\$248,306	\$189,219	\$0	\$31,017

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEETS
JUNE 30, 2008

	Federal Reimburs./ Detention Center	Fire Districts	Housing Assistance - Section 8 Vouchers	Housing Grant - NMFA	Indigent Hospital Care Fund
ASSETS					
Cash and cash equivalents	\$62,589	\$7,984,980	\$458,170	\$0	\$60,662
Investments	0	0	0	0	0
Taxes receivable	0	0	0	0	0
Allowance for uncollectible taxes (credit)	0	0	0	0	0
Intergovernmental receivables	0	396,900	6,554	0	1,205,199
Due from other funds	0	0	526,138	0	0
Inventories	0	0	0	0	0
Total assets	\$62,589	\$8,381,880	\$990,862	\$0	\$1,265,861
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$0	\$144,818	\$17,577	\$0	\$0
Wages and salaries payable	0	0	0	0	0
Accrued interest payable	0	98	0	0	0
Due to other funds	0	0	0	29,500	0
Deferred revenues	0	0	0	0	0
Total liabilities	0	144,916	17,577	29,500	0
FUND BALANCES					
Reserved For:					
Unreserved and Undesignated:					
Reported in the special revenue fund	62,589	8,236,964	973,285	(29,500)	1,265,861
Total fund balances	62,589	8,236,964	973,285	(29,500)	1,265,861
Total liabilities and fund balances	\$62,589	\$8,381,880	\$990,862	\$0	\$1,265,861

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEETS
JUNE 30, 2008

	Law Enforcement Block Grants	Law Enforcement Grant	Law Enforcement Protection	Paso del Norte Grant	Reappraisal Administrative Fees
ASSETS					
Cash and cash equivalents	\$0	\$187	\$20	\$0	\$1,453,093
Investments	0	0	0	0	0
Taxes receivable	0	0	0	0	0
Allowance for uncollectible taxes (credit)	0	0	0	0	0
Intergovernmental receivables	0	0	0	0	0
Due from other funds	0	0	0	0	0
Inventories	0	0	0	0	0
Total assets	\$0	\$187	\$20	\$0	\$1,453,093
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$0	\$0	\$0	\$0	\$6,062
Wages and salaries payable	0	0	0	0	1,906
Accrued interest payable	0	0	0	0	0
Due to other funds	0	0	0	0	0
Deferred revenues	0	0	52,157	0	0
Total liabilities	0	0	52,157	0	7,968
FUND BALANCES					
Reserved For:					
Unreserved and Undesignated:					
Reported in the special revenue fund	0	187	(52,137)	0	1,445,125
Total fund balances	0	187	(52,137)	0	1,445,125
Total liabilities and fund balances	\$0	\$187	\$20	\$0	\$1,453,093

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEETS
JUNE 30, 2008

	Rural Domestic Violence Grant	Sheriff's Grants State	Sheriff's GREAT Grant	State Appropriations	Substance Abuse Grants
ASSETS					
Cash and cash equivalents	\$0	\$0	\$0	\$0	\$57,676
Investments	0	0	0	0	0
Taxes receivable	0	0	0	0	0
Allowance for uncollectible taxes (credit)	0	0	0	0	0
Intergovernmental receivables	0	201,800	28,009	919,529	0
Due from other funds	0	0	0	0	0
Inventories	0	0	0	0	0
<i>Total assets</i>	\$0	\$201,800	\$28,009	\$919,529	\$57,676
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$0	\$1,162	\$0	\$167,848	\$39
Wages and salaries payable	0	0	0	0	678
Accrued interest payable	0	0	0	0	0
Due to other funds	0	122,051	26,950	257,147	0
Deferred revenues	0	265	0	0	0
<i>Total liabilities</i>	0	123,478	26,950	424,995	717
FUND BALANCES					
Reserved For:					
Unreserved and Undesignated:					
Reported in the special revenue fund	0	78,322	1,059	494,534	56,959
<i>Total fund balances</i>	0	78,322	1,059	494,534	56,959
<i>Total liabilities and fund balances</i>	\$0	\$201,800	\$28,009	\$919,529	\$57,676

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEETS
JUNE 30, 2008

	TIDD Development District	Victims of Crime	Total
ASSETS			
Cash and cash equivalents	\$8,075	\$11,439	\$17,752,983
Investments	0	0	0
Taxes receivable	0	0	162,536
Allowance for uncollectible taxes (credit)	0	0	(2,449)
Intergovernmental receivables	0	0	5,415,532
Due from other funds	0	0	554,907
Inventories	0	0	0
<i>Total assets</i>	\$8,075	\$11,439	\$23,883,509
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$0	\$0	\$354,592
Wages and salaries payable	0	0	178,377
Accrued interest payable	0	0	6,797
Due to other funds	0	0	2,519,227
Deferred revenues	0	0	505,366
<i>Total liabilities</i>	0	0	3,564,359
FUND BALANCES			
Reserved For:			
Unreserved and Undesignated:			
Reported in the special revenue fund	8,075	11,439	20,319,150
<i>Total fund balances</i>	8,075	11,439	20,319,150
<i>Total liabilities and fund balances</i>	\$8,075	\$11,439	\$23,883,509

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Border Health SCNMPC	CFP Housing	Colonia's Initiative	Community Services	Confiscated Assets
REVENUES					
Taxes:					
Property taxes	\$0	\$0	\$0	\$0	\$0
General sales and use taxes	0	0	0	0	0
Licenses and permits	0	0	0	0	0
Intergovernmental revenue and grants	0	53,015	3,228,806	12,829	243,990
Charges for services	0	0	0	0	0
Contributions/donations private services	0	0	0	0	0
Investment earnings	0	0	0	0	13,401
Rents and royalties	0	0	0	0	0
Other revenue	0	0	0	976	50
<i>Total revenues</i>	0	53,015	3,228,806	13,805	257,441
EXPENDITURES					
Current:					
General government	0	0	0	0	0
Public safety	0	0	0	0	160,672
Health and welfare	0	40,093	0	10,109	0
Culture and recreation	0	0	0	0	0
Debt Service:					
Bond principal	0	0	0	0	0
Bond interest	0	0	0	0	0
Fiscal agent's fees	0	0	0	0	0
Capital outlay:					
Capital outlay	0	0	2,986,896	0	193,832
<i>Total expenditures</i>	0	40,093	2,986,896	10,109	354,504
<i>Excess (deficiency) of revenues over expenditures</i>	0	12,922	241,910	3,696	(97,063)
OTHER FINANCING SOURCES (USES)					
Transfers in	0	0	0	634	0
Transfers out (use)	(209)	(12,922)	0	(127,159)	(5,476)
<i>Total other financing sources (uses)</i>	(209)	(12,922)	0	(126,525)	(5,476)
<i>Net change in fund balance</i>	(209)	0	241,910	(122,829)	(102,539)
Fund balance - July 1, beginning	209	0	(57,272)	124,113	535,971
Restatements	0	0	0	0	0
Fund balance - July 1, beginning, as restated	209	0	(57,272)	124,113	535,971
<i>Fund balance - June 30, ending</i>	\$0	\$0	\$184,638	\$1,284	\$433,432

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	COPS	Correction Fees	County Flood Commission Fund	CYFD Grants	DOH-BHSD State Incentive
REVENUES					
Taxes:					
Property taxes	\$0	\$0	\$1,484,638	\$0	\$0
General sales and use taxes	0	0	0	0	0
Licenses and permits	0	0	0	0	0
Intergovernmental revenue and grants	0	659,593	0	0	0
Charges for services	0	0	0	0	0
Contributions/donations private services	0	0	0	0	0
Investment earnings	0	16,465	179,086	0	0
Rents and royalties	0	0	0	0	0
Other revenue	0	0	48,502	0	1,735
<i>Total revenues</i>	0	676,058	1,712,226	0	1,735
EXPENDITURES					
Current:					
General government	0	0	0	0	0
Public safety	0	460,965	772,543	0	0
Health and welfare	0	0	0	0	0
Culture and recreation	0	0	0	0	0
Debt Service:					
Bond principal	0	0	0	0	0
Bond interest	0	0	0	0	0
Fiscal agent's fees	0	0	0	0	0
Capital outlay:					
Capital outlay	0	98,534	215,123	0	0
<i>Total expenditures</i>	0	559,499	987,666	0	0
<i>Excess (deficiency) of revenues over expenditures</i>	0	116,559	724,560	0	1,735
OTHER FINANCING SOURCES (USES)					
Transfers in	58,098	0	0	0	0
Transfers out (use)	(190,885)	0	0	(16,000)	(60,883)
<i>Total other financing sources (uses)</i>	(132,787)	0	0	(16,000)	(60,883)
<i>Net change in fund balance</i>	(132,787)	116,559	724,560	(16,000)	(59,148)
Fund balance - July 1, beginning	254,156	710,896	4,663,875	16,000	59,148
Restatements	(20,059)	0	0	0	0
Fund balance - July 1, beginning, as restated	234,097	710,896	4,663,875	16,000	59,148
<i>Fund balance - June 30, ending</i>	\$101,310	\$827,455	\$5,388,435	\$0	\$0

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	DWI Grants	Emergency Fund	Emergency Medical Services	Fairgrounds Grant	Farm and Range
REVENUES					
Taxes:					
Property taxes	\$0	\$0	\$0	\$0	\$0
General sales and use taxes	0	0	0	0	0
Licenses and permits	0	0	0	0	0
Intergovernmental revenue and grants	654,425	728,069	181,614	80,163	0
Charges for services	252,288	0	0	0	11,170
Contributions/donations private services	0	0	0	0	0
Investment earnings	0	0	12,150	0	513
Rents and royalties	0	0	0	0	0
Other revenue	670	2,500	192	0	0
<i>Total revenues</i>	907,383	730,569	193,956	80,163	11,683
EXPENDITURES					
Current:					
General government	0	0	0	0	0
Public safety	867,573	787,186	217,700	0	12,000
Health and welfare	0	0	0	0	0
Culture and recreation	0	0	0	0	0
Debt Service:					
Bond principal	0	0	0	0	0
Bond interest	0	0	0	0	0
Fiscal agent's fees	0	0	0	0	0
Capital outlay:					
Capital outlay	0	93,348	0	80,163	0
<i>Total expenditures</i>	867,573	880,534	217,700	80,163	12,000
<i>Excess (deficiency) of revenues over expenditures</i>	39,810	(149,965)	(23,744)	0	(317)
OTHER FINANCING SOURCES (USES)					
Transfers in	7,186	0	0	0	6,656
Transfers out (use)	(7,186)	0	(1,133)	0	0
<i>Total other financing sources (uses)</i>	0	0	(1,133)	0	6,656
<i>Net change in fund balance</i>	39,810	(149,965)	(24,877)	0	6,339
Fund balance - July 1, beginning	191,941	398,271	214,096	0	9,678
Restatements	129,541	0	0	0	15,000
Fund balance - July 1, beginning, as restated	321,482	398,271	214,096	0	24,678
<i>Fund balance - June 30, ending</i>	\$361,292	\$248,306	\$189,219	\$0	\$31,017

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Federal Reimburs./ Detention Center	Fire Districts	Housing Assistance - Section 8 Vouchers	Housing Grant - NMFA	Indigent Hospital Care Fund
REVENUES					
Taxes:					
Property taxes	\$0	\$0	\$0	\$0	\$0
General sales and use taxes	0	1,834,478	0	0	6,383,674
Licenses and permits	0	0	0	0	0
Intergovernmental revenue and grants	0	1,259,061	2,885,015	0	0
Charges for services	0	0	0	0	0
Contributions/donations private services	0	0	0	0	0
Investment earnings	0	316,052	24,111	0	58,206
Rents and royalties	0	4,200	0	0	0
Other revenue	0	26,302	57	0	0
<i>Total revenues</i>	0	3,440,093	2,909,183	0	6,441,880
EXPENDITURES					
Current:					
General government	0	0	0	0	0
Public safety	0	1,096,987	0	0	0
Health and welfare	0	0	2,885,634	29,500	9,810,637
Culture and recreation	0	0	0	0	0
Debt Service:					
Bond principal	0	0	0	0	0
Bond interest	0	0	0	0	0
Fiscal agent's fees	0	0	0	0	0
Capital outlay:					
Capital outlay	0	906,205	0	0	0
<i>Total expenditures</i>	0	2,003,192	2,885,634	29,500	9,810,637
<i>Excess (deficiency) of revenues over expenditures</i>	0	1,436,901	23,549	(29,500)	(3,368,757)
OTHER FINANCING SOURCES (USES)					
Transfers in	0	1,200,000	0	0	2,233,000
Transfers out (use)	0	(1,200,000)	0	0	0
<i>Total other financing sources (uses)</i>	0	0	0	0	2,233,000
<i>Net change in fund balance</i>	0	1,436,901	23,549	(29,500)	(1,135,757)
Fund balance - July 1, beginning	62,589	6,800,063	949,736	0	2,401,618
Restatements	0	0	0	0	0
Fund balance - July 1, beginning, as restated	62,589	6,800,063	949,736	0	2,401,618
<i>Fund balance - June 30, ending</i>	\$62,589	\$8,236,964	\$973,285	(\$29,500)	\$1,265,861

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Law Enforcement Block Grants	Law Enforcement Grant	Law Enforcement Protection	Paso del Norte Grant	Reappraisal Administrative Fees
REVENUES					
Taxes:					
Property taxes	\$0	\$0	\$0	\$0	\$0
General sales and use taxes	0	0	0	0	0
Licenses and permits	0	0	0	0	0
Intergovernmental revenue and grants	0	0	88,489	0	0
Charges for services	0	0	0	0	679,009
Contributions/donations private services	0	0	0	0	0
Investment earnings	0	758	3,233	0	46,585
Rents and royalties	0	0	0	0	0
Other revenue	0	0	676	467	1,950
<i>Total revenues</i>	0	758	92,398	467	727,544
EXPENDITURES					
Current:					
General government	0	0	0	0	533,788
Public safety	0	0	46,471	0	0
Health and welfare	49,272	0	0	0	0
Culture and recreation	0	0	0	0	0
Debt Service:					
Bond principal	0	0	0	0	0
Bond interest	0	0	0	0	0
Fiscal agent's fees	0	0	0	0	0
Capital outlay:					
Capital outlay	0	0	42,018	0	0
<i>Total expenditures</i>	49,272	0	88,489	0	533,788
<i>Excess (deficiency) of revenues over expenditures</i>	(49,272)	758	3,909	467	193,756
OTHER FINANCING SOURCES (USES)					
Transfers in	0	0	0	0	0
Transfers out (use)	(73,217)	(28,347)	(58,098)	(778)	0
<i>Total other financing sources (uses)</i>	(73,217)	(28,347)	(58,098)	(778)	0
<i>Net change in fund balance</i>	(122,489)	(27,589)	(54,189)	(311)	193,756
Fund balance - July 1, beginning	122,489	27,776	2,052	311	1,251,369
Restatements	0	0	0	0	0
Fund balance - July 1, beginning, as restated	122,489	27,776	2,052	311	1,251,369
<i>Fund balance - June 30, ending</i>	\$0	\$187	(\$52,137)	\$0	\$1,445,125

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Rural Domestic Violence Grant	Sheriff's Grants State	Sheriff's GREAT Grant	State Appropriations	Substance Abuse Grants
REVENUES					
Taxes:					
Property taxes	\$0	\$0	\$0	\$0	\$0
General sales and use taxes	0	0	0	0	0
Licenses and permits	0	0	0	0	0
Intergovernmental revenue and grants	0	644,405	28,009	3,594,026	0
Charges for services	0	0	0	0	0
Contributions/donations private services	0	0	0	0	0
Investment earnings	0	0	0	0	0
Rents and royalties	0	0	0	0	0
Other revenue	0	0	0	0	0
<i>Total revenues</i>	0	644,405	28,009	3,594,026	0
EXPENDITURES					
Current:					
General government	0	0	0	0	0
Public safety	0	702,713	0	158,449	0
Health and welfare	0	0	32,426	0	21,083
Culture and recreation	0	0	0	20,008	0
Debt Service:					
Bond principal	0	0	0	0	0
Bond interest	0	0	0	0	0
Fiscal agent's fees	0	0	0	0	0
Capital outlay:					
Capital outlay	0	0	0	3,420,034	0
<i>Total expenditures</i>	0	702,713	32,426	3,598,491	21,083
<i>Excess (deficiency) of revenues over expenditures</i>	0	(58,308)	(4,417)	(4,465)	(21,083)
OTHER FINANCING SOURCES (USES)					
Transfers in	0	0	5,476	0	0
Transfers out (use)	0	0	0	0	0
<i>Total other financing sources (uses)</i>	0	0	5,476	0	0
<i>Net change in fund balance</i>	0	(58,308)	1,059	(4,465)	(21,083)
Fund balance - July 1, beginning	979	136,630	0	152,771	78,042
Restatements	(979)	0	0	346,228	0
Fund balance - July 1, beginning, as restated	0	136,630	0	498,999	78,042
<i>Fund balance - June 30, ending</i>	\$0	\$78,322	\$1,059	\$494,534	\$56,959

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	TIDD Development District	Victims of Crime	Total
REVENUES			
Taxes:			
Property taxes	\$0	\$0	\$1,484,638
General sales and use taxes	0	0	8,218,152
Licenses and permits	0	0	0
Intergovernmental revenue and grants	0	0	14,341,509
Charges for services	40,000	0	982,467
Contributions/donations private services	0	0	0
Investment earnings	315	0	670,875
Rents and royalties	0	0	4,200
Other revenue	0	0	84,077
<i>Total revenues</i>	40,315	0	25,785,918
EXPENDITURES			
Current:			
General government	32,240	0	566,028
Public safety	0	0	5,283,259
Health and welfare	0	0	12,878,754
Culture and recreation	0	0	20,008
Debt Service:			
Bond principal	0	0	0
Bond interest	0	0	0
Fiscal agent's fees	0	0	0
Capital outlay:			
Capital outlay	0	0	8,036,153
<i>Total expenditures</i>	32,240	0	26,784,202
<i>Excess (deficiency) of revenues over expenditures</i>	8,075	0	(998,284)
OTHER FINANCING SOURCES (USES)			
Transfers in	0	0	3,511,050
Transfers out (use)	0	0	(1,782,293)
<i>Total other financing sources (uses)</i>	0	0	1,728,757
<i>Net change in fund balance</i>	8,075	0	730,473
Fund balance - July 1, beginning	0	11,740	19,119,247
Restatements	0	(301)	469,430
Fund balance - July 1, beginning, as restated	0	11,439	19,588,677
<i>Fund balance - June 30, ending</i>	8,075	11,439	20,319,150

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
BORDER HEALTH - SCNMPC
SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$0	\$0	\$0	\$0
Charges for services	0	0	0	0
Other	0	0	0	0
Investment earnings	0	0	0	0
<i>Total revenues</i>	0	0	0	0
EXPENDITURES				
Current:				
Personnel	0	0	0	0
Operating	0	0	0	0
Capital outlay	0	0	0	0
<i>Total expenditures</i>	0	0	0	0
<i>Excess (deficiency) of revenues over (under) expenditures</i>	0	0	0	0
Other Financing Sources (Uses):				
Transfers in	0	0	0	0
Transfers (out) use	(209)	(209)	(209)	0
<i>Total other financing sources (uses)</i>	(209)	(209)	(209)	0
<i>Excess deficiency of revenues over expenditures and other financing sources (uses)</i>	(209)	(209)	(209)	0
Budgeted cash carryover	209	209	209	0
	\$0	\$0	\$0	\$0

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(\$209)
Adjustments for revenue accruals	0
Adjustments for expenditures accruals	0
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)	(\$209)

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
CAPITAL FUND PROGRAMS (CFP) HOUSING
SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$99,834	\$99,834	\$53,016	(\$46,818)
Charges for services	0	0	0	0
Other	0	0	0	0
Investment earnings	0	0	0	0
<i>Total revenues</i>	99,834	99,834	53,016	(46,818)
EXPENDITURES				
Current:				
Personnel	9,983	9,983	1,969	8,014
Operating	81,707	81,707	38,125	43,582
Capital outlay	8,144	8,144	0	8,144
<i>Total expenditures</i>	99,834	99,834	40,094	59,740
<i>Excess (deficiency) of revenues over (under) expenditures</i>	0	0	12,922	12,922
Other Financing Sources (Uses):				
Transfers in	0	0	0	0
Transfers (out) use	0	0	(12,922)	(12,922)
<i>Total other financing sources (uses)</i>	0	0	(12,922)	(12,922)
<i>Excess deficiency of revenues over expenditures and other financing sources (uses)</i>	\$0	\$0	\$0	\$0

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	\$0
Adjustments for revenue accruals	0
Adjustments for expenditures accruals	0
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)	\$0

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
COLONIA'S INITIATIVE
SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$3,474,926	\$5,774,926	\$1,381,644	(\$4,393,282)
Charges for services	0	0	0	0
Other	0	0	0	0
Investment earnings	0	0	0	0
<i>Total revenues</i>	<u>3,474,926</u>	<u>5,774,926</u>	<u>1,381,644</u>	<u>(4,393,282)</u>
EXPENDITURES				
Current:				
Personnel	0	0	0	0
Operating	0	0	0	0
Capital outlay	3,474,926	5,774,926	3,066,423	2,708,503
<i>Total expenditures</i>	<u>3,474,926</u>	<u>5,774,926</u>	<u>3,066,423</u>	<u>2,708,503</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	0	0	(1,684,779)	(1,684,779)
Other Financing Sources (Uses):				
Transfers in	0	0	0	0
Transfers (out) use	0	0	0	0
<i>Total other financing sources (uses)</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Excess deficiency of revenues over expenditures and other financing sources (uses)</i>	<u>\$0</u>	<u>\$0</u>	<u>(\$1,684,779)</u>	<u>(\$1,684,779)</u>

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(\$1,684,779)
Adjustments for revenue accruals	1,847,162
Adjustments for expenditures accruals	79,527
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)	\$241,910

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
COMMUNITY SERVICES
SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$13,000	\$13,000	\$12,491	(\$509)
Charges for services	0	0	0	0
Other	0	0	0	0
Investment earnings	0	0	0	0
<i>Total revenues</i>	13,000	13,000	12,491	(509)
EXPENDITURES				
Current:				
Personnel	0	0	0	0
Operating	13,000	13,000	10,472	2,528
Capital outlay	0	0	0	0
<i>Total expenditures</i>	13,000	13,000	10,472	2,528
<i>Excess (deficiency) of revenues over (under) expenditures</i>	0	0	2,019	2,019
Other Financing Sources (Uses):				
Transfers in	0	634	634	0
Transfers (out) use	(127,159)	(127,159)	(127,159)	0
<i>Total other financing sources (uses)</i>	(127,159)	(126,525)	(126,525)	0
<i>Excess deficiency of revenues over expenditures and other financing sources (uses)</i>	(127,159)	(126,525)	(124,506)	2,019
Budgeted cash carryover	127,159	126,525	126,525	0
	\$0	\$0	\$2,019	\$2,019

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(\$124,506)
Adjustments for revenue accruals	1,314
Adjustments for expenditures accruals	363
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)	(\$122,829)

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
CONFISCATED ASSETS
SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$0	\$0	\$0	\$0
Charges for services	0	0	0	0
Other	270,000	270,000	247,620	(22,380)
Investment earnings	0	0	13,401	13,401
<i>Total revenues</i>	<u>270,000</u>	<u>270,000</u>	<u>261,021</u>	<u>(8,979)</u>
EXPENDITURES				
Current:				
Personnel	45,743	86,833	74,034	12,799
Operating	85,698	89,131	86,535	2,596
Capital outlay	213,832	213,832	193,832	20,000
<i>Total expenditures</i>	<u>345,273</u>	<u>389,796</u>	<u>354,401</u>	<u>35,395</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(75,273)	(119,796)	(93,380)	26,416
Other Financing Sources (Uses):				
Transfers in	0	0		0
Transfers (out) use	0	(5,476)	(5,476)	0
<i>Total other financing sources (uses)</i>	<u>0</u>	<u>(5,476)</u>	<u>(5,476)</u>	<u>0</u>
<i>Excess deficiency of revenues over expenditures and other financing sources (uses)</i>	(75,273)	(125,272)	(98,856)	26,416
Budgeted cash carryover	75,273	125,272	125,272	0
	<u>\$0</u>	<u>\$0</u>	<u>\$26,416</u>	<u>\$26,416</u>

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(\$98,856)
Adjustments for revenue accruals	(3,580)
Adjustments for expenditures accruals	(103)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)	<u>(\$102,539)</u>

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
CDBG - RIO GRANDE WATER
SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$0	\$500,000	\$0	(\$500,000)
Charges for services	0	0	0	0
Other	0	0	0	0
Investment earnings	0	0	0	0
<i>Total revenues</i>	0	500,000	0	(500,000)
EXPENDITURES				
Current:				
Personnel	0	0	0	0
Operating	0	0	0	0
Capital outlay	0	500,000	0	500,000
<i>Total expenditures</i>	0	500,000	0	500,000
<i>Excess (deficiency) of revenues over (under) expenditures</i>	\$0	\$0	\$0	\$0

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	\$0
Adjustments for revenue accruals	0
Adjustments for expenditures accruals	0
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)	\$0

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
COPS GRANTS
SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$147,996	\$147,996	\$0	(\$147,996)
Charges for services	0	0	0	0
Other	0	0	0	0
Investment earnings	0	0	0	0
<i>Total revenues</i>	147,996	147,996	0	(147,996)
EXPENDITURES				
Current:				
Personnel	0	0	0	0
Operating	25,875	25,875	0	25,875
Capital outlay	180,219	180,219	0	180,219
<i>Total expenditures</i>	206,094	206,094	0	206,094
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(58,098)	(58,098)	0	58,098
Other Financing Sources (Uses):				
Transfers in	58,098	58,098	58,098	0
Transfers (out) use	(190,885)	(190,885)	(190,885)	0
<i>Total other financing sources (uses)</i>	(132,787)	(132,787)	(132,787)	0
<i>Excess deficiency of revenues over expenditures and other financing sources (uses)</i>	(190,885)	(190,885)	(132,787)	58,098
Budgeted cash carryover	190,885	190,885	190,885	0
	\$0	\$0	\$58,098	\$58,098

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(\$132,787)
Adjustments for revenue accruals	0
Adjustments for expenditures accruals	0
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)	(\$132,787)

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
CORRECTION FEES
SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$0	\$0	\$0	\$0
Charges for services	500,000	500,000	801,816	301,816
Other	0	0	0	0
Investment earnings	27,730	27,730	16,465	(11,265)
<i>Total revenues</i>	<u>527,730</u>	<u>527,730</u>	<u>818,281</u>	<u>290,551</u>
EXPENDITURES				
Current:				
Personnel	0	0	178	(178)
Operating	520,500	530,065	466,484	63,581
Capital outlay	137,000	127,435	98,534	28,901
<i>Total expenditures</i>	<u>657,500</u>	<u>657,500</u>	<u>565,196</u>	<u>92,304</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(129,770)	(129,770)	253,085	382,855
Budgeted cash carryover	129,770	129,770	129,770	0
	<u>\$0</u>	<u>\$0</u>	<u>\$382,855</u>	<u>\$382,855</u>

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	\$253,085
Adjustments for revenue accruals	(142,223)
Adjustments for expenditures accruals	5,697
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)	<u>\$116,559</u>

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
COUNTY FLOOD COMMISSION FUND
SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$1,200,745	\$1,200,745	\$1,479,135	\$278,390
Charges for services	0	0	0	0
Other	15,125	15,125	48,502	33,377
Investment earnings	100,000	100,000	179,086	79,086
<i>Total revenues</i>	<u>1,315,870</u>	<u>1,315,870</u>	<u>1,706,723</u>	<u>390,853</u>
EXPENDITURES				
Current:				
Personnel	659,511	659,511	510,703	148,808
Operating	188,062	188,062	118,309	69,753
Capital outlay	991,825	991,825	221,136	770,689
Debt service	215,000	215,000	137,011	77,989
<i>Total expenditures</i>	<u>2,054,398</u>	<u>2,054,398</u>	<u>987,159</u>	<u>1,067,239</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(738,528)	(738,528)	719,564	1,458,092
Budgeted cash carryover	738,528	738,528	738,528	0
	<u>\$0</u>	<u>\$0</u>	<u>\$1,458,092</u>	<u>\$1,458,092</u>

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	\$719,564
Adjustments for revenue accruals	5,503
Adjustments for expenditures accruals	(507)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)	<u>\$724,560</u>

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
CYFD GRANTS
SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$0	\$0	\$0	\$0
Charges for services	0	0	0	0
Other	0	0	0	0
Investment earnings	0	0	0	0
<i>Total revenues</i>	0	0	0	0
EXPENDITURES				
Current:				
Personnel	0	0	0	0
Operating	0	0	0	0
Capital outlay	0	0	0	0
<i>Total expenditures</i>	0	0	0	0
<i>Excess (deficiency) of revenues over (under) expenditures</i>	0	0	0	0
Other Financing Sources (Uses):				
Transfers in	0	0	0	0
Transfers (out) use	(16,000)	(16,000)	(16,000)	0
<i>Total other financing sources (uses)</i>	(16,000)	(16,000)	(16,000)	0
<i>Excess (deficiency) of revenues over expenditures and other financing sources (uses)</i>	(16,000)	(16,000)	(16,000)	0
Budgeted cash carryover	16,000	16,000	16,000	0
	\$0	\$0	\$0	\$0

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(\$16,000)
Adjustments for revenue accruals	0
Adjustments for expenditures accruals	0
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)	(\$16,000)

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
DOH - BHSD STATE INCENTIVE
SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$0	\$0	\$0	\$0
Charges for services	0	0	0	0
Other	0	0	0	0
Investment earnings	0	0	0	0
<i>Total revenues</i>	0	0	0	0
EXPENDITURES				
Current:				
Personnel	69,280	48,123	0	48,123
Operating	0	21,157	13,977	7,180
Capital outlay	0	0	0	0
<i>Total expenditures</i>	69,280	69,280	13,977	55,303
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(69,280)	(69,280)	(13,977)	55,303
Other Financing Sources (Uses):				
Transfers in	0	0	0	0
Transfers (out) use	(60,883)	(60,883)	(60,883)	0
<i>Total other financing sources (uses)</i>	(60,883)	(60,883)	(60,883)	0
<i>Excess (deficiency) of revenues over expenditures and other financing sources (uses)</i>	(130,163)	(130,163)	(74,860)	55,303
Budgeted cash carryover	74,860	74,860	74,860	0
	(\$55,303)	(\$55,303)	\$0	\$55,303

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(\$74,860)
Adjustments for revenue accruals	1,735
Adjustments for expenditures accruals	13,977
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)	(\$59,148)

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
DWI GRANTS
SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$1,250,000	\$1,160,000	\$952,772	(\$207,228)
Charges for services	295,085	295,085	252,289	(42,796)
Other	10,000	10,000	670	(9,330)
Investment earnings	0	0	0	0
<i>Total revenues</i>	<u>1,555,085</u>	<u>1,465,085</u>	<u>1,205,731</u>	<u>(259,354)</u>
EXPENDITURES				
Current:				
Personnel	664,907	721,509	475,876	245,633
Operating	911,254	831,652	295,640	536,012
Capital outlay	0	23,000	5,165	17,835
<i>Total expenditures</i>	<u>1,576,161</u>	<u>1,576,161</u>	<u>776,681</u>	<u>799,480</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(21,076)	(111,076)	429,050	540,126
Other Financing Sources (Uses):				
Transfers in	7,186	7,186	7,186	0
Transfers (out) use	(7,186)	(7,186)	(7,186)	0
<i>Total other financing sources (uses)</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Excess (deficiency) of revenues over expenditures and other financing sources (uses)</i>	(21,076)	(111,076)	429,050	540,126
Budgeted cash carryover	21,076	111,076	111,076	0
	<u>\$0</u>	<u>\$0</u>	<u>\$540,126</u>	<u>\$540,126</u>

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	\$429,050
Adjustments for revenue accruals	(298,348)
Adjustments for expenditures accruals	(90,892)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)	\$39,810

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
EMERGENCY FUND
SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$0	\$0	\$0	\$0
Charges for services	0	0	0	0
Other	2,628,856	2,628,856	702,970	(1,925,886)
Investment earnings	0	0	0	0
<i>Total revenues</i>	<u>2,628,856</u>	<u>2,628,856</u>	<u>702,970</u>	<u>(1,925,886)</u>
EXPENDITURES				
Current:				
Personnel	0	0	427,089	(427,089)
Operating	2,644,836	2,644,836	360,097	2,284,739
Capital outlay	0	0	93,348	(93,348)
<i>Total expenditures</i>	<u>2,644,836</u>	<u>2,644,836</u>	<u>880,534</u>	<u>1,764,302</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(15,980)	(15,980)	(177,564)	(161,584)
<i>Budgeted cash carryover</i>	15,980	15,980	177,564	161,584
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(\$177,564)
Adjustments for revenue accruals	27,599
Adjustments for expenditures accruals	0
<u>Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)</u>	<u>(\$149,965)</u>

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
EMERGENCY MEDICAL SERVICES
SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$172,960	\$191,248	\$182,748	(\$8,500)
Charges for services	0	0		0
Other	0	0	192	192
Investment earnings	0	0	12,152	12,152
<i>Total revenues</i>	172,960	191,248	195,092	3,844
EXPENDITURES				
Current:				
Personnel	0	0	0	0
Operating	403,365	401,255	223,261	177,994
Capital outlay	0	0	0	0
<i>Total expenditures</i>	403,365	401,255	223,261	177,994
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(230,405)	(210,007)	(28,169)	181,838
Other Financing Sources (Uses):				
Transfers in	0	0	0	0
Transfers (out) use	0	(1,134)	0	1,134
<i>Total other financing sources (uses)</i>	0	(1,134)	0	1,134
<i>Excess (deficiency) of revenues over expenditures and other financing sources (uses)</i>	(230,405)	(211,141)	(28,169)	182,972
Budgeted cash carryover	230,405	211,141	211,141	0
	\$0	\$0	\$182,972	\$182,972

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(\$28,169)
Adjustments for revenue accruals	(1,136)
Adjustments for expenditures accruals	4,428
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)	(\$24,877)

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
FAIRGROUNDS GRANT
SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$139,414	\$139,414	\$139,414	\$0
Charges for services	0	0	0	0
Other	0	0	0	0
Investment earnings	0	0	0	0
<i>Total revenues</i>	139,414	139,414	139,414	0
EXPENDITURES				
Current:				
Personnel	0	0	0	0
Operating	0	0	0	0
Capital outlay	139,414	139,414	139,414	0
<i>Total expenditures</i>	139,414	139,414	139,414	0
<i>Excess (deficiency) of revenues over (under) expenditures</i>	\$0	\$0	\$0	\$0

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	\$0
Adjustments for revenue accruals	0
Adjustments for expenditures accruals	0
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)	\$0

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
FARM AND RANGE
SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$0	\$0	\$0	\$0
Charges for services	12,966	12,966	11,171	(1,795)
Other	0	0	0	0
Investment earnings	700	700	513	(187)
<i>Total revenues</i>	<u>13,666</u>	<u>13,666</u>	<u>11,684</u>	<u>(1,982)</u>
EXPENDITURES				
Current:				
Personnel	0	0	0	0
Operating	30,000	30,000	12,000	18,000
Capital outlay	0	0	0	0
<i>Total expenditures</i>	<u>30,000</u>	<u>30,000</u>	<u>12,000</u>	<u>18,000</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(16,334)	(16,334)	(316)	16,018
Other Financing Sources (Uses):				
Transfers in	6,656	6,656	6,656	0
Transfers (out) use	0	0	0	0
<i>Total other financing sources (uses)</i>	<u>6,656</u>	<u>6,656</u>	<u>6,656</u>	<u>0</u>
<i>Excess (deficiency) of revenues over expenditures and other financing sources (uses)</i>	(9,678)	(9,678)	6,340	16,018
Budgeted cash carryover	9,678	9,678	9,678	0
	<u>\$0</u>	<u>\$0</u>	<u>\$16,018</u>	<u>\$16,018</u>

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	\$6,340
Adjustments for revenue accruals	(1)
Adjustments for expenditures accruals	0
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)	\$6,339

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
FIRE DISTRICTS
SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$2,587,767	\$2,656,877	\$3,046,966	\$390,089
Charges for services	0	0	0	0
Other	0	0	30,508	30,508
Investment earnings	22,520	22,520	316,050	293,530
<i>Total revenues</i>	<u>2,610,287</u>	<u>2,679,397</u>	<u>3,393,524</u>	<u>714,127</u>
EXPENDITURES				
Current:				
Personnel	0	0	0	0
Operating	3,156,219	2,848,282	1,107,693	1,740,589
Capital outlay	2,447,849	2,899,799	781,048	2,118,751
<i>Total expenditures</i>	<u>5,604,068</u>	<u>5,748,081</u>	<u>1,888,741</u>	<u>3,859,340</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(2,993,781)	(3,068,684)	1,504,783	4,573,467
Other Financing Sources (Uses):				
Transfers in	1,200,000	1,200,000	1,200,000	0
Transfers (out) use	(1,200,000)	(1,200,000)	(1,200,000)	0
<i>Total other financing sources (uses)</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Excess (deficiency) of revenues over expenditures and other financing sources (uses)</i>	(2,993,781)	(3,068,684)	1,504,783	4,573,467
Budgeted cash carryover	2,993,781	3,068,684	3,068,684	0
	<u>\$0</u>	<u>\$0</u>	<u>\$4,573,467</u>	<u>\$4,573,467</u>

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	\$1,504,783
Adjustments for revenue accruals	46,569
Adjustments for expenditures accruals	(114,451)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)	<u>\$1,436,901</u>

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
HOUSING ASSISTANCE - SECTION 8 VOUCHERS
SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$2,862,673	\$2,862,673	\$2,877,015	\$14,342
Charges for services	0	0	0	0
Other	0	0	8,057	8,057
Investment earnings	34,460	34,460	24,111	(10,349)
<i>Total revenues</i>	<u>2,897,133</u>	<u>2,897,133</u>	<u>2,909,183</u>	<u>12,050</u>
EXPENDITURES				
Current:				
Personnel	190,357	190,357	173,167	17,190
Operating	2,685,316	2,685,316	2,712,467	(27,151)
Capital outlay	0	0	0	0
<i>Total expenditures</i>	<u>2,875,673</u>	<u>2,875,673</u>	<u>2,885,634</u>	<u>(9,961)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>\$21,460</u>	<u>\$21,460</u>	<u>\$23,549</u>	<u>\$2,089</u>

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	\$23,549
Adjustments for revenue accruals	0
Adjustments for expenditures accruals	0
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)	<u>\$23,549</u>

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
HOUSING - GRANT - NMFA
SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$0	\$126,000	\$0	(\$126,000)
Charges for services	0	0	0	0
Other	0	0	0	0
Investment earnings	0	0	0	0
<i>Total revenues</i>	0	126,000	0	(126,000)
EXPENDITURES				
Current:				
Personnel	0	0	0	0
Operating	0	126,000	29,500	96,500
Capital outlay	0	0	0	0
<i>Total expenditures</i>	0	126,000	29,500	96,500
<i>Excess (deficiency) of revenues over (under) expenditures</i>	\$0	\$0	(\$29,500)	(\$29,500)

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(\$29,500)
Adjustments for revenue accruals	0
Adjustments for expenditures accruals	0
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)	(\$29,500)

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
INDIGENT HOSPITAL CARE FUND
SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$6,270,312	\$6,270,312	\$6,349,229	\$78,917
Charges for services	0	0	0	0
Other	0	0	0	0
Investment earnings	98,000	98,000	58,206	(39,794)
<i>Total revenues</i>	<u>6,368,312</u>	<u>6,368,312</u>	<u>6,407,435</u>	<u>39,123</u>
EXPENDITURES				
Current:				
Personnel	0	0	0	0
Operating	8,875,000	9,810,638	9,810,638	0
Capital outlay	0	0	0	0
<i>Total expenditures</i>	<u>8,875,000</u>	<u>9,810,638</u>	<u>9,810,638</u>	<u>0</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(2,506,688)	(3,442,326)	(3,403,203)	39,123
Other Financing Sources (Uses):				
Transfers in	2,233,000	2,233,000	2,233,000	0
Transfers (out) use	0	0	0	0
<i>Total other financing sources (uses)</i>	<u>2,233,000</u>	<u>2,233,000</u>	<u>2,233,000</u>	<u>0</u>
<i>Excess (deficiency) of revenues over expenditures and other financing sources (uses)</i>	(273,688)	(1,209,326)	(1,170,203)	39,123
Budgeted cash carryover	273,688	1,209,326	1,209,326	0
	<u>\$0</u>	<u>\$0</u>	<u>\$39,123</u>	<u>\$39,123</u>

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
LAW ENFORCEMENT BLOCK GRANTS
SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$0	\$0	\$0	\$0
Charges for services	0	0	0	0
Other	0	0	0	0
Investment earnings	0	0	758	758
<i>Total revenues</i>	0	0	758	758
EXPENDITURES				
Current:				
Personnel	0	0	0	0
Operating	49,272	49,272	49,272	0
Capital outlay	0	0	0	0
<i>Total expenditures</i>	49,272	49,272	49,272	0
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(49,272)	(49,272)	(48,514)	758
Other Financing Sources (Uses):				
Transfers in	0	0	0	0
Transfers (out) use	(101,564)	(101,564)	(101,564)	0
<i>Total other financing sources (uses)</i>	(101,564)	(101,564)	(101,564)	0
<i>Excess (deficiency) of revenues over expenditures and other financing sources (uses)</i>	(150,836)	(150,836)	(150,078)	758
Budgeted cash carryover	150,836	150,836	150,078	(758)
	\$0	\$0	\$0	\$0

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(\$150,078)
Adjustments for revenue accruals	0
Adjustments for expenditures accruals	0
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)	(\$150,078)

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
LAW ENFORCEMENT PROTECTION
SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$0	\$0	\$0	\$0
Charges for services	0	0	0	0
Other	104,400	104,400	105,076	676
Investment earnings	0	0	3,233	3,233
<i>Total revenues</i>	104,400	104,400	108,309	3,909
EXPENDITURES				
Current:				
Personnel	0	0	0	0
Operating	61,200	60,169	46,471	13,698
Capital outlay	40,987	42,018	42,018	0
<i>Total expenditures</i>	102,187	102,187	88,489	13,698
<i>Excess (deficiency) of revenues over (under) expenditures</i>	2,213	2,213	19,820	17,607
Other Financing Sources (Uses):				
Transfers in	0	0	0	0
Transfers (out) use	(58,098)	(58,098)	(58,098)	0
<i>Total other financing sources (uses)</i>	(58,098)	(58,098)	(58,098)	0
<i>Excess (deficiency) of revenues over expenditures and other financing sources (uses)</i>	(55,885)	(55,885)	(38,278)	17,607
Budgeted cash carryover	38,299	38,299	38,299	0
	(\$17,586)	(\$17,586)	\$21	\$17,607

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(\$38,278)
Adjustments for revenue accruals	(15,911)
Adjustments for expenditures accruals	0
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)	(\$54,189)

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
PASO DEL NORTE GRANT
SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$0	\$0	\$0	\$0
Charges for services	0	0		0
Other	0	0	0	0
Investment earnings	0	0	0	0
<i>Total revenues</i>	0	0	0	0
EXPENDITURES				
Current:				
Personnel	0	0	0	0
Operating	0	0	0	0
Capital outlay	0	0	0	0
<i>Total expenditures</i>	0	0	0	0
Other Financing Sources (Uses):				
Transfers in	0	0	0	0
Transfers (out) use	(778)	(778)	(778)	0
<i>Total other financing sources (uses)</i>	(778)	(778)	(778)	0
<i>Excess deficiency of revenues over expenditures and other financing sources (uses)</i>	(778)	(778)	(778)	0
Budgeted cash carryover	778	778	778	0
	\$0	\$0	\$0	\$0

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(\$778)
Adjustments for revenue accruals	467
Adjustments for expenditures accruals	0
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)	(\$311)

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
REAPPRAISAL ADMINISTRATIVE FEES
SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$712,500	\$712,500	\$679,009	(\$33,491)
Charges for services	0	0		0
Other	0	0	1,950	1,950
Investment earnings	50,000	50,000	46,585	(3,415)
<i>Total revenues</i>	<u>762,500</u>	<u>762,500</u>	<u>727,544</u>	<u>(34,956)</u>
EXPENDITURES				
Current:				
Personnel	126,747	126,747	97,950	28,797
Operating	368,218	417,013	286,305	130,708
Capital outlay	278,000	229,205	156,864	72,341
<i>Total expenditures</i>	<u>772,965</u>	<u>772,965</u>	<u>541,119</u>	<u>231,846</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(10,465)	(10,465)	186,425	196,890
Budgeted cash carryover	10,465	10,465	10,465	0
	<u>\$0</u>	<u>\$0</u>	<u>\$196,890</u>	<u>\$196,890</u>

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	\$186,425
Adjustments for revenue accruals	0
Adjustments for expenditures accruals	7,331
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)	<u>\$193,756</u>

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
SHERIFF'S GRANTS STATE
SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$711,163	\$1,197,335	\$443,818	(\$753,517)
Charges for services	0	0	0	
Other	300,650	341,828	208,169	(133,659)
Investment earnings	0	0	0	
<i>Total revenues</i>	1,011,813	1,539,163	651,987	(887,176)
EXPENDITURES				
Current:				
Personnel	820,809	1,030,347	543,120	487,227
Operating	54,660	386,336	40,457	345,879
Capital outlay	136,344	181,648	132,323	49,325
<i>Total expenditures</i>	1,011,813	1,598,331	715,900	882,431
<i>Excess (deficiency) of revenues over (under) expenditures</i>	0	(59,168)	(63,913)	(4,745)
<i>Budgeted cash carryover</i>	0	59,168	63,913	4,745
	\$0	\$0	\$0	\$0

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(\$63,913)
Adjustments for revenue accruals	(7,582)
Adjustments for expenditures accruals	13,187
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)	(\$58,308)

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
SHERIFF'S GREAT GRANT
SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$49,282	\$49,222	\$28,009	(\$21,213)
Charges for services	0	0	0	0
Other	0	0	0	0
Investment earnings	0	0	0	0
<i>Total revenues</i>	49,282	49,222	28,009	(21,213)
EXPENDITURES				
Current:				
Personnel	9,609	4,632	1,051	3,581
Operating	39,673	50,066	31,375	18,691
Capital outlay	0	0	0	0
<i>Total expenditures</i>	49,282	54,698	32,426	22,272
<i>Excess (deficiency) of revenues over (under) expenditures</i>	0	(5,476)	(4,417)	1,059
Other Financing Sources (Uses):				
Transfers in	0	5,476	5,476	0
Transfers (out) use	0	0	0	0
<i>Total other financing sources (uses)</i>	0	5,476	5,476	0
<i>Excess deficiency of revenues over expenditures and other financing sources (uses)</i>	\$0	\$0	\$1,059	\$1,059

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	\$1,059
Adjustments for revenue accruals	0
Adjustments for expenditures accruals	0
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)	\$1,059

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
STATE APPROPRIATIONS
SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$13,233,277	\$13,516,577	\$3,381,023	(\$10,135,554)
Charges for services	0	0	0	0
Other	0	0	0	0
Investment earnings	0	0	2,485	2,485
<i>Total revenues</i>	<u>13,233,277</u>	<u>13,516,577</u>	<u>3,383,508</u>	<u>(10,133,069)</u>
EXPENDITURES				
Current:				
Personnel	0	0	0	0
Operating	0	0	0	0
Capital outlay	12,869,629	13,153,149	3,434,648	9,718,501
<i>Total expenditures</i>	<u>12,869,629</u>	<u>13,153,149</u>	<u>3,434,648</u>	<u>9,718,501</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	363,648	363,428	(51,140)	(414,568)
Budgeted cash carryover	0	0	0	51,140
	<u>\$363,648</u>	<u>\$363,428</u>	<u>(\$51,140)</u>	<u>(\$363,428)</u>

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(\$51,140)
Adjustments for revenue accruals	210,518
Adjustments for expenditures accruals	(163,843)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)	<u>(\$4,465)</u>

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
SUBSTANCE ABUSE GRANTS
SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$0	\$0	\$0	\$0
Charges for services	0	0	0	0
Other	0	0	0	0
Investment earnings	0	0	0	0
<i>Total revenues</i>	0	0	0	0
EXPENDITURES				
Current:				
Personnel	20,981	20,981	20,953	28
Operating	0	0	0	0
Capital outlay	0	0	0	0
<i>Total expenditures</i>	20,981	20,981	20,953	28
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(20,981)	(20,981)	(20,953)	28
Budgeted cash carryover	20,981	20,981	20,953	0
	\$0	\$0	\$0	\$28

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(\$20,953)
Adjustments for revenue accruals	0
Adjustments for expenditures accruals	(130)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)	(\$21,083)

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
TIDD DEVELOPMENT DISTRICT
SPECIAL REVENUE FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$0	\$0	\$0	\$0
Charges for services	0	41,750	40,000	(1,750)
Other	0	0	0	0
Investment earnings	0	250	315	65
<i>Total revenues</i>	0	42,000	40,315	(1,685)
EXPENDITURES				
Current:				
Personnel	0	0	0	0
Operating	0	42,000	32,240	9,760
Capital outlay	0	0	0	0
<i>Total expenditures</i>	0	42,000	32,240	9,760
<i>Excess (deficiency) of revenues over (under) expenditures</i>	\$0	\$0	\$8,075	\$8,075

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	\$8,075
Adjustments for revenue accruals	0
Adjustments for expenditures accruals	0
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)	\$8,075

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
NONMAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2008

Nonmajor Capital Projects Funds

The capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities.

Capital projects funds consist of the following:

Airport FAA Projects – To account for the costs of the development of airports in the County.

Border Industrial Park Assessment Project – To account for costs related to the construction and acquisition of Industrial Park improvements.

CDBG – Dona Ana Water System Improvements – To account for costs of the water system improvements.

CDBG – La Union Water Systems – To account for costs of the water system improvements.

Chaparral Wastewater Systems - SAP – To account for costs of the construction of the wastewater system with state funding.

Chaparral Wastewater - R.U.S. – To account for costs of the construction of the wastewater system with federal funding.

Judicial Building Remodeling-Project – To account for the costs of remodeling the Judicial Building.

Utility Projects – To account for the cost of constructing wastewater systems in several communities.

Wastewater Projects/Grants – To account for costs of the water system improvements.

DONA ANA COUNTY
NONMAJOR CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEETS
JUNE 30, 2008

	Airport FAA Projects	Border Industrial Park Assessment Project	CDBG Dona Ana Water Sys. Improv.	CDBG La Union Water System	Chaparral Wastewater System - SAP
ASSETS					
Cash and cash equivalents	\$267,907	\$0	\$0	\$0	\$0
Interest receivable	0	0	0	0	0
Taxes receivable	0	0	0	0	0
Allowance for uncollectible taxes (credit)	0	0	0	0	0
Intergovernmental receivables	78,161	0	0	0	26,114
Due from other funds	115,416	343	0	0	0
Total assets	\$461,484	\$343	\$0	\$0	\$26,114
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$0	\$0	\$0	\$0	\$0
Wages and salaries payable	0	0	0	0	0
Intergovernmental payable	0	0	0	0	0
Due to other funds	0	0	0	0	26,114
Deferred revenues	75,062	0	0	0	0
Total liabilities	75,062	0	0	0	26,114
FUND BALANCES					
Reserved For:					
Debt Service	0	0	0	0	0
Capital acquisition	386,422	343	0	0	0
Unreserved and Undesignated:					
Reported in the special revenue fund	0	0	0	0	0
Total fund balances	386,422	343	0	0	0
Total liabilities and fund balances	\$461,484	\$343	\$0	\$0	\$26,114

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
NONMAJOR CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEETS
JUNE 30, 2008

	Chaparral Wastewater USDA	Judicial Building Remodeling Project	Utility Projects	Wastewater Projects/ Grants	Total
ASSETS					
Cash and cash equivalents	\$100	\$11,331	\$45,944	\$0	\$325,282
Interest receivable	0	0	0	0	0
Taxes receivable	0	0	0	0	0
Allowance for uncollectible taxes (credit)	0	0	0	0	0
Intergovernmental receivables	261,148	0	67,686	656,564	1,089,673
Due from other funds	0	0	0	0	115,759
Total assets	\$261,248	\$11,331	\$113,630	\$656,564	\$1,530,714
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$261,148	\$0	\$0	\$203,724	\$464,872
Wages and salaries payable	0	0	0	0	0
Intergovernmental payable	0	0	0	0	0
Due to other funds	0	0	0	450,590	476,704
Deferred revenues	0	0	0	0	75,062
Total liabilities	261,148	0	0	654,314	1,016,638
FUND BALANCES					
Reserved For:					
Debt Service	0	0	0	0	0
Capital acquisition	100	11,331	113,630	2,250	514,076
Unreserved and Undesignated:					
Reported in the special revenue fund	0	0	0	0	0
Total fund balances	100	11,331	113,630	2,250	514,076
Total liabilities and fund balances	\$261,248	\$11,331	\$113,630	\$656,564	\$1,530,714

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY

NONMAJOR CAPITAL PROJECTS FUNDS

COMBINING STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Airport FAA Projects	Border Industrial Park Assessment Project	CDBG Dona Ana Water Sys. Improv.	CDBG La Union Water System	Chaparral Wastewater System - SAP
REVENUES					
Intergovernmental revenue and grants	\$399,834	\$0	\$0	\$0	\$26,114
Investment earnings	9,619	0	0	0	0
<i>Total revenues</i>	409,453	0	0	0	26,114
EXPENDITURES					
Capital outlay:					
Capital outlay	384,354	0	0	0	26,114
<i>Total expenditures</i>	384,354	0	0	0	26,114
<i>Excess (deficiency) or revenues over expenditures</i>	25,099	0	0	0	0
OTHER FINANCING SOURCES (USES)					
Transfers in	0	0	0	0	0
Transfers out (use)	0	0	(28,983)	(35)	0
Capital transfers out	0	0	0	0	0
<i>Total other financing sources (uses)</i>	0	0	(28,983)	(35)	0
<i>Net change in fund balance</i>	25,099	0	(28,983)	(35)	0
Fund balance - July 1, beginning	361,323	343	28,983	28,214	0
Restatements - PPA	0	0	0	(28,179)	0
Fund balance - July 1, beginning as restated	361,323	343	28,983	35	0
<i>Fund balance - June 30, ending</i>	<i>\$386,422</i>	<i>\$343</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
NONMAJOR CAPITAL PROJECTS FUNDS
COMBINING STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Chaparral Wastewater USDA	Judicial Building Remodeling Project	Utility Projects	Wastewater Projects/ Grants	Total
REVENUES					
Intergovernmental revenue and grants	\$2,503,005	\$0	\$0	\$1,324,796	\$4,253,749
Investment earnings		11,331	24,017	0	44,967
<i>Total revenues</i>	2,503,005	11,331	24,017	1,324,796	\$4,298,716
EXPENDITURES					
Capital outlay:					
Capital outlay	2,503,005	692,614	0	1,324,796	4,930,883
<i>Total expenditures</i>	2,503,005	692,614	0	1,324,796	4,930,883
<i>Excess (deficiency) or revenues over expenditures</i>	0	(681,283)	24,017	0	(632,167)
OTHER FINANCING SOURCES (USES)					
Transfers in	0	16,328	0	0	16,328
Transfers out (use)	0	0	(1,805,772)	0	(1,834,790)
Capital transfers out	0	0	0	0	0
<i>Total other financing sources (uses)</i>	0	16,328	(1,805,772)	0	(1,818,462)
<i>Net change in fund balance</i>	0	(664,955)	(1,781,755)	0	(2,450,629)
Fund balance - July 1, beginning	0	676,286	1,624,832	2,250	2,722,231
Restatements - PPA	100		270,553	0	242,474
Fund balance - July 1, beginning as restated	100	676,286	1,895,385	2,250	2,964,705
<i>Fund balance - June 30, ending</i>	\$100	\$11,331	\$113,630	\$2,250	\$514,076

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
AIRPORT FAA PROJECTS
CAPITAL PROJECTS FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Budget	Final Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$6,117,205	\$6,117,205	\$333,409	(\$5,783,796)
Investment earnings	0	0	9,619	\$9,619
<i>Total revenues</i>	6,117,205	6,117,205	343,028	(5,774,177)
EXPENDITURES				
Current:				
Public works	0	0	0	0
Capital outlay	6,149,448	6,149,448	406,242	5,743,206
<i>Total expenditures</i>	6,149,448	6,149,448	406,242	5,743,206
<i>Excess (deficiency) of revenues over expenditures</i>	(32,243)	(32,243)	(63,214)	(30,971)
Budgeted cash carryover	32,243	32,243	63,214	30,971
	\$0	\$0	\$0	\$0

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(\$63,214)
Adjustments for revenue accruals	66,425
Adjustments for expenditures accruals	21,888
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)	\$25,099

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
CDBG - DONA ANA WATER SYSTEM IMPROVEMENT
CAPITAL PROJECTS FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Budget	Final Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$0	\$0	\$0	\$0
Investment earnings	0	0	0	0
<i>Total revenues</i>	0	0	0	0
EXPENDITURES				
Current:				
Public works	0	0	0	0
Capital outlay	0	0	0	0
<i>Total expenditures</i>	0	0	0	0
<i>Excess (deficiency) of revenues over expenditures</i>	0	0	0	0
Other Financing Sources (Uses):				
Transfers (out)	(28,983)	(28,983)	(28,983)	0
Loan proceeds	0	0	0	0
<i>Total other financing sources (uses)</i>	(28,983)	(28,983)	(28,983)	0
<i>Excess (deficiency) of revenues over expenditures and other financing sources (uses)</i>	(28,983)	(28,983)	(28,983)	0
Budgeted cash carryover	28,983	28,983	28,983	0
	\$0	\$0	\$0	\$0

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(\$28,983)
Adjustments for revenue accruals	0
Adjustments for expenditures accruals	0
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)	(\$28,983)

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
CDBG - LA UNION WATER SYSTEM
CAPITAL PROJECTS FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Budget	Final Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$0	\$0	\$0	\$0
Investment earnings	0	0	0	0
<i>Total revenues</i>	0	0	0	0
EXPENDITURES				
Current:				
Public works	0	0	0	0
Capital outlay	0	0	0	0
<i>Total expenditures</i>	0	0	0	0
<i>Excess (deficiency) of revenues over expenditures</i>	0	0	0	0
Other Financing Sources (Uses):				
Transfers (out)	(35)	(35)	(35)	0
Loan proceeds	0	0	0	0
<i>Total other financing sources (uses)</i>	(35)	(35)	(35)	0
<i>Excess (deficiency) of revenues over expenditures and other financing sources (uses)</i>	(35)	(35)	(35)	0
Budgeted cash carryover	35	35	35	0
	\$0	\$0	\$0	\$0

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(\$35)
Adjustments for revenue accruals	0
Adjustments for expenditures accruals	0
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)	(\$35)

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
CHAPARRAL WASTEWATER SYSTEM - SAP
CAPITAL PROJECTS FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Budget	Final Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$585,000	\$585,000	\$0	(\$585,000)
Investment earnings	0	0	0	0
<i>Total revenues</i>	585,000	585,000	0	(585,000)
EXPENDITURES				
Current:				
Public works	0	0	0	0
Capital outlay	585,000	585,000	26,114	558,886
<i>Total expenditures</i>	585,000	585,000	26,114	558,886
<i>Excess (deficiency) of revenues over expenditures</i>	0	0	(26,114)	(26,114)
Other Financing Sources (Uses):				
Transfers (out)	0	0	0	0
Loan proceeds	0	0	0	0
<i>Total other financing sources (uses)</i>	0	0	0	0
<i>Excess (deficiency) of revenues over expenditures and other financing sources (uses)</i>	\$0	\$0	(\$26,114)	(\$26,114)

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(\$26,114)
Adjustments for revenue accruals	26,114
Adjustments for expenditures accruals	0
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)	\$0

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
CHAPARRAL WASTEWATER - USDA
CAPITAL PROJECTS FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Budget	Final Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$4,537,986	\$4,537,986	\$2,247,106	(\$2,290,880)
Investment earnings	0	0	0	0
<i>Total revenues</i>	4,537,986	4,537,986	2,247,106	(2,290,880)
EXPENDITURES				
Current:				
Public works	0	0	0	0
Capital outlay	4,537,986	4,537,986	2,241,856	2,296,130
<i>Total expenditures</i>	4,537,986	4,537,986	2,241,856	2,296,130
<i>Excess (deficiency) of revenues over expenditures</i>	0	0	5,250	5,250
Other Financing Sources (Uses):				
Transfers (out)	0	0	0	0
Loan proceeds	0	0	0	0
<i>Total other financing sources (uses)</i>	0	0	0	0
<i>Excess (deficiency) of revenues over expenditures and other financing sources (uses)</i>	\$0	\$0	\$5,250	\$5,250

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	\$5,250
Adjustments for revenue accruals	255,899
Adjustments for expenditures accruals	(261,149)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)	\$0

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
GRIGGS/WALNUT SUPERFUND PROJECT
CAPITAL PROJECTS FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Budget	Final Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$1,750,000	\$1,750,000	\$0	(\$1,750,000)
Investment earnings	0	0		0
<i>Total revenues</i>	1,750,000	1,750,000	0	(1,750,000)
EXPENDITURES				
Current:				
Public works	0	0	0	0
Capital outlay	491,040	491,040	0	491,040
<i>Total expenditures</i>	491,040	491,040	0	491,040
<i>Excess (deficiency) of revenues over expenditures</i>	\$1,258,960	\$1,258,960	\$0	(\$1,258,960)

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	\$0
Adjustments for revenue accruals	0
Adjustments for expenditures accruals	0
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)	\$0

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
JUDICIAL BUILDING REMODELING - PROJECT
CAPITAL PROJECTS FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Budget	Final Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$0	\$0	\$0	\$0
Investment earnings	0	0	11,331	11,331
<i>Total revenues</i>	0	0	11,331	11,331
EXPENDITURES				
Current:				
Public works	0	0	0	0
Capital outlay	755,000	755,000	755,000	0
<i>Total expenditures</i>	755,000	755,000	755,000	0
<i>Excess (deficiency) of revenues over expenditures</i>	(755,000)	(755,000)	(743,669)	11,331
Other Financing Sources (Uses):				
Transfers (out)	16,328	16,328	16,328	0
Loan proceeds	0	0	0	0
<i>Total other financing sources (uses)</i>	16,328	16,328	16,328	0
<i>Excess (deficiency) of revenues over expenditures and other financing sources (uses)</i>	(738,672)	(738,672)	(727,341)	11,331
Budgeted cash carryover	738,672	738,672	738,672	0
	\$0	\$0	\$11,331	\$11,331

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(\$727,341)
Adjustments for revenue accruals	0
Adjustments for expenditures accruals	62,386
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)	(\$664,955)

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
UTILITY PROJECTS
CAPITAL PROJECTS FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Budget	Final Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$0	\$0	\$0	\$0
Investment earnings	0	0	24,017	24,017
<i>Total revenues</i>	0	0	24,017	24,017
EXPENDITURES				
Current:				
Public works	0	0	0	0
Capital outlay	0	0	0	0
<i>Total expenditures</i>	0	0	0	0
<i>Excess (deficiency) of revenues over expenditures</i>	0	0	24,017	24,017
Other Financing Sources (Uses):				
Transfers (out)	(1,805,772)	(1,805,772)	(1,805,772)	0
Loan proceeds	0	0	0	0
<i>Total other financing sources (uses)</i>	(1,805,772)	(1,805,772)	(1,805,772)	0
<i>Excess (deficiency) of revenues over expenditures and other financing sources (uses)</i>	(1,805,772)	(1,805,772)	(1,781,755)	24,017
Budgeted cash carryover	1,805,772	1,805,772	1,805,772	0
	\$0	\$0	\$24,017	\$24,017

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(\$1,781,755)
Adjustments for revenue accruals	0
Adjustments for expenditures accruals	0
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)	(\$1,781,755)

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
WASTEWATER PROJECTS / GRANTS
CAPITAL PROJECTS FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Budget	Final Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Intergovernmental revenue and grants	\$1,470,000	\$1,470,000	\$1,113,449	(\$356,551)
Investment earnings	0	0	0	0
<i>Total revenues</i>	1,470,000	1,470,000	1,113,449	(356,551)
EXPENDITURES				
Current:				
Public works	0	0	0	0
Capital outlay	1,470,000	1,470,000	1,121,072	348,928
<i>Total expenditures</i>	1,470,000	1,470,000	1,121,072	348,928
<i>Excess (deficiency) of revenues over expenditures</i>	\$0	\$0	(\$7,623)	(\$7,623)

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(\$7,623)
Adjustments for revenue accruals	211,347
Adjustments for expenditures accruals	(203,724)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)	\$0

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
DEBT SERVICE FUND
JUNE 30, 2008

Debt Service Fund

The debt service fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

DONA ANA COUNTY
DEBT SERVICE FUND TYPES
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
REVENUES				
Taxes	\$548,900	\$548,900	\$515,019	(\$33,881)
Fees and services	0	0	0	0
Investment earnings	231,200	231,200	309,824	78,624
<i>Total revenues</i>	<u>780,100</u>	<u>780,100</u>	<u>824,843</u>	<u>44,743</u>
EXPENDITURES				
Current:				
Debt Service:				
Bond principal	2,850,000	2,850,000	2,850,000	0
Bond interest	2,857,424	3,154,141	2,857,324	296,817
Fiscal agent's fees	30,158	30,533	30,585	(52)
<i>Total expenditures</i>	<u>5,737,582</u>	<u>6,034,674</u>	<u>5,737,909</u>	<u>296,765</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(4,957,482)	(5,254,574)	(4,913,066)	341,508
Other Financing Sources (Uses):				
Transfers in	4,718,134	5,163,892	5,163,892	0
Transfers out (use)	(100,000)	(1,438,003)	(1,438,003)	0
Bond/loan proceeds	418,699	418,699	0	(418,699)
<i>Total other financing sources (uses)</i>	<u>5,036,833</u>	<u>4,144,588</u>	<u>3,725,889</u>	<u>(418,699)</u>
<i>Excess (deficiency) of revenues over (under) expenditures and other financing sources (uses)</i>	79,351	(1,109,986)	(1,187,177)	(77,191)
Budgeted cash carryover	0	1,109,986	1,187,177	77,191
	<u>\$79,351</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Budgetary - GAAP Reporting Reconciliation:

Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(\$1,187,177)
Adjustments for revenue accruals	(6,386)
Adjustments for expenditures accruals	(539,366)
<u>Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP Basis)</u>	<u>(\$1,732,929)</u>

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
TOTAL ALL NONMAJOR GOVERNMENTAL FUND TYPES
COMBINING BALANCE SHEETS
JUNE 30, 2008

	Special Revenue	Capital Projects	Total
ASSETS			
Cash and cash equivalents	\$17,752,983	\$325,282	\$18,078,265
Interest receivable	0	0	0
Taxes receivable	162,536	0	162,536
Allowance for uncollectible taxes (credit)	(2,449)	0	(2,449)
Intergovernmental receivables	5,415,532	1,089,673	6,505,205
Due from other funds	554,907	115,759	670,666
<i>Total assets</i>	\$23,883,509	\$1,530,714	\$25,414,223
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$354,592	\$464,872	\$819,464
Wages and salaries payable	178,377	0	178,377
Accrued interest payable	6,797	0	6,797
Due to other funds	2,519,227	476,704	2,995,931
Deferred revenues	505,366	75,062	580,428
<i>Total liabilities</i>	3,564,359	1,016,638	4,580,997
FUND BALANCES			
Reserved For:			
Debt Service	0	0	0
Capital acquisition	0	514,076	514,076
Unreserved and Undesignated:			
Reported in the special revenue fund	20,319,150	0	20,319,150
<i>Total fund balances</i>	20,319,150	514,076	20,833,226
<i>Total liabilities and fund balances</i>	\$23,883,509	\$1,530,714	\$25,414,223

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY

TOTAL ALL NONMAJOR GOVERNMENTAL FUND TYPES

COMBINING STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Special Revenue	Capital Projects	Total
REVENUES			
Taxes:			
Property taxes	\$1,484,638	\$0	\$1,484,638
General sales and use taxes	8,218,152	0	8,218,152
Licenses and permits	0	0	0
Intergovernmental revenue and grants	14,341,509	4,253,749	18,595,258
Charges for services	982,467	0	982,467
Investment earnings	670,875	44,967	715,842
Rents and royalties	4,200	0	4,200
Other revenue	84,077	0	84,077
<i>Total revenues</i>	<u>25,785,918</u>	<u>4,298,716</u>	<u>30,084,634</u>
EXPENDITURES			
Current:			
General government	566,028	0	566,028
Public safety	5,283,259	0	5,283,259
Health and welfare	12,878,754	0	12,878,754
Culture and recreation	20,008	0	20,008
Debt Service:			
Bond principal	0	0	0
Bond interest	0	0	0
Fiscal agent's fees	0	0	0
Capital outlay:			
Capital outlay	8,036,153	4,930,883	12,967,036
<i>Total expenditures</i>	<u>26,784,202</u>	<u>4,930,883</u>	<u>31,715,085</u>
<i>Excess (deficiency) or revenues over expenditures</i>	(998,284)	(632,167)	(1,630,451)
OTHER FINANCING SOURCES (USES)			
Transfers in	3,511,050	16,328	3,527,378
Transfers out (use)	(1,782,293)	(1,834,790)	(3,617,083)
Capital transfers out (use)	0	0	0
<i>Total other financing sources (uses)</i>	<u>1,728,757</u>	<u>(1,818,462)</u>	<u>(89,705)</u>
<i>Net change in fund balance</i>	730,473	(2,450,629)	(1,720,156)
Fund balance - July 1, beginning	19,119,247	2,722,231	21,841,478
Restatements	469,430	242,474	711,904
Fund balance - July 1, as restated	<u>19,588,677</u>	<u>2,964,705</u>	<u>22,553,382</u>
<i>Fund balance - June 30, ending</i>	<u>\$20,319,150</u>	<u>\$514,076</u>	<u>\$20,833,226</u>

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
NONMAJOR ENTERPRISE FUNDS
JUNE 30, 2008

Nonmajor Enterprise Funds

Casas del Quinto Sol – To account for activities that conduct and promote the enhancement and development of the Casas del Quinto Sol housing.

Chaparral Wastewater System – To account for the service activities of the wastewater system.

Dona Ana Wastewater System – To account for the service activities of the wastewater system.

Home Choice Development – To account for the sale of housing units owned and operated by the Housing Authority.

La Union Wastewater – To account for the service activities of the wastewater system.

Las Palmeras/Montana Vista Wastewater – To account for the service activities of the wastewater system.

NMED County Utilities – To account for the service activities of various County utility systems.

Rincon Wastewater – To account for the service activities of the water system.

Salem/Ogas Wastewater – To account for the service activities of the wastewater system.

Talavera Water System – To account for the service activities of the water system.

Villa Sereno Low Income Housing Project – To account for the rental activities of the County-owned low-income housing project.

DONA ANA COUNTY
NONMAJOR ENTERPRISE FUNDS
COMBINING BALANCE SHEETS
JUNE 30, 2008

	Casas del Quinto Sol	Chaparral Wastewater System	Dona Ana Wastewater System	Home Choice Development
ASSETS				
Current Assets:				
Cash and cash equivalents	\$0	\$5,350	\$8,838	\$962,764
Investments	49,616	0	0	0
Accounts receivable - net of allowance	517,788	0	18,783	17,450
Inventory	0	0	0	0
<i>Total current assets</i>	<u>567,404</u>	<u>5,350</u>	<u>27,621</u>	<u>980,214</u>
Non-Current Assets:				
Capital Assets:				
Land	150,736	0	0	0
Construction in progress	758,740	0	0	0
Infrastructure	0	0	3,631,976	0
Buildings	0	0	0	67,638
Machinery and equipment	0	0	49,402	0
Accumulated depreciation	0	0	(665,264)	(7,680)
<i>Total noncurrent assets</i>	<u>909,476</u>	<u>0</u>	<u>3,016,114</u>	<u>59,958</u>
Total assets	<u>\$1,476,880</u>	<u>\$5,350</u>	<u>\$3,043,735</u>	<u>\$1,040,172</u>
LIABILITIES				
Current Liabilities:				
Accounts payable	\$0	\$100	\$0	\$2,448
Deferred revenue	0	0	0	0
Other current liabilities	0	0	0	0
Due to other funds	526,138	0	0	0
<i>Total current liabilities</i>	<u>526,138</u>	<u>100</u>	<u>0</u>	<u>2,448</u>
Non-Current Liabilities:				
Notes payable - noncurrent	0	0	0	0
Other noncurrent liabilities	0	0	0	0
<i>Total non-current liabilities</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Total liabilities</i>	<u>526,138</u>	<u>100</u>	<u>0</u>	<u>2,448</u>
NET ASSETS				
Unrestricted net assets	950,742	5,250	3,043,735	1,037,724
Total net assets	<u>\$1,476,880</u>	<u>\$5,350</u>	<u>\$3,043,735</u>	<u>\$1,040,172</u>

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
NONMAJOR ENTERPRISE FUNDS
COMBINING BALANCE SHEETS
JUNE 30, 2008

	La Union Wastewater System	Las Palmeras/ Montana Vista Wastewater	NMED County Utilities	Rincon Wastewater System
ASSETS				
Current Assets:				
Cash and cash equivalents	\$98,696	\$0	\$335,164	\$62,004
Investments	0	0	0	0
Accounts receivable - net of allowance	5,706	0	464,522	2,965
Inventory	0	0	0	0
<i>Total current assets</i>	<u>104,402</u>	<u>0</u>	<u>799,686</u>	<u>64,969</u>
Non-Current Assets:				
Capital Assets:				
Land	39,761	0	1,400	32,683
Construction in progress	536,399	222,770	509,839	0
Infrastructure	5,248,788	705,560	2,165,800	1,631,851
Buildings	0	0	0	0
Machinery and equipment	0	0	0	5,602
Accumulated depreciation	(246,670)	(162,396)	(139,886)	(223,374)
<i>Total noncurrent assets</i>	<u>5,578,278</u>	<u>765,934</u>	<u>2,537,153</u>	<u>1,446,762</u>
Total assets	<u>\$5,682,680</u>	<u>\$765,934</u>	<u>\$3,336,839</u>	<u>\$1,511,731</u>
LIABILITIES				
Current Liabilities:				
Accounts payable	\$3,616	\$0	\$0	\$163
Deferred revenue	0	0	0	0
Other current liabilities	0	1,600	498,484	0
Due to other funds	0	0	0	0
<i>Total current liabilities</i>	<u>3,616</u>	<u>1,600</u>	<u>498,484</u>	<u>163</u>
Non-Current Liabilities:				
Notes payable - noncurrent	527,003	0	1,048,938	0
Other noncurrent liabilities	3,428	0	0	2,926
<i>Total non-current liabilities</i>	<u>530,431</u>	<u>0</u>	<u>1,048,938</u>	<u>2,926</u>
<i>Total liabilities</i>	<u>534,047</u>	<u>1,600</u>	<u>1,547,422</u>	<u>3,089</u>
NET ASSETS				
Unrestricted net assets	5,148,633	764,334	1,789,417	1,508,642
Total net assets	<u>\$5,682,680</u>	<u>\$765,934</u>	<u>\$3,336,839</u>	<u>\$1,511,731</u>

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
NONMAJOR ENTERPRISE FUNDS
COMBINING BALANCE SHEETS
JUNE 30, 2008

	Salem/Ogas Wastewater System	Talavera Water System	Villa Sereno Low Income Housing Project	Total Nonmajor Enterprise Funds
ASSETS				
Current Assets:				
Cash and cash equivalents	\$57,140	\$0	\$265,112	\$1,795,068
Investments	0	0	0	49,616
Accounts receivable - net of allowance	6,359	0	164	1,033,737
Inventory	0	0	0	0
<i>Total current assets</i>	63,499	0	265,276	2,878,421
Non-Current Assets:				
Capital Assets:				
Land	0	0	26,225	250,805
Construction in progress	0	0	0	2,027,748
Infrastructure	3,454,284	0	48,076	16,886,335
Buildings	0	0	416,663	484,301
Machinery and equipment	5,783	0	0	60,787
Accumulated depreciation	(347,392)	0	(225,440)	(2,018,102)
<i>Total noncurrent assets</i>	3,112,675	0	265,524	17,691,874
Total assets	\$3,176,174	\$0	\$530,800	\$20,570,295
LIABILITIES				
Current Liabilities:				
Accounts payable	\$256	\$0	\$2,093	\$8,676
Deferred revenue	0	0	0	0
Other current liabilities	100	0	1,800	501,984
Due to other funds	0	0	0	526,138
<i>Total current liabilities</i>	356	0	3,893	1,036,798
Non-Current Liabilities:				
Notes payable - noncurrent	441,956	0	0	2,017,897
Other noncurrent liabilities	1,517	0	0	7,871
<i>Total non-current liabilities</i>	443,473	0	0	2,025,768
<i>Total liabilities</i>	443,829	0	3,893	3,062,566
NET ASSETS				
Unrestricted net assets	2,732,345	0	526,907	17,507,729
Total net assets	\$3,176,174	\$0	\$530,800	\$20,570,295

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Casas del Quinto Sol	Chaparral Wastewater System	Dona Ana Wastewater System	Home Choice Development
OPERATING REVENUES				
Charges for services	\$0	\$0	\$0	\$0
Charges for water services	0	0	0	0
Charges for sewerage service	0	0	95,913	0
Rents and royalties	882,047	0	0	0
Other revenue	0	5,250	0	0
<i>Total operating revenues</i>	<u>882,047</u>	<u>5,250</u>	<u>95,913</u>	<u>0</u>
OPERATING EXPENSES				
Personnel services - salaries and wages	0	0	0	15,061
Personnel services - employee benefits	0	0	0	6,449
Purchased professional and technical services	0	0	83,650	0
Purchased property services	0	0	0	264
Other operating expenses	2,054	0	0	434
Supplies	0	0	0	5,257
Depreciation	0	0	70,828	4,509
<i>Total operating expenses</i>	<u>2,054</u>	<u>0</u>	<u>154,478</u>	<u>31,974</u>
<i>Operating income (loss)</i>	879,993	5,250	(58,565)	(31,974)
NON-OPERATING REVENUES (EXPENSES)				
Gain on sale of property	0	0	0	69,756
Grants (not capital grants)	0	0	0	0
Investment earnings	0	0	470	17,566
Interest expense - non-operating	0	0	0	0
<i>Total non-operating revenues (expenses)</i>	<u>0</u>	<u>0</u>	<u>470</u>	<u>87,322</u>
<i>Income (loss) before transfers</i>	879,993	5,250	(58,095)	55,348
Transfers in	0	0	15,534	104,520
Capital transfer in	0	0	0	0
Capital transfer out	0	0	0	0
Transfers out	0	0	0	0
<i>Change in net assets</i>	879,993	5,250	(42,561)	159,868
Total net assets - July 1, beginning	70,749	100	3,086,296	877,856
Restatements	0	(100)	0	0
Total net assets July 1, as restated	<u>70,749</u>	<u>0</u>	<u>3,086,296</u>	<u>877,856</u>
<i>Total net assets - June 30, ending</i>	<u>\$950,742</u>	<u>\$5,250</u>	<u>\$3,043,735</u>	<u>\$1,037,724</u>

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	La Union Wastewater System	Las Palmeras Montana Vista Wastewater	NMED County Utilities	Rincon Wastewater System
OPERATING REVENUES				
Charges for services	\$0	\$0	\$0	\$0
Charges for water services	0	0	0	0
Charges for sewerage service	90,188	0	0	36,092
Rents and royalties	0	0	0	0
Other revenue	10,665	0	0	3,610
<i>Total operating revenues</i>	<u>100,853</u>	<u>0</u>	<u>0</u>	<u>39,702</u>
OPERATING EXPENSES				
Personnel services - salaries and wages	26,211	0	0	16,237
Personnel services - employee benefits	13,327	0	0	6,103
Purchased professional and technical services	30,029	0	0	3,455
Purchased property services	4,288	0	0	8,156
Other operating expenses	4,522	0	0	3,818
Supplies	1,189	0	0	3,856
Depreciation	82,373	13,368	95,269	33,267
<i>Total operating expenses</i>	<u>161,939</u>	<u>13,368</u>	<u>95,269</u>	<u>74,892</u>
<i>Operating income (loss)</i>	(61,086)	(13,368)	(95,269)	(35,190)
NON-OPERATING REVENUES (EXPENSES)				
Gain on sale of property	0	0	0	0
Grants (not capital grants)	0	0	0	0
Investment earnings	3,096	0	16,282	2,477
Interest expense - non-operating	0	0	0	0
<i>Total non-operating revenues (expenses)</i>	<u>3,096</u>	<u>0</u>	<u>16,282</u>	<u>2,477</u>
<i>Income (loss) before transfers</i>	(57,990)	(13,368)	(78,987)	(32,713)
Transfers in	0	0	67,000	0
Capital transfer in	0	0	0	0
Capital transfer out	0	0	0	0
Transfers out	(10,000)	(431)	0	(5,000)
<i>Change in net assets</i>	(67,990)	(13,799)	(11,987)	(37,713)
Total net assets - July 1, beginning	5,216,623	778,133	1,801,404	1,546,355
Restatements	0	0	0	0
Total net assets July 1, as restated	<u>5,216,623</u>	<u>778,133</u>	<u>1,801,404</u>	<u>1,546,355</u>
<i>Total net assets - June 30, ending</i>	<u>\$5,148,633</u>	<u>\$764,334</u>	<u>\$1,789,417</u>	<u>\$1,508,642</u>

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Salem/Ogas Wastewater System	Talavera Water System	Villa Sereno Low Income Housing Project	Total Nonmajor Enterprise Funds
OPERATING REVENUES				
Charges for services	\$0	\$0	\$0	\$0
Charges for water services	0	0	0	0
Charges for sewerage service	59,742	0	0	281,935
Rents and royalties	0	0	17,373	899,420
Other revenue	7,625	0	1,115	28,265
<i>Total operating revenues</i>	<u>67,367</u>	<u>0</u>	<u>18,488</u>	<u>1,209,620</u>
OPERATING EXPENSES				
Personnel services - salaries and wages	14,863	0	16,180	88,552
Personnel services - employee benefits	6,692	0	7,726	40,297
Purchased professional and technical services	3,639	0	0	120,773
Purchased property services	27,561	0	3,570	43,839
Other operating expenses	5,218	0	0	16,046
Supplies	5,050	0	19,153	34,505
Depreciation	79,999	0	18,162	397,775
<i>Total operating expenses</i>	<u>143,022</u>	<u>0</u>	<u>64,791</u>	<u>741,787</u>
<i>Operating income (loss)</i>	(75,655)	0	(46,303)	467,833
NON-OPERATING REVENUES (EXPENSES)				
Gain in sale of property	0	0	0	69,756
Grants (not capital grants)	0	0	35,784	35,784
Investment earnings	1,857	0	6,094	47,842
Interest expense - non-operating	0	0	0	0
<i>Total non-operating revenues (expenses)</i>	<u>1,857</u>	<u>0</u>	<u>41,878</u>	<u>153,382</u>
<i>Income (loss) before transfers</i>	(73,798)	0	(4,425)	621,215
Transfers in	0	0	12,922	199,976
Capital transfer in	0	0	0	0
Capital transfer out	0	0	0	0
Transfers out	(4,000)	(824)	(104,520)	(124,775)
<i>Change in net assets</i>	(77,798)	(824)	(96,023)	696,416
Total net assets - July 1, beginning	2,810,143	824	622,930	16,811,413
Restatements	0	0	0	(100)
Total net assets July 1, as restated	<u>2,810,143</u>	<u>824</u>	<u>622,930</u>	<u>16,811,313</u>
<i>Total net assets - June 30, ending</i>	<u>\$2,732,345</u>	<u>\$0</u>	<u>\$526,907</u>	<u>\$17,507,729</u>

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENTS OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Casas del Quinto Sol	Chaparral Wastewater System	Dona Ana Wastewater System	Home Choice Development
CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash received from user charges	\$0	\$5,350	\$77,130	\$0
Cash payments to employees for services	0	0	0	(24,171)
Cash payments for suppliers	(2,736)	0	(91,394)	(2,264)
<i>Net cash provided by (used for) operating activities</i>	(2,736)	5,350	(14,264)	(26,435)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Temporary loan paid - general fund	0	0	0	0
Operating transfers (out)	0	0	15,534	9,959
<i>Net cash provided by (used for) noncapital financing activities</i>	0	0	15,534	9,959
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Acquisition of capital assets	(838,727)	0	0	0
Capital contributed by (to) other funds	378,992	0	0	0
Proceeds from sale of assets	0	0	0	315,052
Proceeds from debt	0	0	0	0
Proceeds pending	0	0	0	0
Due to HACLC	0	0	0	(89,720)
Grant revenue	512,087	0	0	0
Utility Deposits	0	0	0	(17,450)
Due from sale of assets	0	0	0	67,669
<i>Net cash provided by (used for) capital and related financing activities</i>	52,352	0	0	275,551
CASH FLOWS FROM INVESTING ACTIVITIES:				
Purchase of Certificate of Deposit	(49,616)	0	0	0
Interest and dividends on investments	0	0	470	17,566
<i>Net cash provided by (used for) investing activities</i>	(49,616)	0	470	17,566
<i>Net increase (decrease) in cash and cash equivalents</i>	0	5,350	1,740	276,641
Cash and cash equivalents at beginning of year	0	0	7,098	686,123
<i>Cash and cash equivalents at end of year</i>	\$0	\$5,350	\$8,838	\$962,764

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENTS OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Casas del Quinto Sol	Chaparral Wastewater System	Dona Ana Wastewater System	Home Choice Development
Reconciliation of Operating Income (Loss) to Net Cash Provided By (Used For)				
Operating Activities:				
Operating income (loss)	(\$2,054)	\$5,350	(\$58,565)	(\$31,975)
Adjustments to Reconcile Operating Income to Net Cash Provided By (Used For)				
Operating Activities:				
Depreciation	0	0	70,828	4,510
Effect of Increases and Decreases in Current Assets and Liabilities:				
Decrease (Increase) in:				
Receivables	0	0	(18,783)	0
Increase (Decrease) in:				
Accounts payable	(682)	0	(7,744)	1,030
Deferred revenue	0	0	0	0
Other	0	0	0	0
Net cash provided by (used for) operating activities	(\$2,736)	\$5,350	(\$14,264)	(\$26,435)
Reconciliation of Total Cash and Cash Equivalents:				
Cash and cash equivalents on balance sheet	\$0	\$5,350	\$8,838	\$962,764

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENTS OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	La Union Wastewater System	Las Palmeras Montana Vista Wastewater	NMED County Utilities	Rincon Wastewater System
CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash received from user charges	\$99,838	\$0	\$0	\$39,470
Cash payments to employees for services	(36,110)	0	0	(20,572)
Cash payments for suppliers	(39,095)	0	0	(19,268)
<i>Net cash provided by (used for) operating activities</i>	24,633	0	0	(370)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Temporary loan paid - general fund	0	0	(204,498)	0
Operating transfers (out)	(10,000)	(431)	67,000	(5,000)
<i>Net cash provided by (used for) noncapital financing activities</i>	(10,000)	(431)	(137,498)	(5,000)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Acquisition of capital assets	0	0	(374,482)	0
Capital contributed by (to) other funds	0	0	0	0
Proceeds from sale of assets	0	0	0	0
Proceeds from debt	0	0	406,588	0
Proceeds pending	0	0	424,274	0
Due to HACLC	0	0	0	0
Grant revenue	0	0	0	0
Utility Deposits	0	0	0	0
Due from sale of assets	0	0	0	0
<i>Net cash provided by (used for) capital and related financing activities</i>	0	0	456,380	0
CASH FLOWS FROM INVESTING ACTIVITIES:				
Purchase of Certificate of Deposit	0	0	0	0
Interest and dividends on investments	3,096	0	16,282	2,477
<i>Net cash provided by (used for) investing activities</i>	3,096	0	16,282	2,477
<i>Net increase (decrease) in cash and cash equivalents</i>	17,729	(431)	335,164	(2,893)
Cash and cash equivalents at beginning of year	80,967	431	0	64,897
<i>Cash and cash equivalents at end of year</i>	\$98,696	\$0	\$335,164	\$62,004

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENTS OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	La Union Wastewater System	Las Palmeras Montana Vista Wastewater	NMED County Utilities	Rincon Wastewater System
Reconciliation of Operating Income (Loss) to Net Cash Provided By (Used For)				
Operating Activities:				
Operating income (loss)	(\$61,086)	\$0	(\$95,269)	(\$35,190)
Adjustments to Reconcile Operating Income to Net Cash Provided By (Used For)				
Operating Activities:				
Depreciation	82,373	0	95,269	33,267
Effect of Increases and Decreases in Current Assets and Liabilities:				
Decrease (Increase) in:				
Receivables	(1,015)	0	0	(232)
Increase (Decrease) in:				
Accounts payable	933	0	0	17
Deferred revenue		0	0	0
Other	3,428	0	0	1,768
<i>Net cash provided by (used for) operating activities</i>	\$24,633	\$0	\$0	(\$370)
Reconciliation of Total Cash and Cash Equivalents:				
Cash and cash equivalents on balance sheet	\$98,696	\$0	\$335,164	\$62,004

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENTS OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Salem/Ogas Wastewater System	Talavera Water System	Villa Sereno Low Income Housing Project	Total Nonmajor Enterprise Funds
CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash received from user charges	\$67,798	\$0	\$18,693	\$308,279
Cash payments to employees for services	(21,339)	0	(28,855)	(131,047)
Cash payments for suppliers	(42,854)	0	(18,222)	(215,833)
<i>Net cash provided by (used for) operating activities</i>	3,605	0	(28,384)	(38,601)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Temporary loan paid - general fund	0	0	0	(204,498)
Operating transfers (out)	(3,900)	(824)	2,963	75,301
<i>Net cash provided by (used for) noncapital financing activities</i>	(3,900)	(824)	2,963	(129,197)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Acquisition of capital assets	0	0	0	(1,213,209)
Capital contributed by (to) other funds	0	0	0	378,992
Proceeds from sale of assets	0	0	0	315,052
Proceeds from debt	0	0	0	406,588
Proceeds pending	0	0	0	424,274
Due to HACLC	0	0	0	(89,720)
Grant revenue	0	0	35,781	547,868
Utility Deposits	0	0	0	(17,450)
Due from sale of assets	0	0	0	67,669
<i>Net cash provided by (used for) capital and related financing activities</i>	0	0	35,781	820,064
CASH FLOWS FROM INVESTING ACTIVITIES:				
Purchase of Certificate of Deposit	0	0	0	(49,616)
Interest and dividends on investments	1,857	0	6,094	47,842
<i>Net cash provided by (used for) investing activities</i>	1,857	0	6,094	(1,774)
<i>Net increase (decrease) in cash and cash equivalents</i>	1,562	(824)	16,454	650,492
Cash and cash equivalents at beginning of year	55,578	824	248,658	1,144,576
<i>Cash and cash equivalents at end of year</i>	\$57,140	\$0	\$265,112	\$1,795,068

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENTS OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Salem/Ogas Wastewater System	Talavera Water System	Villa Sereno Low Income Housing Project	Total Nonmajor Enterprise Funds
Reconciliation of Operating Income (Loss) to Net Cash Provided By (Used For)				
Operating Activities:				
Operating income (loss)	(\$75,655)	\$0	(\$46,303)	(\$400,747)
Adjustments to Reconcile Operating Income to Net Cash Provided By (Used For)				
Operating Activities:				
Depreciation	79,999	0	18,162	384,408
Effect of Increases and Decreases in Current Assets and Liabilities:				
Decrease (Increase) in:				
Receivables	431	0	205	(19,394)
Increase (Decrease) in:				
Accounts payable	(1,386)	0	(3,915)	(11,747)
Deferred revenue	0	0	0	0
Other	216	0	3,467	8,879
<i>Net cash provided by (used for) operating activities</i>	\$3,605	\$0	(\$28,384)	(\$38,601)
Reconciliation of Total Cash and Cash Equivalents:				
Cash and cash equivalents on balance sheet	\$57,140	\$0	\$265,112	\$1,795,068

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
BORDER WASTEWATER
ENTERPRISE FUNDS
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
OPERATING REVENUES				
Fees and services	\$67,000	\$67,000	\$65,904	(\$1,096)
<i>Total operating revenues</i>	67,000	67,000	65,904	(1,096)
OPERATING EXPENDITURES				
Personnel	24,059	17,861	3,428	14,433
Operating	43,600	49,798	40,092	9,706
Capital outlay	0	0	0	0
Debt service	0	0	0	0
<i>Total operating expenditures</i>	67,659	67,659	43,520	24,139
<i>Operating income (loss)</i>	(659)	(659)	22,384	23,043
Non-Operating Revenues (Expenditures):				
Transfers out	0	0	0	0
Transfers in	0	0	0	0
Investment earnings	560	560	3,844	3,284
Other	0	0	0	0
<i>Total non-operating revenues (expenditures)</i>	560	560	3,844	3,284
<i>Net income after non-operating revenues (expenditures)</i>	(99)	(99)	26,228	26,327
Budgeted cash carryover	99	99	99	0
	\$0	\$0	\$26,327	\$26,327

Budgetary - GAAP Reporting Reconciliation:

Net income after non-operating revenues (expenditures)	\$26,228
Adjustments for revenue accruals	37,316
Adjustments for expenditures accruals	(166,729)
Change in net assets (GAAP Basis)	(\$103,185)

The Notes to Financial Statements are and integral part of these statements.

DONA ANA COUNTY
BORDER WATER SYSTEM
ENTERPRISE FUNDS
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
OPERATING REVENUES				
Fees and services	\$130,000	\$155,030	\$100,934	(\$54,096)
<i>Total operating revenues</i>	130,000	155,030	100,934	(54,096)
OPERATING EXPENDITURES				
Personnel	22,444	22,444	13,104	9,340
Operating	52,350	77,380	77,448	(68)
<i>Total operating expenditures</i>	74,794	99,824	90,552	9,272
<i>Operating income (loss)</i>	55,206	55,206	10,382	(44,824)
Non-Operating Revenues (Expenditures):				
Transfers out	0	0	0	0
Transfers in	0	0	0	0
Investment earnings	3,145	3,145	9,530	6,385
<i>Total non-operating revenues (expenditures)</i>	3,145	3,145	9,530	6,385
<i>Net income after non-operating revenues (expenditures)</i>	\$58,351	\$58,351	\$19,912	(\$38,439)

Budgetary - GAAP Reporting Reconciliation:

Net income after non-operating revenues (expenditures)	\$19,912
Adjustments for revenue accruals	14,072
Adjustments for expenditures accruals	(129,929)
Change in net assets (GAAP Basis)	(\$95,945)

The Notes to Financial Statements are and integral part of these statements.

DONA ANA COUNTY
CASAS DEL QUINTO SOL
ENTERPRISE FUNDS
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
OPERATING REVENUES				
Intergovernmental	\$0	\$0	\$882,047	\$882,047
<i>Total operating revenues</i>	0	0	882,047	882,047
OPERATING EXPENDITURES				
Personnel	0	0	0	0
Operating	0	0	2,054	(2,054)
Capital outlay	0	0	0	0
Debt service	0	0	0	0
<i>Total operating expenditures</i>	0	0	2,054	(2,054)
<i>Operating income (loss)</i>	0	0	879,993	879,993
Non-Operating Revenues (Expenditures):				
Transfers out	0	0	0	0
Transfers in	0	0	0	0
Investment earnings	0	0	0	0
Other	0	0	0	0
<i>Total non-operating revenues (expenditures)</i>	0	0	0	0
<i>Net income after non-operating revenues (expenditures)</i>	\$0	\$0	\$879,993	\$879,993

Budgetary - GAAP Reporting Reconciliation:

Net income after non-operating revenues (expenditures)	\$879,993
Adjustments for revenue accruals	0
Adjustments for expenditures accruals	0
Change in net assets (GAAP Basis)	\$879,993

The Notes to Financial Statements are and integral part of these statements.

DONA ANA COUNTY
CHAPARRAL WASTEWATER SYSTEM
ENTERPRISE FUNDS
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
OPERATING REVENUES				
Fees and services	\$0	\$0	\$5,250	\$5,250
<i>Total operating revenues</i>	0	0	5,250	5,250
OPERATING EXPENDITURES				
Personnel	0	0	0	0
Operating	0	0	0	0
<i>Total operating expenditures</i>	0	0	0	0
<i>Operating income (loss)</i>	0	0	5,250	5,250
Non-Operating Revenues (Expenditures):				
Transfers out	0	0	0	0
Transfers in	0	0	0	0
Investment earnings	0	0	0	0
<i>Total non-operating revenues (expenditures)</i>	0	0	0	0
<i>Net income after non-operating revenues (expenditures)</i>	\$0	\$0	\$5,250	\$5,250

Budgetary - GAAP Reporting Reconciliation:

Net income after non-operating revenues (expenditures)	\$5,250
Adjustments for revenue accruals	0
Adjustments for expenditures accruals	0
Change in net assets (GAAP Basis)	\$5,250

The Notes to Financial Statements are and integral part of these statements.

DONA ANA COUNTY
DONA ANA WASTEWATER SYSTEM
ENTERPRISE FUNDS
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
OPERATING REVENUES				
Fees and services	\$79,200	\$79,200	\$77,131	(\$2,069)
<i>Total operating revenues</i>	79,200	79,200	77,131	(2,069)
OPERATING EXPENDITURES				
Personnel	0	0	0	0
Operating	97,000	97,000	91,395	5,605
Capital outlay	0	0	0	0
Debt service	0	0	0	0
<i>Total operating expenditures</i>	97,000	97,000	91,395	5,605
<i>Operating income (loss)</i>	(17,800)	(17,800)	(14,264)	3,536
Non-Operating Revenues (Expenditures):				
Transfers out	0	0	0	0
Transfers in	15,534	15,534	15,534	0
Investment earnings	100	100	470	370
Other	0	0	0	0
<i>Total non-operating revenues (expenditures)</i>	15,634	15,634	16,004	370
<i>Net income after non-operating revenues (expenditures)</i>	(2,166)	(2,166)	1,740	3,906
Budgeted cash carryover	2,166	2,166	2,166	0
	\$0	\$0	\$3,906	\$3,906

Budgetary - GAAP Reporting Reconciliation:

Net income after non-operating revenues (expenditures)	\$1,740
Adjustments for revenue accruals	18,782
Adjustments for expenditures accruals	(63,083)
Change in net assets (GAAP Basis)	(\$42,561)

The Notes to Financial Statements are and integral part of these statements.

DONA ANA COUNTY
HOME CHOICE DEVELOPMENT
ENTERPRISE FUNDS
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
OPERATING REVENUES				
Home sales	\$134,250	\$134,250	\$69,756	(\$64,494)
<i>Total operating revenues</i>	134,250	134,250	69,756	(64,494)
OPERATING EXPENDITURES				
Personnel	22,173	22,173	24,171	(1,998)
Operating	4,571	4,571	3,294	1,277
Capital outlay	0	0	0	0
Debt service	0	0	0	0
<i>Total operating expenditures</i>	26,744	26,744	27,465	(721)
<i>Operating income (loss)</i>	107,506	107,506	42,291	(65,215)
Non-Operating Revenues (Expenditures):				
Transfers out	0	0	0	0
Transfers in	0	0	104,520	104,520
Investment earnings	24,125	24,125	17,566	(6,559)
Other	0	0	0	0
<i>Total non-operating revenues (expenditures)</i>	24,125	24,125	122,086	97,961
<i>Net income after non-operating revenues (expenditures)</i>	\$131,631	\$131,631	\$164,377	\$32,746

Budgetary - GAAP Reporting Reconciliation:

Net income after non-operating revenues (expenditures)	\$164,377
Adjustments for revenue accruals	0
Adjustments for expenditures accruals	(4,509)
Change in net assets (GAAP Basis)	\$159,868

The Notes to Financial Statements are and integral part of these statements.

DONA ANA COUNTY
LA UNION WASTEWATER
ENTERPRISE FUNDS
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
OPERATING REVENUES				
Fees and services	\$57,928	\$57,928	\$100,853	\$42,925
<i>Total operating revenues</i>	57,928	57,928	100,853	42,925
OPERATING EXPENDITURES				
Personnel	16,349	39,339	36,110	3,229
Operating	50,600	36,462	39,293	(2,831)
Capital outlay	0	0	0	0
Debt service	0	0	0	0
<i>Total operating expenditures</i>	66,949	75,801	75,403	398
<i>Operating income (loss)</i>	(9,021)	(17,873)	25,450	43,323
Non-Operating Revenues (Expenditures):				
Transfers out	(10,000)	(10,000)	(10,000)	0
Transfers in	0	0	0	0
Investment earnings	2,295	2,295	3,096	801
Other	0	0	0	0
<i>Total non-operating revenues (expenditures)</i>	(7,705)	(7,705)	(6,904)	801
<i>Net income after non-operating revenues (expenditures)</i>	(16,726)	(25,578)	18,546	44,124
Budgeted cash carryover	16,726	25,578	25,578	0
	\$0	\$0	\$44,124	\$44,124

Budgetary - GAAP Reporting Reconciliation:

Net income after non-operating revenues (expenditures)	\$18,546
Adjustments for revenue accruals and capital transfers	0
Adjustments for expenditures accruals	(86,536)
Change in net assets (GAAP Basis)	(\$67,990)

The Notes to Financial Statements are and integral part of these statements.

DONA ANA COUNTY
LAS PALMERAS/MONTANA VISTA WW
ENTERPRISE FUNDS
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
OPERATING REVENUES				
Fees and services	\$0	\$0	\$0	\$0
<i>Total operating revenues</i>	0	0	0	0
OPERATING EXPENDITURES				
Personnel	0	0	0	0
Operating	0	0	0	0
Capital outlay	0	0	0	0
Debt service	0	0	0	0
<i>Total operating expenditures</i>	0	0	0	0
<i>Operating income (loss)</i>	0	0	0	0
Non-Operating Revenues (Expenditures):				
Transfers out	(431)	(431)	(431)	0
Transfers in	0	0	0	0
Investment earnings	0	0	0	0
Other	0	0	0	0
<i>Total non-operating revenues (expenditures)</i>	(431)	(431)	(431)	0
<i>Net income after non-operating revenues (expenditures)</i>	(431)	(431)	(431)	0
Budgeted cash carryover	431	431	431	0
	\$0	\$0	\$0	\$0

Budgetary - GAAP Reporting Reconciliation:

Net income after non-operating revenues (expenditures)	(\$431)
Adjustments for revenue accruals and capital transfers	0
Adjustments for expenditures accruals	(13,368)
Change in net assets (GAAP Basis)	(\$13,799)

The Notes to Financial Statements are and integral part of these statements.

DONA ANA COUNTY
NMED COUNTY UTILITIES
ENTERPRISE FUNDS
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
OPERATING REVENUES				
Grants	\$1,500,000	\$1,500,000	\$0	(\$1,500,000)
<i>Total operating revenues</i>	1,500,000	1,500,000	0	(1,500,000)
OPERATING EXPENDITURES				
Personnel	0	0	0	0
Operating	0	0	0	0
Capital outlay	1,500,000	1,500,000	364,613	1,135,387
<i>Total operating expenditures</i>	1,500,000	1,500,000	364,613	1,135,387
<i>Operating income (loss)</i>	0	0	(364,613)	(364,613)
Non-Operating Revenues (Expenditures):				
Transfers out	0	0	0	0
Transfers in	67,000	67,000	67,000	0
Investment earnings	0	0	16,282	16,282
Loan Proceeds	0	0	406,588	406,588
<i>Total non-operating revenues (expenditures)</i>	67,000	67,000	489,870	422,870
<i>Net income after non-operating revenues (expenditures)</i>	\$67,000	\$67,000	\$125,257	\$58,257

Budgetary - GAAP Reporting Reconciliation:

Net income after non-operating revenues (expenditures)	\$125,257
Adjustments for revenue accruals	(406,588)
Adjustments for expenditures accruals	269,344
Change in net assets (GAAP Basis)	(\$11,987)

The Notes to Financial Statements are and integral part of these statements.

DONA ANA COUNTY
RINCON WASTEWATER
ENTERPRISE FUNDS
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
OPERATING REVENUES				
Fees and services	\$42,185	\$42,185	\$39,702	(\$2,483)
<i>Total operating revenues</i>	42,185	42,185	39,702	(2,483)
OPERATING EXPENDITURES				
Personnel	25,798	24,998	20,572	4,426
Operating	18,154	18,954	19,313	(359)
Capital outlay	0	0	0	0
Debt service	0	0	0	0
<i>Total operating expenditures</i>	43,952	43,952	39,885	4,067
<i>Operating income (loss)</i>	(1,767)	(1,767)	(183)	1,584
Non-Operating Revenues (Expenditures):				
Transfers out	(5,000)	(5,000)	(5,000)	0
Transfers in	0	0	0	0
Investment earnings	519	519	2,477	1,958
Other	0	0	0	0
<i>Total non-operating revenues (expenditures)</i>	(4,481)	(4,481)	(2,523)	1,958
<i>Net income after non-operating revenues (expenditures)</i>	(6,248)	(6,248)	(2,706)	3,542
Budgeted cash carryover	6,248	6,248	6,248	0
	\$0	\$0	\$3,542	\$3,542

Budgetary - GAAP Reporting Reconciliation:

Net income after non-operating revenues (expenditures)	(\$2,706)
Adjustments for revenue accruals	0
Adjustments for expenditures accruals	(35,007)
Change in net assets (GAAP Basis)	(\$37,713)

The Notes to Financial Statements are and integral part of these statements.

DONA ANA COUNTY
SALEM/OGAS WASTEWATER
ENTERPRISE FUNDS
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
OPERATING REVENUES				
Fees and services	\$58,800	\$58,800	\$67,367	\$8,567
<i>Total operating revenues</i>	58,800	58,800	67,367	8,567
OPERATING EXPENDITURES				
Personnel	18,675	23,331	21,340	1,991
Operating	39,325	44,325	42,818	1,507
Capital outlay	0			0
Debt service	0	0	0	0
<i>Total operating expenditures</i>	58,000	67,656	64,158	3,498
<i>Operating income (loss)</i>	800	(8,856)	3,209	12,065
Non-Operating Revenues (Expenditures):				
Transfers out	(4,000)	(4,000)	(4,000)	0
Transfers in	0	0	0	0
Investment earnings	995	995	1,857	862
<i>Total non-operating revenues (expenditures)</i>	(3,005)	(3,005)	(2,143)	862
<i>Net income after non-operating revenues (expenditures)</i>	(2,205)	(11,861)	1,066	12,927
Budgeted cash carryover	2,205	11,861	11,861	0
	\$0	\$0	\$12,927	\$12,927

Budgetary - GAAP Reporting Reconciliation:

Net income after non-operating revenues (expenditures)	\$1,066
Adjustments for revenue accruals	0
Adjustments for expenditures accruals	(78,864)
Change in net assets (GAAP Basis)	(\$77,798)

The Notes to Financial Statements are and integral part of these statements.

DONA ANA COUNTY
SOUTH CENTRAL WASTEWATER
ENTERPRISE FUNDS
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
OPERATING REVENUES				
Fees and services	\$575,500	\$598,115	\$674,456	\$76,341
<i>Total operating revenues</i>	575,500	598,115	674,456	76,341
OPERATING EXPENDITURES				
Personnel	291,217	291,217	285,422	5,795
Operating	262,996	315,913	327,752	(11,839)
Capital outlay	854,000	836,698	459,486	377,212
Debt service	0	0	0	0
<i>Total operating expenditures</i>	1,408,213	1,443,828	1,072,660	371,168
<i>Operating income (loss)</i>	(832,713)	(845,713)	(398,204)	447,509
Non-Operating Revenues (Expenditures):				
Transfers out	(53,877)	(48,000)	(48,000)	0
Transfers in	805,877	800,000	800,000	0
Investment earnings	9,000	22,000	34,759	12,759
Other	0	0	0	0
<i>Total non-operating revenues (expenditures)</i>	761,000	774,000	786,759	12,759
<i>Net income after non-operating revenues (expenditures)</i>	(71,713)	(71,713)	388,555	460,268
Budgeted cash carryover	71,713	71,713	71,713	0
	\$0	\$0	\$460,268	\$460,268

Budgetary - GAAP Reporting Reconciliation:

Net income after non-operating revenues (expenditures)	\$388,555
Adjustments for revenue accruals	0
Adjustments for expenditures accruals	(48,778)
Change in net assets (GAAP Basis)	\$339,777

The Notes to Financial Statements are and integral part of these statements.

DONA ANA COUNTY
TALAVERA WATER SYSTEM
ENTERPRISE FUNDS
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
OPERATING REVENUES				
Fees and services	\$0	\$0	\$0	\$0
<i>Total operating revenues</i>	0	0	0	0
OPERATING EXPENDITURES				
Personnel	0	0	0	0
Operating	0	0	0	0
Capital outlay	0	0	0	0
Debt service	0	0	0	0
<i>Total operating expenditures</i>	0	0	0	0
<i>Operating income (loss)</i>	0	0	0	0
Non-Operating Revenues (Expenditures):				
Transfers out	(824)	(824)	(824)	0
Transfers in	0	0	0	0
Investment earnings	0	0	0	0
Other	0	0	0	0
<i>Total non-operating revenues (expenditures)</i>	(824)	(824)	(824)	0
<i>Net income after non-operating revenues (expenditures)</i>	(824)	(824)	(824)	0
Budgeted cash carryover	824	824	824	0
	\$0	\$0	\$0	\$0

Budgetary - GAAP Reporting Reconciliation:

Net income after non-operating revenues (expenditures)	(\$824)
Adjustments for revenue accruals and capital transfers	0
Adjustments for expenditures accruals	0
Change in net assets (GAAP Basis)	(\$824)

The Notes to Financial Statements are and integral part of these statements.

DONA ANA COUNTY
VILLA SERENO - LOW INCOME HOUSING PROJECT
ENTERPRISE FUNDS
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
OPERATING REVENUES				
Fees and services	\$21,000	\$21,000	\$18,799	(\$2,201)
<i>Total operating revenues</i>	21,000	21,000	18,799	(2,201)
OPERATING EXPENDITURES				
Personnel	23,278	23,278	28,855	(5,577)
Operating	12,737	12,737	17,774	(5,037)
Capital outlay	0	0	0	0
Debt service	0	0	0	0
<i>Total operating expenditures</i>	36,015	36,015	46,629	(10,614)
<i>Operating income (loss)</i>	(15,015)	(15,015)	(27,830)	(12,815)
Non-Operating Revenues (Expenditures):				
Transfers out	0	0	(104,520)	(104,520)
Transfers in	0	0	12,922	12,922
Investment earnings	8,650	8,650	6,094	(2,556)
Other	35,472	35,472	35,472	0
<i>Total non-operating revenues (expenditures)</i>	44,122	44,122	(50,032)	(94,154)
<i>Net income after non-operating revenues (expenditures)</i>	29,107	29,107	(77,862)	(106,969)
Budgeted cash carryover	0	77,862	77,862	0
	\$29,107	\$106,969	\$0	(\$106,969)

Budgetary - GAAP Reporting Reconciliation:

Net income after non-operating revenues (expenditures)	(\$77,862)
Adjustments for revenue accruals	1
Adjustments for expenditures accruals	(18,162)
Change in net assets (GAAP Basis)	(\$96,023)

The Notes to Financial Statements are and integral part of these statements.

DONA ANA COUNTY
FLEET
INTERNAL SERVICE FUND
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET (NON-GAAP BASIS) AND ACTUAL (CASH BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Approved Budget	Final Approved Budget	Actual	Favorable (Unfavorable) Variance
OPERATING REVENUES				
Fees and services	\$2,278,591	\$2,278,591	\$2,333,043	\$54,452
<i>Total operating revenues</i>	2,278,591	2,278,591	2,333,043	54,452
OPERATING EXPENDITURES				
Personnel	631,031	631,031	598,498	32,533
Operating	1,587,560	2,387,560	2,068,094	319,466
Capital outlay	60,000	60,000	49,137	10,863
<i>Total operating expenditures</i>	2,278,591	3,078,591	2,715,729	362,862
<i>Operating income (loss)</i>	0	(800,000)	(382,686)	417,314
Non-Operating Revenues (Expenditures):				
Transfers out	0	0	0	0
Transfers in	500,000	650,000	650,000	0
Investment earnings	0	0	0	0
Other	0	0	0	0
<i>Total non-operating revenues (expenditures)</i>	500,000	650,000	650,000	0
<i>Net income after non-operating revenues (expenditures)</i>	500,000	(150,000)	267,314	417,314
Budgeted cash carryover	0	150,000	0	(150,000)
	\$500,000	\$0	\$267,314	\$267,314

Budgetary - GAAP Reporting Reconciliation:

Net income after non-operating revenues (expenditures)	\$267,314
Adjustments for revenue accruals	0
Adjustments for expenditures accruals	(32,088)
Change in net assets (GAAP Basis)	\$235,226

The Notes to Financial Statements are and integral part of these statements.

OTHER SUPPLEMENTARY INFORMATION

DONA ANA COUNTY
ALL AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Balance July 1, 2007	Additions	Deductions	Balance June 30, 2008
COST TO STATE/TREASURER				
Assets				
Cash and cash equivalents	\$325	\$5,325	\$5,150	\$500
Liabilities				
Due to others	\$325	\$5,325	\$5,150	\$500
INMATE WELFARE FUND				
Assets				
Cash and cash equivalents	\$109,264	\$128,022	\$102,959	\$134,327
Liabilities				
Due to others	\$109,264	\$128,022	\$102,959	\$134,327
INMATE TRUST FUND				
Assets				
Cash and cash equivalents	\$38,701	\$1,286,640	\$1,270,824	\$54,517
Liabilities				
Due to others	\$38,701	\$1,286,640	\$1,270,824	\$54,517
CHILDREN'S TRUST FUND				
Assets				
Cash and cash equivalents	\$2,130	\$21,000	\$21,165	\$1,965
Liabilities				
Due to others	\$2,130	\$21,000	\$21,165	\$1,965
CDBG LOAN FUND				
Assets				
Cash and cash equivalents	(\$18,347)	\$18,347	\$0	\$0
Other receivables	121,117	0	51,257	69,860
<i>Total assets</i>	\$102,770	\$18,347	\$51,257	\$69,860
Liabilities				
Notes payable	\$102,770	\$0	\$32,910	\$69,860

DONA ANA COUNTY
ALL AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Balance July 1, 2007	Additions	Deductions	Balance June 30, 2008
FILLMORE SPECIAL ASSESSMENT				
Assets				
Cash and cash equivalents	\$0	\$8,861	\$8,861	\$0
Liabilities				
Due to others	\$0	\$8,861	\$8,861	\$0
PROPERTY TAX FUND				
Assets				
Cash and cash equivalents	\$1,093,773	\$110,472,562	\$110,073,647	\$1,492,688
Taxes receivable, net	4,553,578	5,172,247	4,553,586	5,172,239
<i>Total assets</i>	<i>\$5,647,351</i>	<i>\$115,644,809</i>	<i>\$114,627,233</i>	<i>\$6,664,927</i>
Liabilities				
Accounts payable	\$280	\$55,708,627	\$55,704,228	\$4,679
Taxes paid in advance	335,265	785,538	654,921	465,882
Taxes in suspense	434,891	23,204,208	23,150,149	488,950
Due to others	869,567	1,292,126	869,567	1,292,126
Deferred revenue	4,007,348	4,413,290	4,007,348	4,413,290
<i>Total liabilities</i>	<i>\$5,647,351</i>	<i>\$85,403,789</i>	<i>\$84,386,213</i>	<i>\$6,664,927</i>
AIRPORT ROAD - SPECIAL ASSESSMENT - 2001A				
Assets				
Cash and cash equivalents	\$0	\$244,569	\$244,569	\$0
Liabilities				
Due to others	\$0	\$244,569	\$244,569	\$0
BORDER PARK - SPECIAL ASSESSMENT 2001B				
Assets				
Cash and cash equivalents	\$0	\$635,866	\$635,866	\$0
Liabilities				
Due to others	\$0	\$635,866	\$635,866	\$0

DONA ANA COUNTY
ALL AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Balance July 1, 2007	Additions	Deductions	Balance June 30, 2008
TOTALS - ALL AGENCY FUNDS				
Assets				
Cash and cash equivalents	\$1,225,846	\$112,821,192	\$112,363,041	\$1,683,997
Taxes receivable	4,553,578	5,172,247	4,553,586	5,172,239
Other receivables	121,117	0	51,257	69,860
<i>Total assets</i>	<u>\$5,900,541</u>	<u>\$117,993,439</u>	<u>\$116,967,884</u>	<u>\$6,926,096</u>
Liabilities				
Accounts payable	\$280	\$55,708,627	\$55,704,228	\$4,679
Taxes paid in advance	335,265	785,538	654,921	465,882
Taxes in suspense	434,891	23,204,208	23,150,149	488,950
Due to others	1,019,987	3,622,409	3,158,961	1,483,435
Notes payable	102,770	0	32,910	69,860
Deferred revenue	4,007,348	4,413,290	4,007,348	4,413,290
<i>Total liabilities</i>	<u>\$5,900,541</u>	<u>\$87,734,072</u>	<u>\$86,708,517</u>	<u>\$6,926,096</u>

DONA ANA COUNTY
SCHEDULE OF RECONCILIATION OF PROPERTY TAXES
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

Reconciliation of Property Taxes Receivable

Taxes receivable, beginning of year	\$8,158,455
2007 Allowance added back	121,198
2007 Property tax assessment	87,256,340
Tax roll corrections and adjustments, net	(588,515)
	94,947,478
Less Taxes Collected:	
Current	82,858,571
Delinquent	2,320,458
Taxes collected in advance applied to current year	570,694
	85,749,723
<i>Total taxes collected</i>	<i>85,749,723</i>
Total taxes to be collected	9,197,755
Allowance for uncollected taxes	(138,583)
	(138,583)
<i>Taxes receivable, end of year (net of allowance)</i>	<i>\$9,059,172</i>

Property Taxes Receivable by Years:

2007	\$4,571,497
2006	1,793,451
2005	677,149
2004	445,679
2003	380,381
2002	254,843
2001	197,041
2000	149,511
1999	163,140
1998	565,063
	9,197,755
<i>Total taxes receivable</i>	<i>9,197,755</i>
Allowance for uncollected taxes	(138,583)
	(138,583)
<i>Taxes receivable, end of year, net of allowance</i>	<i>\$9,059,172</i>

The Notes to Financial Statements are an integral part of these statements.

DONA ANA COUNTY
COUNTY TREASURER'S PROPERTY TAX SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2008

Agency		Property Taxes Levied	Collected in Current Year	Collected To-Date	Distributed in Current Year	Distributed To-Date	Allowance	County Receivable at Year-End
DOÑA ANA COUNTY:								
General Ad Valorem	2007	\$27,787,908	\$27,249,233	\$27,249,233	\$26,985,711	\$27,249,233	\$8,131	\$530,544
General Ad Valorem	2006	25,272,541	824,725	24,782,664	959,279	24,782,664	7,359	482,518
General Ad Valorem	2005	21,941,886	233,008	21,516,539	214,037	21,516,539	6,420	418,927
General Ad Valorem	2004	20,110,293	41,429	19,720,452	95,195	19,720,452	5,884	383,957
General Ad Valorem	2003	18,631,651	29,635	18,270,475	26,476	18,270,475	5,450	355,726
General Ad Valorem	2002	17,649,145	8,617	17,307,017	6,977	17,307,017	5,160	336,968
General Ad Valorem	2001	16,432,673	4,569	16,114,123	4,845	16,114,123	4,808	313,742
General Ad Valorem	2000	15,521,968	1,932	15,221,072	2,030	15,221,072	4,542	296,354
General Ad Valorem	1999	14,434,739	664	14,154,919	758	14,154,919	4,224	275,596
General Ad Valorem	1998	13,766,296	395	13,499,500	555	13,499,434	3,967	262,829
Total General AD Valorem		191,549,100	28,394,207	187,835,994	28,295,863	187,835,928	55,945	3,657,161
Non-Rendition Penalty	2007	50,143	49,171	49,171	48,557	49,171	15	957
Non-Rendition Penalty	2006	99,903	10,670	97,967	11,531	97,967	29	1,907
Non-Rendition Penalty	2005	119,061	5,476	116,753	5,707	116,753	35	2,273
Non-Rendition Penalty	2004	119,218	2,034	116,907	2,149	116,907	35	2,276
Non-Rendition Penalty	2003	138,171	1,403	135,494	1,421	135,494	40	2,638
Non-Rendition Penalty	2002	137,570	888	134,903	889	134,903	40	2,627
Non-Rendition Penalty	2001	132,911	508	130,334	497	130,334	39	2,538
Non-Rendition Penalty	2000	106,827	276	104,756	264	104,756	31	2,040
Non-Rendition Penalty	1999	90,741	149	88,981	138	88,981	27	1,732
Non-Rendition Penalty	1998	75,470	83	74,007	83	74,007	22	1,441
Total Non-Rendition Penalty		1,070,015	70,658	1,049,273	71,236	1,049,273	313	20,429
County Debt Service	2007	498,810	494,481	494,481	489,709	484,481	65	4,264
County Debt Service	2006	534,981	17,311	530,339	19,925	530,339	70	4,572
County Debt Service	2005	533,030	6,007	528,405	5,476	528,405	70	4,555
County Debt Service	2004	429,629	1,047	425,901	2,308	425,901	56	3,672
County Debt Service	2003	676,939	617	671,066	570	671,066	88	5,785
County Debt Service	2002	636,691	320	631,167	275	631,167	83	5,441
County Debt Service	2001	600,319	178	595,111	186	595,111	78	5,130
County Debt Service	2000	610,721	81	605,422	84	605,422	80	5,219
County Debt Service	1999	616,240	35	610,892	37	610,892	81	5,267
County Debt Service	1998	624,488	22	619,055	26	619,055	82	5,351
Total County Debt Service		5,761,848	520,099	5,711,839	518,596	5,701,839	753	49,256
Administrative Fees	2007	2,801	2,757	2,757	2,623	2,757	1	43
Administrative Fees	2006	2,947	216	2,901	249	2,901	1	45
Administrative Fees	2005	4,407	70	4,338	89	4,338	1	68
Administrative Fees	2004	5,535	59	5,449	72	5,449	1	85
Administrative Fees	2003	5,438	50	5,353	50	5,353	1	84
Administrative Fees	2002	5,143	27	5,063	32	5,063	1	79
Administrative Fees	2001	5,071	26	4,992	26	4,992	1	78
Administrative Fees	2000	4,716	15	4,643	15	4,643	1	72
Administrative Fees	1999	4,119	12	4,055	12	4,055	1	63
Administrative Fees	1998	3,684	3	3,627	3	3,627	1	56
Total Administrative Fees		43,861	3,235	43,178	3,171	43,178	10	673

DONA ANA COUNTY
COUNTY TREASURER'S PROPERTY TAX SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2008

Agency		Property Taxes Levied	Collected in Current Year	Collected To-Date	Distributed in Current Year	Distributed To-Date	Allowance	County Receivable at Year-End
DOÑA ANA COUNTY (CONTINUED):								
Flood Levy	2007	1,430,626	1,408,307	1,408,307	1,392,905	1,408,307	336	21,983
Flood Levy	2006	1,306,745	51,455	1,286,359	60,257	1,286,359	307	20,079
Flood Levy	2005	1,122,074	15,110	1,104,568	14,674	1,104,568	264	17,242
Flood Levy	2004	1,095,739	2,689	1,078,644	6,065	1,078,644	258	16,837
Flood Levy	2003	1,043,934	2,469	1,027,648	2,377	1,027,648	245	16,041
Flood Levy	2002	960,606	583	945,619	603	945,619	226	14,761
Flood Levy	2001	891,198	423	877,295	418	877,295	209	13,694
Flood Levy	2000	851,444	174	838,161	187	838,161	200	13,083
Flood Levy	1999	810,398	90	797,756	102	797,756	190	12,452
Flood Levy	1998	861,798	37	848,352	79	848,352	204	13,242
Total Flood Levy		10,374,562	1,481,337	10,212,709	1,477,667	10,212,709	2,439	159,414
TOTAL DOÑA ANA COUNTY		\$208,799,386	\$30,469,536	\$204,852,993	\$30,366,533	\$204,842,927	\$59,460	\$3,886,933
MUNICIPALITIES:								
City of Las Cruces	2007	10,269,520	10,126,626	10,126,626	10,038,747	10,039,626	2,151	140,743
City of Las Cruces	2006	9,079,604	244,623	8,953,266	2,747,378	8,938,130	1,902	124,436
City of Las Cruces	2005	7,708,511	66,350	7,601,251	54,372	7,583,287	1,615	105,645
City of Las Cruces	2004	7,014,082	11,375	6,916,485	22,304	6,914,842	1,469	96,128
City of Las Cruces	2003	6,334,688	3,718	6,246,544	2,928	6,245,269	1,327	86,817
City of Las Cruces	2002	5,962,480	2,673	5,879,515	1,911	5,878,455	1,249	81,716
City of Las Cruces	2001	5,920,572	904	5,838,191	1,190	5,838,180	1,240	81,141
City of Las Cruces	2000	6,088,857	513	6,004,133	480	6,004,133	1,276	83,448
City of Las Cruces	1999	5,704,508	82	5,625,133	127	5,625,133	1,195	78,180
City of Las Cruces	1998	5,408,875	11	5,333,614	20	5,333,614	1,133	74,128
Total City of Las Cruces		69,491,697	10,456,875	68,524,758	12,869,457	68,400,669	14,557	952,382
Village of Hatch	2007	49,919	49,225	49,225	48,095	48,107	10	684
Village of Hatch	2006	49,763	2,435	49,071	2,397	48,773	10	682
Village of Hatch	2005	46,802	821	46,151	538	45,791	10	641
Village of Hatch	2004	42,970	47	42,372	199	42,338	9	589
Village of Hatch	2003	40,062	0	39,505	0	39,505	8	549
Village of Hatch	2002	37,431	0	36,910	0	36,910	8	513
Village of Hatch	2001	34,035	0	33,562	0	33,562	7	466
Village of Hatch	2000	32,238	0	31,789	0	31,789	7	442
Village of Hatch	1999	31,274	0	30,838	0	30,838	7	429
Village of Hatch	1998	30,538	0	30,113	0	30,113	6	419
Total Village of Hatch		395,032	52,528	389,536	51,229	387,726	82	5,414

DONA ANA COUNTY
COUNTY TREASURER'S PROPERTY TAX SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2008

Agency		Property Taxes Levied	Collected in Current Year	Collected To-Date	Distributed in Current Year	Distributed To-Date	Allowance	County Receivable at Year-End
MUNICIPALITIES (CONTINUED):								
Town of Mesilla	2007	52,728	51,994	51,994	51,677	51,680	11	723
Town of Mesilla	2006	49,393	2,325	48,706	2,650	48,691	10	677
Town of Mesilla	2005	43,539	181	42,933	174	42,913	9	597
Town of Mesilla	2004	42,224	56	41,636	70	41,636	9	579
Town of Mesilla	2003	38,859	1	38,318	1	38,318	8	533
Town of Mesilla	2002	37,021	1	36,506	1	36,506	8	507
Town of Mesilla	2001	35,161	2	34,672	1	34,672	7	482
Town of Mesilla	2000	33,754	1	33,284	2	33,284	7	463
Town of Mesilla	1999	31,335	0	30,899	1	30,899	7	429
Town of Mesilla	1998	31,116	0	30,683	0	30,683	7	426
Total Town of Mesilla		395,130	54,561	389,631	54,577	389,282	83	5,416
City of Sunland Park	2007	357,995	353,014	353,014	350,474	350,499	75	4,906
City of Sunland Park	2006	335,644	14,449	330,974	18,184	330,188	70	4,600
City of Sunland Park	2005	287,633	4,630	283,631	6,138	282,693	60	3,942
City of Sunland Park	2004	262,594	1,142	258,940	1,496	258,870	55	3,599
City of Sunland Park	2003	248,262	474	244,808	544	244,807	52	3,402
City of Sunland Park	2002	226,937	255	223,779	340	223,773	48	3,110
City of Sunland Park	2001	204,182	141	201,341	194	201,341	43	2,798
City of Sunland Park	2000	189,681	68	187,041	115	187,041	40	2,600
City of Sunland Park	1999	87,968	38	86,744	12	86,744	18	1,206
City of Sunland Park	1998	77,292	40	76,217	89	76,217	16	1,059
Total City of Sunland Park		2,278,188	374,251	2,246,489	377,586	2,242,173	477	31,222
TOTAL MUNICIPALITIES		\$72,560,047	\$10,938,215	\$71,550,414	\$13,352,849	\$71,419,850	\$15,199	\$994,434

DONA ANA COUNTY
COUNTY TREASURER'S PROPERTY TAX SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2008

Agency		Property Taxes Levied	Collected in Current Year	Collected To-Date	Distributed in Current Year	Distributed To-Date	Allowance	County Receivable at Year-End
SCHOOL DISTRICTS:								
Las Cruces PSD #2	2007	23,504,617	23,177,563	23,177,563	22,967,378	22,969,480	4,924	322,130
Las Cruces PSD #2	2006	20,874,705	598,956	20,584,245	669,394	20,542,191	4,373	286,087
Las Cruces PSD #2	2005	17,616,028	163,326	17,370,911	144,055	17,325,613	3,690	241,427
Las Cruces PSD #2	2004	16,511,154	27,066	16,281,410	64,671	16,277,446	3,459	226,285
Las Cruces PSD #2	2003	15,373,846	9,683	15,159,927	8,425	15,157,584	3,221	210,698
Las Cruces PSD #2	2002	15,085,439	6,430	14,875,534	4,922	14,873,741	3,160	206,745
Las Cruces PSD #2	2001	14,088,163	3,421	13,892,134	3,681	13,891,986	2,951	193,078
Las Cruces PSD #2	2000	13,343,846	1,712	13,158,174	1,632	13,158,092	2,795	182,877
Las Cruces PSD #2	1999	12,111,189	540	11,942,669	473	11,942,603	2,537	165,983
Las Cruces PSD #2	1998	11,770,610	213	11,606,798	193	11,606,798	2,496	161,316
Total Las Cruces PSD #2		160,279,597	23,988,910	158,049,365	23,864,824	157,745,534	33,606	2,196,626
Hatch Valley SD #11	2007	544,691	537,112	537,112	526,700	526,804	114	7,465
Hatch Valley SD #11	2006	706,020	27,027	696,196	26,974	692,397	148	9,676
Hatch Valley SD #11	2005	654,918	9,806	645,805	9,095	644,012	137	8,976
Hatch Valley SD #11	2004	587,625	2,066	579,449	3,982	579,175	123	8,053
Hatch Valley SD #11	2003	567,866	1,343	559,964	1,682	559,947	119	7,783
Hatch Valley SD #11	2002	510,456	169	503,353	282	503,353	107	6,996
Hatch Valley SD #11	2001	502,302	92	495,313	92	495,313	105	6,884
Hatch Valley SD #11	2000	457,768	0	451,398	0	451,398	96	6,274
Hatch Valley SD #11	1999	458,771	0	452,388	0	452,388	96	6,287
Hatch Valley SD #11	1998	453,199	0	446,893	0	446,893	95	6,211
Total Hatch Valley SD #11		5,443,616	577,615	5,367,871	568,807	5,351,680	1,140	74,605
Gadsden ISD #16	2007	9,510,252	9,377,922	9,377,922	9,271,425	9,272,490	1,992	130,338
Gadsden ISD #16	2006	9,113,559	411,989	8,986,749	514,039	8,960,967	1,909	124,901
Gadsden ISD #16	2005	8,437,244	137,405	8,319,845	133,049	8,292,422	1,767	115,632
Gadsden ISD #16	2004	8,022,629	27,896	7,910,998	53,967	7,907,797	1,681	109,950
Gadsden ISD #16	2003	6,898,834	32,505	6,802,841	30,072	6,799,395	1,445	94,548
Gadsden ISD #16	2002	6,368,696	4,922	6,280,079	5,030	6,279,842	1,334	87,283
Gadsden ISD #16	2001	6,079,258	3,092	5,994,668	3,065	5,994,367	1,274	83,316
Gadsden ISD #16	2000	5,655,796	1,179	5,577,099	1,451	5,577,079	1,185	77,512
Gadsden ISD #16	1999	5,120,121	703	5,048,877	930	5,048,853	1,073	70,171
Gadsden ISD #16	1998	4,687,121	600	4,621,871	851	4,621,871	1,013	64,237
Total Gadsden ISD #16		69,893,510	9,998,213	68,920,949	10,013,879	68,755,083	14,673	957,888
TOTAL SCHOOL DISTRICTS		\$235,616,723	\$34,564,738	\$232,338,185	\$34,447,510	\$231,852,297	\$49,419	\$3,229,119

DONA ANA COUNTY
COUNTY TREASURER'S PROPERTY TAX SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2008

Agency		Property Taxes Levied	Collected in Current Year	Collected To-Date	Distributed in Current Year	Distributed To-Date	Allowance	County Receivable at Year-End
NEW MEXICO STATE TREASURER:								
N.M. State Treasurer	2007	3,799,786	3,746,914	3,746,914	3,708,464	3,708,848	796	52,076
N.M. State Treasurer	2006	3,616,355	116,553	3,566,035	133,536	3,558,061	758	49,562
N.M. State Treasurer	2005	2,522,986	34,610	2,487,880	31,697	2,479,887	529	34,577
N.M. State Treasurer	2004	3,405,974	4,796	3,358,581	10,376	3,357,873	714	46,679
N.M. State Treasurer	2003	2,343,179	4,686	2,310,575	4,230	2,309,817	491	32,113
N.M. State Treasurer	2002	3,456,681	1,140	3,408,583	923	3,408,301	724	47,374
N.M. State Treasurer	2001	2,838,269	1,018	2,798,776	982	2,798,640	595	38,898
N.M. State Treasurer	2000	2,616,506	434	2,580,099	382	2,580,021	548	35,859
N.M. State Treasurer	1999	2,283,580	193	2,251,806	155	2,251,747	478	31,296
N.M. State Treasurer	1998	2,040,294	78	2,011,905	96	2,011,902	427	27,962
Total NM State Treasurer (Levy & Lvstk)		28,923,610	3,910,422	28,521,154	3,890,841	28,465,097	6,060	396,396
DOÑA ANA BRANCH COMMUNITY COLLEGE:								
<u>NMSU</u>								
DABCC	2007	5,867,835	5,786,188	5,786,188	5,730,345	5,730,345	1,229	80,418
DABCC	2006	5,307,808	171,110	5,233,953	197,130	5,221,934	1,112	72,743
DABCC	2005	4,595,313	116,903	4,531,371	45,404	4,518,843	963	62,979
DABCC	2004	4,225,283	8,819	4,166,491	19,535	4,165,290	885	57,907
DABCC	2003	3,899,506	5,861	3,845,246	5,374	3,844,372	817	53,443
DABCC	2002	3,706,196	1,854	3,654,627	1,580	3,654,238	776	50,793
DABCC	2001	3,473,439	1,022	3,425,108	1,069	3,425,044	728	47,603
DABCC	2000	3,294,185	458	3,248,348	474	3,248,330	690	45,147
DABCC	1999	3,013,374	181	2,971,445	195	2,971,429	631	41,298
DABCC	1998	2,883,391	104	2,843,278	130	2,843,278	604	39,509
Total DABCC - NMSU (Oper. & Debt)		40,266,330	6,092,500	39,706,055	6,001,236	39,623,103	8,435	551,840
WATERSHED DISTRICT								
McClead WD	2007	3,018	2,977	2,977	2,964	2,964	1	40
McClead WD	2006	2,879	42	2,839	32	2,839	1	39
McClead WD	2005	2,835	13	2,795	14	2,795	1	39
McClead WD	2004	2,821	0	2,781	0	2,781	1	39
McClead WD	2003	3,896	0	3,842	0	3,842	1	53
McClead WD	2002	3,324	0	3,277	0	3,277	1	46
McClead WD	2001	3,657	0	3,606	0	3,606	1	50
McClead WD	2000	3,626	0	3,575	0	3,575	1	50
McClead WD	1999	3,448	0	3,400	0	3,400	1	47
McClead WD	1998	3,445	0	3,397	0	3,397	1	47
Total McClead WD		32,949	3,032	32,489	3,010	32,476	10	450
TOTAL NMST, DABCC WATERSHED DISTRICT								
		\$69,222,889	\$10,005,954	\$68,259,698	\$9,895,087	\$68,120,676	\$14,505	\$948,686
GRAND TOTALS								
		\$586,199,045	\$85,978,443	\$577,001,290	\$88,061,979	\$576,235,750	\$138,583	\$9,059,172

DONA ANA COUNTY
SCHEDULE OF JOINT POWERS AGREEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

Participants	Responsible Party for Operations	Descriptions	Beginning and Ending dates	Total Estimated Amount of Project	Contribution 30-Jun-08	Audit Responsibility	Revenues and Expenditures Reported on:
Village of Hatch	DAC	DAC to perform building inspections within the city limits of Hatch.	May 25, 1997- Ongoing	Insignificant - absorbed by General Fund	Insignificant - absorbed by General Fund	CLC	DAC
Town of Mesilla	DAC	DAC to perform building inspections within the city limits of Mesilla.	April 3, 1997- Ongoing	Insignificant - absorbed by General Fund	Insignificant - absorbed by General Fund	CLC	DAC
DAC Flood Commissioner	DAC	DAC to provide certain services, personnel and office space.	March 13, 1990- Ongoing	Ongoing project costs vary from year to year	Insignificant - absorbed by General Fund	DAC	DAC
Las Cruces, Mesilla, Hatch, NMSU, Sunland Park, Anthony WSD, EBID	LRGWUO	Lower Rio Grande Water Users Organization for coordinated regional water planning.	October 13, 1996- Ongoing	Insignificant - absorbed by General Fund	Insignificant - absorbed by General Fund	CLC	CLC
NM Taxation & Revenue	TRD	Register taxpayers with TRD for gross receipts tax reporting purposes and to assign TRD taxpayer I.D. numbers.	July 15, 2004- Ongoing	Ongoing project costs vary from year to year	Insignificant - absorbed by General Fund	TRD	TRD
City of Las Cruces	SCSWA	Established a joint City/County Solid Waste Authority	April 1, 1993- Ongoing	Ongoing project costs vary from year to year	\$860,027	CLC	CLC Component Unit
City of Sunland Park and Dona Ana County	DAC/CSP	Zoning, subdivisions and planning and platting	February 10, 2005- 31-Jul-08	Ongoing project costs vary from year to year	Insignificant - absorbed by General Fund	DAC	DAC/CLC
City of Las Cruces	MVRDA	Mesilla Valley Regional Dispatch Authority (MVRDA)	June 13, 1995- Ongoing	Ongoing project costs vary from year to year	\$1,123,481	CLC	CLC

DONA ANA COUNTY
SCHEDULE OF JOINT POWERS AGREEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

Participants	Responsible Party for Operations	Descriptions	Beginning and Ending dates	Total Estimated Amount of Project	Contribution 30-Jun-08	Audit Responsibility	Revenues and Expenditures Reported on:
City of Las Cruces	DAC	Established a joint City/County Commission to hear subdivision and zoning matters (Extraterritorial Zoning Commission ETZ)	May 12, 1987- Ongoing	Insignificant - absorbed by General Fund	Insignificant - absorbed by General Fund	DAC	DAC
City of Las Cruces, Dona Ana County and Town of Mesilla		Metropolitan Planning Organization	December 21, 1989- Ongoing		Insignificant - absorbed by General Fund	CLC	CLC
City of Las Cruces	CLC	Metro Narcotics	June 13, 1995- Ongoing	Ongoing project costs vary from year to year	\$170,750	CLC	CLC
City of Las Cruces	CLC	Brannigan Library	August 06, 2006- June 3, 2010	Ongoing project costs vary from year to year	\$52,000	CLC	DAC

ADDITIONAL FEDERAL INFORMATION

DONA ANA COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

Federal Grantor/Program Title	Federal CFDA Number	Project Number	Award Amount	Accrued or (Deferred) Revenue at 6/30/2007	PPA	Receipts	Expenditures	Accrued or (Deferred) Revenue at 6/30/2008
U.S. Dept. of Housing and Urban Development								
Passed through State of NM:								
2002 EDI - Special Project - SNMSF	14.246	B-02-SP-NM-0439	\$1,000,000	\$231,754	\$0	(\$311,917)	\$80,163	\$0
Comm. Dev. Block Grants State's Program								
Lower Rio Grande Water System	14.219	08-C-NR-I-07-G-13	500,000	0	0	0	0	0
La Union Water System Improvement	14.219	04-C-NR-I-1-G72	400,000	(2,850)	0	0	2,850	0
Direct Funding:								
Public Housing Operating Subsidy	14.850		35,472	0	0	(35,472)	35,472	0
HUD Section 8 Tenant - Based Cluster:								
Section 8 Vouchers	14.871		2,844,015	0	0	(2,877,015)	2,877,015	0
CGP/CFP (2005)	14.872		41,667	0	0	(8,655)	8,655	0
CGP/CFP (2006)	14.872		38,475	0	0	(29,734)	29,734	0
CGP/CFP (2007)	14.872		14,627	0	0	(14,627)	14,627	0
Total U.S. Dept. of Housing and Urban Development			\$4,874,256	\$228,904	\$0	(\$3,277,420)	\$3,048,516	\$0
U.S. Environment Protection Agency (EPA)								
Surveys, Studies, Investigations								
Special Purpose Grants:								
Passed through NADbank:								
South Central WW Facility	66.610	28-52/02	\$12,517,625	(\$202,867)	\$270,553	\$0	\$0	\$67,686
			12,517,625	(202,867)	270,553	0	0	67,686
Clean Water State Revolving Loan Fund:								
Passed through NMED:								
Clean Water State Revolving Loan	66.458	143807	5,400,000	426,112	530,590	(820,994)	328,812	464,520
			5,400,000	426,112	530,590	(820,994)	328,812	464,520
Total U.S. Environment Protection Agency			\$17,917,625	\$223,245	\$801,143	(\$820,994)	\$328,812	\$532,206
Federal Aviation Administration (FAA)								
Airport Improvement Grant	20.106	3-35-0055-13	\$896,437	\$25,765	\$0	(\$25,364)	\$15,996	\$16,397
Airport Improvement Grant	20.106	3-35-0055-18	42,089	0	42,089	0	0	42,089
Airport Improvement Grant	20.106	3-35-0055-16	35,074	0	0	0	0	0
Airport Improvement Grant	20.106	3-35-0055-16	283,955	79,507	0	(173,213)	113,582	19,876
Airport Improvement Grant	20.106	3-35-0055-16	191,971	2,139	0	(2,139)	0	0
Airport Improvement Grant	20.106	3-35-0055-17	290,231	23,393	0	(234,354)	252,848	41,887
Total Federal Aviation Administration			\$1,739,757	\$130,804	\$42,089	(\$435,070)	\$382,426	\$120,249
Federal Emergency Management Assistance (FEMA)								
State Homeland Security Grant	97.067	2003-MU-T3-0047-CIP	\$390,160	\$22,390	\$0	(\$22,390)	\$0	\$0
State Homeland Security Grant	97.042	2008 EMPG-Donation	209,869	0	0	0	40,451	40,451
State Domestic Preparedness Equipment Support Program	97.004	2004-GE-T4-0005-DONA ANA	1,009,654	377,940	0	(624,266)	408,695	162,369
State Domestic Preparedness Equipment Support Program	97.004	2005-GE-T6-0012-DONA	1,669,697	460,722	0	(622,098)	161,537	161
Emergency Management Performance Grant	97.042	2006-EM-E6-0015-DONA	110,582	6,599	0	(6,599)	0	0
Emergency Management Performance Grant	97.042	2007-EM-E7-0035 EMPG	106,806	63,452	0	(102,154)	38,702	0
Hazardous Materials Training Program	97.020	DOT-2006-HMEXCPLO-10	7,000	3,173	0	(3,173)	0	0
Asst to Firefighters - Anthony	97.044	EMW-2005-FG-16482	89,212	75,704	0	(75,704)	0	0
Asst to Firefighters - Fairacres	97.044	EMW-2005-FG-16728	51,918	13,951	0	(13,951)	0	0
State & Local Homeland Sec. Ex. Pr.	97.006	EMW-2005-FG-16728	369,000	0	0	(109,293)	109,293	0
State Homeland Sec. Grant	97.067	EMW-2005-FG-16728	1,180,577	0	0	0	62,725	62,725
Asst to Firefighters - Univ. Park	97.044	EMW-2005-FG-16728	34,102	0	0	0	34,102	34,102
St. Domestic Preparad. Eq. Prog.	97.064	EMW-2005-FG-16728	373,828	0	0	0	0	0
Public Assistance Grant	97.036	FEMA-1659-DR-NM	2,563,107	(436,486)	0	(703,190)	1,198,139	58,463
Total FEMA			\$8,165,512	\$587,445	\$0	(\$2,282,818)	\$2,053,644	\$358,271

DONA ANA COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

Federal Grantor/Program Title	Federal CFDA Number	Project Number	Award Amount	Accrued or (Deferred) Revenue at 6/30/2006	PPA	Receipts	Expenditures	Accrued or (Deferred) Revenue at 6/30/2007
U.S. Department of Agriculture								
Rural Development:								
R.U.S. Chaparral WW Project	10.446	36007	\$3,810,221	\$0	\$0	(\$2,241,857)	\$2,503,005	\$261,148
Total U.S. Dept. of Agriculture			\$3,810,221	\$0	\$0	(\$2,241,857)	\$2,503,005	\$261,148
U.S. Department of Justice								
Office of Juvenile Justice & Delin. Prev. (OJJDP):								
VOCA Victim Assistance	16.575	2006 VA-GX0042	\$33,450	\$9,453	\$0	(\$9,453)	\$0	\$0
Approving Victim Services to Rural LEA's	16.575	2002VFGXK003	60,000	53,780	0	(53,780)	0	0
GREAT Grant	16.737	2007-JV-FX-0309	44,300	0	0	0	28,009	28,009
State Criminal Alien Asst. Pr.	16.606		125,862	0	0	(125,862)	125,862	0
Southwest Border Local Assistance Initiative	16.xxx	P.L. 106-553	875,268	0	0	(875,268)	875,268	0
Total U.S. Dept. of Justice			\$1,138,880	\$63,233	\$0	(\$1,064,363)	\$1,029,139	\$28,009
U.S. Department of Transportation								
Passed through NM State Highway and Transportation Department:								
Operation Buckle Down	20.600	06-OP-RF-031	\$12,100	\$795	\$0	(\$795)	\$0	\$0
FTE DWI Officer Project	20.600	05-AL-03-031	450,000	135,627	0	(125,713)	97,680	107,594
Operation DWI	20.600	06-AL-64-031	23,200	1,440	0	(1,440)	0	0
Operation Buckle Down	20.600	07-OP-RF-031	12,082	5,342	0	(7,086)	1,744	0
Operation DWI	20.600	07-AL-64-031	47,856	10,895	0	(25,556)	14,661	0
Click it or Ticket	20.600	08-OP-CT-031	7,526	0	0	0	6,539	6,539
Operation Buckle Down	20.609	08-OP-RF-031	12,078	0	0	0	4,583	4,583
Operation DWI	20.608	08-AL-64-031	32,557	0	0	(16,860)	16,860	0
STEP Grant (100 days/night)	20.609	07-PT-DS-031	30,000	0	0	(28,374)	28,374	0
Step Grant	20.600	07-PT-02-031	25,914	0	0	(10,314)	10,314	0
STEP GRANT	20.605	07-PT-63-031	30,269	23,584	0	(28,094)	3,621	(889)
Total U.S. Dept. of Transportation			\$683,582	\$177,683	\$0	(\$244,232)	\$184,376	\$117,827
Total Federal Expenditures			\$38,329,833	\$1,411,314	\$843,232	(\$10,366,754)	\$9,529,918	\$1,417,710

DONA ANA COUNTY
NOTES ON ACCOUNTING POLICIES AND PROCEDURES FOR FEDERAL AWARDS
JUNE 30, 2008

1. Special Revenue Funds are used to account for resources restricted to or designated for specific purposes by a grantor. Generally, federal and state financial assistance is accounted for in a Special Revenue Fund and unused balances are returned to the grantor at the close of specified projects periods. Although, certain capital grants for construction have been accounted for in Capital Projects Funds.
2. The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The Governmental Fund types are accounted for using a current financial resources measurement focus. All federal grant funds were accounted for in these funds. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.
3. The modified accrual basis of accounting is used for the Governmental Fund Types and Agency Funds. This basis of accounting recognizes revenues in the accounting period in which they become susceptible to accrual, i.e., both measurable and available, and expenditures in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on General Long-Term Debt, which is recognized when the obligations are expected to be liquidated with expendable available financial resources. Federal grant funds are considered to be earned to the extent of expenditures made under the provisions of the grant, and, accordingly, when such funds are received they are recorded as deferred revenues until earned.
4. The period of availability for federal grant funds for the purpose of liquidation of outstanding obligations made on or before the ending date of the federal project period extended 30 days beyond the federal project period ending date, in accordance with provisions in Section H. Period of Availability of Federal Funds, Part 3, OMB Circular A-133 Compliance Supplement.

**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***

Mr. Hector H. Balderas, State Auditor and
The Board of County Commissioners
Dona Ana County
Las Cruces, New Mexico

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, the aggregate remaining fund information, and the major budget comparisons of Dona Ana County (the "County"), as of and for the year ended June 30, 2008, which collectively comprise the County's basic financial statements and have issued our report thereon dated November 3, 2008. We also audited the financial statements of the County's nonmajor governmental funds, nonmajor enterprise funds, the internal service fund, the fiduciary funds and all the budgetary comparisons presented as supplementary information. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the County's internal control over financial reporting as a basis for designing our auditing procedures 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 over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affect the County's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the County's financial statements that is more than inconsequential will not be prevented or detected by the County's internal control. We consider the deficiencies described in the accompanying schedule of findings and questioned costs to be significant deficiencies in internal control over financial reporting, findings 2007-01 through 2007-04, 2008-01 through 2008-03, 2008-07, 2008-08 and 2008-09.

Mr. Hector H. Balderas, State Auditor and
The Board of County Commissioners
Dona Ana County
Las Cruces, New Mexico
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A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the County's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we believe that none of the significant deficiencies described above is a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and question costs as items 2007-06, 2008-04, and 2008-05.

The County's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit the County's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of management, the Board of County Commissioners, the State Auditor, the New Mexico Legislature, the New Mexico Department of Finance and Administration, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Kriegel/Gray/Shaw & Co., P.C.

November 3, 2008

**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH
MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE
IN ACCORDANCE WITH OMB CIRCULAR A-133**

Mr. Hector H. Balderas, State Auditor and
The Board of County Commissioners
Dona Ana County
Las Cruces, New Mexico

Compliance

We have audited the compliance of Dona Ana County with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2008. Dona Ana County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Dona Ana County's management. Our responsibility is to express an opinion on Dona Ana County's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Dona Ana County's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Dona Ana County's compliance with those requirements.

In our opinion, Dona Ana County complied in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2008. However, the results of our auditing procedures disclosed an instance of noncompliance with those requirements, which is required to be reported in accordance with OMB A-133 and which is described in the accompanying schedule of findings and questioned costs as item 2008-10.

Mr. Hector H. Balderas, State Auditor and
The Board of County Commissioners
Dona Ana County
Las Cruces, New Mexico
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Internal Control Over Compliance

The management of Dona Ana County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Dona Ana County's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

A *control deficiency* in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affect the entity's ability to administer a federal program such that there is more than a remote likelihood that non-compliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A *material weakness* is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

The County's response to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the County's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of management, the Board of County Commissioners, the State Auditor, the New Mexico Legislature, the New Mexico Department of Finance and Administration, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Kriegel/Gray/Shaw & Co., P.C.

November 3, 2008

DONA ANA COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

SECTION I – SUMMARY OF AUDITOR’S RESULTS

FINANCIAL STATEMENTS

Type of Auditor’s Report issued:

Unqualified

Internal Control Over Financial Reporting:

- Material weakness(es) identified? _____ Yes X No
- Significant deficiencies identified that are not considered to be material weaknesses? X Yes _____ No

Noncompliance material to financial statements noted?

_____ Yes X No

FEDERAL AWARDS

Internal Control Over Major Programs:

- Material weakness(es) identified? _____ Yes X No
- Significant deficiencies identified that are not considered to be material weaknesses? _____ Yes X No

Type of Auditor’s Report issued on compliance for major programs:

Unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?

 X Yes _____ No

Identification of Major Programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
97.036	FEMA – Public Assistance Grant
97.004	FEMA – State Domestic Preparedness Equipment Support Program
10.446	R.U.S. Chaparral Wastewater Project
66.458	Clean Water State Revolving Loan
14.871	Section 8 Housing Cluster

Dollar threshold used to distinguish between Type A and Type B Programs: \$300,000

Auditee qualified as low-risk auditee?

_____ Yes X No

DONA ANA COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

SECTION II – FINANCIAL STATEMENT FINDINGS

CURRENT YEAR SIGNIFICANT DEFICIENCIES:

2008-01 Gas Cards – Lack of Monitoring, No Clear Policy, Theft

Statement of Condition – During our review of 10 disbursements from the fuel expense account, we noted the following:

- No evidence that the departments are reviewing gas usage reports from the vendor.
- Many of the mileage numbers being input were erroneous.
- Many fuel users using premium grade of gas.
- Two incidences where fuel was used for non-County purposes. (One ex-employee who had not turned in gas card and one current employee who allowed a non-County employee to fill up their vehicle.)

Criteria – Good internal controls require systems to be monitored and well documented.

Cause – Lack of monitoring and no clear policy.

Effect – Two thefts occurred as well as potential waste of public funds due to use of premium grades of gas.

Recommendation – A clear policy for users of the gas cards should be drafted and implemented including specific monitoring requirements.

Management's Response – Some of the County's cars (especially new cars) are required to use premium fuel. In these instances, each department budgeted accordingly. One incidence where theft occurred was detected by the County prior to the audit due to proper internal controls. A detailed review of the entire fuel purchasing, invoicing, expense allocation and payment process will be done by Finance, Sheriff, and Road and Fleet departments. This analysis and review will provide the means to develop and document the necessary policy and procedures for employees & departments to follow. Monitoring of gas card receipts will be part of the gas card policy.

DONA ANA COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

SECTION II – FINANCIAL STATEMENT FINDINGS

CURRENT YEAR SIGNIFICANT DEFICIENCIES (CONTINUED):

2008-02 Lack of Adequate Segregation of Duties – Treasurer’s Office

Statement of Condition – One position in the Treasurer’s Office signs checks, has access to the invoice/disbursement process in Banner, and has access to check stock in the vault.

Criteria – Good internal controls require adequate segregation of duties to insure the integrity of transactions and to timely identify any errors or fraud should they occur.

Cause – Treasurer does not believe segregation is necessary due to dual signatures on checks and bank responsible for any checks cashed without second signature.

Effect – Potential that unauthorized disbursements could be made and not identified in a timely manner.

Recommendation – Check signer should not have access to vault check stock or have the ability to generate disbursements.

Management’s Response – A detailed review of the internal controls within the Treasurer’s Office will be conducted. This analysis and review will provide the means to develop and document the necessary policy and procedures to ensure adequate segregation of duties.

DONA ANA COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

SECTION II – FINANCIAL STATEMENT FINDINGS

CURRENT YEAR SIGNIFICANT DEFICIENCIES (CONTINUED):

2008-03 Teller Over/Short – Documentation of Disciplinary Actions

Statement of Condition – Upon inquiry and review of the teller balancing procedures, it was noted that the tellers are not consistently disciplined for over/shorts.

Criteria – Good internal controls require consistent handling and response to over/shorts when balancing cash drawers to deter the potential for theft or misuse.

Cause – There are no documented disciplinary policies and procedures for tellers.

Effect – The potential exists for tellers to error or misuse County funds with no direct discipline for repeated occurrences. County does not have clear disciplinary guidelines to effectively evaluate teller performance for continued employment or termination.

Recommendation –Disciplinary actions should be clearly documented and implemented for teller over/shorts related to number of occurrences and magnitude of dollar.

Management’s Response – A detailed review of current procedures within the Treasurer’s Office will be conducted. This analysis and review will provide the means to develop and document the necessary policy and procedures to ensure compliance.

DONA ANA COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

SECTION II – FINANCIAL STATEMENT FINDINGS

CURRENT YEAR SIGNIFICANT DEFICIENCIES (CONTINUED):

2008-04 Interest and Penalties Inappropriately Assessed on Tax Payments

Statement of Condition – Interest and penalties were inappropriately assessed for property tax payments due on May 10, 2008 (Saturday) paid on May 12, 2008 (Monday).

Criteria – Per New Mexico requirements under 7-38-83 Timeliness, when the last day for performing an act falls on Saturday, Sunday, or a legal state or national holiday, the performance of the act is timely if performed on the next succeeding day which is not a Saturday, Sunday, or a legal state or national holiday.

Cause – Treasurer believed because the Treasurer’s Office teller window was open especially for property tax collection on Saturday, May 10, 2008 (not normally open on Saturday) the final due date was May 10, 2008.

Effect – Taxpayers that paid their property tax on Monday, Monday 12, 2008 were over charged for penalty and interest.

Recommendation –When due dates fall on non business days, the County should accommodate the taxpayer in accordance with state requirements. The County should consider repayment of penalties and interest to taxpayers that were improperly assessed.

Management’s Response – The County will consider repayment of penalties and interest to taxpayers improperly assessed and will ensure compliance with the New Mexico requirements under 7-38-83.

DONA ANA COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

SECTION II – FINANCIAL STATEMENT FINDINGS

CURRENT YEAR SIGNIFICANT DEFICIENCIES (CONTINUED):

2008-05 Violation of Uniform Unclaimed Property Act

Statement of Condition – Checks written to taxpayers for overpayments that are returned as undeliverable are put in the general fund at the end of the fiscal year.

Criteria – The Uniform Unclaimed Property Act Section 7-8A-1 through 7-8A-31 NMSA 1978 requires that property held by a government should be submitted to the State of New Mexico.

Cause – Lack of knowledge of the Unclaimed Property Act.

Effect – Violation of the filing requirements of the Uniform Unclaimed Property Act.

Recommendation –The County should identify unclaimed property under the Act and report and submit in accordance with the Act.

Management's Response – The County will review the current policy for identifying and processing unclaimed property and ensure compliance of the Uniform Unclaimed Property Act.

DONA ANA COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

SECTION II – FINANCIAL STATEMENT FINDINGS

CURRENT YEAR SIGNIFICANT DEFICIENCIES (CONTINUED):

2008-06 Budgeted Deficits and Unbudgeted Transfers

Statement of Condition – The County budgeted a deficit in two funds:

1. Law Enforcement Protection deficit = (\$17,586).
2. DOH-BHSD State Incentive Grant deficit = (\$55,303).

In addition, the County did not budget transfers from two of the hospital funds (general funds), designated by County ordinance to be utilized by Health Services Fund. The transfers were for \$909,252.

Criteria – Budgets are to be balanced with beginning cash balances and operating transfers are to be budgeted per budget provisions as stated in 6-3-1 to 6-3-25 NMSA 1978.

Cause – When budgets were amended to transfer remaining funds out, the expenditure budgets were not reduced accordingly. The operating transfers were not budgeted as a result of reversing interest earnings recorded in the hospital funds and recording the interest earnings in the health services fund where funds were transferred.

Effect – Violation of budget provisions and potential to overspend where no real expenditure budgets existed.

Recommendation –Budget requirements should be revisited. Any budget increase for expenditures or transfers should have a corresponding increase in revenue budget or a reduction of expenditure budgets.

Management’s Response – As of fiscal year 2009, the Finance Department has developed and implemented the on-going utilization of an Excel spreadsheet that parallels the technique of both the budget recap and cash walk through spreadsheets that are utilized in the annual budgeting process. Management will periodically adjust budget transfers in accordance with interest earnings.

DONA ANA COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

SECTION II – FINANCIAL STATEMENT FINDINGS

CURRENT YEAR SIGNIFICANT DEFICIENCIES (CONTINUED):

2008-07 Improper Management and Submittal of Data for Employees Health Benefits and Retiree Health Care Payments

Statement of Condition – In January 2008, the County’s new Human Resources Director, hired November 26, 2007, identified issues in the administration of the retiree health insurance program. In response to this, the County entered into an independent review of the health benefits.

- The review identified deficiencies such as unsigned enrollment forms and lack of adequate reconciliation and file documentation.

Criteria – As a custodian for employee and retiree health benefits, the County has a duty to accurately administer these benefits in accordance with employee and retiree enrollment selections.

Cause – Turnover of staff and management in the Human Resources Department.

Effect – The County has used public funds to pay for retiree health care and employee health premiums and created potential liability for the County and the employee resulting from incorrect coverage.

Recommendations – The County should continue new procedures implemented since the review and monitor performance.

Management Response – The Human Resources Department has implemented new procedures and have obtained documentation to support and manage employee health benefits and retiree health care payments consistent with the recommendations from the review.

DONA ANA COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

SECTION II – FINANCIAL STATEMENT FINDINGS

CURRENT YEAR SIGNIFICANT DEFICIENCIES (CONTINUED):

2008-08 Terminated Employees Final Pay Not Consistent With Policy

Statement of condition – During test work related to payroll, of the forced terminations tested, none of the employees were paid out in the five calendar days required by County policy.

Criteria – Good internal controls and county policy require terminated employees, and particularly forced terminations, be paid out as soon as possible.

Cause – Lack of timely communication from the departments to the payroll department, as well as a cumbersome payroll system which discourages the processing of single check payroll runs.

Effect – Potential litigation from disgruntled ex-employees and out of compliance with County policy.

Recommendations – The County should establish procedures to ensure that terminated employees are paid within the five calendar days as required by County policy.

Management Response – The Finance department will revise its current policy and extend the final pay timeline to the required ten days unless the employee presents a written demand for payment in five days consistent with state statute.

DONA ANA COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

SECTION II – FINANCIAL STATEMENT FINDINGS

CURRENT YEAR SIGNIFICANT DEFICIENCIES (CONTINUED):

2008-09 Employees Paid for More Time than Worked

Statement of condition – During test work related to payroll, one out of forty time cards/time sheets sampled was calculated incorrectly.

Criteria – Good internal controls require that all time cards/timesheets be recalculated and approved before transmittal to the payroll department.

Cause – Lack of a careful review by the submitting department.

Effect – Employees were paid for hours that they had not worked.

Recommendations – The County should establish procedures to ensure that timecards/timesheets are recalculated and approved before they are sent to the payroll department.

Management Response – The County will develop a policy to ensure that the timecards/timesheets are recalculated by the corresponding departments and approved by the department supervisor before they are sent to the payroll department for processing.

DONA ANA COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

SECTION II – FINANCIAL STATEMENT FINDINGS

CURRENT STATUS ON PRIOR YEAR FINDINGS:

2007-01 Information System Access or Lack of Access Inconsistent With Job Responsibilities

Repeated with modification.

Statement of Condition – Per our review of Information System Access, we noted the following:

- Individuals in various departments have system access which is inconsistent with their job functions.
- Department heads and/or supervisors do not have appropriate approval access in the computer system for requisitions (Clerk, Treasurer, Detention).

Criteria – Good internal controls in a computerized environment require access controls at appropriate levels to adequately monitor activity as well as limit access to achieve segregation of duties and control departmental budgets/finances.

Cause –

- Individuals given temporary system access in the absence of others; but temporary system access not terminated timely.
- Unknown as to lack of appropriate approval access.

Effect –

- Potential for unauthorized changes/activity in the payroll system.
- Certain departments have not accepted responsibility for their budgets/disbursements due to lack of approval of requisitions. These departments have effectively passed that approval to the finance department.

Recommendation – System access and approval levels for all departments should be reviewed periodically for necessary updates or changes and all departments should be required to approve their department's requisition prior to submittal to finance. The Information Technology Department should work with each department head to determine appropriate access given each department's control system and individual duties to design appropriate system access.

Management's Response – The County Information System department has put a corrective action plan in place and is working to review all access and approval levels within the County.

DONA ANA COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

SECTION II – FINANCIAL STATEMENT FINDINGS

CURRENT STATUS ON PRIOR YEAR FINDINGS (CONTINUED):

2007-02 Internal Audit System Not Operating as Designed

Repeated with modification.

Statement of Condition – The internal audit function of the County was designed to provide additional internal controls to the systems of the County through monitoring; however, the audit function has failed to provide additional internal controls due to a lack of an audit plan and a narrow scope (the majority of the internal audit function has focused on isolated issues rather than systems). After June 30, 2008, the County hired a new internal auditor who is working with the internal audit committee to establish policies, procedures and an appropriate audit plan. The audit department has developed an audit plan for the fiscal year 2009 based on the department’s risk based assessment of key auditable area. It has also documented an Audit Manual, Long Term Strategic plan, and a revised draft of the Internal Audit Committee Charter.

Criteria – A key element in internal controls is the continuous monitoring and analysis of systems. Internal audit functions should be implemented as designed and system oriented.

Cause – Audit plan not appropriately developed and implemented. Too much focus on isolated issues.

Effect – The internal audit function has not provided additional monitoring of County systems.

Recommendation – The internal audit function should develop an audit plan for the year addressing risk areas. The plan should also allow for a limited amount of time to address hot line issues as well as isolated issues. The audit plan should be continuously monitored for progress and status.

Management’s Response – The Internal Audit Committee meets monthly with the Internal Auditor independent of management. The committee is functional and effectively acting in its oversight responsibility. Management is periodically informed of findings, remediation, and opportunities for improvement. The department also administers and monitors the employee’s hot line program.

DONA ANA COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

SECTION II – FINANCIAL STATEMENT FINDINGS

CURRENT STATUS ON PRIOR YEAR FINDINGS (CONTINUED):

2007-03 Cell Phone Charges/Plans Excessive

Repeated with modification.

Statement of Condition – While testing cell phone bills for purposes of fringe benefits, we noted the following:

- No follow-up on resolution of cell phone issues after review.
- Alltel phone bills not being reviewed.
- The appearance of significant personal use, although not in excess of minutes, may be a waste or abuse of public money, (i.e., cell phone plan too large).
- Inconsistencies in size of plan approved for a particular position.
- Volunteer firemen have what appears to be an excessively high calling plan for the County needs.

We selected ten vendor payments for cell phone service and reviewed 20 phone numbers. The above items were noted for seven of the phone numbers reviewed.

Criteria – The Anti-Donation Clause (New Mexico Constitution Article IX, Section 14) prohibits the expenditure of public funds for the direct benefit of an individual absent of a receipt for services or goods. Good internal controls require monitoring of processes or procedures to prevent and detect misuse of public funds as well as waste and abuse.

Cause – Inconsistent monitoring and no County policy as to determination of cell phone plans for various purposes.

Effect – Public funds may have been used for the benefit of an individual, no fringe benefit attached to wages for personal use.

Recommendation – The County should implement a policy for cell phones to document the determination or need for County business by department and position. The policy should also require random review and monitoring of cell phone bills for excessive personal use as well as appropriateness of plan minutes.

Management's Response – The County is currently researching and working on cell phone policies and related tax issues.

DONA ANA COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

SECTION II – FINANCIAL STATEMENT FINDINGS

CURRENT STATUS ON PRIOR YEAR FINDINGS (CONTINUED):

2007-04 Personal Use of County Vehicle – Commuting

Repeated with modification.

Statement of Condition – During our testwork for fringe benefits, we noted that some individuals in the Road Department who are on call drive County vehicles home but have not had income added to their W-2 for commuting.

Criteria – Per IRS regulations driving to and from work in a County vehicle (not specifically equipped) is considered a fringe benefit.

Cause – Misinterpretation of IRS Fringe Regulations for on call.

Effect – County vehicle is being driven for personal use (at a minimum-commuting). Using the vehicle to commute is a taxable fringe benefit not being reported.

Recommendation – Fringe benefit rules should be applied when County vehicles (not specifically equipped) are used for commuting.

Management's Response – The County will follow the IRS regulation and will add the \$3.00 per day income on the employee's W-2 for take home vehicles that are not appropriately equipped.

DONA ANA COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

SECTION II – FINANCIAL STATEMENT FINDINGS

CURRENT STATUS ON PRIOR YEAR FINDINGS (CONTINUED):

2007-05 Apparent Theft – Treasurer’s Office

Not repeated.

2007-06 Housing Authority Budgets

Repeated.

Statement of Condition – The Housing Authority budgets are not amended, monitored or adopted in accordance with New Mexico State statutes.

Criteria – The Housing Authority is considered to be a department of the County and therefore, the budget provisions as stated in 6-3-1 to 6-3-25 NMSA 1978 apply to the Housing Authority budgets.

Cause – The Housing Authority, although a part of the County, budgets in accordance with HUD requirements, which uses budgets only as a guideline.

Effect – Noncompliance with New Mexico Budgeting Statutes –

- Expenditures exceeded budget – Section 8 Program by \$9,961.
- Expenditures exceeded budget – Business Activities by \$2,776.
- Expenditures and transfers exceeded – Villa Sereno – Low Income Housing Project of \$115,134.

Recommendation – The County should require the Housing Authority to adopt budgets, monitor and amend those budgets in accordance with New Mexico State Statutes.

Management’s Response – Budgets for the Housing Authority are prepared in accordance with HUD prescribed requirements.

06-5 Annual Audit Report Filed Late

Not repeated.

DONA ANA COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

CURRENT YEAR FINDINGS AND QUESTIONED COSTS
MAJOR FEDERAL AWARD PROGRAM AUDIT:

2008-10 Section 8 Housing Choice Vouchers (CFDA 14.871)

Special Tests and Provisions – Income Targeting Requirement

Statement of Condition – The Housing Authority of Dona Ana County did not meet the income targeting requirement. Only sixty-nine percent of new admissions to the Section 8 Program met this requirement.

Criteria – In each Public Housing Authority (PHA) fiscal year, at least seventy-five percent of a PHA’s new admissions to the Section 8 program must have incomes that do not exceed 30 percent of the area median income as published by HUD.

Cause – The Housing Authority housed those 80% or below median income but those extremely low income (30% or below median) were not a large enough percentage to meet the target of 75%.

Effect – The Housing Authority of Dona Ana County was not in compliance with the income targeting requirement.

Recommendation – We recommend the Section 8 Department implement procedures to monitor the income targeting percentage on a monthly basis in order to ensure compliance with HUD regulations.

Management’s Response – The Section 8 Department will continue to monitor the income targeting percentage on a monthly basis to ensure compliance with this requirement.

PRIOR YEAR FINDINGS AND QUESTIONED COSTS
MAJOR FEDERAL AWARD PROGRAM AUDIT:

None.

DONA ANA COUNTY
EXIT CONFERENCE
JUNE 30, 2008

EXIT CONFERENCE:

The exit conference was held November 13, 2008 and was attended by the following:

From Dona Ana County:

Dolores Saldana-Caviness, Dona Ana County Commissioner
Brian D. Haines, CPA, County Manager
Sue Padilla, Assistant County Manager
Nasreen Nelson, CPA, Controller
Raquel Quiroga, Accountant III
Mireya Garza, Accountant III
Milton Duran, Internal Auditor

From Kriegel/Gray/Shaw & Co., P.C.:

Debbie Gray, CPA, Shareholder

FINANCIAL STATEMENTS PREPARATION

Preparation of financial statements is the responsibility of management. Although, Dona Ana County's personnel provided significant assistance in the preparation, the statements and related footnotes were prepared by Kriegel/Gray/Shaw & Co., P.C.